

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Net increases of \$159 million in loans to manufacturers and producers of petroleum, coal, chemicals, and rubber products, \$32 million to "other" manufacturing and mining, \$29 million to metals and metal products, \$27 million to public utilities, and \$19 million to "other" types of business were the principal factors in the \$191 million increase in commercial and industrial loans at weekly reporting member banks during the week ended June 6. Offsetting decreases included \$43 million in loans to sales finance companies, and \$19 million each to manufacturers of food, liquor, and tobacco products and to commodity dealers.

The increase in loans to manufacturers and producers of petroleum, coal, chemicals, and rubber products, the large part of which was to an oil company, was the largest weekly increase in this business category since the series was inaugurated in 1951; most of the increase was in the New York District.

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>	Week ended June 6 <sup>p/</sup>	<u>Cumulative since year-end</u>	
		Dec. 28, 1955 to June 6, 1956 <sup>p/</sup>	Dec. 29, 1954 to June 8, 1955
(In millions of dollars)			
Manufacturing and mining:			
Food, liquor, and tobacco	- 19	- 346	-540
Textiles, apparel, and leather	+ 7	+ 184	+191
Metals and metal products	+ 29	+ 994	+ 85
Petroleum, coal, chemicals, & rubber	+159	+ 413	+252
Other manufacturing and mining	+ 32	+ 295	+111
Trade--wholesale and retail	+ 1	+ 208	+110
Commodity dealers	- 19	- 309	-430
Sales finance companies	- 43	- 424	+386
Public utilities and transportation	+ 27	+ 170	+166
Construction	+ 5	+ 36	+ 93
Other types of business	+19	+ 82	+ 93
Classified changes - net	+198	+1,303	+518
Unclassified changes - net	- 7	+ 50	<u>1/-318</u>
Net change in commercial and industrial loans	+191	+1,352	<u>1/+200</u>

<sup>p/</sup> Preliminary; see footnote on attached table.

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

In addition to the weekly table, a monthly table is attached showing changes during May compared with the preceding month and with May 1955, and also showing changes during the past twelve months.

The changes during May were similar to those during April and a year ago May in the following categories: there were further repayments in loans by manufacturers of food, liquor, and tobacco products and by commodity dealers, and further increases in loans to manufacturers of metal and metal products, to "other" manufacturing and mining, to the wholesale and retail trade, and to the construction industry.

Loans to sales finance companies and to public utilities decreased during the current month in contrast to increases in May 1955. The decrease of \$7 million in loans to manufacturers and producers of petroleum, coal, chemicals, and rubber products was the first monthly decrease in this business category since January 1955. About three-fifths of the \$103 million increase in loans to "other" types of business was in the New York District.

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS  
BY INDUSTRY AND FEDERAL RESERVE DISTRICT,  
WEEK ENDED WEDNESDAY, JUNE 6, 1956

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	- 19.3	--	- 5.3	-1.1	- .5	-1.2	-1.0	- 7.1	- .6	- .7	-1.4	-1.1	+ .7
Textiles, apparel, and leather	+ 7.3	- .5	+ 10.4	+ .3	+ .5	- .8	+1.1	+ 3.5	-7.3	- .1	+ .1	- .6	+ .7
Metals and metal products (including machinery & transportation equipment)	+ 28.7	+1.9	+ 25.7	+1.1	- .3	+ .5	+ .5	- 8.1	+1.9	+ .2	- .3	+2.1	+ 3.5
Petroleum, coal, chemicals, and rubber	+159.3	+1.7	+131.7	+5.8	+ .5	- .6	- .6	+20.7	- .4	+ .1	- .9	+1.4	- .1
Other manufacturing and mining	+ 31.7	+1.6	+ 19.0	- .9	+ 3.9	+ .3	- .5	+ 2.4	+ .8	+ .4	+ .3	-1.2	+ 5.6
Trade:													
Wholesale	(+ 1.1)	+2.3	- 1.7	- .5	+ .5	- .7	- .8	+ .6	-1.1	+ .6	- .7	( -- )	+ .5
Retail	(+ 1.1)	- .8	+ 6.1	+ .5	- .2	+ .4	- .8	- 1.3	+ .4	- .1	- .2	( -- )	- 1.9
Commodity dealers	- 19.1	-1.3	- 14.3	+1.2	- 2.9	- .8	+1.4	- 1.1	-2.9	-1.2	-1.3	- .5	+ 4.6
Sales finance companies	- 43.0	-1.0	- 10.6	+1.1	-16.6	+2.0	- .6	-14.8	+3.1	+1.1	-2.9	+1.1	- 4.9
Public utilities (including transportation)	+ 26.5	+4.0	+ 20.4	-2.6	+ 3.4	--	- .2	+ 3.2	- .1	+ .8	--	- .5	- 1.9
Construction	+ 5.0	+ .7	+ 6.3	+ .1	+ .4	- .8	- .4	+ 1.7	- .1	+ .9	+ .1	-3.5	- .4
All other types of business	+ 19.4	-3.9	+ 16.0	+1.0	+ .9	+ .3	-1.0	+ 3.1	+ .3	+ .1	- .1	+1.5	+ 1.2
Net change in classified loans <u>1/</u>	+197.6	+4.7	+203.7	+6.0	-10.4	-1.4	-2.9	+ 2.8	-6.0	+2.1	-7.3	-1.3	+ 7.6
Unclassified changes - net	- 6.6	-1.7	- 2.7	--	- 1.6	-6.6	- .1	- .8	+1.0	-1.1	+ .3	+1.3	+ 5.4
Net change in commercial and industrial loans	+191.0	+3.0	+201.0	+6.0	-12.0	-8.0	-3.0	+ 2.0	-5.0	+1.0	-7.0	--	+13.0

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.

Business of Borrower	5 weeks ended May 30, 1956	4 weeks ended Apr. 25, 1956	4 weeks ended May 25, 1955	12 months ended May 30, 1956
	(In millions of dollars)			
Manufacturing and mining:				
Food, liquor, and tobacco	- 81.3	- 55.2	-102.2	+ 123.7
Textiles, apparel, and leather	+ 37.9	+ .8	- 5.5	+ 287.3
Metals and metal products (including machinery and transportation equipment)	+ 53.2	+ 87.0	+ 34.8	+1,259.6
Petroleum, coal, chemicals, and rubber	- 7.1	+ 57.0	+ 6.0	+ 497.9
Other manufacturing and mining	+ 32.0	+ 17.5	+ 49.7	+ 370.5
Trade--wholesale and retail	+ 20.0	+ 90.6	+ 54.1	+ 576.5
Commodity dealers	-107.1	- 80.1	- 30.7	+ 117.9
Sales finance companies	-101.3	+ 41.0	+ 46.6	+ 562.1
Public utilities (including transportation)	- 43.5	-117.7	+ 43.2	+ 412.6
Construction	+ 32.8	+ 28.1	+ 38.7	+ 200.9
All other types of business	+102.6	- 20.9	+ 61.8	+ 484.0
Net change in classified loans <u>1/</u>	- 61.8	+ 48.1	+196.5	+4,893.0
Unclassified changes - net	+ 4.8	+ 49.9	-100.5	+ 16.0
Net change in commercial and industrial loans	- 57.0	+ 98.0	+ 96.0	+4,909.0
Loans reclassified on October 5				+ 318.0
Total				+5,227.0

1/ See footnote on preceding table regarding current coverage.