

HIRE PURCHASE SYSTEM & INSTALLMENT SYSTEMS

Introduction- meaning- important definitions- Hire Purchase Agreement- Hire Purchase Price- Cash Price – Hire Purchase Charges – Calculation of Interest – Calculation of Cash Price – Default and repossession – Ledger Accounts in the books of Hire Purchaser and Hire Vendor.

Installment System- Meaning – Features – Differences between Hire Purchase System and Installment Purchase System.