

**FEDERAL RESERVE BANK  
OF NEW YORK**

[Circular No. 3834]  
March 24, 1952]

**CONSUMER CREDIT**

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**Amendment No. 7 to Regulation W of the Board of Governors  
of the Federal Reserve System, Effective March 24, 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. 7 to Regulation W, effective March 24, 1952. Following is the text of the Board's statement announcing the amendment:

The Board of Governors announced today that effective immediately Regulation W—Consumer Credit no longer requires down payments in connection with home repair and modernization credits. The maximum permissible maturity for this type of instalment credit remains, however, at 36 months.

This change is not expected to have a significant effect upon the outstanding amount of home repair and modernization credit.

A copy of Amendment No. 7 to Regulation W is enclosed; additional copies may be obtained upon request.

ALLAN SPROUL,  
*President.*

## CONSUMER CREDIT

### AMENDMENT NO. 7 TO REGULATION W

ISSUED BY THE BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

Regulation W is hereby amended in the following respects, effective March 24, 1952:

1. By amending subsection (c) of section 3 to read as follows:

“(c) **Time of Down Payment.**—The down payment shall be obtained at or before the time of delivery of the listed article.”

2. By deleting the figure “5” following the words “cash price” in the second sentence of subsection (d) of section 4 and the footnote to said subsection (d).

3. By adding at the end of subsection (b) of section 6 the following new sentence:

“In the case of an instalment credit for financing the purchase of an article listed in Group D, this section 6 (b) shall not be deemed to require compliance to be determined from a date in advance of completion of the agreed upon repairs, alterations, or improvements.”

4. By changing the figure “5a” at the end of subsection (a) of section 8 to “5” and by making the corresponding change in the footnote.

5. By inserting in the first sentence of Part 1 of the Supplement to the regulation after the phrase “maximum loan values are prescribed,” the language “for articles listed in Group A, Group B, and Group C.”

6. By amending the italicized caption “Group D—10 per cent minimum down payment, 90 per cent maximum loan value:” in Part 1 of the Supplement to the regulation to read as follows:

“Group D—*No prescribed requirement as to minimum down payment or maximum loan value:*”

7. By deleting the last paragraph of Part 4 of the Supplement to the regulation.

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