**Task-1.2**

**Describe the Capex and OpEx models of financing IT infrastructure, providing examples of when each model might be preferred.**

CapEx or Capital Expenditure refers to the money invested in assets in the beginning something upfront money.  
In case of Cab Booking Application, at the initial stage, the cost of application making such as cost of vehicles, equipment's and machinery comes under Capital Expenditure.

OpEx or Operational Expenditure refers to the money spent on regular intervals on operating expenses.  
In case of Cab Booking Application, the cost of salary for employees, cloud services, maintenance for vehicles, rent, tax and utility comes under OpEx these are paid a certain time of interval.