

Capital Asset Lease Agreement

Document No.: _____
Date: _____

1. Parties

Lessor: [Lessor Legal Name], with principal place of business at [Address].
Lessee: [Lessee Legal Name], with principal place of business at [Address].

2. Asset Description

Asset: [Detailed description, including make/model/serial number, as applicable]
Asset Location: [Physical Address/Location of Asset]

3. Lease Term

Commencement Date: _____
Expiration Date: _____
Renewal Terms (if any): [Describe]

4. Lease Payments

Amount: \$ _____ per [month/quarter/year]
Payment Due Date: [e.g., 1st of each month]
Payment Method: [Bank Transfer/Cheque/Other]

5. Maintenance and Repairs

[Lessor/Lessee] is responsible for routine maintenance.
Major repairs to be handled by [Lessor/Lessee].
Asset must be maintained in good working order.

6. Insurance

Lessee to procure and maintain insurance coverage for the asset, naming Lessor as additional insured. Proof of insurance to be provided upon request.

7. Title and Ownership

Title to the asset shall remain with the Lessor during the lease term. Lessee shall have no right, title, or interest except as lessee.

8. Return or Purchase Option

At end of lease term, Lessee shall:

- Return the asset in good condition, **OR**
- Exercise the purchase option, if available, for \$ _____.

9. Default and Termination

Events of default, remedies, cure periods, and termination provisions.

10. Miscellaneous

Notices, assignment, amendments, governing law, and entire agreement clause.

Partiesâ€™ Signatures

Lessor: _____ Date: _____

Lessee: _____ Date: _____

Important Notes

- Confirm the asset description and value before signing the agreement.
- Review all maintenance, insurance, and liability clauses carefully.
- Understand potential end-of-lease purchase options and obligations.
- Ensure all terms are agreed upon in writing to avoid misunderstandings.
- Legal consultation is recommended for review and compliance.