

LEASING

Leasing with AFP vs. Loans & Cash

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