

NORWEST-FINANCE

CHATTEL MORTGAGE/BILL OF SALE FACTS & BENEFITS

FEATURES

- Deposits are optional, but are generally not required
- Government charges on the agreement and on the payments vary between the states
- Repayment terms are 12 to 60 months

BENEFITS

- Ownership remains with you throughout the term of the loan, however the equipment is mortgaged to the lender.
- The loan can be repaid at any time during the term of the agreement.
- Interest and equipment depreciation are generally tax-deductible.
- No need for a deposit.
- Total GST on the purchase is claimable with next BAS return.

GST

- Since the facility is a loan, neither the borrowing nor the repayments attract GST.

REPAYMENT CALCULATIONS

The loan calculation is based on the total amount to be borrowed including GST (Less any deposit). Stamp duty is calculated and paid separately on the same basis as loan security stamp duty for a housing loan. i.e. \$5.00 for first \$16,000.00 plus \$4.00 per thousand thereafter. (VIC is exempt from Stamp Duty).