

Vehicle Finance Options

	Personal Loan	Car Loan	Commercial Hire Purchase	Chattel Mortgage	Novated Lease	Finance Lease	Operating Lease
Description	A personal finance product where the financier lends the customer funds which can be used to purchase a car, but does not hold any security over the loan.	A personal finance product where the financier lends the customer the money to buy a new or used vehicle. It is the simplest of loans but you need to be financially sound and prepared for some extra expenses. It can be secured or unsecured (higher interest rate). The vehicle is the security for the loan so the financier will demand it be fully insured.	A commercial finance product where the financier buys the car and hires it to the driver. The driver will pay a monthly instalment over the period of the finance agreement. At the end of this period, the ownership of the car transfers to the driver.	A commercial finance product where the financier advances money to buy a vehicle. The financier holds a mortgage over the car which is used as security for the loan. The driver can finance the total purchase price of the car or can make an up-front deposit or can use a trade-in. A residual payment may also be placed at the end of the term.	A three-way arrangement where the employee's wage is reduced - salary sacrifice - in exchange for an equal value of vehicle benefits. The employee leases the car directly from the financier. The employer has the obligation to pay the financier through a novated deed on the employee's wage. Novated leases can be either Financing or Operating leases.	A commercial finance product where the financier buys the car and leases it to the driver. The driver pays fixed, monthly rental payments and is financially responsible for the ownership and residual value risk of the car. At the end of the lease period, the motorist is given the option to refinance, return, sell or buy the car for the agreed residual amount.	Usually a cancellable agreement where the financier buys the vehicle and rents it to the customer. The financier retains ownership of the car. The financier assumes all ownership and residual value risks. The term of the lease is usually much shorter than the useful life of the vehicle.
Vehicle Ownership	<p>We look forward to meeting you, and guiding you through the full version. Please call 02 4244 4054 to make an appointment, or email info@webbaccounting.com.au.</p>						
Advantages							
Disadvantages							
Suitable for:							
Income Tax Deductions							
GST Treatment							
Accounting Treatment							