

RENT-TO-OWN BOAT RENTAL AGREEMENT

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Sykes Racing North America  
& Customer

PMB 6685, 2711 Centerville Rd., Suite 120, Wilmington DE 19808  
480.234.4912 [tom@sykesna.com](mailto:tom@sykesna.com)

*This document establishes the terms of renting a boat from Sykes Racing North America in the Rent-to-Own programme.*

By signing below (the renter) (the RENTER), of (Address of Renter) and Sykes Racing NA Inc. (SYKES NA) agree to the following terms regarding the rental of Sykes Boat (boat no.), (brief description).

**Action:**

SYKES NA will rent the above boat to the RENTER for the term and conditions stated below.

**Term:**

The term of the agreement is from (start date) to (end date), a term of (weeks). The RENTER has the option to purchase the hull at any time during the rental period and have **100% of all rental payments and bond payments going toward the purchase price of the boat**. If the RENTER intends to return the boat at the end of the rental term, the RENTER must give notice of at least a month or half the length of the total rental period, whichever is shorter.

**Description:**

The boat includes the hull, seats, footstretchers, and rigging; all those components necessary for the regular and basic operation of the boat except oars/sculls. It is constructed of (materials used in construction). It has (rigging description as well as any accessories). It is a (colour) hull with (colour) end decks.

**Payments:**

The RENTER will remunerate SYKES NA (\$xxx) per month, making one initial rental payment of (\$xxx).

**Boat Purchase Option:**

As stated in the 'Term' clause above, the RENTER can purchase the boat during the rental and have 100% of all payments – bond and rent – go toward the purchase price. If the RENTER decides to order a new boat of a similar class instead of purchasing the RTO boat, 50% of the rental payments made against this boat can be applied toward the purchase of a similar class new boat. The bond is credited to the RENTER with the healthy return of the RTO boat, and can be applied to the new boat or refunded.

**Bond and Insurance:**

The RENTER will pay a 25% bond to SYKES NA, (\$xxx). The bond will be cashed by SYKES NA, who will repay the bond in a cheque upon return of the boat in good condition at the end of the rental. Table 1 provides some examples of damage and estimated cost to fix that damage if fixed by SYKES NA. This amount will be deducted from the bond. If the amount of damage exceeds the amount in the bond, the RENTER is responsible take the boat in for repairs before the end of the rental term.

SYKES NA will insure the boat during the term of the rental, but the RENTER is responsible for the first \$1000 of any damage incident; each damage incident is treated differently. The RENTER can buy additional insurance on its own, or from SYKES NA to lower the deductible to \$250 for a non-refundable premium fee of (\$xxx). Any damage not considered to be usual wear is the responsibility of the RENTER. Funds to pay for repairs are drawn from the bond.

**Rights of Use, Structural, Cosmetic Changes:**

The RENTER has full rights of use for the boat, excluding making any major cosmetic or structural changes to the boat, save naming the boat with decal letters.

**Delivery and Return Responsibilities:**

The RENTER is responsible for taking delivery of the boat, returning the boat, and any cost for hiring another party to do so.

**Table 1. Cost Estimates of Damage of Returned Boats (Common Examples)**

Missing fittings or hardware	as priced on return
Excessively dirty/stained boat	\$50.00/seat
Tape Residue (duct tape)	\$35.00/10 cm area
Bent Fin or Rudder	as priced on return
Dented deck crown	\$200.00
Cracked deck crown	\$250.00
Puncture/Dent in Hull	\$150.00
Serious Hull damage	<i>as estimated by The Boat Works at Shackamaxon</i>

Both parties agree to the above terms and conditions by signing below.

\_\_\_\_\_  
(Name)  
RENTER  
(Address 1)  
(Address 2)

\_\_\_\_\_  
Date

\_\_\_\_\_  
Thomas J. Gallagher  
SYKES RACING NA  
PMB 6685  
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Wilmington DE 19808