LeasePlan Fair Wear & Tear

Guidelines for Cars

LeasePlan

What's next?

Overview

As LeasePlan is a member of the Australian Finance Industry Association (AFIA), we abide by the AFIA published industry guidelines for adjudication of end of lease damage.

We partner with Pickles Auctions for independent, third-party assessments of wear and tear.

Fair wear and tear is best described as a vehicle returned in reasonable condition at lease end, taking into account a vehicle's age, mileage and intended usage.

Pickles Auctions is Australia's leading asset remarketing group across cars, trucks, and salvage.

With 22 branches nationally, they can provide the same service across those sites.

Major clients include Federal and State governments, local councils, fleet and lease companies, insurance companies, financial institutions, banks and not-for-profit organisations.

Pickles is certified in the AS/NZS 4801 2001 Occupational Health and Safety System from Compliance Australia, for its Work Health and Safety Management System (WHSMS).

Pickles Auctions inspections reflect LeasePlan's and Australia Finance Industry Association (AFIA) Fleet Leasing & Rental Division (formerly Australian Fleet Lessors. Association AFLA) and their fleet lessee customers in Australia, as a statement of the interpretation of "Fair Wear& Tear" in motor vehicle leasing.

www.pickles.com.au

www.afia.asn.au

Introduction

LeasePlan adopts a professional approach in respect of the end-of-lease return process. We offer both our leasing and remarketing customers a service that is fully independent, fair and transparent. We have created minimum standards in relation to the expected condition of each returned lease vehicle.

These standards are widely known as fair wear & tear and are comprehensively detailed in our Fair Wear & Tear Guidelines. Following its return to LeasePlan each vehicle will undergo a detailed inspection in relation to its interior and exterior condition. In order to maintain independence LeasePlan has engaged the services of Pickles to carry out these inspections.

For every vehicle a condition and appraisal report is produced. These are made available to our leasing customers and our used vehicle buyers

Acceptable and Unacceptable

It's said a picture is worth a thousand words, so to make it easier for you to understand fair wear and tear, you'll find images of what is – and what is not – acceptable throughout this guide.

Returning the vehicle

Basically, everything that you were given with the vehicle when it was delivered to you must be returned with the vehicle.



Naturally, it is a challenge to cover every single form of damage that could occur. But by the time you've finished this guide, you'll have an excellent idea of the minimum standard expected for returned vehicles.

Please note that the assessment of fair wear and tear is generally dependent upon the age and mileage of the vehicle under inspection. Certain breakages and damage however are not acceptable, regardless of age and mileage, and these, amongst others, include missing items or broken glass, accident and impact damage. In all cases, we will endeavour to assess damage recharges fairly, charging on a repair rather than replacement basis, where possible.

When our partners complete their inspection they will prepare a condition report which identifies any damage on the vehicle outside the acceptance of fair wear and tear. This report will also detail the repair method and cost of repair. An appraisal report is prepared for our used vehicle buyers.





This includes, but is not limited to:

- All sets of keys, including master and spare keys
- All original documents such as the owner's manual etc.
- Evidence of the signed/stamped service history
- Registration plates (if applicable)
- Radio code cards
- SDs, CDs or DVDs for satellite navigation (delete stored locations for security, such as your home address)
- All removable audio equipment (such as 'face off' units)
- All optional equipment fitted to the vehicle that is not a permanent fixture (tow bars, rear door sun shades etc.)
- All emergency equipment supplied with the vehicle (jack, wheel brace, warning triangle, first aid kid etc.)
- The spare wheel must be on-board and meet legal requirements
- In case your vehicle has a 'tyre mobility set', it must be in a working condition (sealing compound and a 12v compressor that plugs into the cigarette lighter)
- The original wheel caps

Remove all personal items

Please also remember to remove all personal effects from your vehicle prior to its return such as:

- Music CDs
- Road maps
- Sunglasses
- Fuel cards

Remember to check all storage areas in your vehicle, including the boot, glove box, door pockets, seat back pockets and all other storage spaces. We are unable to return personal effects left in the vehicle after the vehicle has been collected.

Also remember to delete any private data from satellite navigation and bluetooth phone book settings.

Remove any e-TAGs. If tolls are managed by LeasePlan, send all e-TAGs to: LeasePlan Australia Attn Fleet Support PO Box 6773 St Kilda Rd Central Melbourne, VIC 8008

Pre-collection appraisal tips

To avoid any unforeseen damage charges, there are a few things you can do before your vehicle is collected and taken away for appraisal.

Use this guide in full:

Use this guide to look around the vehicle and make notes of any visible damages that you may spot. Your own pre-collection inspection helps you to understand specifically what damage there is on the vehicle and helps avoid any surprises in terms of unexpected costs.

Ensure your vehicle is clean inside and out:

When you inspect your vehicle and, also importantly, on the day of collection, ensure the vehicle is in a clean condition inside and out. If your car is dirty, it makes it more difficult to spot and make note of any damage.

Inspect your vehicle in natural daylight:

Park your vehicle in good natural daylight, avoiding shadow cover from trees etc. This will help you spot any dents or scratches that may otherwise be difficult to see.

Inspect your vehicle when it is dry:

A wet car will make it much harder for you to spot and make note of any scratches and dents. If the car has just been washed, or it has been raining, make sure it's dried thoroughly before inspection.

How best to spot dents:

You are more likely to spot dents if you look down a vehicle's panel in profile (side on), rather than looking head on. Also, view the vehicle from different angles.

Inspect all panels:

Don't forget to inspect the lamps, windscreen and mirrors, and the less obvious panels of a vehicle, such as the roof or those below bumper height.

Be objective:

Inspect and appraise your vehicle as objectively as you can, using the tips above. Consider asking a friend or colleague to help you.

Tyres, stickers and cleaning

Tyres

The fair wear & tear appraisal also includes the inspection of tyres.

Many manufacturers no longer include a spare wheel and instead equip their cars with a so-called "Tyre Mobility Set" consisting of a sealing compound and an air compressor (12 Volt). If your car is equipped with a Tyre Mobility Set, then it must be on-board and in a working condition, when the car is returned. In case the vehicle was supplied with a spare wheel, it is mandatory that the spare wheel must be on-board when the car is returned.



Stickers

Advertising stickers, sign writing, decals (including glue residue), regardless of size or condition, can have an impact on resale value of the vehicle. As a result, they must be completely and cleanly removed prior to selling the vehicle, regardless of whether they are on the bodywork or glass area. Any costs incurred by LeasePlan for the removal of the above will be recharged. Please refer to your local LeasePlan contract for the specific agreements regarding the method of returning in relation to stickers.

Cleaning

Unpleasant smells and/or stains in the vehicles' interior can affect a returned vehicle's used value. You may therefore feel it is necessary to have your vehicle completely cleaned using a professional cleaning company before it is returned.

Exterior Vehicle Body and Paint

Acceptable

- Chips and scratches up to 10 cm, provided that they can be removed by mechanical polishing
- Scuffs and abrasions up to 2 cm, provided that they can be removed by mechanical polishing
- Dents up to 2 cm, given that there are no more than two dents per panel
- Areas of stone chipping, given that less than 25% of the panel is affected, and no corrosion has developed
- Chips that have properly been touched up prior to corrosion development







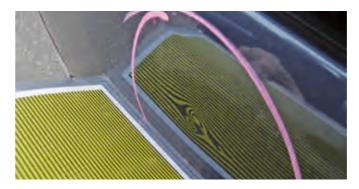






- Scratches that will polish out, but are longer than 10 cm
- Any chips, scratches, scuffs and abrasions, not possible to be removed via mechanical polishing
- Dents, scuffs and abrasions larger than 2 cm
- More than two dents per panel
- Hail damage
- Acid / bat stains









- (Stone) chipping, covering more than 25% of the panel
- Incorrect repaint work, showing a colour difference
- Incorrect repair work
- Corrosion development on any type of damage
- Paint discolouration through external impacts, such as incorrect chemical usage





Exterior **Grille and Bumper**

Acceptable

- Chips and scratches up to 10 cm, provided that they can be removed by mechanical polishing
- Scuffs and abrasions up to 2 cm, provided that they can be removed by mechanical polishing
- For textured or non-painted bumpers: scratches and scores up to 10 cm are acceptable
- For textured or non-painted bumpers: scuffs and abrasions up to 2 cm are acceptable
- Dents up to 2 cm, with a maximum of 2 dents per bumper or grille
- Discolour through external impacts, e.g. weather condition



- Scratches that will polish out, but are longer than 10 cm
- For painted bumpers: any chips, scratches, scuffs and More than two dents per grille or bumper abrasions, not possible to be removed via mechanical polishing



















- Scuffs and abrasions larger than 2 cm
- Dents larger than 2 cm
- Broken or cracked or deformed grilles and bumpers
- Damage due to incorrect usage of chemicals



Exterior Tyre Wear and Wheel Rims



- Tyres with a minimum tread of 1.6 mm or tyre treads that meet local legal requirements
- On the face of the wheel trim, rim or alloy: one scratch, scuff or abrasion up to 10 cm
- On the border of the wheel trim, rim or alloy: one scratch, scuff or abrasion up to 10 cm



- Scratches, scuffs or abrasions larger than 10 cm
- Deformed tyres, e.g. caused by kerbing
- Bulges, cracks or cuts to the tyres
- Damage to the sidewalls or tread
- Tyres penetrated with a foreign object















- Broken or deformed wheel trim, rim or alloy
- Corrosion development on the wheel trim, rim or alloy
- Returns without the original wheel caps, tyre mobility kit and/or spare wheel



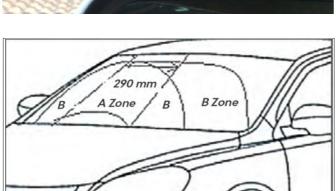
Exterior **Glazing and Lights**



- Stone chipping, provided that they are no larger than Small stickers on the glass required by local 1 cm and not in the A Zone of the windscreen
- Stone chipping on the surface of headlights, fog lights or indicators not breaking the glass and not harming its function
- legislation









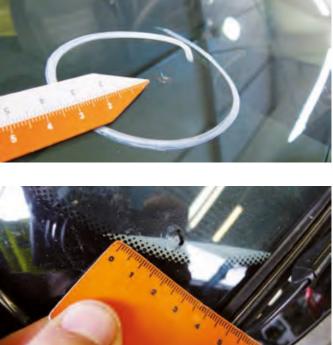
- Broken glass or lights
- Cracks or chips in the lights, which restrict the function of the light. All bulbs should be operational
- Self-applied sun protection or tinted strips must be completely removed from the windscreen if they have not been professionally applied, are torn, or have begun to separate from the corners of the windscreen







• Chips or cracks larger than 1 cm • Chips smaller than 1 cm in the A zone of the windscreen



Exterior Mirrors and External Fittings



- Painted mirror cases: scuffing and scratches up to 5 cm, provided that they may be removed by mechanical polishing
- For textured or non-painted mirror cases: scuffing, scratches and scores up to 5 cm
- Returning a vehicle with intact tow bars and pins
- Fitted beacons or lights that are properly fitted and in full working condition, without any damage. The lights must fully comply with the legal requirements, and if required by local law, mentioned in the vehicle documents



- Painted mirror cases: scuffing and scratches larger than 5 cm, or any scuffing and scratches not possible to be removed via mechanical polishing
- For textured or non-painted mirror cases: scuffing, scratches and scores larger than 5 cm















- Deformation or breakage of the mirror and/or mirror case
- Beacons that have damaged the structure of the vehicle through their fitment or removal
- Damage due to tow bar removal



Interior Interior of the vehicle



- Soiling and stains on seats, interior lining, floor mats or carpets, which can be removed by general cleaning
- Seats showing wear and indentation through general usage
- Panel discolouration through day to day usage and wear
- Phone fittings/cradles may be left in the vehicle

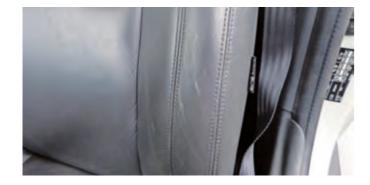


- Soiling and stains on seats, interior lining, floor mats or carpets, which can not be removed by general cleaning, but require specialist cleaning
- Cuts, abrasions, tears and damage to the material of the interior lining, carpets and floor mats



















- Holes left in the console as a result of equipment removal
- Cuts, gouges or loose threads on the steering wheel
- Unpleasant odours which require specialist cleaning to remove
- Returning the vehicle with seats missing



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