

Breakdown of a Craft Club Member order with a £10 Discount Voucher over a 3 month Flexi-pay Term

The customer has ordered:

1 Set of Craft Templates (includes craft discount)	£35.99
1 Television	£300.00
Postage and Packaging	£4.95
£10 Discount Voucher	-£10.00
Total Payable	£330.94

1. The Craft Club Discount of 10% is removed from the Craft Item first:

Template Set	$£39.99 - 10\% = £35.99$
Television	£300.00 (no craft club discount on the TV)

2. Calculate the total amount to pay after the Craft Discount has been applied:
 $£35.99 + £300.00 = £335.99$

The discount voucher is spread across the two products proportionally, with more of the discount being applied to the higher priced product

Template Set	$£35.99 / £335.99 * £10 = £1.07$
Television	$£300.00 / £335.99 * £10 = £8.93$

When the two amounts are added together you can see they add up to £10

If the discount voucher cannot be split to an exact value in pounds and pence, then it is rounded up to the next penny in your favour.

3. Next, the price to pay including the discount for each product is calculated:

Template Set	$£35.99 - £1.07 = £34.92$
Television	$£300.00 - £8.93 = £291.07$

4. The instalments are calculated for both the Net and VAT amounts of your order and then added together. This ensures we can reclaim tax correctly if an item is returned. For ease of understanding, we will just calculate the Gross (Net and VAT combined) which will give the same outcome to one penny.

Template Set	$£34.92/3 = £11.64$
Television Set	$£291.07/3 = £97.02$

Adding the two results together gives $£97.02 + £11.64 = £108.66$

Therefore, adding the postage and packaging of £4.95 to the first instalment will give three instalments of:

Instalment 1	113.61
Instalment 2	108.66
Instalment 3	108.66
Total	£330.93

The total amount to be paid is £330.93 which matches the original total if the products were paid in full to one penny (in your favour).

As we calculate the instalments separately for net and VAT for each product, and roundings are always added to the first instalment, the actual instalments for this scenario are:

Instalment 1	£113.66
Instalment 2	£97.01
Instalment 3	£97.01
Total	£330.94

Calculating the instalments this way gives the exact amount of £330.94 which is what would be paid if the products were paid in full. If you have any further questions, please contact our Customer Services team on 08431 680 680.