

## Sample Deposit Agreement

Between:

Date: \_\_\_\_\_

\_\_\_\_\_: the Dealer

and

\_\_\_\_\_: the Customer

1. It is hereby agreed that the Customer will pay to the Dealer the full sum of; \$ \_\_\_\_\_
2. This money is being accepted by the Dealer as a (please select one)
  - ☐ **Deposit** - A sum of money paid by the Customer to the Dealer, which may or may not be forfeited if either the Customer or the Dealer does not perform their part of the agreement,
  - ☐ **Down Payment** - A sum of money paid by the Customer as an initial part of the purchase price of a motor vehicle, but where the final sale is not yet completed,
  - ☐ **Partial Payment** - Part of an agreement to purchase a specific vehicle, but where a sale is completed (see Agreement for Sale for details).
3. This money is being paid for the following reasons or under the following conditions (give details);
4. If the Customer does not perform their part of the agreement by \_\_\_\_\_ (date) all these monies are (please select one);
  - ☐ **Refundable** \_\_\_\_\_ (initial)
  - ☐ **Not refundable** \_\_\_\_\_ (initial)
5. If the Dealer does not perform their part of the agreement by \_\_\_\_\_ all these monies will be refunded.
6. Any deposit will be applied to the purchase price when the Customer performs their part of the agreement.

Customer: \_\_\_\_\_

Dealer: \_\_\_\_\_

**Note:** A deposit agreement for your dealership should be adapted with the help of your legal counsel to match your business practices.