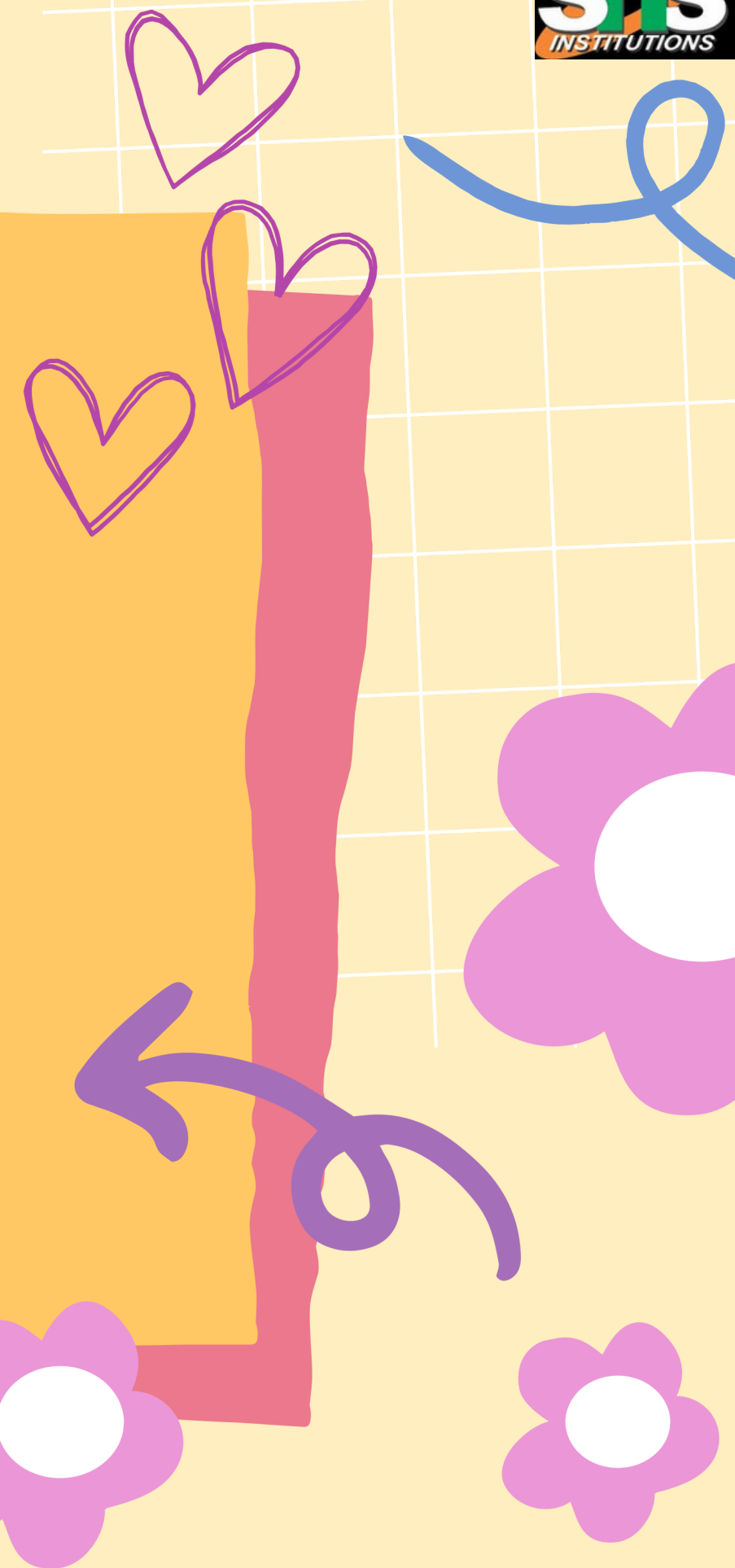
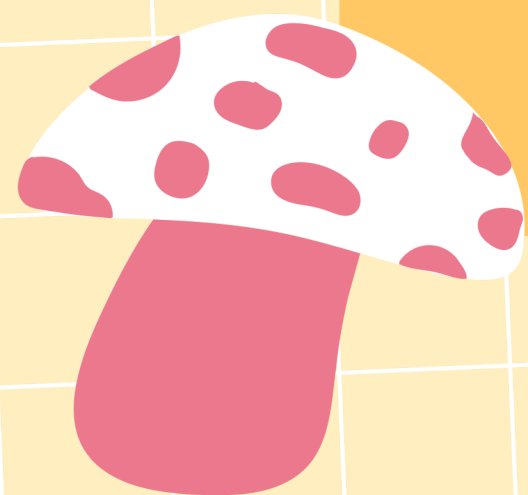
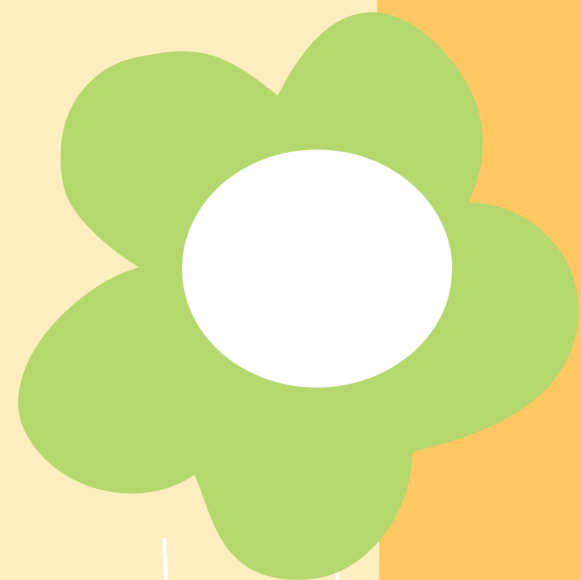




UNIT -3

LEASING AND
HIRE
PURCHASE





RECAPE

Hire Purchasing





TABLE OF CONTENT

- Key Legislative Acts Governing Leasing
- Consumer Protection Act (CPA)
- Advantages of Leasing
- Disadvantages of Leasing





Key Legislative Acts Governing Leasing

1. Contract Law:

- Governs the creation and enforcement of lease agreements
- Includes aspects like offer, acceptance, and mutual consent

2. Lease Rent Control Acts:

- Regulates the rent, eviction, and obligations between landlords and tenants in some regions
- Protects tenants from unreasonable rent increases





Consumer Protection Act (CPA)

Purpose:

- Protects consumers (lessees) from unfair practices in leasing
- Ensures transparency in lease terms, especially for consumer leases like vehicles or appliances

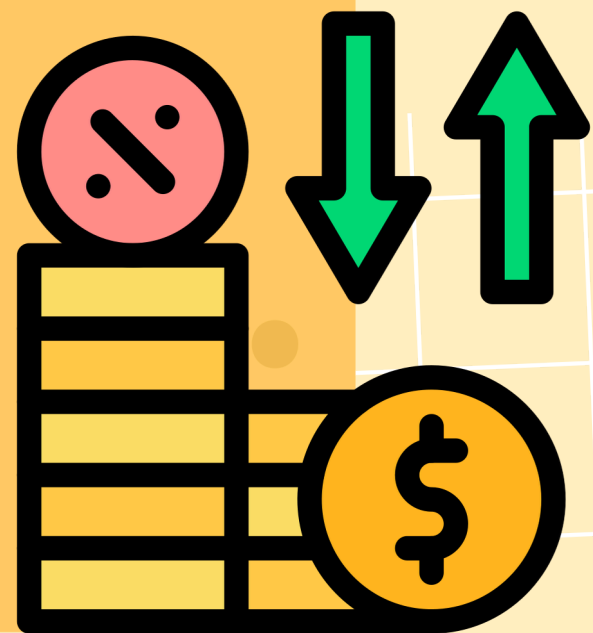




Taxation Laws Related to Leasing

Income Tax Act:

- Defines how leasing income is taxed for lessors
- Lessees can sometimes claim tax deductions on lease payments





- Goods and Services Tax (GST):

Leasing transactions are subject to GST in many countries, with rates varying depending on the asset





Financial Leasing Regulations (Varies by Country):

- In some countries, leasing laws are specifically defined to govern financial leasing companies
- Laws ensure proper licensing and regulation of leasing companies for transparency and financial stability





KNOWLEDGE CHECK...!!



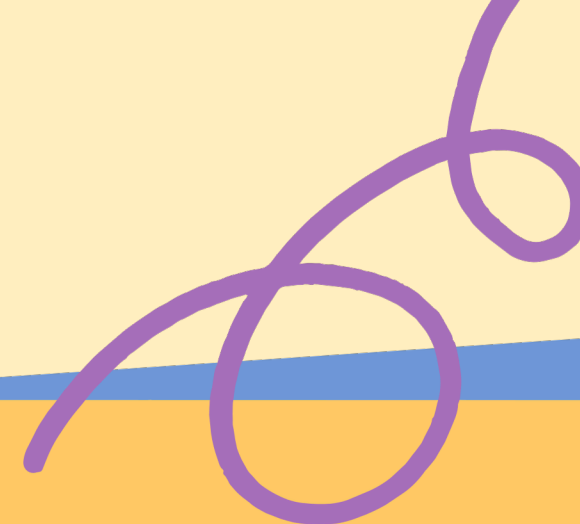


What does the Contract Law in leasing primarily govern?

- a) The financial benefits of the lease
- b) The creation and enforcement of lease agreements
- c) The regulation of rent in leasing
- d) The environmental safety of leased assets

Answer: B.

**GOOD
JOB!!**



THANK YOU

