

Lease2own Program

Overview & Customer Summary



1. What Is Lease2own?

Lease2own is a commercial lease agreement offered exclusively to Australian businesses, companies, and sole traders with an active ABN or ACN. This arrangement allows the business to lease a selected vehicle or commercial asset under fixed-term weekly payments with an optional purchase (buyout) option at the end of the lease.

Important Legal Position: Lease2Own is not a consumer credit contract and does not fall under the National Credit Code. It is exempt under the National Consumer Credit Protection Act 2009 (Cth), Regulation 23(1)(b), and is structured as a business-to-business (B2B) lease. Drive2Go is not a licensed credit provider.

2. Legal Framework & Compliance

Drive2Go operates within an ACL-exempt legal framework. All agreements are governed by commercial leasing laws, common law contractual principles, and applicable state-based vehicle leasing and indemnity regulations.

- Lessee must declare intended use for business (55%+).
- Agreement is voidable for misrepresentation of business use.
- All contracts are governed by the laws of New South Wales, Australia.

3. Term, Payments & Buyout

Lease terms range from 52 to 62 months (e.g., 225 or 269 weeks).

Weekly payments include bundled operational services (e.g., insurance, registration, servicing).

Buyout Options:

- End-of-Term Buyout: Often offered at a nominal amount (e.g., \$1.00), subject to compliance with all terms.
- Early Buyout: Available after 24 months, subject to Lessor approval.

Buyout Price is valid for 21 days and may be based on Estimated Market Value or equivalent to 46 weeks of lease payments. Buyout offers are discretionary, non-binding, and non-transferable.

4. What's Included

- Comprehensive Insurance (subject to terms and excesses)
- 24/7 Roadside Assistance
- Vehicle Registration & CTP
- Scheduled Basic Maintenance (optional upgrades available)
- Fleet Management Support
- Warranty on Pre-Owned Vehicles (up to \$5,000 per claim, via National Warranty Company)
- Optional No-Gap Insurance for early exit situations

5. What's Not Included

- Fuel and running costs
- Toll road charges, infringements, fines
- Excess from insurance claims
- Damage from negligence or misuse
- Lost or damaged keys, aftermarket modifications, or non-warranty repairs

6. Responsibilities of the Lessee

The Lessee must:

- Hold a valid Australian driver's licence
- Use the vehicle primarily for commercial or business purposes
- Maintain vehicle in roadworthy condition
- Able to provide annual roadworthy inspection, prior to expiry of registration
- Make timely lease payments
- Ensure authorised drivers only
- Notify Drive2Go of major damage or off-road/interstate use

Prohibited activities include:

- Ride-share (unless approved)
- Off-road or racing use
- Intoxicated driving



7. Insurance & Liability

- Lessee must maintain active insurance for the lease duration.
- Drive2Go may handle claims and liaise with insurers.
- Insurance excesses apply, including:
 - Basic excess: \$1,000
 - Young or unlisted drivers: Up to \$2,990
- Lessee indemnifies Drive2Go against losses from unauthorised use, non-disclosure, or claim denials.

8. Early Termination & Returns

- No exit penalties apply, but all arrears or damages must be settled.
- Notice periods:
 - Pre-Owned Vehicles: 14 days
 - New Vehicles: 28 days
- Voluntary early return may forfeit paid lease instalments

9. Warranty (Pre-Owned Vehicles)

- Administered by National Warranty Company
- Eligible vehicles: Under 10 years or 160,000 km
- Coverage: Mechanical/electrical components per plan
- Max claim: \$5,000 per item
- Exclusions: Wear/tear, cosmetic parts, aftermarket mods

10. Fee Schedule (Summary)

Fee Type	Amount \$ (AUD)
Application fee	\$550.00
Toll Admin fee	\$ 5.50 p/notice
Late Payment Fee	\$ 5.50 p/day
Infringement Admin fee	\$ 27.50 p/notice
Vehicle Recovery Fee	\$895.00
Default charge	11% p/month

Payment methods: Direct debit preferred; card fees may apply.

11. Target Market Determination (TMD)

This product is suitable only for: Registered business entities (with ABN/ACN)

Commercial use (minimum 55%)

Excluded: Personal or household use, or customers without valid ABN.

12. Privacy & Credit Reporting

Drive2Go collects and stores personal, financial, and credit data to assess suitability and manage the lease.

Use of in-vehicle GPS and telematics may occur for asset recovery and compliance.

Information may be shared with credit agencies, insurers, recovery agents, and regulators in line with the Privacy Act 1988 (Cth).

13. Disputes & Compliance

Contact: Drive2Go Support - Phone: 1300 996 889

Email: support@drive2go.com.au

Complaints not resolved internally can be escalated to AFCA.

