

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Increases of \$42 million in loans to commodity dealers, \$36 million to manufacturers of food, liquor, and tobacco products, and \$20 million each to manufacturers and producers of petroleum, coal, chemicals, and rubber products, and to "other" types of business were the principal factors in the \$49 million increase in commercial, industrial, and agricultural loans at weekly reporting member banks during the week ended October 5. Partly offsetting decreases included \$37 million in loans to unclassified borrowers and \$33 million to public utilities.

As of October 5, total commercial, industrial, and agricultural loans have been adjusted to include \$280 million previously classified elsewhere. In making the reclassification, the reporting banks were not requested to revise back data. Since most of these loans, when made, would have been classified as increases in "Other types of business," future reports may show a minus bias in this business category when these loans are repaid.

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

<u>Business of Borrower</u>	Week ended <u>Oct. 5^{p/}</u>	<u>Cumulative since mid-year</u>	
		<u>June 29, 1955</u> to <u>Oct. 5, 1955^{p/}</u>	<u>June 30, 1954</u> to <u>Oct. 6, 1954</u>
		(In millions of dollars)	
Manufacturing and mining:			
Food, liquor, and tobacco	+ 36	+ 159	+176
Textiles, apparel, and leather	+ 2	+ 183	+ 97
Metals and metal products	- 4	- 12	-428
Petroleum, coal, chemicals, & rubber	+ 20	+ 75	- 19
Other manufacturing and mining	- 5	+ 61	- 10
Trade -- wholesale and retail	+ 8	+ 129	+ 65
Commodity dealers	+ 42	+ 250	+259
Sales finance companies	--	+ 112	-121
Public utilities and transportation	- 33	+ 60	-178
Construction	+ 1	+ 64	+ 38
Other types of business	+ 20	+ 243	+108
Classified changes - net	+ 86	+1,322	- 12
Unclassified changes - net	- 37	- 114	-770
Net change in commercial, industrial, and agricultural loans	+ 49	+1,208	-782
Reclassified <u>l/</u>	+280	+ 280	
Total	+329	+1,488	

^{p/} Preliminary; see footnote on attached table.

^{l/} Includes commercial, industrial, and agricultural loans reclassified October 5, 1955 as a result of a survey of credit extended to real estate mortgage lenders.

In addition to the weekly table, a monthly table is attached showing changes during September compared with the preceding month and with September 1954, and also showing changes during the past twelve months.

Changes during September were in the same direction as in August and in September 1954, except in categories of manufacturers of metals and metal products and of sales finance companies. The former increased during August and September in contrast to decreases during the same 1954 months. Loans to sales finance companies declined during September following a substantial increase in August; they also declined in September 1954.

The increases in loans to manufacturers of food, liquor, and tobacco products and to commodity dealers were the largest monthly increases in these business categories since November 1954.

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS
BY INDUSTRY AND FEDERAL RESERVE DISTRICT,
WEEK ENDED WEDNESDAY, OCTOBER 5, 1955

Business of Borrower	All Dis- tricts <u>p/</u>	Boston	New York	Phila- delphia	Cleve- land	Rich- mond	Atlanta	Chicago	St. Louis	Minne- apolis	Kansas City	Dallas	San Fran- cisco <u>p/</u>
	(In millions of dollars)												
Manufacturing and mining:													
Food, liquor, and tobacco	+35.9	- .2	+ 8.2	+ .5	+ .9	+ 2.7	+ 2.8	+10.5	+ 4.0	- .1	- .4	+ 1.1	+ 5.9
Textiles, apparel, and leather	+ 1.7	- .9	+10.0	- 1.4	- .2	+ .6	+ .3	- 6.2	--	- .3	--	- .2	--
Metals and metal products (including machinery & transportation equipment)	- 3.5	- .5	+ 1.9	+ 1.5	- 3.3	+ .2	- .4	- 1.3	- 1.1	- .4	+ 1.0	- 1.8	+ .7
Petroleum, coal, chemicals, and rubber	+20.0	+12.9	+ 2.4	+ .2	- .5	+ 1.0	+ .2	- .1	+ .5	- .1	+ .8	+ 1.7	+ 1.0
Other manufacturing and mining	- 4.8	- 1.9	- 4.9	+ .9	- 1.9	- .3	+ 1.1	+ 1.1	- .1	- .2	- .2	+ 1.0	+ .6
Trade:													
Wholesale	(+ 7.7)	- .5	- .9	+ .3	- .9	+ .9	- 1.5	- .8	+ .3	- .2	+ 1.1	(+ 2.3)	+ .2
Retail	(+ 7.7)	+ 1.1	+ 2.9	+ 1.9	+ .1	- .2	+ 1.3	+ .4	- .4	+ .9	+ .4	(+ 2.3)	- 1.0
Commodity dealers	+41.7	- .3	+26.9	+ .2	- .3	+ 2.4	+ 3.3	+ .8	+ 7.6	+ 1.5	+ .3	- 3.2	+ 2.5
Sales finance companies	- .1	+11.5	+12.6	+ .9	- 3.2	- 3.0	- 1.6	- 7.7	- 1.0	- .5	+ .9	- 6.6	- 2.4
Public utilities (including transportation)	-33.3	+ 1.4	- 3.1	- .6	-11.3	+ .7	- .1	+ 2.4	+ .7	+ .2	+ .1	+ .5	-24.2
Construction	+ .7	- 1.8	- 1.2	+ .2	+ .7	+ 1.8	+ 1.4	+ .1	- .5	- .1	- .1	+ 3.6	- 3.4
All other types of business	+19.8	+ 4.6	+22.5	+ 1.8	- 2.7	+ 1.7	- 3.1	+ 5.4	- .5	+ .7	- 1.5	- 8.4	- .7
Net change in classified loans <u>1/</u>	+85.8	+25.4	+77.3	+ 6.4	-22.6	+ 8.5	+ 3.7	+ 4.6	+ 9.5	+ 1.4	+ 2.4	-10.0	-20.8
Unclassified changes - net	-36.8	+ 3.6	- 6.3	+ 1.6	+ 6.6	- 5.5	+ 2.3	+ 5.4	+ 1.5	- 2.4	+ 1.6	-21.0	-24.2
Net change in commercial, industrial, and agricultural loans	+49.0	+29.0	+71.0	+ 8.0	-16.0	+ 3.0	+ 6.0	+10.0	+11.0	- 1.0	+ 4.0	-31.0	-45.0
Reclassified <u>2/</u>	+280.0	+62.0	+86.0	+42.0	+34.0	+ 5.0	-29.0	+47.0	+25.0	--	+ 1.0	+ 9.0	- 2.0
Total	+329.0	+91.0	+157.0	+50.0	+18.0	+ 8.0	-23.0	+57.0	+36.0	- 1.0	+ 5.0	-22.0	-47.0

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 over 90 per cent of total commercial and industrial loans of all weekly reporting member banks and nearly 70 per cent of those of all commercial banks.

2/ See footnote on preceding page.

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS BY INDUSTRY

Business of Borrower	4 weeks ended Sept. 28, 1955	5 weeks ended August 31, 1955	5 weeks ended Sept. 29, 1954	12 months ended Sept. 28, 1955
	(In millions of dollars)			
Manufacturing and mining:				
Food, liquor, and tobacco	+127.5	+ 59.8	+163.7	- 63.7
Textiles, apparel, and leather	+ 75.1	+ 78.0	+ 20.4	+ 278.5
Metals and metal products (including machinery and transportation equipment)	+ 4.5	+ 32.6	-174.2	+ 25.7
Petroleum, coal, chemicals, and rubber	+ 16.6	+ 20.4	+ 24.4	+ 492.8
Other manufacturing and mining	+ 19.8	+ 16.6	+ 9.3	+ 158.0
Trade -- wholesale and retail	+ 61.5	+ 30.5	+ 63.0	+ 343.0
Commodity dealers	+113.0	+ 29.3	+124.1	+ 51.1
Sales finance companies	-125.6	+274.4	- 84.2	+ 874.9
Public utilities (including transportation)	+ 50.4	+ 41.2	+ .3	+ 356.1
Construction	+ 26.0	+ 1.6	+ 1.9	+ 241.5
All other types of business	+ 38.2	+120.3	+ 80.5	+ 444.2
Net change in classified loans <u>1/</u>	+407.0	+704.7	+229.2	+3,202.1
Unclassified changes - net	+ 82.0	- 59.7	+ 12.8	+ 442.9
Net change in commercial, industrial, and agricultural loans	+489.0	+645.0	+242.0	+3,645.0

1/ See footnote on preceding table regarding current coverage.