



THE WALL STREET JOURNAL.

DOW JONES

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★★★★ \$2.00

DJIA 10917.51 ▼ 504.48 -4.4% NASDAQ 2179.91 ▼ 3.6% NIKKEI Closed (12234.76) DJ STOXX 50 2744.81 ▼ 4.0% 10-YR TREAS ▲ 2 3/32, yield 3.482% OIL \$95.71 ▼ \$5.47 GOLD \$783.10 ▲ \$22.80 EURO \$1.4310 YEN 104.88

AIG, Lehman Shock Hits World Markets

Focus Moves to Fate of Giant Insurer After U.S. Allows Investment Bank to Fail; Barclays in Talks to Buy Core Lehman Unit

The convulsions in the U.S. financial system sent markets across the globe tumbling, as two of Wall Street's biggest firms looked set to exit the scene and insurance titan American In-

*By Susanne Craig,
Jeffrey McCracken,
Jon Hilsenrath and
Deborah Solomon*

ternational Group Inc. turned to the Federal Reserve and the state of New York for assistance.

The U.S. stock market suffered its worst daily point plunge since the first day of trading after the Sept. 11, 2001, terrorist attacks. Financial markets were rattled by the rushed sale Sunday of Merrill Lynch & Co. and the bankruptcy-court filing of Lehman Brothers Holdings Inc., which scrambled Monday to sell its most-prized businesses before too many employees and customers walk out the door. (Please see related article on Page C1.)

All day Monday, top Lehman officials were huddled in Manhattan at their Seventh Avenue headquarters negotiating a sale of the U.S. investment bank—the core part of Lehman—to Barclays PLC of the U.K. People involved in the discussions were increasingly hopeful late Monday

ing. For much of the day, the major U.S. market indexes were down 2%, which, while a good-sized decline, was smaller than many had thought would be the case. But in the final hour of trading, a wave of selling hit, driven by concerns about the fate of AIG. The Dow Jones Industrial Average ended down 504.48 points on Monday, off 4.4%, at its daily low of 10917.51, down 18% on the year. Of the Dow industrials' 30 components, all but one—Coca-Cola Co.—fell, led by a 60.8% plunge in AIG.

In Europe, London's FTSE 100 index dropped 3.9%. Several Asian markets, including Japan and China, were closed Monday due to holiday. By Tuesday, Tokyo shares were down 5.1% in early trading, and Hong Kong's Hang Seng index was down 6.1%.

Monday's action was the latest fallout in a widening financial crisis that began a year ago with the fall of American housing prices and is now reordering the U.S. financial system. Steps unveiled by the Federal Reserve to expand its emergency lending arsenal did little to snap the sense of gloom.

Plenty of potential land mines remain. Banks are increasingly hoarding cash, curbing lending at a time when the econ-



AIG Faces Cash Crisis As Stock Dives 61%

*By MATTHEW KARNITSCHEW,
LIAM PLEVIN
AND SERENA NG*

American International Group Inc. was facing a severe cash crunch last night as ratings agencies cut the firm's credit ratings, forcing the giant insurer to raise \$14.5 billion to cover its obligations.

With AIG now tottering, a crisis that began with falling home prices and went on to engulf Wall Street has reached one of the world's largest insurance companies, threatening to intensify the financial storm and greatly complicate the government's efforts to contain it. The company, whose stock fell 61% yesterday, is such a big player in insuring risk for institutions around the world that its failure could shake the global financial system.



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Warning Signs Continue for Subprime Auto Loan Crisis



米企業3社の破綻、金融危機の始まりか：プ
ライベートクレジット市場に蔓延るゴキブリ

2126 回視聴・2 日前

A major subprime auto lender suddenly collapsed — raising concerns about the industry. How it could impact borrowers



TRICOLOR: THE MESSY COLLAPSE OF A SUBPRIME AUTO LENDER EXPLAINED



Anna del Villar

Billions of dollars of liabilities are now in limbo. (4 min. read)

DAILY NEWS

Sep 16, 2025



Subprime Auto Lender PrimaLend Files for Bankruptcy

PrimaLend provides financing to used-car dealerships that cater to subprime borrowers

By *Akiko Matsuda*

WSJ PRO Updated Oct. 23, 2025 1:31 pm ET



Save



Listen (3 min)



Auto loans: Trouble in the subprime economy

The downfall of Tricolor Holdings may reflect the growing financial strain low-income Americans are facing



Subprime Auto Loans, Explained

By [Austin Kilham](#). October 20, 2025 · 7 minute read

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FICO® Score ranges:

- Super-prime: 720 or above
- Prime: 660-719
- Near-prime: 620-659
- Subprime: 580-619
- Deep subprime: 580



**SUPER
PRIME**



PRIME



SUBPRIME



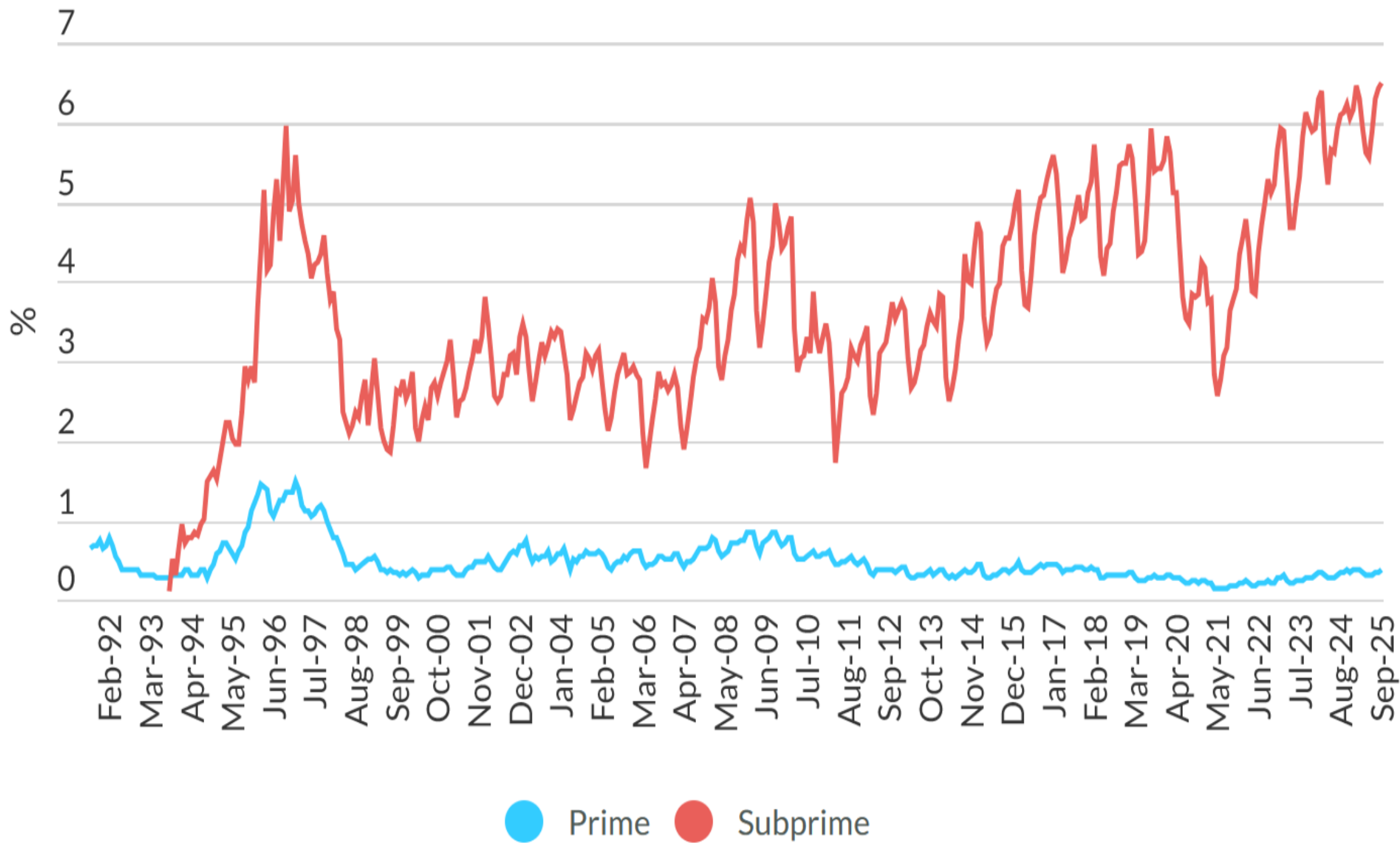


Figure 3. Auto ABS Spread History
(Basis points)

Type	Rating	Current Oct 10, 2025	Change vs.		
			One Week	One Month	One Year
Prime	AA	75	5	13	-5
	A	100	5	15	0
	BBB	130	5	15	-20
Subprime	AA	80	0	15	0
	A	120	5	30	20
	BBB	180	10	50	40

Source: Bank of America Global Research and IMF staff estimates.

- The market is showing a clear divergence between prime and subprime segments—while recent events impacted the whole market, subprime A and BBB-rated ABS spreads widened the most over the past month (Figure 3).
- The collateral performance for prime auto loan ABS has been stable, with 30+ days past due delinquencies around 1.9% in September.
- In contrast, subprime auto loan ABS delinquencies have spiked, with 30+ day delinquency rates climbing to 16% in September—an increase of approximately 164 basis points year-over-year, according to Barclays Research. This deterioration was attributed to mounting economic pressures and weaker borrower profiles.

FEDS Notes

September 26, 2024

Rising Auto Loan Delinquencies and High Monthly Payments

Robert Adams, Vitaly Bord, and Haja Sannoh¹

Introduction

Delinquency rates on auto loans rose substantially to above pre-pandemic levels by the end of 2023, after falling to historical lows during the COVID-19 pandemic.

Because auto loans are an important sector in consumer credit, accounting for about

The Daily
 FINANCIAL CRISIS!
 High fuel prices are pushing some drivers to the financial brink
 Lynx-type drivers are looking for more gas

A. S. K. and Associates of The City
newer has with more
gives a more complete picture
let their own hands prove
being a more complete and
to build the future.

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Journal of Internal Medicine 247: 395–402

High fuel prices are pushing some drivers to the financial limits... and to the pump to keep their gas tanks full. When you're looking for more gas...

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Journal of Internal Medicine 247: 115-121

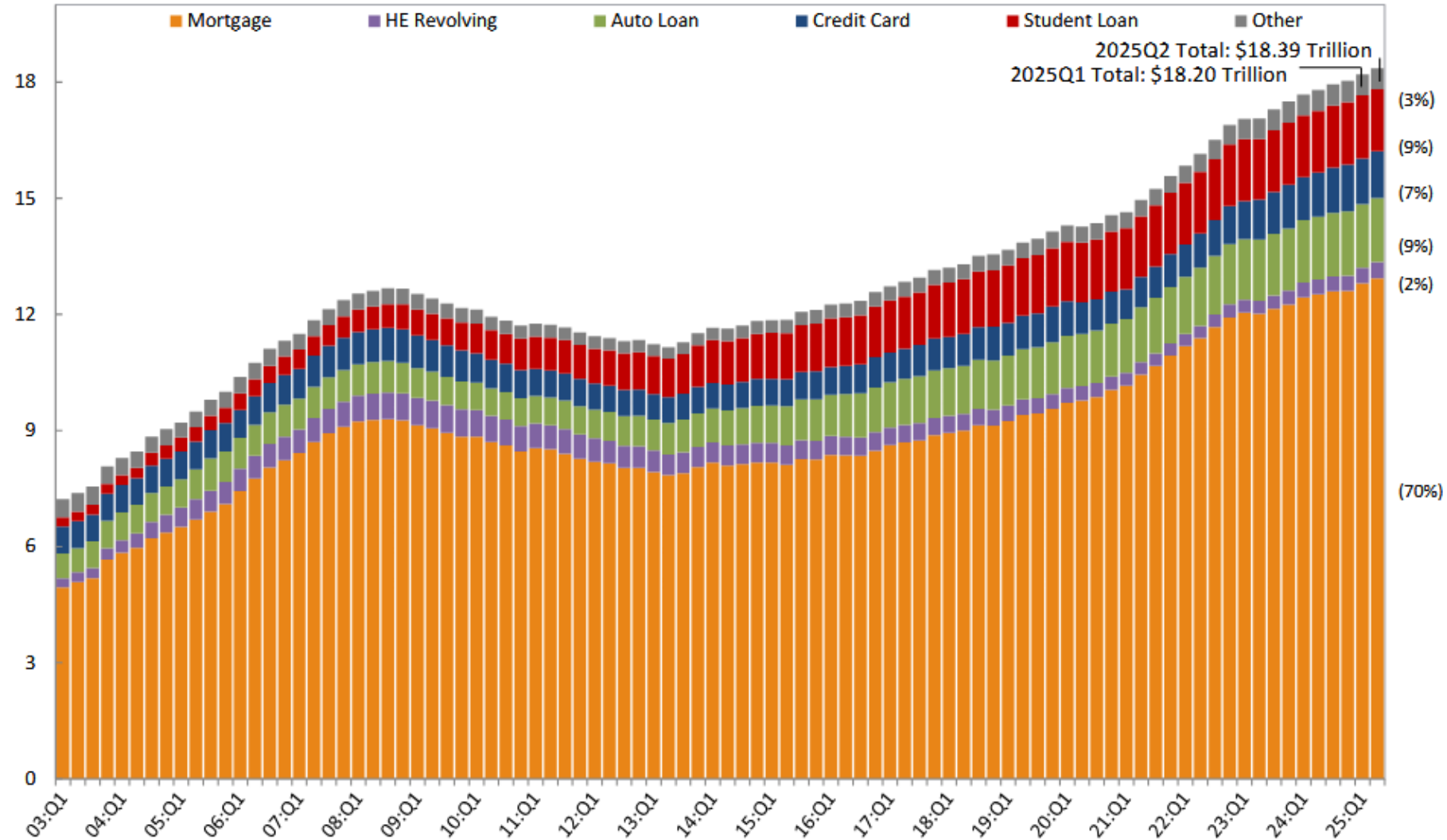
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A close-up, black and white photograph of a newspaper page. The page is tilted diagonally, showing several columns of text. A small, dark, rectangular object, possibly a stamp or a small photograph, is visible on the page. The background is dark and out of focus.

Total Debt Balance and its Composition

Trillions of Dollars

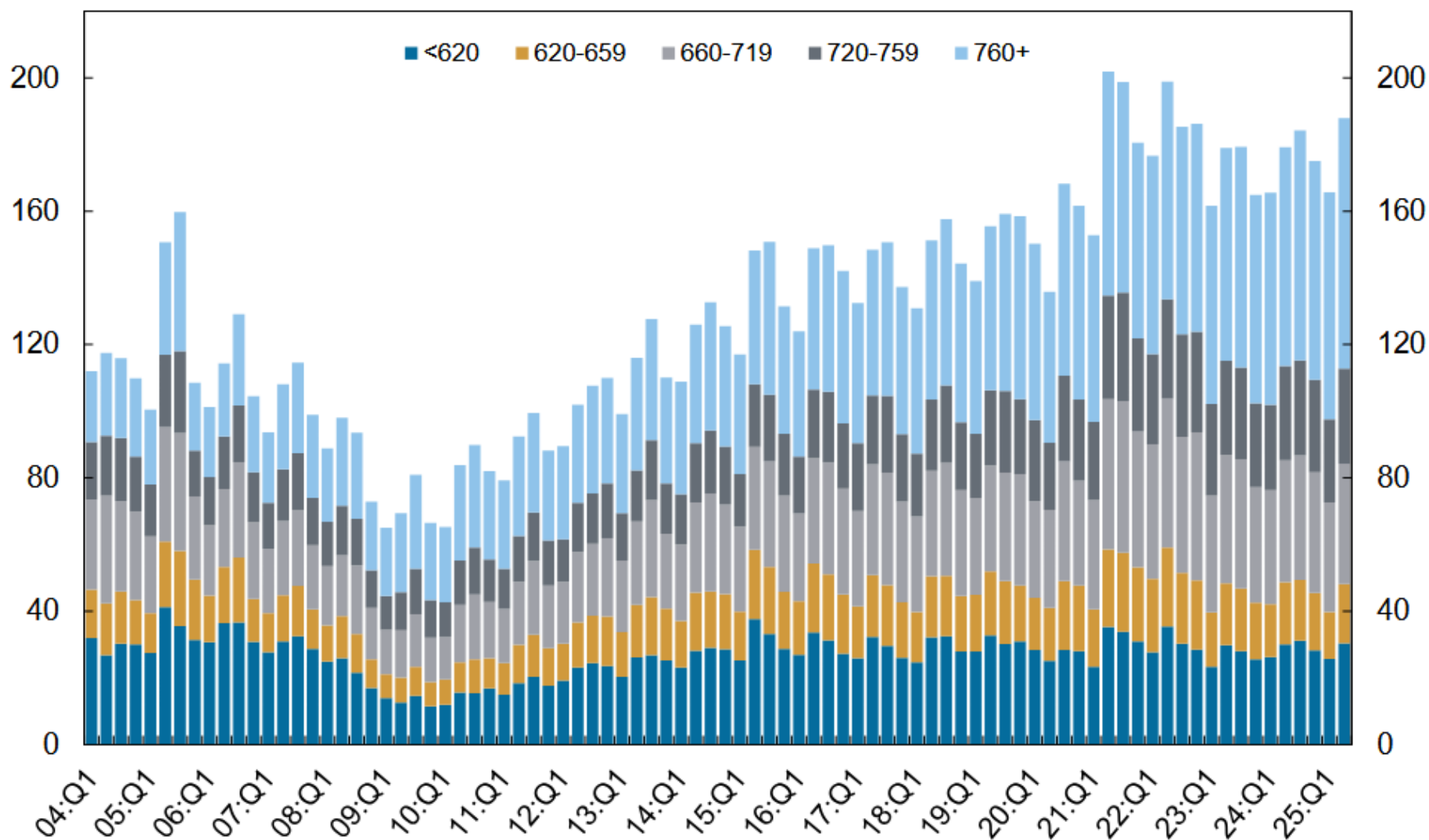


Source: New York Fed Consumer Credit Panel/Equifax

Auto Loan Originations by Credit Score*

Billions of Dollars

Billions of Dollars

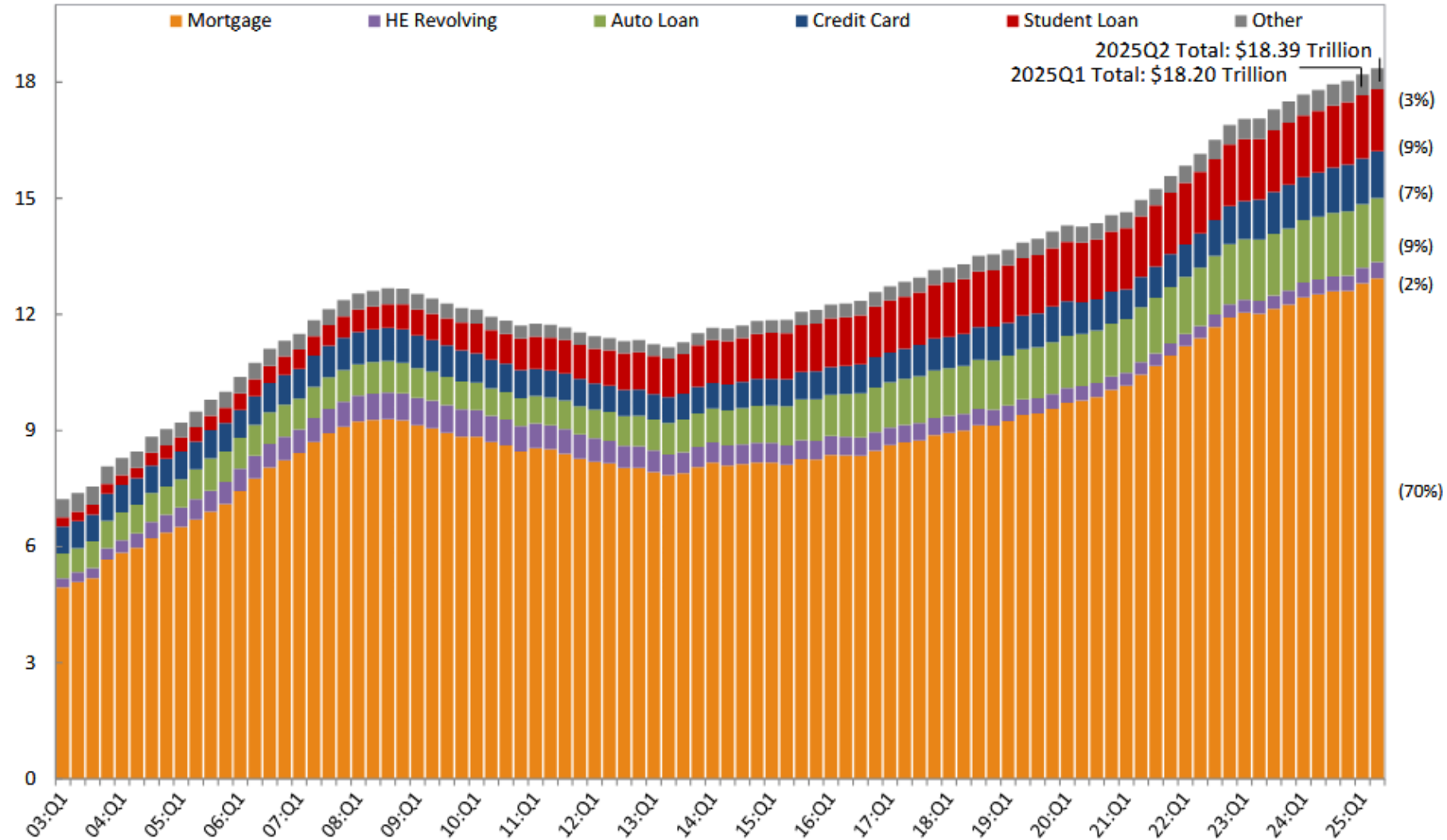


Source: New York Fed Consumer Credit Panel/Equifax

* Credit Score is Equifax Riskscore 3.0

Total Debt Balance and its Composition

Trillions of Dollars



Source: New York Fed Consumer Credit Panel/Equifax



car amortization term

AI モード すべて ニュース 画像 ショッピング ショート動画 動画

◆ AI による概要

A car amortization term is the length of time, **most often 36 to 84 months**, over which you repay a car loan through a series of regular, fixed payments. Each payment is split between interest and principal, with a larger portion going toward interest early in the loan and more going toward the principal as you get closer to the end. Choosing a longer term lowers monthly payments but increases the total interest paid over the life of the loan.

Loan Amortization Calculator

Enter the loan amount, the annual interest rate, the term of the loan, the first payment date, and the payment frequency. See notes at the bottom of the page for more information.

Loan Amount	5,000
Annual Interest Rate	5.00%
Term of Loan in Years	3
First Payment Date	7/1/2006
Frequency of Payment	Monthly

Rate (per period)	0.417%
Payment (per period)	\$149.85
Number of Payments	36
Total Payments	\$5,394.76
Total Interest	\$394.76

Amortization Schedule

Due Date	Payment	Interest	Principal	Balance
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Distribution of Household Wealth

IN THE U.S. BY INCOME GROUP

TOTAL HOUSEHOLD WEALTH

\$100T

\$50T

\$0

1990

2000

2010

2020

The share of wealth owned by the top 0.1% is currently at its peak

The share of wealth owned by the bottom 50% hit its low point of 0.4% in 2011

INCOME GROUPS

Top 0.1%

Top 1%

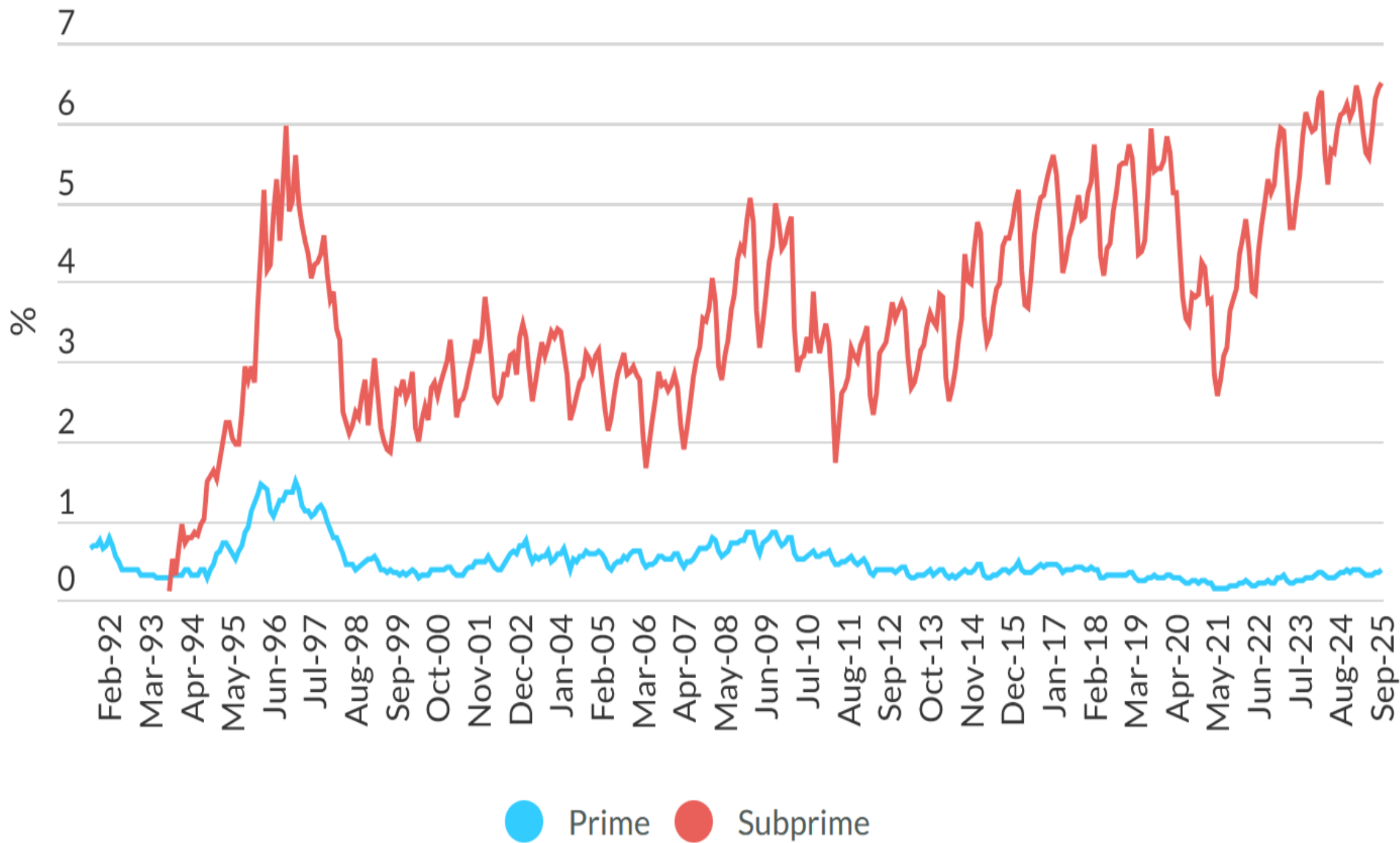
90-99%

50-90%

Bottom 50%

Source: The Federal Reserve



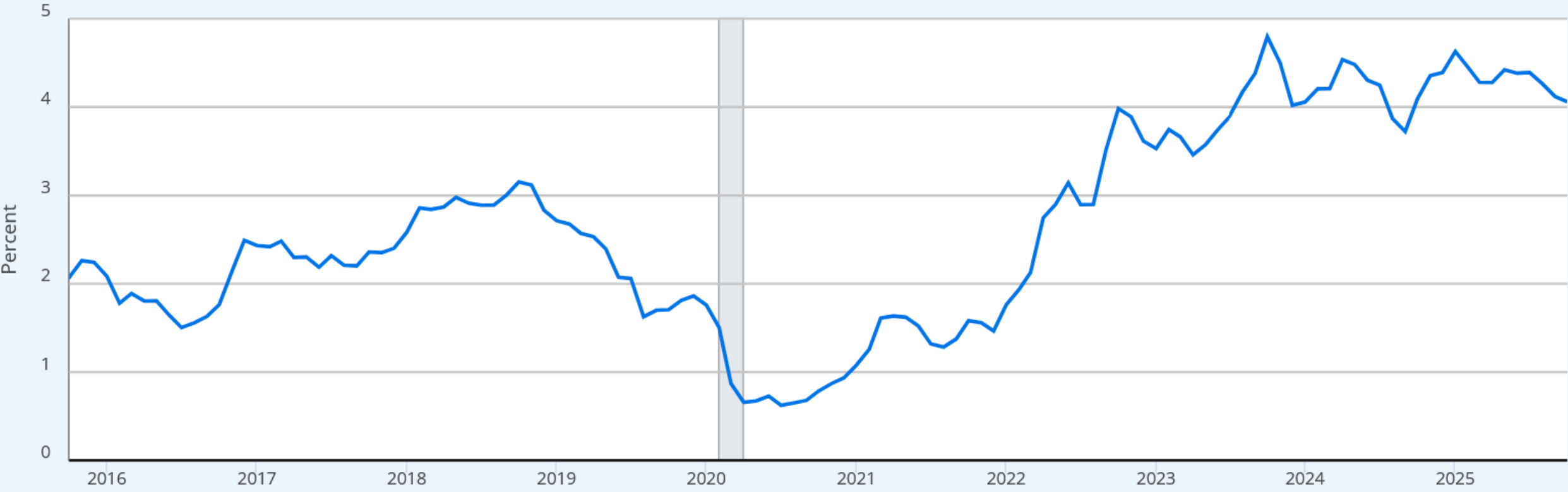




Consumer Price Index for All Urban Consumers: All Items in U.S. City Average



FRED  — Market Yield on U.S. Treasury Securities at 10-Year Constant Maturity, Quoted on an Investment Basis









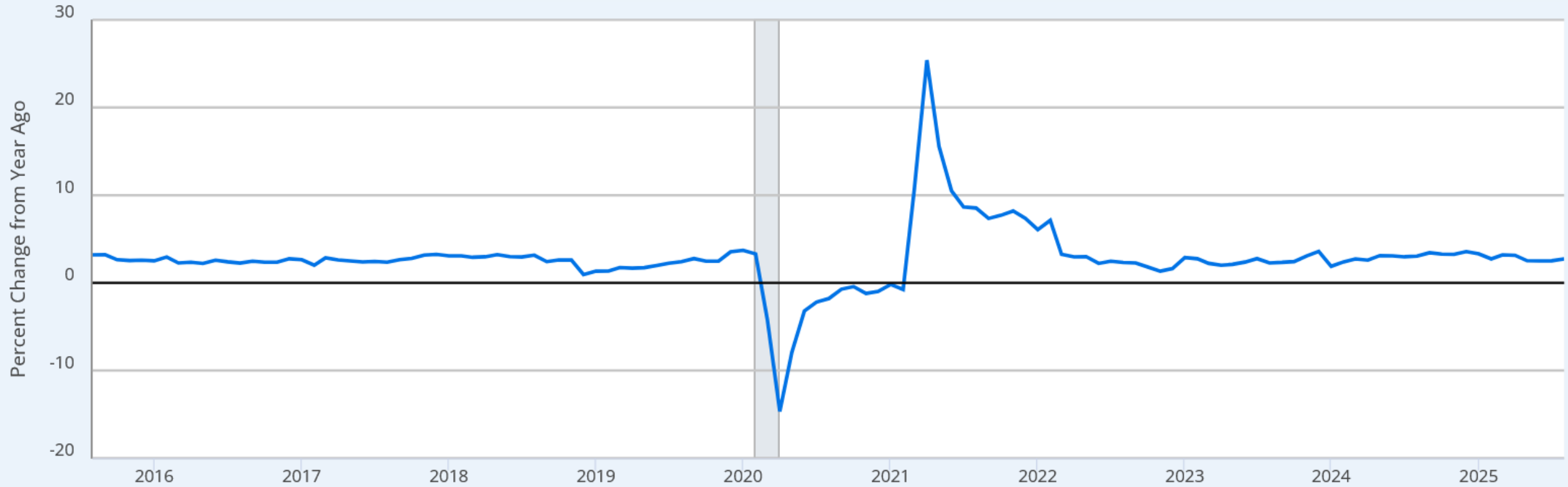
**SUPER
PRIME**



PRIME



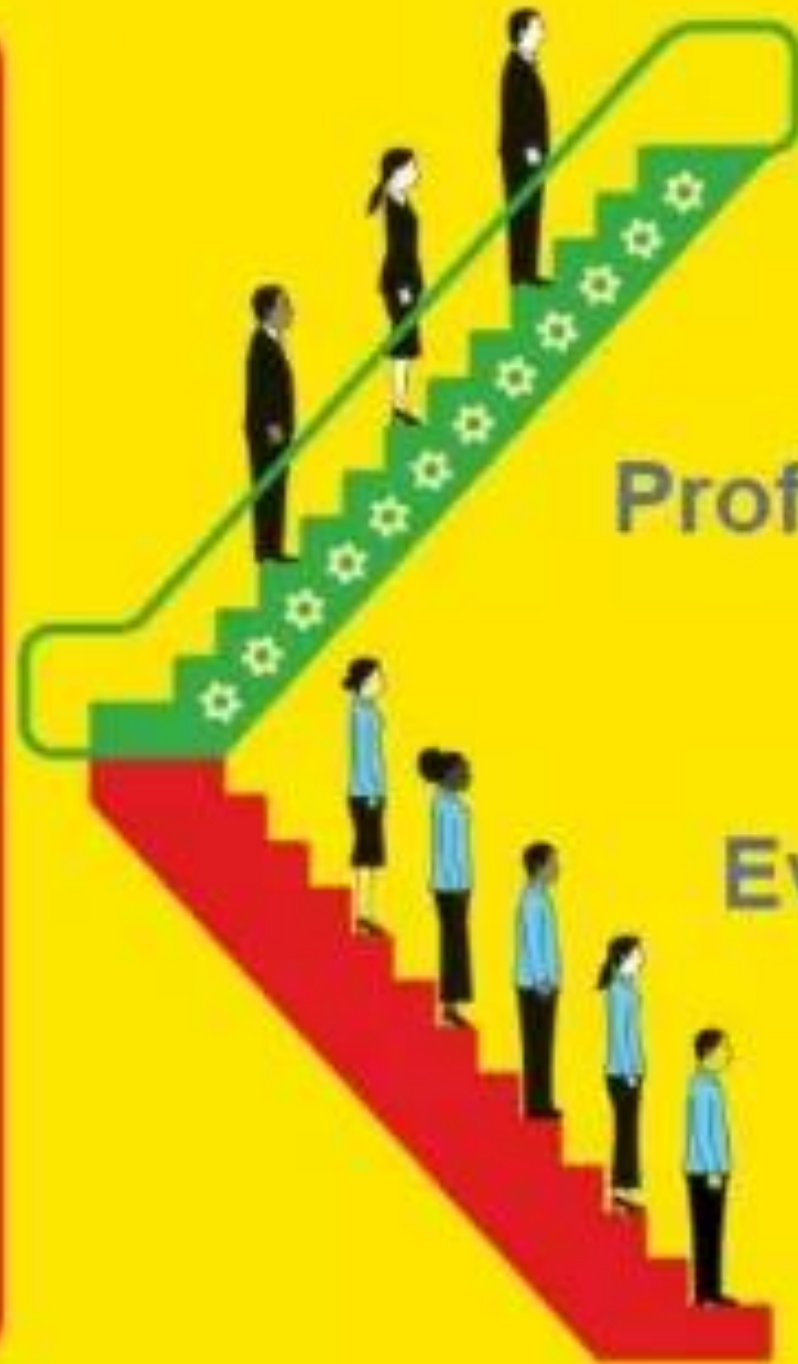
SUBPRIME



Atlanta Fed GDPNow estimates for 2025: Q3, growth rates and changes

Date	Major Releases	GDP	PCE	Equip- ment	Intell. prop. prod.	Nonres. struct.	Resid. inves.	Govt.	Exports	Imports	Change in net exp.	Change in CIPI
25-Sep	Latest BEA estimate for 25:Q1	-0.6	0.6	21.4	6.5	-3.1	-1.0	-1.0	0.2	38.0	-312	155
25-Sep	Latest BEA estimate for 25:Q2	3.8	2.5	8.5	15.0	-7.5	-5.1	-0.1	-1.8	-29.3	323	-190
31-Jul	Initial GDPNow 25:Q3 forecast	2.3	1.9	2.6	5.5	-2.3	1.8	1.7	7.8	8.5	-26	36
	Q2 GDP (8/28), Adv. Econ. Ind.,											
29-Aug	Personal income & outlays	3.5	2.3	11.7	5.5	-3.5	-8.2	1.5	7.9	1.8	35	34
10-Sep	Wholesale trade, Producer Price Index	3.1	2.3	11.8	5.3	-6.0	-4.8	1.4	6.3	3.3	11	32
11-Sep	CPI, Monthly Treasury Statement	3.1	2.3	11.8	5.3	-6.0	-4.8	1.6	6.3	3.3	11	31
	Retail trade, Import/Export Prices,											
16-Sep	Industrial production	3.4	2.7	12.0	5.3	-5.1	-4.6	1.6	6.2	4.3	1	36
17-Sep	Housing starts	3.3	2.7	11.9	5.3	-5.1	-6.3	1.6	6.2	4.2	2	36
24-Sep	New-home sales	3.4	2.7	11.9	5.3	-5.1	-4.7	1.6	6.2	4.3	1	36
	Q2 GDP (9/25), Adv. Econ. Ind. (9/25), Adv. Manuf. (M3-1) (9/25), Existing-home											
26-Sep	sales (9/25), Pers. Inc. & outlays	3.9	3.4	7.2	5.4	-5.3	-4.6	1.8	3.4	-1.5	37	23
1-Oct	ISM Manufacturing Index	3.8	3.2	8.2	5.4	-5.5	-4.9	1.8	3.1	-1.8	37	22
3-Oct	ISM Services	3.8	3.2	7.9	5.4	-5.6	-5.1	1.8	2.9	-2.1	38	22
16-Oct	Monthly Treasury Statement	3.9	3.3	8.6	5.4	-5.4	-4.6	1.5	3.4	-1.6	37	22
23-Oct	Existing-home sales	3.9	3.4	8.7	5.4	-5.3	-4.4	1.5	3.5	-1.4	36	22
24-Oct	Consumer Price Index	3.9	3.4	8.7	5.4	-5.3	-4.4	1.5	3.5	-1.4	36	21

The K-Shaped Recovery



Professionals

Everyone
Else