

# Business Finance Lease

Allows the use of an asset with minimum up front outlay.

## Overview

With a Finance Lease, Lombard buy the asset and rent it to you over an agreed term at set rental. You won't own the asset during the initial lease period but you will have an option to take ownership at the end of the lease term.

## Benefits

- No large initial cash outlay
- Payments can be structured to fit with your cash flow needs
- Certainty of fixed costs for the duration of the agreement
- Lease rentals are usually deductible against taxable profits
- VAT is charged on the rentals and this may be reclaimed (subject to your VAT status)
- At the end of the initial lease period, you will be given an option to either extend the contract via secondary rentals or take ownership of the asset via the Leased Asset Disposal (LAD) process.

## Product Specifications

|                 |   |
|-----------------|---|
| Asset type:     | A wide range of assets are suitable for finance                               |
| Ownership:      | You will not automatically own the asset at the end of the initial lease term |
| Repayment type: | Lease Rental  |
| Interest type:  | Fixed   |
| Currency:       | Euro  |

## Important Information

- You won't automatically own the asset at the end of the lease
- You will need to insure and maintain the asset
- You will need to pay all rentals including any larger final payment ("balloon payment")
- You bear the risks and rewards associated with ownership
- The asset and liability will be recorded on your balance sheet
- Should you wish to terminate the agreement early Lombard will provide you with an early termination figure
- You should seek independent advice to determine if this product is suitable for you
- All statements concerning taxation are based on best understanding of current legislation. Levels and bases of taxation can change at any time. The contents of this factsheet do not constitute legal, tax, financial planning or any other advice
- Available to over 18s only. Security and/or guarantees and indemnities may be required. Lending criteria, terms and conditions apply. Subject to credit approval. Lending is for business purposes only.

## Options, Fees and Features

| Fees                     | Explanation                     |
|--------------------------|---------------------------------|
| • Product fees may apply |                                 |
| • Documentation fee      | • A documentation fee may apply |

For more information and to find out how we can help, log onto <https://digital.ulsterbank.ie/business/loans-and-finance.html>

**WARNING: YOU MAY HAVE TO PAY CHARGES IF YOU REPAY EARLY, IN FULL OR IN PART, A FIXED-RATE CREDIT FACILITY.**