

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12 (For Immediate Release) October 17, 1956

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Net decreases of \$202 million in loans to sales finance companies, \$41 million to manufacturers of metals and metal products, and \$13 million to the construction industry were largely offset by increases of \$63 million in loans to commodity dealers, \$59 million to manufacturers of food, liquor, and tobacco products, \$48 million to the wholesale and retail trade, \$35 million to public utilities, \$18 million to manufacturers and producers of petroleum, coal, chemicals, and rubber products, and \$11 million to "other" types of business. The net decrease in commercial and industrial loans at weekly reporting member banks during the week ended October 10 was \$15 million.

The decrease in loans to sales finance companies was the largest weekly decrease in this business category since the second week in January and was reflected in all but two districts; these loans have decreased \$423 million since mid-year as compared with a decrease of \$4 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>	<u>Week ended Oct. 10^{p/}</u>	<u>Cumulative since mid-year</u>	
		<u>June 27, 1956 to Oct. 10, 1956^{p/}</u>	<u>June 29, 1955 to Oct. 12, 1955</u>
(In millions of dollars)			
Manufacturing and mining:			
Food, liquor, and tobacco	+ 59	+ 353	+ 200
Textiles, apparel, and leather	+ 1	+ 93	+ 181
Metals and metal products	- 41	- 331	+ 7
Petroleum, coal, chemicals, & rubber	+ 18	+ 379	+ 67
Other manufacturing and mining	+ 4	+ 154	+ 67
Trade--wholesale and retail	+ 48	+ 116	+ 200
Commodity dealers	+ 63	+ 434	+ 284
Sales finance companies	-202	- 423	- 4
Public utilities and transportation	+ 35	+ 164	+ 5
Construction	- 13	- 25	+ 76
Other types of business	+ 11	+ 154	+ 281
Classified changes - net	- 18	+1,069	+1,363
Unclassified changes - net	+ 3	- 102	1/- 68
Net change in commercial and industrial loans	- 15	+ 967	1/+1,295

^{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, OCTOBER 10, 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	+ 58.7	+ .4	+ 28.9	- .3	+ 2.4	+ .4	+ 1.5	+13.1	+ 5.5	--	+1.1	+ .9	+4.8
Textiles, apparel, and leather	+ 1.1	-1.1	+ 4.0	- .3	- .1	+ .2	+ .4	- .3	- .7	- .1	- .9	--	--
Metals and metal products (including machinery & transportation equipment)	- 40.7	-2.8	- 32.3	+2.3	- 8.7	-1.4	--	+ 3.1	- .4	- .4	-1.1	- .8	+1.8
Petroleum, coal, chemicals, and rubber	+ 18.3	+1.1	+ 14.6	- .1	+ 1.4	+ .1	- 1.0	- 3.2	+ .6	+ .1	+1.4	+2.0	+1.3
Other manufacturing and mining	+ 3.8	+ .3	+ .8	-1.4	+ .5	+ .4	+ .1	+ 2.1	+ .4	--	- .3	- .2	+1.1
Trade:													
Wholesale	(+ 47.7)	+6.8	+ 4.0	+2.4	+ 1.2	+ .1	- 1.9	+ .7	- .7	+ .3	+1.1	(-1.0)	+2.0
Retail		+1.0	+ 20.5	+2.3	+ .5	+ .4	+ 4.8	+ 1.1	+ .9	- .3	+1.2		+ .3
Commodity dealers	+ 62.9	+3.3	+ 22.9	+1.0	+ 1.6	+2.3	+ 2.1	+ 6.0	+18.0	+1.2	-1.6	+7.1	-1.0
Sales finance companies	-202.2	-6.3	-137.1	-7.2	-24.7	+ .4	+ 1.9	-20.2	- .4	-1.2	- .3	- .6	-6.5
Public utilities (including transportation)	+ 34.9	+ .4	+ 16.8	+ .9	+ 4.0	- .2	- .1	+ 6.0	+ .4	+1.5	+ .3	+ .4	+4.5
Construction	- 12.8	- .1	- 4.5	+ .1	- .2	- .8	+ .8	- 4.2	- .4	-1.2	-1.5	-2.5	+1.7
All other types of business	+ 10.8	-3.7	+ 19.7	-2.5	+ 1.4	- .7	+ 1.6	- 2.3	- .7	+ .1	- .1	+1.0	-3.0
Net change in classified loans <u>1/</u>	- 17.5	- .7	- 41.7	-2.8	-20.7	+1.2	+10.2	+ 1.9	+22.5	--	- .7	+6.3	+7.0
Unclassified changes - net	+ 2.5	- .3	+ 7.7	-1.2	- .3	- .2	- .2	- .9	+ .5	-2.0	- .3	- .3	--
Net change in commercial and industrial loans	- 15.0	-1.0	- 34.0	-4.0	-21.0	+1.0	+10.0	+ 1.0	+23.0	-2.0	-1.0	+6.0	+7.0

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.