

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

September 19, 1956

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Practically all industrial classifications participated in the \$190 million increase in commercial and industrial loans at weekly reporting member banks during the week ended September 12.

The principal increases classified were \$48 million in loans to manufacturers of food, liquor, and tobacco products, \$34 million to "other" types of business, \$20 million to commodity dealers, \$18 million to "other" manufacturing and mining, and \$16 million to public utilities. Following ten weeks of decreases, loans to manufacturers of metals and metal products increased \$11 million.

The only net decreases reported were \$16 million in loans to sales finance companies and \$2 million to 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 Sept. 12 ^{p/} | Cumulative since mid-year | |
|---|---|---|---------------------------------------|
| | | June 27, 1956 to Sept. 12, 1956 ^{p/} | June 29, 1955 to Sept. 14, 1955 |
| | | (In millions of dollars) | |
| Manufacturing and mining: | | | |
| Food, liquor, and tobacco | + 48 | + 92 | + 59 |
| Textiles, apparel, and leather | + 11 | + 97 | +190 |
| Metals and metal products | + 11 | -285 | - 16 |
| Petroleum, coal, chemicals, & rubber | + 12 | +305 | + 43 |
| Other manufacturing and mining | + 18 | +151 | + 67 |
| Trade--wholesale and retail | + 14 | + 22 | +102 |
| Commodity dealers | + 20 | +284 | +126 |
| Sales finance companies | - 16 | -100 | + 92 |
| Public utilities and transportation | + 16 | + 56 | + 65 |
| Construction | - 2 | - 8 | + 53 |
| Other types of business | + 34 | +135 | +217 |
| Classified changes - net | +167 | +750 | +997 |
| Unclassified changes - net | + 24 | - 55 | <u>1/</u> - 98 |
| Net change in commercial and industrial loans | +190 | +695 | <u>1/</u> +899 |

^{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, SEPTEMBER 12, 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 | + 47.6 | +3.6 | + 22.1 | +1.0 | + 2.0 | - .5 | - .1 | +3.5 | -2.4 | + .8 | + .8 | +2.3 | +14.5 |
| Textiles, apparel, and leather | + 11.2 | -4.3 | + 8.5 | -- | - .7 | +1.5 | +1.2 | - .1 | +4.3 | + .7 | - .1 | - .1 | + .3 |
| Metals and metal products (including machinery & transportation equipment) | + 11.3 | +1.7 | + 13.5 | -2.6 | + 6.9 | - .6 | + .4 | -8.4 | -1.5 | +2.7 | +1.4 | - .6 | - 1.6 |
| Petroleum, coal, chemicals, and rubber | + 12.1 | + .1 | + 1.7 | + .6 | + 2.1 | -- | - .2 | +3.0 | + .4 | + .1 | + .4 | +3.9 | -- |
| Other manufacturing and mining | + 18.2 | +1.8 | + 2.8 | + .6 | + 1.0 | - .2 | + .4 | +2.8 | + .3 | + .3 | + .9 | +2.9 | + 4.6 |
| Trade: | | | | | | | | | | | | | |
| Wholesale | (+ 14.2) | - .6 | + .3 | - .5 | - .3 | -- | + .6 | +2.7 | +1.0 | +1.1 | + .3 | (+1.4) | + 1.3 |
| Retail | (+ 14.2) | - .9 | + 6.0 | - .3 | - 1.6 | - .8 | +1.4 | +3.8 | + .1 | + .9 | - .5 | (+1.4) | - 1.2 |
| Commodity dealers | + 20.1 | + .5 | + 6.6 | +2.3 | + .7 | +2.1 | - .3 | +2.7 | - .8 | + .3 | + .8 | -1.0 | + 6.2 |
| Sales finance companies | - 16.1 | -3.1 | + 21.5 | -4.7 | - 5.2 | -2.3 | -1.7 | -4.3 | -5.6 | - .9 | -2.4 | -3.8 | - 3.6 |
| Public utilities (including transportation) | + 16.1 | - .4 | + 17.8 | -1.4 | + 2.4 | - .4 | -- | -5.5 | + .2 | - .1 | +2.2 | - .3 | + 1.6 |
| Construction | - 1.7 | - .1 | + .3 | - .2 | + 1.1 | +1.7 | + .6 | -1.9 | -- | + .7 | +1.1 | -3.5 | - 1.5 |
| All other types of business | + 33.5 | +5.9 | + 9.2 | -1.4 | + 1.1 | +2.6 | +3.4 | +4.5 | - .1 | + .7 | +2.4 | +1.1 | + 4.1 |
| Net change in classified loans <u>l/</u> | +166.5 | +4.2 | +110.3 | -6.6 | + 9.5 | +3.1 | +5.7 | +2.8 | -4.1 | +7.3 | +7.3 | +2.3 | +24.7 |
| Unclassified changes - net | + 23.5 | -1.2 | + 3.7 | -1.4 | + .5 | + .9 | + .3 | +1.2 | -2.9 | -1.3 | - .3 | + .7 | +23.3 |
| Net change in commercial and industrial loans | +190.0 | +3.0 | +114.0 | -8.0 | +10.0 | +4.0 | +6.0 | +4.0 | -7.0 | +6.0 | +7.0 | +3.0 | +48.0 |

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.

l/ 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.