

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

L.4.2

January 14, 1970

DECONTROLLED

FED. RES. BANK
JAN 19
AFTER SIX MONTHS

DIRECT AUTO LOANS BY COMMERCIAL BANKS

*Loan, Consumer -
Installment*

November 1969	October 1969	Three months ending November*	
		1969	1968

NEW CAR CONTRACTS

Per cent of contracts written for:

24 months or less	28.0	27.7	27.6	26.8
25-30 months	5.5	5.7	5.7	5.9
31-36 months	66.1	66.0	66.1	67.0
Over 36 months	0.4	0.5	0.5	0.3

Contracts written for 36 months:

Median loan/value ratio	86.4	87.9	87.4	80.7
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USED CAR CONTRACTS

Per cent of contracts written for:

12 months or less	15.2	16.1	15.9	16.2
13-18 months	12.4	13.1	12.9	12.8
19-24 months	37.1	34.9	36.1	37.2
Over 24 months	35.2	35.9	35.0	33.8

All used car contracts:

Median loan/value ratio	88.6	89.7	89.3	83.0
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*Unweighted arithmetic mean of the three monthly ratios.

Details may not add to totals because of rounding.

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DEALER AUTO LOANS BY COMMERCIAL BANKS (PURCHASED PAPER)

November 1969	October 1969	Three months ending November*	
		1969	1968

NEW CAR CONTRACTS

Per cent of contracts written for:

24 months or less	14.0	13.6	13.0	13.5
25-30 months	3.1	2.8	2.9	3.3
31-36 months	81.4	81.8	82.7	81.7
Over 36 months	1.5	1.8	1.4	1.5

Contracts written for 36 months:

Median loan/value ratio	91.0	92.3	92.0	92.1
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USED CAR CONTRACTS

Per cent of contracts written for:

12 months or less	10.0	9.8	10.0	9.9
13-18 months	9.4	9.8	9.7	9.1
19-24 months	31.7	31.8	32.4	31.1
Over 24 months	48.9	48.5	48.0	49.9

All used car contracts:

Median loan/value ratio	95.3	97.6	97.3	97.5
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*Unweighted arithmetic mean of the three monthly ratios.

Details may not add to totals because of rounding.

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DEALER COST RATIOS AND MATURITIES
ON AUTOMOBILE INSTALMENT LOANS

NOVEMBER 1969 AND OCTOBER 1969

NEW CARS

(Percentage distribution of contracts)

Contract balance as percentage of dealer cost <u>1/</u>	Maturities									
	24 months or less		25-30 months		31-36 months		Over 36 months		Total	
	Nov.	Oct.	Nov.	Oct.	Nov.	Oct.	Nov.	Oct.	Nov.	Oct.
PURCHASED PAPER										
80% or less	8.2	7.9	1.1	1.1	21.3	18.0	0.1	0.3	30.8	27.3
81% to 90%	2.2	2.0	0.7	0.8	17.2	17.3	0.1	0.2	20.2	20.2
91% to 100%	2.0	2.1	0.6	0.7	24.1	23.6	0.3	1.0	27.1	27.5
101% to 110%	1.3	1.1	0.5	0.4	11.7	13.0	0.2	0.3	13.7	14.8
Over 110%	0.5	0.6	0.2	0.2	7.4	9.3	0.2	0.2	8.3	10.2
Total	14.2	13.8	3.2	3.1	81.8	81.1	0.9	1.9	100.0	100.0
DIRECT LOANS										
80% or less	14.8	13.7	2.3	1.9	22.3	20.4	0.1	0.1	39.4	36.1
81% to 90%	6.7	7.6	1.7	1.6	15.7	15.0	0.1	0.1	24.1	24.3
91% to 100%	5.1	4.8	1.4	1.4	17.7	18.8	0.1	0.2	24.3	25.1
101% to 110%	0.7	1.4	0.5	0.6	5.2	5.7	*	0.1	6.4	7.8
Over 110%	1.5	1.3	0.1	0.3	3.6	3.7	*	0.3	5.3	5.6
Total	28.9	29.2	6.0	5.8	64.8	64.4	0.3	0.6	100.0	100.0
TOTAL										
80% or less	9.7	9.2	1.4	1.2	21.6	18.5	0.1	0.3	32.7	29.2
81% to 90%	3.2	3.2	0.9	0.9	16.8	16.8	0.1	0.1	21.1	21.1
91% to 100%	2.7	2.7	0.8	0.9	22.7	22.6	0.3	0.9	26.4	27.0
101% to 110%	1.1	1.2	0.5	0.4	10.3	11.5	0.1	0.2	12.0	13.3
Over 110%	0.7	0.7	0.1	0.2	6.6	8.1	0.2	0.2	7.6	9.2
Total	17.5	17.1	3.8	3.7	78.0	77.5	0.8	1.7	100.0	100.0

1/Contract balance excludes finance and insurance charges.

* Less than one-tenth of one per cent.

NOTE: Distributions for November and October are derived from reports of 102 banks, 51 of which reported dealer cost ratios as well as maturities. The November maturity distribution for new cars shown on pages 1 and 2 is based on 31,000 contracts, 21,000 purchased and 10,000 direct. The cross-classification on this page is based on 14,000 contracts, 11,000 purchased and 3,000 direct. The data are not intended to be estimates for all commercial banks and are not comparable with previous releases since composition of the group of banks changes from month to month.

Details may not add to totals because of rounding.

DEALER COST RATIOS AND MATURITIES
ON AUTOMOBILE INSTALMENT LOANS (continued)

NOVEMBER 1969 AND OCTOBER 1969

USED CARS

(Percentage distribution of contracts)

Contract balance as percentage of wholesale value $\frac{1}{2}$ /	Maturities									
	12 months or less		13-18 months		19-24 months		Over 24 months		Total	
	Nov.	Oct.	Nov.	Oct.	Nov.	Oct.	Nov.	Oct.	Nov.	Oct.
PURCHASED PAPER										
80% or less	4.1	3.6	2.4	2.3	7.0	6.4	10.5	5.7	24.0	18.0
81% to 90%	1.0	1.4	0.9	1.2	5.1	5.8	7.4	7.4	14.5	15.7
91% to 100%	1.9	1.7	1.9	2.2	6.4	6.9	11.6	10.7	21.9	21.6
101% to 110%	1.2	1.1	1.3	1.5	4.8	5.1	9.1	9.9	16.4	17.6
Over 110%	1.7	2.2	2.4	2.9	8.0	7.8	11.1	14.4	23.3	27.1
Total	10.0	10.0	8.9	9.9	31.4	31.9	49.7	48.1	100.0	100.0
DIRECT LOANS										
80% or less	8.5	10.2	5.1	5.3	12.3	9.9	9.7	7.4	35.6	32.8
81% to 90%	1.6	2.4	1.5	2.5	8.8	7.5	4.9	5.4	16.7	17.8
91% to 100%	3.2	3.6	3.3	3.3	12.8	13.1	7.6	8.4	26.9	28.4
101% to 110%	1.2	1.0	1.0	0.9	3.6	3.7	3.8	2.5	9.5	8.2
Over 110%	1.6	1.6	1.5	1.9	4.9	4.5	3.3	4.9	11.3	12.9
Total	16.2	18.9	12.4	13.9	42.2	38.7	29.2	28.6	100.0	100.0
TOTAL										
80% or less	5.3	5.4	3.1	3.1	8.4	7.3	10.3	6.1	27.1	21.9
81% to 90%	1.2	1.6	1.1	1.5	6.1	6.2	6.7	6.9	15.1	16.3
91% to 100%	2.3	2.2	2.3	2.5	8.1	8.5	10.6	10.1	23.2	23.3
101% to 110%	1.2	1.1	1.2	1.3	4.5	4.8	7.7	7.9	14.6	15.1
Over 110%	1.7	2.0	2.2	2.6	7.2	6.9	9.0	11.9	20.1	23.4
Total	11.6	12.3	9.8	11.0	34.3	33.7	44.2	43.0	100.0	100.0

1/Contract balance excludes finance and insurance charges.

2/Wholesale value represents "average wholesale," "as is," or "buying value" as indicated by used car guides.

NOTE: Distributions for November and October are derived from reports of 102 banks, 48 of which reported dealer cost ratios as well as maturities. The November maturity distribution for used cars shown on pages 1 and 2 is based on 21,000 contracts, 14,000 purchased and 7,000 direct. The cross-classification on this page is based on 9,000 contracts, 7,000 purchased and 2,000 direct. The data are not intended to be estimates for all commercial banks and are not comparable with previous releases since composition of the group of banks changes from month to month.

Details may not add to totals because of rounding.