

DEPOSIT OR RENTAL SCHEME

PVC Window Systems Suppliers chose to implement a rental or a deposit scheme to manage the return of empty stillages by window manufacturers. The conditions for both schemes have been defined within the European Association and are monitored and audited regularly.

Participating window profile manufacturers









The prompt return of stillages is vital to establish smooth and fast delivery processes. Rental and deposit systems have proven effective for meeting the requirements of the circular economy on the one hand and for preserving resources on the other hand.





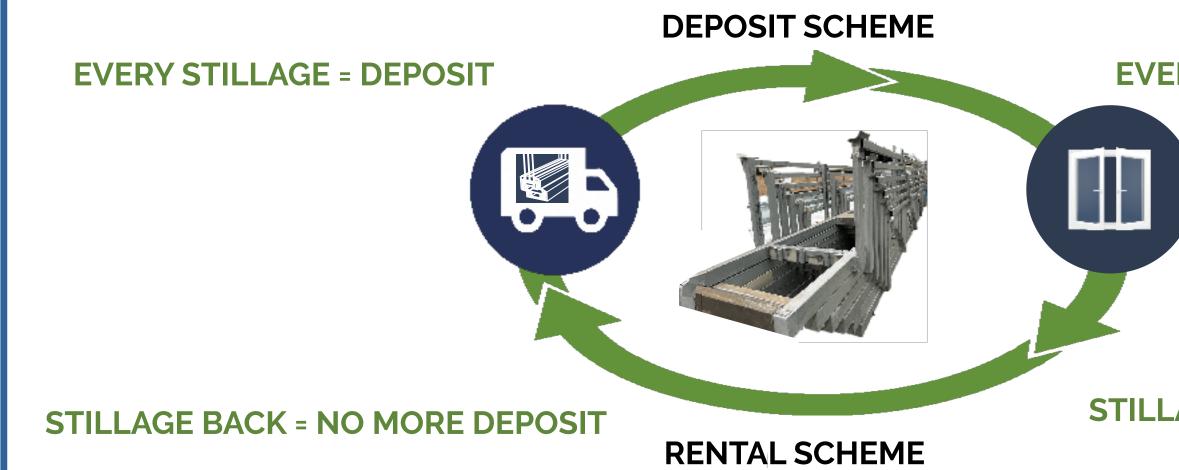








How does it work?



Stillages return options

Deposit scheme

The deposit fee is based on the approximate initial purchase price of the stillage at the time the system is adopted by the company.

(a) out-going and ingoing stillages are monthly balanced and the delta is due in payment;

or (b), every outgoing stillage is charged and every ingoing stillage has to be reimbursed.

For every €2,500 of sales in three consecutive rolling months (three months on a cumulative basis) **window** manufacturers receive a stillage free of charge (no rent). In addition, 50% of this amount will be added as a "buffer".

A rental fee applies to each stillage exceeding the free -of-charge stock. The rate amounts to at least €12 per month and per stillage. PVC Profile System Suppliers may decide to only apply the rental scheme after 6 consecutive months of overstock (i.e. amount of stillages exceeding the free-of-charge-stock).

The customer of the profile producer will always be responsible for the stillage until its return.

Examples

EVERY SURPLUS STILLAGE = 12€

STILLAGE BACK = NO MORE RENT

Rental scheme

Calculation example for a rental system

Free-of-charge stock

Sales figures for consecutive 3 months €150,000 giving a basic stock of 60 units (€2,500 = 1 stillage) + buffer of 50% <u>30 units</u> = stillages free-of-charge 90 units

- Actual stock minus free-of-charge stock = overdue
- Overdue x min. €12/unit = rent per month

	<u>example 1</u>	<u>example 2</u>
Actual stock	120 units	85 units
Free-of-charge stock	90 units	90 units
<u>Overdue</u>	<u>30 units</u>	<u>o units</u>
Rent (min. €12/unit)	€360	€0

Calculation example for a deposit scheme

Outgoing stillages are charged, the reimbursement is made when they return to the agreed collection point

Outgoing stillages Incoming stillages Fee per stillages Debit note Credit note

<u>example 1</u>	<u>example 2</u>
500 units	500 units
450 units	550 units
€190	€300
€9,500	

€15,000

