

# Interest Choice Plan - puts you in complete control of your retirement finances

more2life

## Why the Interest Choice Plan?

The Interest Choice Plan gives you the freedom to release cash from your property to spend in anyway you like, plus the added flexibility that you can pay some or all of the monthly interest\*. By making a contribution to the monthly interest payments, the interest owed at the end of the loan could be significantly reduced.

## Who is the plan for?

This plan is for those that are in or approaching retirement who need access to a lump sum but still have an income that is high enough to make a contribution to the monthly interest payments.



**£40,000**  
lifetime mortgage loan

Mr & Mrs. Jones need £30,000 to repay an existing Interest Only mortgage and they would like an additional £10,000 to buy a new car, as their old one is no longer reliable.

## Option A - more 2 life Interest Choice Plan

more 2 life Interest Choice Plan where **payments of £2,432 are made consistently each year to total £24,320 (£202.67 per month) in interest payments** over a 10 year period.



## Option B - Alternative option

A flexible payment plan over a ten year term, where ad hoc interest payments totalling £1781 are made during years 1-5.



## Option C - Conventional roll-up

A standard lifetime mortgage, where no interest payments are made.



By making regular interest payments throughout the term of the loan, **Mr & Mrs Jones will maintain their original debt and save a considerable amount of interest** that would build up if they make no payments or only sporadic payments. However, at any time during the term they can convert their loan to a standard roll-up lifetime mortgage at no additional cost if they so wish to reduce monthly outgoings. A lifetime mortgage will reduce the value of your estate and may affect your entitlement to state benefits.

Figures based on 6.08% interest rate.

This is a lifetime mortgage. To understand the features and risks ask for a personalised illustration. Think carefully before securing other debts against your home.

\*Minimum payment of £25