

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

July 25, 1956

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Net decreases of \$42 million in loans to sales finance companies, \$33 million to manufacturers of metals and metal products, \$14 million to manufacturers of food, liquor, and tobacco products, and \$41 million to unclassified borrowers were the principal factors in the \$80 million decrease in commercial and industrial loans at weekly reporting member banks during the week ended July 18. Offsetting increases included \$45 million in loans to commodity dealers and \$15 million to manufacturers and producers of petroleum, coal, and chemical products.

Most of the decrease in loans to manufacturers of metals and metal products occurred in the Chicago and New York Districts, but there were smaller decreases in all but three of the other districts. Loans to manufacturers of textiles, apparel, and leather products decreased \$8 million in the New York District but increases were reported in eight of the other districts; the net decrease during the week was \$4 million.

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

<u>Business of Borrower</u>	Week ended July 18 ^{p/}	Cumulative since year-end	
		Dec. 28, 1955 to July 18, 1956 ^{p/}	Dec. 29, 1954 to July 20, 1955
		(In millions of dollars)	
Manufacturing and mining:			
Food, liquor, and tobacco	-14	- 388	- 588
Textiles, apparel, and leather	- 4	+ 268	+ 237
Metals and metal products	-33	+1,261	+ 134
Petroleum, coal, chemicals, & rubber	+15	+ 468	+ 329
Other manufacturing and mining	+10	+ 451	+ 178
Trade--wholesale and retail	- 1	+ 175	+ 168
Commodity dealers	+45	- 328	- 409
Sales finance companies	-42	- 455	+ 535
Public utilities and transportation	- 6	+ 343	+ 358
Construction	- 6	+ 39	+ 161
Other types of business	- 3	+ 185	+ 183
Classified changes - net	-39	+2,019	+1,287
Unclassified changes - net	-41	+ 30	<u>1/</u> - 281
Net change in commercial and industrial loans	-80	+2,049	<u>1/</u> +1,006

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, JULY 18, 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	-14.4	+5.1	-19.0	+ .5	+ .8	-1.3	-4.0	+ .8	+2.6	+ .7	+3.2	--	- 3.8
Textiles, apparel, and leather	- 4.0	+ .4	- 7.6	- .2	- .7	+ .4	+ .4	+ 2.0	+1.6	+ .1	+ .5	+ .1	- 1.0
Metals and metal products (including machinery & transportation equipment)	-32.6	+1.2	- 9.9	-1.1	-1.1	+ .8	-1.0	-15.6	-2.2	-3.5	- .9	+1.1	- .4
Petroleum, coal, chemicals, and rubber	+15.0	- .4	+ 5.3	--	+2.3	- .1	+ .7	+ 5.4	- .4	+1.3	+ .5	-1.2	+ 1.6
Other manufacturing and mining	+ 9.9	- .8	+ 3.4	+1.3	+1.4	- .2	- .2	+ 1.4	--	+ .2	+ .7	- .4	+ 3.1
Trade:													
Wholesale	(- .2	- .3	- .8	- .9	-1.2	+ .2	+ 2.0	+ .9	+ .5	-1.3	(- 3.0
Retail	- 1.4)	+ .6	+ 2.5	- .6	+ .1	+ .1	-1.1	- .5	- .1	- .1	- .6	- .9)	+ 3.3
Commodity dealers	+45.3	+ .7	+27.1	+ .1	+ .9	+ .4	- .8	+ 4.4	+5.2	- .5	+3.8	+8.0	- 4.0
Sales finance companies	-41.8	+ .8	-22.2	-1.4	+4.7	-1.4	+2.5	- 9.5	-2.6	- .4	-1.7	-2.0	- 8.6
Public utilities (including transportation)	- 6.0	-5.2	+ 3.0	+ .5	+ .8	+ .4	--	- 3.7	+ .4	- .5	- .4	- .7	- .6
Construction	- 5.8	- .1	- 1.7	-1.1	- .3	- .8	- .1	+ 2.0	+ .4	+ .3	- .2	-6.9	+ 2.7
All other types of business	- 3.2	-1.2	- 8.0	+1.8	- .7	+ .1	+ .1	- .5	- .9	- .9	+ .6	+4.2	+ 2.2
Net change in classified loans <u>1/</u>	-39.0	+ .9	-27.4	-1.0	+7.3	-2.8	-3.3	-11.8	+4.9	-2.8	+4.2	+1.3	- 8.5
Unclassified changes - net	-41.0	-1.9	-12.6	-1.0	-1.3	- .2	+ .3	- 2.2	-1.9	-2.2	-3.2	+ .7	-15.5
Net change in commercial and industrial loans	-80.0	-1.0	-40.0	-2.0	+6.0	-3.0	-3.0	-14.0	+3.0	-5.0	+1.0	+2.0	-24.0

p/ Preliminary; final totals will appear in the F. R. Bulletin and San Francisco District final figures appear in a release of the Reserve Banks.

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.