

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Net increases of \$61 million in loans to manufacturers and producers of petroleum, coal, chemicals, and rubber products, \$53 million to manufacturers of food, liquor, and tobacco products, \$27 million to manufacturers of metals and metal products, \$26 million to the wholesale and retail trade, and \$23 million each to commodity dealers and to "other" types of business were the principal factors in the \$187 million increase in commercial and industrial loans at weekly reporting member banks during the week ended November 7.

The only sizable offsetting decrease during the week was in loans to sales finance companies amounting to \$28 million; these loans have decreased \$506 million since mid-year as compared with a decrease of \$1 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 <u>Nov. 7^{p/}</u>	<u>Cumulative since mid-year</u>	
		<u>June 27, 1956</u> to <u>Nov. 7, 1956^{p/}</u>	<u>June 29, 1955</u> to <u>Nov. 9, 1955</u>
		(In millions of dollars)	
Manufacturing and mining:			
Food, liquor, and tobacco	+ 53	+ 553	+ 363
Textiles, apparel, and leather	- 2	+ 14	+ 97
Metals and metal products	+ 27	- 313	+ 20
Petroleum, coal, chemicals, & rubber	+ 61	+ 458	+ 87
Other manufacturing and mining	- 3	+ 107	+ 53
Trade--wholesale and retail	+ 26	+ 251	+ 329
Commodity dealers	+ 23	+ 561	+ 425
Sales finance companies	- 28	- 506	- 1
Public utilities and transportation	- 5	+ 177	+ 23
Construction	- 6	- 42	+ 80
All other types of business	<u>+ 23</u>	<u>+ 145</u>	<u>+ 288</u>
Classified changes - net	+168	+1,405	+1,764
Unclassified changes - net	<u>+ 20</u>	<u>- 158</u>	<u>1/ - 98</u>
Net change in commercial and industrial loans	+187	+1,247	<u>1/ +1,666</u>

^{p/} Preliminary; see footnote on attached table.

^{1/} Prior to 1956, unclassified changes and total net change included changes in agricultural loans.

In addition to the weekly table, a monthly table is attached showing changes during October compared with the preceding month, and with October 1955, and also showing changes during the past twelve months.

The changes during October were similar to those during September and a year ago October in that there were further increases in loans to manufacturers of food, liquor, and tobacco products, to manufacturers and producers of petroleum, coal, chemicals, and rubber products, to the wholesale and retail trade, and to commodity dealers, and further repayments by sales finance companies.

Loans to manufacturers of textiles, apparel, and leather products, to manufacturers of metals and metal products, to "other" manufacturing and mining and to "other" types of business decreased during October in contrast to increases in September. The decrease in loans to manufacturers of textiles, apparel, and leather products was the first monthly decrease in this business category since November 1955 and the decrease in loans to "other" manufacturing and mining was its first monthly decrease since October 1955.

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS
BY INDUSTRY AND FEDERAL RESERVE DISTRICT,
WEEK ENDED WEDNESDAY, NOVEMBER 7, 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	+ 53.2	+1.0	+26.7	+2.2	+ 2.5	+ .4	+1.0	+ 8.3	+4.1	+1.5	+ 3.4	-2.2	+ 4.3
Textiles, apparel, and leather	- 2.0	-1.6	+ 2.4	-1.7	+ .4	+ .9	- .4	- .8	- .4	- .1	--	- .1	+ .2
Metals and metal products (including machinery & transportation equipment)	+ 26.9	- .1	+16.3	+1.6	+ 1.7	- .7	+ .8	+ 2.1	+ .9	+2.1	--	- .1	+ 2.3
Petroleum, coal, chemicals, and rubber	+ 61.1	- .4	+51.7	- .8	+ 1.0	--	+ .3	+ .7	+ .5	--	+ 2.1	+2.5	+ 3.5
Other manufacturing and mining	- 3.0	-1.0	- .4	- .8	- .4	- .2	+1.4	- .4	+ .2	- .2	--	--	- 1.2
Trade:													
Wholesale	(+ 25.6)	+1.5	+ .3	- .3	+ 2.3	+1.0	+1.5	+ 1.4	+ .4	+ .2	+ 1.2	()	+ 1.9
Retail		+ .5	+ 9.8	- .6	+ 1.9	+ .6	+1.2	+ 2.7	+ .2	- .3	- .9	(+2.3)	- 3.2
Commodity dealers	+ 22.6	+2.8	+12.0	+ .8	- .8	- .1	--	- 2.1	+3.3	- .2	+ .5	+3.1	+ 3.3
Sales finance companies	- 28.0	- .7	-23.6	+4.4	- 2.6	- .1	- .7	+ .9	- .8	- .7	- 2.0	-3.0	+ .9
Public utilities (including transportation)	- 5.2	+ .7	-11.2	+ .5	+ 1.1	- .4	+ .2	+ .5	- .5	--	+ 3.9	- .4	+ .4
Construction	- 6.3	--	- 2.6	+ .2	+ .7	- .8	- .6	+ 1.0	-2.2	+ .2	+ .1	-1.4	- .9
All other types of business	+ 22.6	+ .2	+ 9.7	+ .1	+ 6.5	--	+1.4	+ 6.4	+ .7	+ .3	--	-2.5	- .2
Net change in classified loans <u>1/</u>	+167.5	+2.9	+91.1	+5.6	+13.5	+ .6	+6.1	+20.7	+6.4	+2.8	+ 8.3	-1.8	+11.3
Unclassified changes - net	+ 19.5	+ .1	- 7.1	- .6	- 6.5	-2.6	- .1	+ 5.3	+ .6	+ .2	+ 1.7	-3.2	+31.7
Net change in commercial and industrial loans	+187.0	+3.0	+84.0	+5.0	+ 7.0	-2.0	+6.0	+26.0	+7.0	+3.0	+10.0	-5.0	+43.0

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.

Business of Borrower	5 weeks ended Oct. 31, 1956	4 weeks ended Sept. 26, 1956	4 weeks ended Oct. 26, 1955	12 months ended Oct. 31, 1956
	(In millions of dollars)			
Manufacturing and mining:				
Food, liquor, and tobacco	+289.6	+196.0	+160.5	+ 395.2
Textiles, apparel, and leather	- 76.7	+ 16.2	- 54.6	+ 198.6
Metals and metal products (including machinery and transportation equipment)	- 96.7	+ 16.3	- .2	+1,255.2
Petroleum, coal, chemicals, and rubber	+ 51.7	+227.2	+ 22.0	+ 953.0
Other manufacturing and mining	- 45.4	+ 19.8	- 12.5	+ 488.9
Trade -- wholesale and retail	+170.2	+ 57.2	+162.5	+ 439.4
Commodity dealers	+208.4	+ 80.5	+159.0	+ 253.8
Sales finance companies	-304.8	-107.0	-204.3	- 3.5
Public utilities (including transportation)	+101.6	+ 56.6	-108.7	+ 589.5
Construction	- 24.3	- 14.9	+ 16.5	+ 45.3
All other types of business	- 13.6	+ 26.9	+ 40.0	+ 378.4
Net change in classified loans <u>1/</u>	+260.0	+574.8	+180.2	+4,993.8
Unclassified changes - net	- 57.0	- 39.8	- 34.2	- 107.8
Net change in commercial and industrial loans	+203.0	+535.0	+146.0	+4,886.0

1/ See footnote on preceding table regarding current coverage.