

# Chattel Mortgage

**A Chattel Mortgage is a commercial finance product where the customer takes ownership of the vehicle (chattel) at the time of the purchase.**

When using a Chattel Mortgage facility, the financier advances funds to the customer to purchase a vehicle, and the financier takes a 'mortgage' over the vehicle as security for the loan, by registering a Fixed Charge with ASIC.

Upon completion of the contract the charge is removed giving the customer clear title to the vehicle.

## **Feature Benefits:**

- Apply over the phone
- Fast approvals
- Monthly repayments are fixed
- A (balloon) can be applied to the contract enabling the monthly repayments to be tailored to a budget
- Fixed interest rates
- Flexible contracts terms ranging from 24 to 60 months (two to five years)
- Costs are known in advance
- Deposit (either cash or trade - in) may be used
- No GST is charged on the monthly repayments
- A customer who is registered for GST can claim the GST contained in the vehicle price as an notional input credit on their next Business Activity Statement (BAS)
- A tax deduction is available when the vehicle is used for business purposes
- The finance is secured against the vehicle, allowing lower interest rates

A Chattel Mortgage is suitable for those companies, partnerships and sole traders who use the cash method of accounting (they record business income and expenses as and when they occur) as it allows them to claim the GST in the vehicle's price up - front.

**For more information about Wilson National financial products simply call 1300 288 828 or visit [wilsonnational.com.au/access](http://wilsonnational.com.au/access)**

*\* This fact sheet provides general information only and is subject to change. Full details of the loan are set out in the loan agreement. Conditions, fees and charges apply.*

This product is carbon neutral.

