



FEDERAL RESERVE

statistical release

H.12

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COMMERCIAL AND INDUSTRIAL TERM LOANS OUTSTANDING BY INDUSTRY

The attached publication H.12(b) supplements the regular weekly Commercial and Industrial Loan (Business Loan) release (H.12) and is the first in a new monthly series showing commercial and industrial term loans outstanding by industry.

Term loans are defined as all outstanding loans with an original maturity of more than one year and all outstanding loans granted under a formal agreement--revolving credit or standby--on which the original maturity of the commitment was in excess of one year. These data have not been published previously. Henceforth, the new report will be published regularly with a one week lag after the last Wednesday of each month as an attachment to the weekly total business loan release (H.12) for the same date. Term loans included in total business loans are reported once a month by the same group of about 150 large commercial banks that report such loans classified by industry in the weekly series. A description of this statistical series relating to commercial bank credit appeared in the February 1967 issue of the Federal Reserve Bulletin.

Maturity data on business loan portfolios of large commercial banks are of considerable analytical usefulness. They provide some indication of future pressures which might develop in the capital markets since some bank term loans are later funded in the capital market. Information on the maturity structure of business loan portfolios may also give some indication of the degree of flexibility available to banks in adjusting to changing money conditions, as well as of the relative availability of bank and capital market financing. Many firms utilize term loan credit for capital and equipment expenditures and do not fund their borrowings in the capital market. Since plant and equipment expenditures are known by category, term loan data by industry would permit the user to have a clearer idea of the relationship between this type of bank credit and business capital outlays. Maturity data is also useful in interpreting the interplay between specific capital market issues--whose industry classification is known--and extension of business credit by banks.

COMMERCIAL AND INDUSTRIAL LOANS OUTSTANDING AT A SAMPLE OF WEEKLY REPORTING
LARGE COMMERCIAL BANKS BY INDUSTRY AND FEDERAL RESERVE DISTRICT, WEEK ENDED FEBRUARY 7, 1968

(In millions of dollars)

Business of Borrower	All Dis- tricts	Boston	New York	Phila- delphia	Cleve- land	Rich- mond	Atlanta	Chicago	St. Louis	Minne- apolis	Kansas City	Dallas	San Francisco ^{p/}
Durable goods manufacturing - total	11,114	454	4,551	453	1,131	159	220	2,201	136	108	122	254	1,325
Primary metals	1,488	39	739	43	264	12	14	233	31	3	7	37	66
Machinery	4,304	200	1,881	156	363	34	56	977	36	37	33	66	465
Transportation equipment	1,753	71	760	35	173	22	26	272	12	8	15	24	335
Other fabricated metal products	1,650	77	465	136	187	35	45	426	24	20	35	71	129
Other durable goods	1,919	67	706	83	144	56	79	293	33	40	32	56	330
Nondurable goods manufacturing - total	9,713	421	4,456	380	536	337	312	1,520	203	129	128	226	1,065
Food, liquor, and tobacco	2,423	109	826	65	79	68	92	499	93	59	63	45	425
Textiles, apparel, and leather	1,739	125	915	104	40	169	115	132	37	10	9	22	61
Petroleum refining	1,565	16	616	56	140	12	24	301	10	16	27	79	268
Chemicals and rubber	2,301	75	1,373	73	168	47	41	309	30	12	15	36	122
Other nondurable goods	1,685	96	726	82	109	41	40	279	33	32	14	44	189
Mining (including crude petroleum and natural gas)	4,530	47	2,815	60	164	5	51	564	29	5	141	506	143
Trade - total	7,859	635	2,530	392	347	391	466	1,014	234	193	316	277	1,064
Commodity dealers	1,504	86	585	32	10	75	44	146	88	93	41	66	238
Other wholesale	2,986	253	982	128	169	138	201	462	57	35	101	100	360
Retail	3,369	296	963	232	168	178	221	406	89	65	174	111	466
Transportation, communication, & other public utilities	7,565	275	3,846	282	373	262	266	948	187	98	121	216	691
Transportation	4,433	104	2,224	151	204	154	184	550	118	54	63	112	515
Communication	853	18	488	23	38	45	18	83	19	10	21	18	72
Other public utilities	2,279	153	1,134	108	131	63	64	315	50	34	37	86	104
Construction	2,499	79	594	152	166	194	206	154	68	38	101	309	438
Services	5,077	423	1,545	339	330	174	244	551	147	127	108	253	836
Bankers' acceptances	963	20	430	46	43	16	2	144	2	--	11	28	221
Foreign commercial and industrial loans	2,738	35	1,953	80	62	3	11	239	2	8	1	21	323
All other loans	6,689	87	1,124	10	274	163	82	384	82	2	29	87	4,365
Total classified loans	58,747	2,476	23,844	2,194	3,426	1,704	1,860	7,719	1,090	708	1,078	2,177	10,471
Total unclassified loans	6,167	335	914	163	544	498	484	1,084	224	64	249	479	1,129
Total commercial and industrial loans	64,914	2,811	24,758	2,357	3,970	2,202	2,344	8,803	1,314	772	1,327	2,656	11,600

p/ Preliminary. Final totals will appear in the F. R. Bulletin. San Francisco District final figures appear in a release of that Reserve Bank.

*Classified Loans are as of January 31.