

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

May 2, 1956

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Net increases of \$56 million in loans to sales finance companies, \$26 million to public utilities, \$17 million to "other" manufacturing and mining, and \$14 million to the wholesale and retail trade were the principal factors in the \$73 million increase in commercial and industrial loans at weekly reporting member banks during the week ended April 25.

Offsetting decreases included \$27 million in loans to manufacturer of food, liquor, and tobacco products, \$18 million to manufacturers of textiles, apparel, and leather products, and \$10 million to commodity dealers.

The decrease in loans to manufacturers of textiles, apparel, and leather products followed eight consecutive weekly increases. Loans to manufacturers of metals and metal products decreased \$31 million in the New York District but were more than offset by increases in ten of the other districts; the net increase was \$3 million.

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

<u>Business of Borrower</u>	Week ended <u>Apr. 25^{p/}</u>	<u>Cumulative since year-end</u>	
		<u>Dec. 28, 1955</u> to <u>Apr. 25, 1956^{p/}</u>	<u>Dec 29, 1954</u> to <u>Apr. 27, 1955</u>
		(In millions of dollars)	
Manufacturing and mining:			
Food, liquor, and tobacco	-27	- 244	-409
Textiles, apparel, and leather	-18	+ 138	+185
Metals and metal products	+ 3	+ 912	+ 72
Petroleum, coal, chemicals, & rubber	- 6	+ 261	+271
Other manufacturing and mining	+17	+ 231	+ 59
Trade--wholseals and retail	+14	+ 185	+ 49
Commodity dealers	-10	- 182	-369
Sales finance companies	+56	- 279	+304
Public utilities and transportation	+26	+ 188	+ 98
Construction	- 2	- 3	+ 31
Other types of business	- 9	- 41	+ 30
Classified changes - net	+44	+1,167	+322
Unclassified changes - net	+29	+ 51	<u>1/</u> -200
Net change in commercial and industrial loans	+73	+1,218	<u>1/</u> +122

p/ Preliminary; see footnote on attached table.

1/ Prior to 1956, unclassified changes and total net change included changes in agricultural loans.

H.12(a)

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS
BY INDUSTRY AND FEDERAL RESERVE DISTRICT,
WEEK ENDED WEDNESDAY, APRIL 25, 1956

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	-26.6	-2.2	-16.6	+ 1.0	- 2.3	- .9	-1.1	+1.5	-1.9	--	- .8	+ .6	- 3.9
Textiles, apparel, and leather	-18.0	-4.2	-12.2	+ .3	+ .4	- .2	-1.5	- .3	-1.0	- .1	--	+ .9	- .1
Metals and metal products (including machinery & transportation equipment)	+ 3.4	+4.5	-30.9	+ 3.6	+ 8.4	+1.2	+1.3	-2.6	+5.0	+1.3	+1.8	+ 3.1	+ 6.7
Petroleum, coal, chemicals, and rubber	- 5.8	+ .9	+ 1.4	+ .2	- 5.5	+ .3	+1.1	-3.3	+ .2	- .8	- .2	- 1.0	+ .9
Other manufacturing and mining	+17.1	+ .8	+ 4.4	+ 1.1	+ 3.9	+1.9	+1.6	+ .2	+ .6	+ .1	--	+ 1.0	+ 1.5
Trade:													
Wholesale	(+13.6)	- .2	+ 4.5	+ .6	--	+ .7	+ .2	- .4	+ .9	+ .3	+ .7	(+ 6.0)	+ .2
Retail		+ .3	+ 2.0	- 3.4	--	- .2	+1.4	+2.2	-1.3	-1.0	+1.1		- 1.0
Commodity dealers	-10.2	+1.3	+ 7.2	- .3	- 1.5	- .7	-3.1	+ .5	-8.9	-2.1	- .5	- 1.6	- .5
Sales finance companies	+56.3	+2.8	+24.5	+ 7.8	+ 9.2	- .7	+1.2	+4.7	+1.1	+ .5	+1.2	+ .2	+ 3.8
Public utilities (including transportation)	+25.5	+ .3	+21.8	- .2	- 1.6	- .3	+ .4	-3.2	+1.1	--	- .1	+ .4	+ 6.9
Construction	- 1.8	- .4	--	+ .1	+ .7	+ .6	--	-1.1	- .5	+1.2	+ .8	- 1.0	- 2.2
All other types of business	- 9.1	-3.1	-16.2	- .3	+ 1.4	-4.1	+2.2	+3.8	- .6	+ .8	- .4	+ 2.0	+ 5.4
Net change in classified loans <u>1/</u>	+44.4	+ .8	-10.1	+10.5	+13.1	-2.4	+3.7	+2.0	-5.3	+ .2	+3.6	+10.6	+17.7
Unclassified changes - net	+28.6	+2.2	- 8.9	+ 1.5	+ .9	+3.4	- .7	--	+ .3	-1.2	+3.4	+ 7.4	+20.3
Net change in commercial and industrial loans	+73.0	+3.0	-19.0	+12.0	+14.0	+1.0	+3.0	+2.0	-5.0	-1.0	+7.0	+18.0	+38.0

p/ Preliminary; final totals will appear in the F. R. Bulletin and San Francisco District 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.