

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

May 11, 1960

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Commercial and industrial loans increased in most districts and a net of \$73 million at all reporting member banks during the week ended May 4. The principal net increases were \$33 million in loans to manufacturers of metals and metal products, \$25 million to the wholesale and retail trade, \$21 million to the construction industry, \$20 million to "other" types of business, and \$26 million to unclassified borrowers.

The larger offsetting net decreases were \$32 million in loans to public utilities and \$23 million to manufacturers and producers of petroleum, coal, chemicals, and rubber products.

Changes in loans during the week and since year-end are shown below; the third column shows the changes during the comparable period last year.

<u>Business of Borrower</u>	<u>Week ended</u> <u>May 4^{p/}</u>	<u>Cumulative since year-end</u>	
		<u>Dec. 30, 1959</u> <u>to</u> <u>May 4, 1960^{p/}</u>	<u>Dec. 31, 1958</u> <u>to</u> <u>May 6, 1959</u>
		<u>(In millions of dollars)</u>	
Manufacturing and mining:			
Food, liquor, and tobacco	+ 8	-509	-394
Textiles, apparel, and leather	- 2	+213	+167
Metals and metal products	+33	+791	+527
Petroleum, coal, chemicals, and rubber	-23	- 58	- 96
Other manufacturing and mining	+15	+225	+123
Trade--wholesale and retail	+25	+299	+241
Commodity dealers	-19	-525	-232
Public utilities and transportation	-32	-132	-406
Construction	+21	+ 60	+ 9
All other types of business	+20	+ 98	- 61
Classified changes - net	+48	+461	-122
Unclassified changes - net	+26	+ 87	+ 45
Net change in commercial and industrial loans	+73	+548	- 76

p/ Preliminary

Note: Cumulative figures in the last column are not strictly comparable with current figures because of revised loan classification beginning with week ended July 8, 1959.

In addition to the weekly table a monthly table is attached showing changes during April compared with the preceding month and with April 1959, and also showing changes during the past twelve months.

Although most changes during April were in the same direction as in March, there was a total net decrease in commercial and industrial loans in contrast to a large increase in the preceding month when there were the usual large borrowings to pay quarterly income taxes.

Loans to manufacturers of food, liquor, and tobacco products showed the largest monthly decrease since April 1958.

**CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS
BY INDUSTRY AND FEDERAL RESERVE DISTRICT,
WEEK ENDED WEDNESDAY, MAY 4, 1960**

Business of Borrower	All Dis- tricts ^{p/}	Boston	New York	Phila- delphia	Cleve- land	Rich- mond	Atlanta	Chicago	St. Louis	Minne- apolis	Kansas City	Dallas	San Fran- cisco ^{p/}
	(In millions of dollars)												
Manufacturing and mining:													
Food, liquor, and tobacco	+ 7.9	-1.8	+12.0	- .7	+ .7	- .2	-4.4	+ 3.4	-1.8	+ .1	+ .1	- .3	+ .8
Textiles, apparel, and leather	- 1.6	+ .7	- 6.4	+ .1	+ .2	+1.7	+ .4	+ 2.2	-2.7	+ .3	+ .2	- .1	+ 1.8
Metals and metal products (including machinery & transportation equipment)	+32.9	+5.6	+ .7	- .4	- .7	--	+2.2	+13.8	+2.6	+1.1	+ .5	+ .6	+ 6.9
Petroleum, coal, chemicals, and rubber	-22.8	+ .4	-28.1	- .4	- .2	+ .5	+ .1	+ .4	- .1	+ .1	+3.4	+ .9	+ .2
Other manufacturing and mining	+15.4	+1.7	+13.3	+ .5	+2.6	- .2	+ .9	- 2.6	+ .4	- .2	+ .2	- .3	- .9
Trade:													
Wholesale	(+25.2)	+ .5	- .7	+1.2	+ .5	+ .9	+ .4	+ .4	+1.2	+ .6	+ .4	(+ 3.9)	- .8
Retail		- .6	- .3	+3.1	-1.0	- .1	+ .6	+ 9.3	- .1	+1.9	+1.4		+ 2.5
Commodity dealers	-18.6	- .8	-12.6	-1.9	-1.7	+ .2	+1.1	+ 5.3	-2.8	-1.7	+ .5	- 1.8	- 2.4
Public utilities (including transportation)	-32.0	-1.0	-43.9	+ .6	-2.1	+ .1	-1.4	+12.6	-1.9	+1.2	+ .3	--	+ 3.5
Construction	+20.7	+ .1	+ 8.7	- .4	+2.7	+1.4	+ .1	+ 5.2	+1.2	+ .7	+ .6	+ .6	- .2
All other types of business	+20.4	- .2	- 8.2	+1.2	+ .5	-2.3	+ .8	+ 8.6	+1.9	+1.8	+1.5	+13.4	+ 1.4
Net change in classified loans ^{1/}	+47.5	+4.6	-65.5	+2.9	+1.5	+2.0	+ .8	+58.6	-2.1	+5.9	+9.1	+16.9	+12.8
Unclassified changes - net	+25.5	-1.6	- 1.5	- .9	+1.5	+4.0	- .8	+ 3.4	+1.1	+ .1	-1.1	+ 1.1	+20.2
Net change in commercial and industrial loans	+73.0	+3.0	-67.0	+2.0	+3.0	+6.0	--	+62.0	-1.0	+6.0	+8.0	+18.0	+33.0

^{p/} Preliminary; final totals will appear in the F. R. Bulletin and San Francisco District final figures appear in a release of the Reserve Bank.

^{1/} About 210 weekly reporting member banks are reporting changes in their larger loans as to industry; these banks hold about 95 per cent of total commercial and industrial loans of all weekly reporting member banks and about 75 per cent of those of all commercial banks.