

## Excess Mileage Charge Examples

The below table provides examples of how excess mileage charges are calculated at the end of the term if you return the vehicle.

Your agreement ends one month after your final monthly payment when you must either return the vehicle or pay the optional final payment. Therefore, if you make 36 monthly payments your agreement ends one month later (month 37).

We calculate the agreed mileage allowances on a monthly pro rata basis so, for example, if you select a 37-month term with 12,000 miles per annum your total mileage allowance is 37,000 miles, 9,000 miles per annum is 27,500 and 6,000 miles per annum is 18,500.

	<b>Example 1</b>	<b>Example 2</b>
<b>Agreed Annual Mileage</b>	12,000	9,000
<b>Total Agreed Mileage over a 37 month term</b>	37,000	27,750
<b>Actual Mileage at 37 months</b>	39,000	32,726
<b>Total Excess Mileage</b>	39,000 - 37,000 = <b>2,000</b>	32,726 - 27,750 = <b>4,976</b>
<b>Excess Mileage Charge Per Mile</b>	6 pence per mile plus VAT	10 pence per mile plus VAT
<b>Total Excess Mileage Charge</b>	2,000 x £0.06 = <b>£120.00 plus VAT</b>	4,976 x £0.10 = <b>£497.60 plus VAT</b>

## Voluntary Termination Excess Mileage Charge Examples

The table below provides examples of how excess mileage charges are calculated when the finance agreement is terminated by you and the vehicle returned early.

	<b>Example 1</b>	<b>Example 2</b>
<b>Agreed Annual Mileage</b>	12,000	9,000
<b>Date vehicle returned</b>	19 months from start of finance agreement	20.5 months from start of finance agreement Ford Credit will count part of a month as a full month so in this example 21 months will be used for the calculation
<b>Monthly Mileage Rate</b>	Agreed Annual Mileage divided by 12 months $12,000 \div 12 = \mathbf{1,000}$	Agreed Annual Mileage divided by 12 months $9,000 \div 12 = \mathbf{750}$
<b>Pro-rata Agreed Mileage Rate</b>	$1,000 \times 19 \text{ months} = \mathbf{19,000}$	$750 \times 21 \text{ months} = \mathbf{15,750}$
<b>Actual Mileage at return date</b>	20,000	19,000
<b>Total Excess Mileage at return date</b>	$20,000 - 19,000 = \mathbf{1,000}$	$19,000 - 15,750 = \mathbf{3,250}$
<b>Excess mileage charge per mile</b>	6 pence per mile plus VAT	10 pence per mile plus VAT
<b>Total Excess mileage charge</b>	$1,000 \times \text{£}0.06 = \mathbf{\text{£}60.00 \text{ plus VAT}}$	$3,250 \times \text{£}0.10 = \mathbf{\text{£}325.00 \text{ plus VAT}}$

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