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APPENDIX D

Supplementary Tabulations for Commercial Banks

APPENDIX D

TABLE D-1
DISTRIBUTION OF SOURCES AND USES OF FUNDS OF COMMERCIAL BANKS,
END OF YEAR, 1954-59
(per cent)

Item	1954	1955	1956	1957	1958	1959
Sources of funds:						
Debt, total	--	.1	.1	--	--	--
Deposits, total	90.2	90.1	89.6	89.4	89.3	89.0
Demand	65.5	65.0	64.4	63.6	62.4	61.8
Time	24.7	25.1	25.2	25.8	26.9	27.2
Dealer reserves	.3	.1	.2	.2	.1	.2
Other liabilities	1.1	1.0	1.0	1.0	1.0	.9
Total nonequity funds	91.6	91.3	90.9	90.6	90.4	90.1
Equity funds, total	8.4	8.7	9.1	9.4	9.6	9.9
Reserves	1.2	1.3	1.4	1.5	1.6	1.9
Stock and surplus	7.2	7.4	7.7	7.9	8.0	8.0
Total	100.0	100.0	100.0	100.0	100.0	100.0
Uses of funds:						
Earning assets, gross	76.5	74.7	74.1	74.1	75.5	74.6
Consumer credit	5.0	6.2	6.6	6.0	5.5	6.3
Other	71.5	68.5	67.5	68.1	70.0	68.3
<u>less</u>						
Unearned income (consumer)	.2	.5	.5	.7	.5	.6
Earning assets, net	76.3	74.2	73.6	73.4	75.0	74.0
Consumer credit	4.8	5.9	6.1	5.3	5.0	5.7
Automobile paper, direct	1.3	1.6	1.6	1.4	1.2	1.4
Automobile paper, indirect	1.2	1.5	1.7	1.4	1.2	1.4
Other goods paper	.6	.8	.8	.6	.6	.4
Modernization loans	.9	.9	.9	.8	.8	.9
Personal loans	.8	1.1	1.1	1.1	1.2	1.6
Other	71.5	68.3	67.5	68.1	70.0	68.3
Cash and bank balances	22.5	24.6	25.1	25.2	23.6	24.5
Other assets	1.2	1.2	1.3	1.4	1.4	1.5
Total	100.0	100.0	100.0	100.0	100.0	100.0

Source: All data are averages of ratios for nine sample banks unless noted. See Appendix A for a description of the sample and of the processing of the data. Detail may not add to the totals because of rounding.

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TABLE D-2

DISTRIBUTION OF SOURCES AND USES OF FUNDS OF COMMERCIAL BANKS,
AVERAGES OF BEGINNING AND END OF YEAR, 1955-59
(per cent)

Item	1955	1956	1957	1958	1959
Sources of funds:					
Debt, total	--	.1	--	--	.1
Deposits, total	90.2	89.9	89.5	89.3	89.0
Demand	73.7	73.5	72.9	72.0	72.2
Time	16.5	16.4	16.6	17.3	16.8
Dealer reserves	.2	.2	.2	.2	.2
Other liabilities	1.0	1.0	1.0	1.0	1.0
Total nonequity funds	91.4	91.1	90.7	90.5	90.2
Equity funds, total	8.6	8.9	9.3	9.5	9.8
Reserves	1.3	1.3	1.5	1.6	1.6
Stock and surplus	7.3	7.6	7.8	7.9	8.2
Total	100.0	100.0	100.0	100.0	100.0
Uses of funds:					
Earning assets, gross	78.0	77.0	76.8	77.8	77.6
Consumer credit	5.8	7.3	6.7	6.3	6.3
Other	72.2	69.7	70.1	71.5	71.3
less					
Unearned income (consumer)	.4	.6	.5	.4	.5
Earning assets, net	77.6	76.4	76.3	77.4	77.1
Consumer credit	5.3	6.7	6.2	5.9	5.8
Automobile paper, direct	2.3	2.8	2.4	2.1	2.2
Automobile paper, indirect	.8	1.2	1.2	1.1	1.3
Other goods paper	.6	.7	.7	.7	.2
Modernization loans	.7	.8	.7	.7	.6
Personal loans	.9	1.2	1.2	1.3	1.5
Other	72.3	69.7	70.1	71.5	71.3
Cash and bank balances	21.2	22.1	22.2	21.1	21.3
Other assets	1.2	1.5	1.5	1.5	1.6
Total	100.0	100.0	100.0	100.0	100.0

Source: See source to Table D-1.

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TABLE D-3
DISTRIBUTION OF EARNINGS AND EXPENSES OF COMMERCIAL BANKS, 1955-59
(per cent)

Item	1955	1956	1957	1958	1959
Earnings	100.0	100.0	100.0	100.0	100.0
Consumer credit	14.3	14.4	13.4	12.7	12.7
Other	85.7	85.6	86.6	87.3	87.3
Operating expenses	38.0	38.2	34.5	29.7	43.8
Consumer credit	6.2	6.2	5.6	5.4	6.2
Other	31.8	32.0	28.9	24.3	37.6
Net operating income	62.0	61.8	65.5	70.3	56.2
Consumer credit	8.1	8.2	7.8	7.3	6.5
Other	53.9	53.6	57.7	63.0	49.7
Cost of funds	28.7	27.7	29.1	30.0	25.1
Consumer credit	2.2	2.4	2.3	2.2	1.9
Other	26.5	25.3	26.8	27.8	23.2
Net profit before taxes	33.3	34.1	36.4	40.3	31.1
Consumer credit	5.9	5.9	5.5	5.1	4.6
Other	27.4	28.2	30.9	35.2	26.5
Provision for income taxes	15.6	15.9	18.0	19.7	14.3
Consumer credit	1.8	1.8	2.0	1.7	1.3
Other	13.8	14.1	16.0	18.0	13.0
Net profit	17.7	18.2	18.4	20.6	16.8
Consumer credit	4.0	4.0	3.5	3.4	3.3
Other	13.7	14.2	14.9	17.2	13.5
Dividends	9.8	10.6	9.5	10.0	11.1

Source: See source to Table D-1.

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TABLE D-4
 COMPONENTS OF GROSS FINANCE CHARGES ON CONSUMER CREDIT
 AT COMMERCIAL BANKS, 1955-59
 (dollars per \$100 of average outstanding consumer credit)

Item	1955	1956	1957	1958	1959
Gross finance charges ^a	8.62	9.16	9.43	9.47	10.04
Dealer's share of gross finance charges	.40	.44	.48	.48	.62
Lender's gross revenue	8.22	8.72	8.95	8.99	9.42
Operating expenses	3.76	3.86	3.96	4.14	4.17
Salaries	2.11	2.23	2.33	2.38	2.33
Occupancy costs	.22	.21	.22	.23	.23
Advertising	.24	.24	.23	.30	.34
Provision for losses	.31	.28	.31	.28	.28
Actual losses	(.13)	(.28)	(.33)	(.17)	(.15)
Other	.88	.90	.87	.95	.99
Nonoperating expenses	4.46	4.86	4.99	4.85	5.25
Cost of nonequity funds	1.16	1.28	1.46	1.47	1.50
Income taxes	1.13	1.28	1.39	1.32	1.33
Cost of equity funds (lender's profit)	2.17	2.30	2.14	2.06	2.42
Dividends	1.31	1.44	1.20	1.05	1.49
Retained	.86	.86	.94	1.01	.93

Source: See source to Table D-1.

^a

Includes all finance charges and fees collected on consumer credit activities. Charges for insurance are not included and the cost of free insurance provided to borrowers was deducted.

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TABLE D-5
SELECTED RATIOS FOR COMMERCIAL BANKS, 1955-59
(per cent)

	1955	1956	1957	1958	1959
Ratios to total assets of:					
Earnings	3.0	3.4	3.7	3.6	3.9
Operating expenses	1.2	1.3	1.3	1.2	1.4
Net operating income	1.9	2.1	2.4	2.5	2.5
Cost of funds	.9	1.0	1.1	1.1	1.1
Net profit before taxes	1.0	1.2	1.3	1.4	1.4
Provisions for income taxes	.5	.5	.7	.7	.6
Net profits	.5	.6	.7	.7	.7
Ratios to equity funds of:					
Net profits before taxes	12.5	13.6	14.8	15.5	14.5
Net profits	6.5	7.1	7.4	7.9	7.6
Dividends	3.7	4.2	3.9	3.9	4.5
Ratios of earnings to earning assets					
Total earnings	4.0	4.5	5.0	4.9	5.3
Consumer credit earnings, total	8.2	8.7	9.0	9.0	9.4
Automobile paper, direct ^a	10.4	9.3	9.3	8.8	8.8
Automobile paper, indirect ^{ab}	7.8	7.6	7.8	7.6	7.6
Other goods paper ^a	10.0	10.5	11.0	10.6	11.2
Modernization loans ^a	6.6	7.7	7.8	8.0	9.0
Personal loans ^a	9.5	10.4	10.4	10.2	10.9
Ratios of cost of nonequity funds to:					
Total debt and deposits	1.0	1.1	1.2	1.2	1.3
Total nonequity funds	.9	1.0	1.2	1.2	1.2
Ratio of interest on time deposits to time deposits					
	1.2	1.6	2.1	2.4	2.7

Source: See source to Table D-1.

^aBased on a sample of eight banks not all of which were included in the tabulations that provided other ratios.

^bExcludes dealer participation.