

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

August 22, 1956

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Net increases of \$76 million in loans to sales finance companies, \$44 million to public utilities, and \$43 million to "other" types of business were the principal factors in the \$295 million increase in commercial and industrial loans at weekly reporting member banks during the week ended August 15.

Other increases included \$31 million to manufacturers and producers of petroleum, coal, chemicals, and rubber products. The only business categories to show net decreases in loans during the week were manufacturers of metals and metal products, commodity dealers, and the construction industry.

Changes in loans during the week and since 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>Aug. 15^{p/}</u>	<u>Cumulative since mid-year</u>	
		<u>June 27, 1956</u> to <u>Aug. 15, 1956^{p/}</u>	<u>June 29, 1955</u> to <u>Aug. 17, 1955</u>
(In millions of dollars)			
Manufacturing and mining:			
Food, liquor, and tobacco	+ 21	- 59	- 50
Textiles, apparel, and leather	+ 20	+ 76	+ 95
Metals and metal products	- 7	-178	- 22
Petroleum, coal, chemicals, & rubber	+ 31	+ 66	+ 14
Other manufacturing and mining	+ 16	+ 96	+ 51
Trade--wholesale and retail	+ 22	+ 2	+ 62
Commodity dealers	- 4	+235	+ 76
Sales finance companies	+ 76	-103	+170
Public utilities and transportation	+ 44	+ 10	+ 54
Construction	- 2	- 15	+ 37
Other types of business	+ 43	+108	+143
Classified changes - net	+260	+238	+630
Unclassified changes - net	+ 35	- 50	<u>1/</u> -191
Net change in commercial and industrial loans	+295	+188	<u>1/</u> +439

^{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, AUGUST 15, 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	+ 20.5	+ 1.1	+ 6.0	+ 3.7	+ 1.2	+2.7	-1.1	+ 2.0	+1.0	- .4	--	- .5	+ 4.8
Textiles, apparel, and leather	+ 19.8	+ 4.5	+ 10.2	+ 2.3	+ .1	+2.0	+ .1	+ 1.2	- .5	+ .2	--	- .1	- .2
Metals and metal products (including machinery & transportation equipment)	- 7.3	+ .9	+ 5.0	+ .5	+ 2.3	- .3	- .1	- 8.3	-1.1	--	-1.6	- .9	- 3.7
Petroleum, coal, chemicals, and rubber	+ 31.4	- .2	+ 19.2	+ .5	+ 1.4	--	--	+ 4.0	- .2	+ .4	+ .5	+4.1	+ 1.7
Other manufacturing and mining	+ 15.5	+ 1.5	+ 5.3	- 1.2	+ .4	+ .2	+ .3	+ 3.4	+ .3	+ .1	+ .1	--	+ 5.1
Trade:													
Wholesale	(+ 22.2)	- .1	+ 3.9	- 2.7	- .1	- .8	+2.5	+ 4.1	- .5	-1.0	- .2	(--)	- 1.3
Retail		+ 1.1	+ 2.5	+ .4	- .7	+ .4	+ .6	+ 8.3	+1.1	- .5	-1.2	(--)	+ 6.4
Commodity dealers	- 3.7	+ 1.8	- 5.8	+ .4	+ 3.6	- .1	+ .9	+ 3.6	-3.7	- .9	- .6	-1.6	- 1.3
Sales finance companies	+ 76.3	+ 4.3	+ 46.2	+ 1.5	+ 1.3	-1.8	-1.1	+11.1	+3.7	+ .7	+3.7	+3.1	+ 3.6
Public utilities (including transportation)	+ 43.7	+ .9	+ 38.6	- .1	+ 4.3	+ .4	- .1	- 2.4	+1.2	- .7	+2.1	- .1	- .4
Construction	- 1.5	- .2	+ .3	+ .4	+ .7	+ .7	- .3	- .9	+ .6	+ .2	+ .1	+ .4	- 3.5
All other types of business	+ 42.9	+ 2.8	+ 21.1	+ 4.1	- .7	+1.8	-2.5	+ 5.0	+1.1	- .1	- .4	+1.2	+ 9.5
Net change in classified loans <u>1/</u>	+259.8	+18.4	+152.5	+ 9.8	+13.8	+5.2	- .8	+31.1	+3.0	-2.0	+2.5	+5.6	+20.7
Unclassified changes - net	+ 35.2	+ 3.6	+ 17.5	+ 1.2	+ 1.2	+3.8	-1.2	+ 3.9	-1.0	+1.0	- .5	-1.6	+ 7.3
Net change in commercial and industrial loans	+295.0	+22.0	+170.0	+11.0	+15.0	+9.0	-2.0	+35.0	+2.0	-1.0	+2.0	+4.0	+28.0

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.