

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

January 2, 1957

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

An increase of \$149 million in loans to sales finance companies was the principal factor in the \$43 million increase in commercial and industrial loans at weekly reporting member banks during the week ended December 26. Partially offsetting decreases included \$48 million in loans to the wholesale and retail trade, \$13 million to the construction industry, \$12 million to "other" manufacturing and mining, and \$25 million to unclassified borrowers.

Loans to manufacturers of food, liquor, and tobacco products decreased \$6 million, the first weekly decrease in this category since the last week in July.

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>Dec. 26^{p/}</u>	<u>Cumulative since mid-year</u>	
		<u>June 27, 1956</u> to <u>Dec. 26, 1956^{p/}</u>	<u>June 29, 1955</u> to <u>Dec. 28, 1955</u>
		(In millions of dollars)	
Manufacturing and mining:			
Food, liquor, and tobacco	- 6	+ 822	+ 480
Textiles, apparel, and leather	- 7	- 5	+ 71
Metals and metal products	- 8	- 75	+ 224
Petroleum, coal, chemicals, & rubber	+ 5	+ 435	+ 208
Other manufacturing and mining	- 12	+ 70	+ 63
Trade--wholesale and retail	- 48	+ 189	+ 327
Commodity dealers	+ 12	+ 737	+ 469
Sales finance companies	+149	+ 85	+ 704
Public utilities and transportation	+ 2	+ 335	+ 27
Construction	- 13	- 64	+ 106
All other types of business	- 6	+ 174	+ 370
Classified changes - net	+ 68	+2,702	+3,050
Unclassified changes - net	- 25	- 246	1/- 162
Net change in commercial and industrial loans	+ 43	+2,456	1/+2,888

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

1/ Prior to 1956, unclassified changes and total net change included changes in agricultural loans. These 1955 figures do not include the increase of \$318 million resulting from the reclassification of loans on October 5.

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS
BY INDUSTRY AND FEDERAL RESERVE DISTRICT,
WEEK ENDED WEDNESDAY, DECEMBER 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
(In millions of dollars)													
Manufacturing and mining:													
Food, liquor, and tobacco	- 5.5	- 3.9	- 3.4	-1.3	+ 1.0	+3.7	+ .5	- 3.6	+1.1	+ .5	+ .5	- .6	
Textiles, apparel, and leather	- 7.3	- 2.0	- .6	-1.9	+ 1.6	- .8	-1.4	- 1.7	- .2	- .1	- .1	- .1	
Metals and metal products (including machinery & transportation equipment)	- 8.4	- 1.5	- 6.9	+1.0	- 1.4	--	--	+ 2.9	-2.1	+ .1	+1.9	-2.4	NOT
Petroleum, coal, chemicals, and rubber	+ 5.1	+ .3	+ 1.9	-1.0	- .3	- .1	+ .1	+ 1.1	+ .1	- .1	+2.0	+1.1	
Other manufacturing and mining	- 12.0	- 1.9	- 4.5	- .2	- 1.3	+ .5	+ .6	- 3.2	- .7	- .9	--	- .4	
Trade:													
Wholesale	(- 48.4)	+ 2.8	+ 3.3	+2.1	+ 1.1	+1.0	+ .9	- 2.0	-1.9	--	- .3	(-2.3)	AVAIL-
Retail	(- 48.4)	- 2.7	-39.7	+ .5	- 2.1	- .2	-1.5	- 5.2	-1.3	- .2	- .7		
Commodity dealers	+ 12.4	+ 2.0	+ 3.6	- .1	--	- .2	-1.8	+ 6.4	+1.9	+2.8	- .9	-1.3	
Sales finance companies	+149.0	+12.2	+69.5	+6.2	+27.6	+ .5	+1.1	+20.8	+2.6	+3.0	+2.6	+2.9	
Public utilities (including transportation)	+ 1.8	+ .9	- 7.8	- .3	+ 2.9	+ .9	+ .6	+ 3.2	+ .4	+ .2	+ .4	+ .4	ABLE
Construction	- 12.6	- 4.3	- 4.2	+ .4	+ .2	- .3	- .4	- 2.5	-1.9	- .8	-2.0	- .8	
All other types of business	- 5.7	- 2.2	+ 4.6	-4.0	- 2.9	+ .6	- .9	- 3.0	+ .6	+ .2	+1.1	+ .2	
Net change in classified loans <u>1/</u>	+ 68.4	+ 3.7	+15.8	+1.4	+26.4	+5.6	-2.2	+13.2	-1.4	+4.7	+4.5	-3.3	--
Unclassified changes - net	- 25.4	+ 5.3	-19.8	- .4	- 3.4	- .6	+1.2	- 2.2	- .6	-2.7	+1.5	+ .3	-4.0
Net change in commercial and industrial loans	+ 43.0	+ 9.0	- 4.0	+1.0	+23.0	+5.0	-1.0	+11.0	-2.0	+2.0	+6.0	-3.0	-4.0

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.