

# Business Hire Purchase

Helps you purchase an asset without impacting your working capital.

## Overview

Hire Purchase is an agreement allowing you to purchase an asset through payment of regular fixed instalments.

## Benefits

- No large initial cash outlay.
- Payments can be structured to fit with your cash flow needs.
- Your business may be able to claim the available capital allowances.
- Your business may be able to offset the interest charges against trading profit.
- Certainty of fixed costs for the duration of the agreement.
- On payment of a nominal purchase instalment, you automatically own the asset.

## Important Information

- No option to extend the term.
- 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 of the asset.
- The asset and liability will be recorded on your balance sheet.
- Should you wish to terminate the agreement early, Lombard can 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

- Product fees may apply
- Documentation Fee
- Purchase instalment

### Explanation

- A documentation fee may apply.
- A nominal Purchase instalment must be charged to ensure ownership passes to you at the end of the term.

## Product Specifications

|                       |  |
|-----------------------|--|
| <b>Asset Type</b>     | A wide range of assets are suitable for finance.                 |
| <b>Ownership</b>      | Asset is owned by Lombard until the purchase instalment is paid. |
| <b>Repayment type</b> | Capital and interest rentals.                                    |
| <b>Interest type</b>  | Fixed  |
| <b>Currency</b>       | EURO   |

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.**