



Finance Lease Factsheet

Powering Your Progress

Equip your business for a fast-changing world

Stay ahead with instant access to vital business assets. Our straightforward solution provides all of the flexibility of using equipment and vehicles, without the burden of owning or disposing of them. Maximise the benefits of your assets; and Propel your growth with our smart Finance Lease options.

How a Finance Lease Works

With a Finance Lease, enjoy immediate use of the asset and the flexibility to choose between returning the asset or renewing the lease at the end of the term. Say goodbye to large upfront capital expenditure; and gain access to business-critical assets effortlessly. Simplify your business finances and embrace growth.

Features and Benefits of a Finance Lease

Immediate Use of the Asset:

- Start using the leased asset immediately, maximising revenue generation and operational efficiencies without the responsibilities of ownership.
- Tap into the asset's capabilities from the outset, driving productivity and business performance.

Enhance Your Cash Flow:

- Preserve your cash flow by spreading the cost of the asset over the lease term.
- Allocate funds to other profitable areas of your business, as there is no need for a significant upfront payment.

Preserve Your Credit Lines:

- Keep your existing credit lines intact as a Finance Lease is a separate finance arrangement.
- Maintain access to additional funding for other business requirements or opportunities.

Simplify Your Budgeting:

- Enjoy predictable budgeting with fixed monthly lease payments.
- Plan ahead confidently, knowing the exact amount you need to allocate for the asset throughout the lease term.

Key Considerations of Finance Lease

When considering a Finance Lease, it's essential to understand that unlike a Hire Purchase agreement, you do not have the option to purchase the asset at the end of the lease term. It is crucial to evaluate the term, payments, and any provisions for early termination or end-of-term options to ensure they align with your business needs and budgets. It's important to note that as the customer, you are responsible for maintaining the leased asset throughout the agreement. If you plan to sell or return the asset before the lease term ends, the finance agreement must be settled in full. Failure to make timely payments can result in repossession of the asset and liability for the remaining debt, potentially impacting your business's credit rating.

Finance Lease Table

Product Characteristic	Finance Lease
Leaves working capital intact	✓
Customers can claim Capital Allowances	✗
Rentals are tailored to cash flow	✓
Rentals are normally tax deductible	✓
Choice of fixed/structured rentals	✓
Ultimate ownership of asset	✗
Fixed term agreement	✓
VAT paid with deposit	✗
VAT paid on each payment	✓

Which businesses can use Finance Lease?

Finance Lease is available for Limited Companies and PLCs, Sole Traders, Partnerships, and LLPs based in the UK. Other eligible bodies include registered charities, local authority bodies, clubs, associations and societies.

Get on the fast track to success with a Propel Finance Lease and power your progress.

Find the ideal leasing solution that matches your evolving needs. Contact Propel at **01633 415 222** or email contact@propelfinance.co.uk to discover how Asset Finance can help you accelerate your ambitions.

"We were desperate for a new machine, so the speed of delivery was critical. Propel was great in ensuring everything went through super quickly. Their team were helpful, explained everything over the phone and then continued via email to ensure a quick transaction."

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