

FINANCE LEASE

Non ownership -
on balance sheet



“FLEXIBLE AND TAX EFFICIENT FINANCING.”

Finance lease offers a flexible and tax-efficient alternative to bank loan funding, allowing you all the benefits and economic use of your machine as if you owned it, in exchange for fixed and fully tax deductible rentals.

Monthly rentals can be kept to the absolute minimum, by adding a final balloon payment. And at the end of the term you can choose to extend the agreement for just a nominal annual fee, or benefit from the majority of net sales proceeds*.

Key Features and Benefits:

- Reduced capital outlay
- Monthly rentals for improved cash flow
- Match costs with earnings by spreading rentals over the agreement term
- VAT is reclaimable
- Rentals are 100% tax deductible
- Machine and rental liability appear on balance sheet
- Benefit from the vast majority of net sales proceeds on disposal
- Option to extend the lease at minimal cost
- Budgeting and management control are simplified
- Simple and quick to arrange with standard documentation

With Balloon

- Lower monthly payments

MORE CARE. BUILT IN.

VOLVO



HIRE PURCHASE

Machine ownership -
on balance sheet



FINANCE LEASE

Non ownership -
on balance sheet



OPERATING LEASE

Non ownership -
off balance sheet

With payments that can be charged in full against your taxable income and a large stake in the proceeds once the machine is sold, Finance Lease is a very efficient way to fund your Volvo machine.

Whilst you have full use of your machine, we retain legal ownership for the duration of the lease. With fixed, 100% tax-deductible payments spread across the lease, your machine can become self-financing, freeing up resources for other business development opportunities and easing cash flow.

At the end of the agreement, you have two attractive options; you can act as our agent and sell the machine to a third party, retaining the vast majority of the net sale proceeds*, or you can decide to extend the contract at a minimal cost and continue to run the machine.

Finance Lease with Balloon

Enjoy all the benefits of Finance Lease, with even lower monthly rentals. By adding a final lump-sum payment (a balloon) into your agreement you can drastically reduce your monthly outgoings.

*Subject to meeting the terms and conditions laid out in your agreement. Damage and additional usage will be charged as stated in your agreement.

To find out more about our Finance Lease products,
please contact our Customer Services team by
calling **01926 401203** or e-mail **adm.vfs.uk@volvo.com**

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Volvo Financial Services

www.vfsco.co.uk