

# Business Contract Hire made simple



# Business Contract Hire explainer

Helping businesses of all shapes and sizes to manage cost, save time and stay compliant.



Vehicle images by IMAGIN.studio

## What's included

### Fixed costs

Easy to budget. No depreciation risk.

### Low upfront costs

Low initial outlay compared to buying outright.

### All-inclusive package

Manufacturer's warranty, road fund licence, MOT and breakdown assistance are all included.

### Simple ordering, seamless delivery

Enjoy a simple application process and personalised service, with all the paperwork taken care of.

### No selling hassle at the end

You don't have the headache of selling the vehicle at the end. Simply hand back the keys.

## Key benefits

### More choice

Choose from the latest and best cars and vans on the market.

### More buying power

Working together with all the major UK funders, we offer our best discounts to business customers.

### More service

Get all the impartial, expert advice and support you need from start to finish.

### Exceptional service

Fast, clear, and reliable support you can count on.

### FREE and fast delivery

Delivery is free in mainland UK, with quick delivery times available for in-stock vehicles.

## Is it right for you?

- ✓ You run a VAT-registered company or are a sole trader
- ✓ You want to avoid ownership risk
- ✓ You need predictable monthly costs and tax efficiency

## Get in touch today

Speak to a specialist – expert help, clear answers, ready when you are.

📞 01564 335238

✉ [iwalter@purelybusinessvehicleleasing.co.uk](mailto:iwalter@purelybusinessvehicleleasing.co.uk)

🌐 [www.purelybusinessvehicleleasing.co.uk](http://www.purelybusinessvehicleleasing.co.uk)

# Profit with leasing

With numerous business and tax advantages, it's easy to see how the benefits stack up.



## Business benefits

### Free-up capital

Increase funds to expand your core business.

### Project the best image

Make a good first impression and use your company vehicles as mobile ads for your business.

### Avoid long-term commitment

Choose leases ranging from 2 to 5 years.

### Improve VAT efficiency

Recover VAT on both cars and vans, including maintenance and services.

### Reward and retain employees

Keep your employees engaged and motivated.

### Run a safer and cheaper fleet

Newer vehicles are more reliable, fuel-efficient and safer.

### Make the switch to electric

Lower the cost and risk of electrifying your fleet.

## What's reclaimable?<sup>1</sup>

### Reclaim VAT on lease payments

If your business leases a 'qualifying car' for business purposes, it can generally recover 50% of the VAT charged. The disallowed 50% covers any private use of the car. The remaining 50% can be reclaimed by the business, subject to the normal rules.

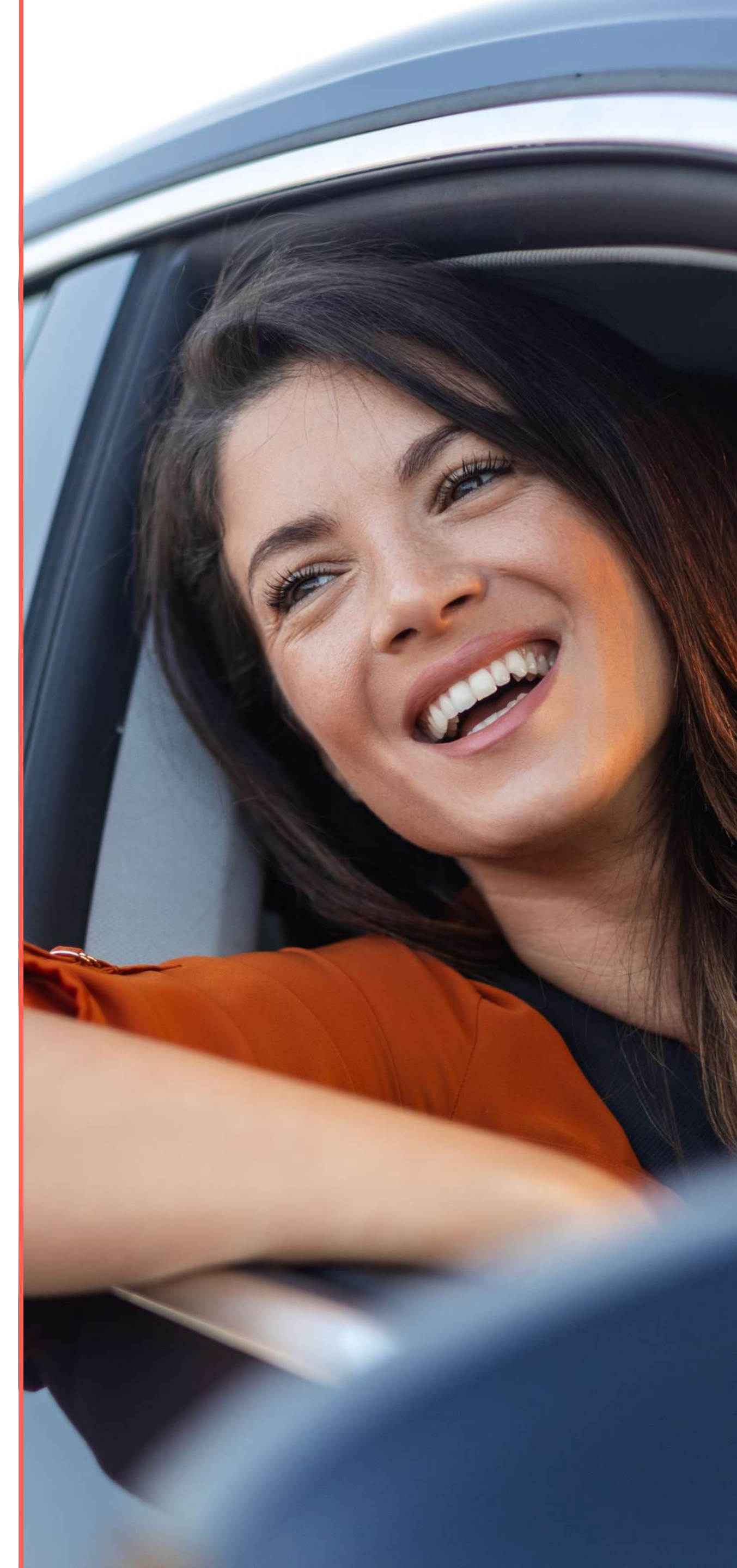
Vans are not cars and are not subject to the special 50% restriction. 100% recovery is possible, but the normal rules for input tax apply, meaning an adjustment for private use is required.

### Reclaim VAT on maintenance

Your business can reclaim 100% of VAT on the maintenance package for a car or van.

### Reclaim VAT on business fuel

Your business can reclaim VAT on fuel used for business journeys.



1. Applies to VAT registered businesses. Read disclaimer on next page.

# Transparency matters

Business Contract Hire offers numerous benefits, but there are some key points to keep in mind.



## Your responsibilities

### You need to insure the vehicle

It's your company's responsibility to cover the vehicle with fully comprehensive insurance.

### You need to set realistic mileage

If the driver goes over the agreed mileage allowance<sup>1</sup>, you will need to pay an excess mileage charge. The excess mileage charge will depend on the terms and conditions of your lease.

### You need to keep the car in good condition and regularly serviced

The vehicle must be maintained in accordance with the manufacturer's requirements. When the vehicle is returned at the end of the agreement, its condition will be appraised against the leasing company's Fair Wear and Tear policy, based on BVRLA<sup>2</sup> Guidelines.

1. You can talk to your leasing company about increasing your mileage during the agreement, if you think you are going to exceed the allowance.

2. British Vehicle Rental and Leasing Association ([www.bvrla.co.uk/](http://www.bvrla.co.uk/))

### You will pay a fee if you need to end the agreement early

If your leasing company allows you to end your vehicle lease early, an early termination fee will apply. The actual amount of the early termination fee will depend on the terms and conditions of your agreement, the value of the vehicle, and how many months you have left on the lease.

Disclaimer: This publication is intended to provide general product information. Accordingly, it should not be relied on to address specific situations or circumstances and is not a substitute for accounting, tax, or other professional advice. Before making any decision to lease you should consult a qualified professional accountant.  
Copyright © 2025 Jurni Limited. Jurni is a UK-registered trademark of Jurni Limited.

