

**FEDERAL RESERVE BANK
OF NEW YORK**

[Circular No. 3802]
[December 28, 1951]

CONSUMER CREDIT

**Amendment No. 6 to Regulation W of the Board of Governors
of the Federal Reserve System, Effective January 2, 1952**

*To all Persons Concerned with Regulation W
in the Second Federal Reserve District:*

The Board of Governors of the Federal Reserve System has adopted Amendment No. 6 to Regulation W, effective January 2, 1952. Following is the text of the Board's statement announcing the amendment, and released for publication today:

The Board of Governors announced today that effective January 2, 1952, all 1942 and older model automobiles will be removed from the list of articles subject to the provisions of Regulation W—Consumer Credit.

Although about 40 per cent of all passenger automobiles now in use are prewar models, the change is not expected to have any appreciable effect on the general credit situation. Greater risk is involved in financing older model cars and as a result terms actually made available by sellers and lenders have in general been more stringent than those required under Regulation W.

A copy of Amendment No. 6 to Regulation W is enclosed; additional copies may be obtained upon request.

ALLAN SPROUL,
President.

CONSUMER CREDIT

AMENDMENT NO. 6 TO REGULATION W

ISSUED BY THE BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

Regulation W is hereby amended in the following respects, effective January 2, 1952:

1. By adding after the word "automobiles" in item 1, Group A, Part 1 of the Supplement to the regulation the words "of year-model later than 1942."

2. By adding the following sentence at the end of section 6(j):
Any credit outstanding in connection with the purchase of any property used as a trade-in shall be deemed to be credit for financing the purchase of the article with respect to which the trade-in is made.

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