

# Product Update

**With effect from 6.30pm on Thursday 6th September 2018, L&G Home Finance are introducing their new Premier Optional Payment Lifetime Mortgage.**

## Who is it for?

This product is designed for customers who wish to release £100,000 or more. They have some monthly income and wish to continue with the routine of making regular monthly interest payments, but do not have enough income to qualify under a residential mortgage affordability assessment. For example, customers aged 55 and over with maturing interest-only mortgages with no means to repay the capital

## The Key Features:

- Make monthly interest payments by Direct Debit.
- Choose a payment amount that's right for your customer's budget - pay any amount between £25 and the full monthly interest each month.
- Fixed interest rates for life - certainty that the monthly interest payment will never increase.
- Choose a payment term that's right for your customer – anything from 1 year to the full duration of the lifetime mortgage.
- No risk of payment default - stop making monthly interest payments at any time and remain in the home for the rest of their lives.

## The rates will be as follows:

London & South East	Rest of the UK
3.67% (3.73% AER)	3.65% (3.71% AER)

## LTVs will be as follows:

Age	LTV	Age	LTV	Age	LTV	Age	LTV
55	8.0%	63	16.5%	71	26.2%	79	32.0%
56	9.0%	64	17.5%	72	27.0%	80	33.0%
57	10.0%	65	19.0%	73	27.7%	81	34.0%
58	11.0%	66	20.5%	74	28.2%	82	35.0%
59	12.0%	67	21.3%	75	28.9%	83	36.0%
60	13.5%	68	22.1%	76	29.7%	84	37.0%
61	14.5%	69	23.5%	77	30.5%	85-90	38.0%
62	15.5%	70	25.0%	78	31.5%		

If you've already submitted a Flexible Lifetime Mortgage application, and your client would like to switch to our new Premier Optional Payment Lifetime Mortgage, please call the dedicated support team on 03330 048444.

If you've already submitted an Optional Payment Lifetime Mortgage application, and your client would like to switch to the new Premier Optional Payment Lifetime Mortgage, you don't need to provide a new KFI. Instead you can fill out this short [online form](#) and the team at Legal & General will do the rest. You'll need the account number which you will find on the original mortgage offer.