

Vehicle lease agreement: business to business

The Lessor: [Lessor]

and

The Lessee: [Lessee]

Date: [Date]

Contents

Date

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The date of this agreement is: [Date]

The Lessor is: [name]

of [address]

The Lessee is: [name]

of [address]

It is now agreed as follows:

1. Interpretation

The following words shall have the meanings unless the

"Vehicle" means the subject matter of this lease as

"Initial Lease Period" means the term of the Lease

"Lease Period" means the Initial

"Lease Rentals" means the amounts by way of rental for the

"Subsequent Lease Period" means a period after the expiry of the

"Manufacturer" means the manufacturer [name]
]

"Total Loss" means total destruction or permanent damage
to the Vehicle which renders

%

2. Lease

2.1. The Lessor leases to the Lessee and the Lessee agrees

2.2. The Lessee agrees to pay the

3. Lease Term

3.1. The Initial Lease Period shall []

3.2. Each subsequent Lease Period shall be for a further []

3.3. This Lease shall continue in full force

3.4. The Lessee may extend the lease for a Subsequent Lease Period by giving notice in writing to the Lessor at least three months before the

[] %

4. Payment and Accounts

4.1. All payments to be made by the

4.2. If at any time, the Lessee is required to make any

4.3. If any sum payable shall not be paid when due, the Lessee shall pay to
the Lessor

[10 %]

]

5. Security

The Lessee shall

5.1. A security amount of [--] for any damage or

5.2. [].

6. Delivery

6.1. Immediately upon delivery of Vehicle, the Lessee shall examine it

6.2. The Lessee shall obtain the delivery of Vehicle from

6.3. In the event that the Lessor cannot deliver the Vehicle to the

6.4. In the event that there is any defect in the Vehicle, the Lessee shall
immediately inform

7. Use and maintenance

- 7.1. The Lessee
- 7.2. The Lessee shall not move the
[]
- 7.3. The Lessee shall ensure that the Vehicle
- 7.4. The Lessee shall not allow
- 7.5. The Lessee shall not remove or alter any component unless it
- 7.6. The Lessee shall keep and
- 7.7. The Lessee shall not pledge, gift, sell, underlet or
- 7.8. The Lessee shall use
[-]
- 7.9. The Lessee shall obtain and maintain throughout the ,

8. Repair

- 8.1. The Lessee shall keep the Vehicle in a good

8.2. In the event of any damage or defect to the Vehicle,

9. Insurance

9.1. The Lessee shall at its own cost keep the

9.2. The Lessee shall ensure

9.3. The Lessee shall pay timely insurance premiums and

10. Taxes and permits

10.1. The Lessee shall pay all taxes,

10.2. The Lessee shall keep

10.3. The Lessee shall obtain

11. Conditions, Warranties and Exclusions

11.1. If the Lessee so requests, the Lessor shall assign to the

11.2. The Lessor, not being the

11.3. Any defect that may be

11.4. Any future condition or performance of the Vehicle.

11.5. All repairs and replacements of parts

11.6. The Lessee shall use

12. Return of Vehicle and Buy Back

At any time during the Lease Period the Lessee shall have the option to buy

\$ []

12.1. Deliver the Vehicle in good repair and working

[]

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12.2. At the Lessor's request, sell the Vehicle

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12.3. (If the parties are in agreement)

12.4.

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13. Default and Termination

13.1.

13.2.

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13.2.1

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13.2.2

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13.2.3

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13.2.4

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13.2.5

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13.3.

13.4.

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13.5.

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13.6.

13.7.

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13.8.

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14. Consequences of Termination

14.1.

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14.1.1 all arrears of Lease Rentals;

14.1.2

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14.1.3

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14.2.

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14.3.

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15. Assignment

15.1.

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15.2.

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15.3.

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16. Inspection

17. General

17.1.

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17.2.

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17.3.

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17.4.

17.5.

17.6.

[].

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17.7.

18. Notices

18.1.

72

24

18.2.

48

[

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]

Signed by or for the Lessor by [name] (who certifies that he has proper authority to sign)

Signature

Witness: Signature:

Witnessed by: [name]
of: [address]

Signed by or for the Lessee by [name] (who certifies that he has proper authority to sign)

Signature:

Witness: Signature:

Witnessed by: [name]
of: [address]

Schedule A the vehicle

Make:

Model:

Year of Manufacture:

Colour:

Registered number:

Capacity: [] Kilograms

Accessories:

Schedule B the lease rentals

Explanatory notes:

Vehicle lease agreement: business to business

General notes:

1. This agreement has been drafted in a manner that it shall make no difference if Lessor or Lessee is
2. Since the subject matter is a motor vehicle, the agreement of this nature is dependant upon

Paragraph specific notes:

Note: numbering refers to paragraph numbers.

- 2 The initial lease period and subsequent lease period
- 5 Security is not essential to the agreement, but it does provide positive protection to the Lessor. It is a matter of negotiation as to whether security is to be given, and, if so, what form it should take. It may be appropriate to take security in the case of certain specific categories of equipment and not for others;

- 4.3 In the event of default in payment of lease rental, the Lessee should compensate

“ ”).

- 7.2 The Lessor should specify the

7.8 In

End of notes