

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

October 3, 1956

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Net increases of \$57 million in loans to manufacturers of food, liquor, and tobacco products, \$32 million to public utilities, \$23 million to commodity dealers, \$21 million to manufacturers or producers of petroleum, coal, chemicals, and rubber products, and \$12 million to the wholesale and retail trade were largely offset by decreases of \$80 million to sale finance companies and \$16 million to "other" types of business. The net increase in commercial and industrial loans at weekly reporting member banks during the week ended September 26 was \$23 million.

Following two weeks of increases, loans to manufacturers of metals and metal products decreased \$4 million. These loans have decreased \$242 million since mid-year as compared with a decrease of only \$9 million during the corresponding period last year. Conversely, loans to manufacturers and producers of petroleum, coal, chemicals, and rubber products have increased \$346 million since mid-year as compared with an increase of \$55 million during the corresponding period last year.

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. 26 ^{p/}	<u>Cumulative since mid-year</u>	
		June 27, 1956 to Sept. 26, 1956 ^{p/}	June 29, 1955 to Sept. 28, 1955
		(In millions of dollars)	
Manufacturing and mining:			
Food, liquor, and tobacco	+57	+201	+ 123
Textiles, apparel, and leather	-11	+ 94	+ 181
Metals and metal products	- 4	-242	- 9
Petroleum, coal, chemicals, & rubber	+21	+346	+ 55
Other manufacturing and mining	- 7	+154	+ 66
Trade--wholesale and retail	+12	+ 63	+ 122
Commodity dealers	+23	+330	+ 208
Sales finance companies	-80	-174	+ 112
Public utilities and transportation	+32	+ 73	+ 93
Construction	- 1	- 11	+ 63
Other types of business	<u>-16</u>	<u>+135</u>	<u>+ 223</u>
Classified changes - net	+28	+969	+1,237
Unclassified changes - net	<u>- 5</u>	<u>-115</u>	<u>1/- 78</u>
Net change in commercial and industrial loans	+23	+854	<u>1/+1,159</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, SEPTEMBER 26, 1956

Business of Borrower	All Dis- tricts p/	Boston	New York	Phila- delphia	Cleve- land	Rich- mond	Atlanta	Chicago	St. Louis	Minne- apolis	Kansas City	Dallas	San Fran- cisco p/
	(In millions of dollars)												
Manufacturing and mining:													
Food, liquor, and tobacco	+57.4	- .3	+45.9	- 4.1	+ 1.1	+1.9	+1.8	+13.6	+ .4	- .3	+ .4	- 5.7	+ 2.7
Textiles, apparel, and leather	-10.6	- 6.9	- 1.9	+ .2	- .7	+ .9	--	+ 1.7	-2.2	--	+ .2	- 1.7	- .2
Metals and metal products (including machinery & transportation equipment)	- 3.8	- 2.4	+ 6.0	+ 2.2	- 2.0	- .8	+ .6	+ .6	- .9	+1.1	- .2	- 5.4	- 2.6
Petroleum, coal, chemicals, and rubber	+21.1	+ .4	+13.0	- .3	+ .2	--	+ .9	+ 4.8	-1.0	+ .7	+1.2	+ .7	+ .5
Other manufacturing and mining	- 6.8	- 1.8	- .9	+ .3	- 1.1	- .2	-1.0	- 1.0	- .3	+ .3	- .3	+ .2	- 1.0
Trade:													
Wholesale	(+12.4)	- 2.2	+ 1.6	+ .2	- .5	+ .4	+1.9	+ 1.5	- .1	--	+ .4	(- 1.9)	- 3.3
Retail	(+12.4)	- .5	+ 3.3	- 7.0	+ .5	- .4	-2.0	+18.7	- .6	- .3	- .7	(- 1.9)	+ 3.4
Commodity dealers	+23.3	- 1.0	+11.7	+ 1.3	- .4	+2.5	+ .9	+ 4.2	+ .1	- .2	+ .1	- .5	+ 4.6
Sales finance companies	-80.1	- 1.2	-52.1	- 9.8	-10.4	- .9	-1.9	+ 8.9	-3.9	-1.2	-1.2	- 7.0	+ .6
Public utilities (including transportation)	+31.6	+ 1.5	+34.3	+ 1.7	+ 4.0	- .1	+ .1	- 5.6	- .3	-2.2	+1.2	- 2.1	- .9
Construction	- .5	- .1	+ 4.7	- .1	- 1.3	+ .8	- .8	- .7	--	- .1	+ .7	- 1.0	- 2.6
All other types of business	-16.0	- .2	+ 4.0	- 4.7	- .4	+1.6	-1.6	- .5	+ .1	- .1	- .6	-12.6	- 1.0
Net change in classified loans <u>1/</u>	+28.0	-14.7	+69.6	-20.1	-11.0	+5.7	-1.1	+46.2	-8.7	-2.3	+1.2	-37.0	+ .2
Unclassified changes - net	- 5.0	+ .7	-13.6	- .9	--	+ .3	- .9	- 2.2	+2.7	-1.7	+ .8	- 1.0	+10.8
Net change in commercial and industrial loans	+23.0	-14.0	+56.0	-21.0	-11.0	+6.0	-2.0	+44.0	-6.0	-4.0	+2.0	-38.0	+11.0

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.