

# LEASING

## Leasing with AFP vs. Loans & Cash

	<b>LEASING WITH AFP</b>	<b>LOAN</b>	<b>CASH</b>
<b>Interest Rate</b>	Fixed Rate	Can fluctuate with the market	None
<b>Approval Turnaround</b>	1 Business Day	Days to weeks	Instant
<b>Down Payment</b>	Typically 1 or 2 payments up front which are used toward your lease balance	Typically 10-20% of equipment cost	100%
<b>Financial Statements</b>	Typically unnecessary for transactions under \$100,000	Typically needed for any dollar amount requested	None
<b>Tax Benefits</b>	Operating lease payments can be 100% tax deductible when shown as an operating expense	Depreciation can be taken on the useful life of the equipment	Depreciation can be taken on the useful life of the equipment
<b>Obsolescence of Equipment</b>	Used to avoid obsolescence. Why own equipment when you can lease?	You own the equipment	You own the equipment