

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

September 5, 1956

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Net increases of \$53 million in loans to public utilities, \$22 million to sales finance companies, \$19 million to manufacturers of food, liquor, and tobacco products, and \$10 million to the wholesale and retail trade were largely offset by decreases of \$34 million in loans to manufacturers and producers of petroleum, coal, chemicals, and rubber products, \$22 million to manufacturers of metals and metal products, and \$39 million to unclassified borrowers. The net increase in commercial and industrial loans at weekly reporting member banks during the week ended August 29 was \$10 million.

Loans to commodity dealers decreased \$13 million in the New York District but were partly offset by increases in most of the other districts; the net decrease at reporting banks was \$4 million, the first weekly decrease in this business category since June 27.

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 Aug. 29 ^{p/}	<u>Cumulative since mid-year</u>	
		June 27, 1956 to Aug. 29, 1956 ^{p/}	June 29, 1955 to Aug. 31, 1955
(In millions of dollars)			
Manufacturing and mining:			
Food, liquor, and tobacco	+ 19	- 5	- 5
Textiles, apparel, and leather	- 3	+ 76	+106
Metals and metal products	- 22	-258	- 13
Petroleum, coal, chemicals, & rubber	- 34	+116	+ 38
Other manufacturing and mining	+ 7	+132	+ 46
Trade--wholesale and retail	+ 10	- 5	+ 60
Commodity dealers	- 4	+245	+ 95
Sales finance companies	+ 22	- 55	+238
Public utilities and transportation	+ 53	+ 84	+ 43
Construction	+ 2	--	+ 37
Other types of business	--	+110	+185
Classified changes - net	+ 49	+440	+830
Unclassified changes - net	- 39	- 95	<u>1/-160</u>
Net change in commercial and industrial loans	+ 10	+345	<u>1/+670</u>

^{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 29, 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
(In millions of dollars)													
Manufacturing and mining:													
Food, liquor, and tobacco	+18.9	+ .5	+ 4.7	+5.4	+ .5	+ 3.7	+ .6	+ 1.3	+1.0	+1.1	- .4	+ .5	
Textiles, apparel, and leather	- 3.2	-2.0	- .7	- .2	--	+ .4	- .3	+ .7	-1.2	+ .2	- .1	--	
Metals and metal products (including machinery & transportation equipment)	-21.5	-1.7	-11.9	-1.4	+2.2	- .5	-1.5	- 5.4	+ .1	- .2	+ .4	- 1.6	NOT
Petroleum, coal, chemicals, and rubber	-34.4	- .4	-26.6	-.2	-1.3	+ .1	+ .3	- .8	- .2	+ .4	+ .1	- 5.8	
Other manufacturing and mining	+ 6.6	- .3	+10.9	- .6	-1.2	+ .2	- .4	- 1.2	- .7	- .1	+ .1	- .1	
Trade:													
Wholesale	(+ 9.7)	-1.1	+ 2.8	- .3	- .7	+ .2	-1.1	- .8	+ .9	- .8	- .8	(+ 3.2)	AVAIL-
Retail		-1.0	+ 1.5	- .5	+ .7	+ 3.2	- .1	+ 4.7	- .3	+ .3	- .3		
Commodity dealers	- 4.2	- .1	-13.2	+2.2	+ .5	+ .7	+1.6	+ 5.1	-1.0	+2.4	+ .4	- 2.8	
Sales finance companies	+22.2	-1.4	+36.5	-1.5	+2.5	+ 3.3	-1.7	-13.9	+2.4	- .5	-2.3	- 1.2	ABLE
Public utilities (including transportation)	+53.0	+1.4	+44.7	+ .1	+2.3	+ .6	+ .6	+ 3.6	- .3	--	+ .5	- .5	
Construction	+ 2.0	- .7	+ 3.7	--	- .3	- .3	- .2	+ 1.4	+ .6	- .6	- .9	- .7	
All other types of business	--	+ .2	+10.8	+ .7	-2.2	- .2	-3.1	+ 3.3	-1.0	--	-1.0	- 7.5	
Net change in classified loans <u>1/</u>	+49.1	-6.6	+63.2	+3.7	+3.0	+11.4	-5.3	- 2.0	+ .3	+2.2	-4.3	-16.5	--
Unclassified changes - net	-39.1	+1.6	- 4.2	-1.7	+3.0	- 2.4	- .7	+ 4.0	- .3	-2.2	+ .3	- .5	-36.0
Net change in commercial and industrial loans	+10.0	-5.0	+59.0	+2.0	+6.0	+ 9.0	-6.0	+ 2.0	--	--	-4.0	-17.0	-36.0

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.