

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 or 15(d) of
The Securities Exchange Act of 1934

Date of Report (Date of earliest event reported): December 15, 1997

Credit Acceptance Corporation
(Exact name of registrant as specified in its charter)

Michigan
(State or other jurisdiction of incorporation)

(Commission File Number) (IRS Employer Identification No.)

25505 West Twelve Mile Road, Suite 3000, Southfield, Michigan 48034-8339
(Address of principal executive offices) (Zip Code)

Registrant's telephone number, including area code: (248) 353-2700

Not Applicable

(Former name or former address, if changed since last report)

ITEM 5. OTHER EVENTS.

On December 15, 1997, Credit Acceptance Corporation issued a press release announcing that amendments to its loan agreements had been approved by holders of its senior notes and by its bank lenders. The press release is attached hereto as Exhibit 99 and is incorporated herein by reference.

ITEM 7: FINANCIAL STATEMENTS AND EXHIBITS

Exhibit 99: Press Release, dated December 15, 1997.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

December 17, 1997

CREDIT ACCEPTANCE CORPORATION

/s/ Brett A. Roberts

By: Brett A. Roberts
Executive Vice President and
Chief Financial Officer

Credit Acceptance Corp. Announces Amendments to its
Loan Agreements Have Been Approved

SOUTHFIELD, Mich. -- Dec. 15, 1997 -- Credit Acceptance Corporation (Nasdaq/ NMS: CACC) announced today that amendments to its loan agreements had been approved by its holders of senior notes and its banks. Such amendments were required as a result of the violation of a fixed charge coverage covenant based on the Company's third quarter financial results. The Company had previously announced that it had obtained a temporary waiver of this covenant violation until a longer term amendment could be finalized. The new amendments modify the required fixed charge coverage ratio and add several new financial covenants to both its senior note and bank agreements. The amendments to the Company's senior note agreements additionally provide for a 50 basis point increase in the interest paid on such notes until such time as the Company improves its debt ratings.

Credit Acceptance Corporation is a specialized financial services company which provides funding, receivables management, collection, sales training and related products and services to automobile dealers selling vehicles to consumers with limited access to traditional sources of consumer credit.