

Principal product guide

Age range	55 to 89 years and 364 days
Loan range	Minimum loan size £10,000 (England, Wales and Scotland)
Minimum property value	£125,000 (£150,000 for ex-local authority properties)
Maximum property value	£2,000,000 in England, or £1,000,000 in Wales and Scotland
Drawdown facility option	Yes - minimum release of £2,000, and maximum facility, the lower of initial loan multiplied by 3, or maximum LTV available at point of sale less the initial loan.
Application fee free option	This product is always fee-free
Partial repayments	Yes, up to 10% the total cash advanced within each 12-month period. Maximum 12 payments per year, minimum £50 per payment
Downsizing early repayment charge exemption	Yes, no charge applies if ported to a suitable new property. Or, after 5 years from the date of the initial advance, the loan is repaid as a result of selling the property and moving to another property which does not meet our lending criteria
Fixed early repayment charges	Yes – 9% in year 1, 8% in year 2, 7% in year 3, 6% in year 4, 5% in year 5, 4% in year 6, 3% in year 7, and 0% from year 8 onwards
Exception of early repayment charges on death/admission into long-term care of a partner	Yes, within 3 years if one partner passes away or moves into long-term care

- The Principal product is available to homeowners aged 55-89 years and 364 days.
- This is a fee-free product.
- This product has Fixed Early Repayment Charges for 7 years.