

AUSTRALIAN CAPITAL TERRITORY

CREDIT ACT 1985

DECLARATION

Determination No:11 of 1992

UNDER SECTION 19 OF THE *CREDIT ACT 1985* I DECLARE:


CITATION

- 1 This Declaration may be cited as Credit Order No. 72 - Rental Purchase Contracts.

RENTAL PURCHASE CONTRACTS - EXEMPTION

- 2(1) Section 13 of the *Credit Act 1985* does not have effect in relation to a contract for hiring of goods unless the amount payable under the contract exceeds the cash price of the goods.
- (2) For the purposes of this Declaration the amount payable includes any "agreed" or "residual" value of the goods at the end of the rental period or upon termination of the contract by either of the parties, but does not include:
 - (a) any amount payable in respect of services that are incidental to the hire of the goods under the contract; or
 - (b) any amount that ceases to be payable upon the termination of the contract following the exercise of a right of cancellation by the hirer at the earliest opportunity.

Dated 6 February 1992


TERENCE CONNOLLY
ATTORNEY-GENERAL