

	Business Contract Hire (CH)	Personal Contract Hire (PCH)	Business Contract Purchase (CP)	Personal Contract Purchase (PCP)	Finance Lease (FL)	Hire Purchase (HP)	Outright Purchase (OP)
Who is the Registered Keeper?	Funder	Funder	Customer / Funder (depending on finance house)	Customer / Funder (depending on finance house)	Customer	Customer	Customer
Who carries the Residual Value risk?	Funder	Funder	Funder	Funder	Customer	Customer	Customer
Does it show on the Balance Sheet?	NO	N/A	YES	N/A	Varies depending on funder	YES	YES
What will the Initial Rental be?	Typically the equivalent of 3 months payments	Typically the equivalent of 3 months payments	Typically the equivalent of 3 months payments	Typically the equivalent of 3 months payments	Variable – Set by the customer	Variable – Set by the customer	N/A
Are there any Tax Implications or Relief?	Rentals can be offset against pre-tax profits. % dependent on CO2 emissions	N/A	Capital Allowances against pre tax profits 'written down' over time determined by CO2	N/A	Rentals can be offset against pre-tax profits. % dependent on CO2 emissions	Capital Allowances against pre tax profits for businesses 'written down' over time determined by CO2	Capital Allowances for businesses against pre tax profits 'written down' over time determined by CO2
Is it VAT Reclaimable?	YES 50% if the vehicle is used privately as well as for business and 100% for purely business use	NO	N/A	N/A	YES 50% if the vehicle is used privately as well as for business and 100% for purely business use	N/A	N/A
Is there an option for Maintenance?	YES	YES	YES	YES	YES	NO	NO

* Rules can change and whilst we make the every effort to ensure that this is kept up to date it is advisable for you to seek advice from one of our account managers before making any final decisions.