

LEASING	CHATTEL MORTGAGE/LOAN/HIRE PURCHASE	BUY OUTRIGHT
OWNERSHIP		
You don't actually own the asset until the residual is paid at the end of the lease. This will prevent you from making any modifications to the vehicle throughout the duration of the lease.	You will have the discretion to make any modifications to the equipment throughout the duration of the loan. At the end of the loan term you will own the item outright.	You will have the discretion to make any modifications.
CASHFLOW		
No initial payment. Payments lower as only a portion financed with a final residual (lump sum) payment at expiration of lease	Initial down payment (deposit), then monthly payments (principal and interest)	Payment of total cost of the asset
TAX DEDUCTION		
Total Lease payment less GST component and running costs	Depreciation of the asset, Interest Paid on the loan, running costs	Depreciation of the asset and running costs
GST CLAIM		
GST component of monthly lease payment and of final residual payment	Can claim GST on the principal component of the asset	Can claim GST on the principal component of the asset
SUITABILITY		
Companies, Partnership, Trusts and Sole Trader	Companies, Partnerships, Trusts and Sole Trader	Companies, Partnerships, Trusts and Sole Trader