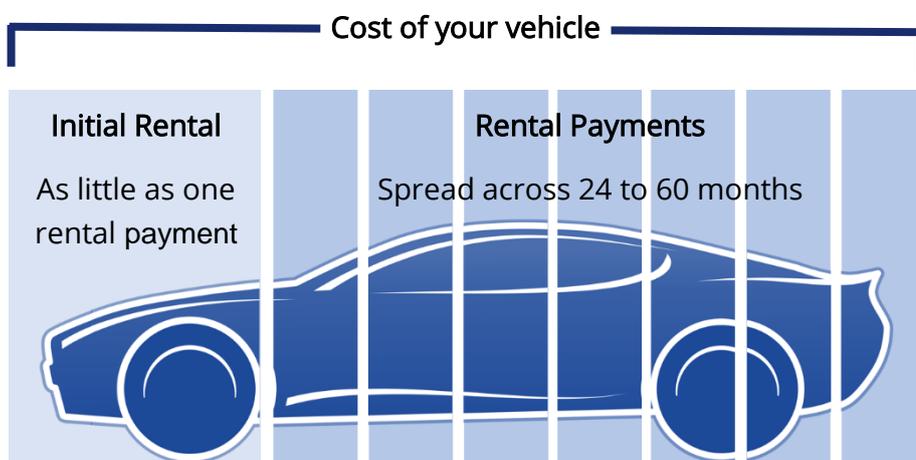


## Product Information Guide/Business Contract Hire

Contract Hire is a rental agreement that allows you to drive a new car without needing to own it

### How does it work?



Once you have chosen your vehicle and decided on your initial rental, you need to make **three decisions** that will affect the monthly rental payments:

#### Your rental period

Choose any period between 24 and 60 months

#### Mileage (per annum)

Choose how many miles you expect to drive each year

#### Maintenance

Choose to include a service, maintenance and tyres plan in your agreement

Once you have paid all outstanding rentals, you simply hand your vehicle back, subject to fair wear and tear and excess millage.

### FAQ'S

#### Can I enter a Contract Hire agreement?

Contract hire agreements are available to business customers only.

#### What benefits does contract hire offer me?

- Contract hire is ideal for customers simply wanting to pay a monthly rental for the vehicle, change it on a regular fixed period and have no disposal risk
- You won't own the vehicle and therefore won't have the worry of ownership, you just hand it back at the end
- There is no additional final payment at the end of the agreement.
- If you are a business user:
  - o A proportion of the rentals may be claimable as an expense against taxable profits
  - o An element of the VAT on rentals may be recoverable by VAT registered businesses
- You can build in a service, maintenance and tyres plan to make budgeting even easier

#### Important information to consider

- Ownership of the vehicle will always remain with the funder and it is really important that you keep up to date with your monthly repayments. Please contact us if you are having any difficulties as your right to usage of the vehicle may be at risk if you don't
- Contract hire agreements are not designed to be settled early. If you wish to end your agreement early you can request an early termination quote to cover the cost of remaining rentals
- If you exceed the agreed mileage set out in your agreement then excess mileage charges will apply. If during your agreement you think you will exceed your anticipated mileage allowance then please contact Yorkshire Vehicle Finance to discuss the options available
- It is important to keep your vehicle in good condition as you may be charged for any damage that goes beyond fair wear and tear

#### What happens at the end of my agreement?

At the end of your agreement you just hand the vehicle back to the funder with nothing further to pay providing you are within the contract mileage and there are no reconditioning charges if the vehicle is inside BVRLA condition standards.

#### Will I own the vehicle?

No, you are hiring the vehicle and will hand it back at the end of the contract.