

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

July 5, 1956

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

A net decrease of \$107 million in loans to sales finance companies was the principal factor in the \$64 million decrease in commercial and industrial loans at weekly reporting member banks during the week ended June 27.

The principal increases during the week were \$32 million in loans to manufacturers of metals and metal products, \$15 million to public utilities, and \$14 million to "other" types of business.

A \$32 million net increase in loans to public utilities in the New York District was partly offset by net repayments of \$20 million in the Boston 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 <u>June 27^{p/}</u>	<u>Cumulative since year-end</u>	
		<u>Dec. 28, 1955</u> to <u>June 27, 1956^{p/}</u>	<u>Dec. 29, 1954</u> to <u>June 29, 1955</u>
		(In millions of dollars)	
Manufacturing and mining:			
Food, liquor, and tobacco	+ 2	- 304	- 540
Textiles, apparel, and leather	+ 11	+ 238	+ 220
Metals and metal products	+ 32	+1,356	+ 177
Petroleum, coal, chemicals, & rubber	+ 2	+ 426	+ 313
Other manufacturing and mining	- 8	+ 366	+ 153
Trade--wholesale and retail	- 13	+ 167	+ 146
Commodity dealers	- 20	- 381	- 461
Sales finance companies	-107	- 317	+ 589
Public utilities and transportation	+ 15	+ 367	+ 384
Construction	- 5	+ 52	+ 134
Other types of business	+ 14	+ 147	+ 143
Classified changes - net	- 77	+2,117	+1,257
Unclassified changes - net	+ 13	+ 126	<u>1/</u> - 179
Net change in commercial and industrial loans	- 64	+2,243	<u>1/</u> +1,078

p/ Preliminary; see footnote on attached table.

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

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS
BY INDUSTRY AND FEDERAL RESERVE DISTRICT,
WEEK ENDED WEDNESDAY, JUNE 27, 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	+ 2.1	+ 2.4	-11.7	+1.0	+1.4	+ .9	+ .3	+ 2.3	+2.1	+1.3	+1.1	- .7	+ 1.7
Textiles, apparel, and leather	+ 10.8	+ 2.2	+ 6.2	+1.3	+ .1	+1.2	+ .4	+ .8	+ .4	+ .3	- .1	- .8	- 1.2
Metals and metal products (including machinery & transportation equipment)	+ 32.1	+ 3.7	+26.9	-2.6	+1.4	+ .3	+ .6	+ .4	+1.0	- .3	- .9	- .9	+ 2.5
Petroleum, coal, chemicals, and rubber	+ 1.8	- 1.7	+ 6.0	- .7	- .2	-1.4	+ .5	+ 2.8	+ .2	+ .4	+ .4	- 4.0	- .5
Other manufacturing and mining	- 7.7	+ 1.6	- 7.0	+ .3	-4.0	+ .4	- .4	+ 1.3	- .5	- .3	- .4	- .4	+ 1.7
Trade:													
Wholesale	(- 12.9)	- 1.5	+ .7	+ .3	- .2	- .4	+ .3	+ 1.5	- .2	+ .1	- .4	(- 8.7)	+ 2.0
Retail	(- 12.9)	- .5	+ .3	- .3	- .5	-1.2	- .9	- 2.2	+ .7	- .7	-1.2	(- 8.7)	+ .1
Commodity dealers	- 19.8	- .2	-19.9	- .3	- .6	- .5	+1.2	- 2.6	-3.0	+3.6	+1.4	- .2	+ 1.3
Sales finance companies	-107.1	-10.7	-46.5	-4.2	-5.4	-3.1	-4.2	-13.7	-3.2	+ .4	-1.5	- 9.1	- 5.9
Public utilities (including transportation)	+ 15.4	-20.3	+31.6	- .9	+2.4	+ .1	+ .2	+ 1.1	- .1	+ .2	+1.2	- .7	+ .6
Construction	- 5.2	- .3	--	- .5	+ .9	+ .1	- .7	- 1.4	- .7	+ .3	+ .9	- 4.5	+ .7
All other types of business	+ 13.7	+ .7	+ 1.2	-1.5	+ .9	+2.2	+3.7	+ 5.7	+ .3	- .3	+ .2	- .4	+ 1.0
Net change in classified loans <u>1/</u>	- 76.8	-24.6	-12.2	-8.1	-3.8	-1.4	+1.0	- 4.0	-3.0	+5.0	+ .7	-30.4	+ 4.0
Unclassified changes - net	+ 12.8	- 1.4	- 2.8	+ .1	-1.2	+2.4	-1.0	--	-1.0	--	- .7	- 2.6	+21.0
Net change in commercial and industrial loans	- 64.0	-26.0	-15.0	-8.0	-5.0	+1.0	--	- 4.0	-4.0	+5.0	--	-33.0	+25.0

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.