

Chapter 4 - FINANCING OF A BUSINESS

4.1 LEASING

4.1.1 RENTING



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Leasing

Leasing means a lease of vehicles or machines with the option to buy them at the end of the duration of the contract (24-72 months). This type of financing is only possible for entrepreneurs.

At the end of the term, the borrower has the option to: Acquire the vehicle paying for the Change the vehicle through a residual value stipulated in the contract new contract Extend the contract with new monthly installments



Renting

Renting a vehicle means to pay monthly fees for using it including not only the use of the vehicle but also all the related expenses. The option of renting is available to individuals as well as businesses (5 years).

The difference to 'leasing' is that there is no option to buy at the end of the contract

