

LV=



Value Assessment Information for Distributors 2025

LV= Home Legal Expenses (IFAs)



**GENERAL INSURANCE
INTERMEDIARY**

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1. Purpose of this document

This document is intended to meet requirements under PROD 4.2 where we are required to make available to distributors all appropriate information on the insurance product, all appropriate information on the product approval process; and the identified target market of the product. This document is intended to be a guide for distributors and explains the basis of our value assessment as well as our conclusions.

Our August 2025 assessment has concluded that our LV= Home Legal Expenses product including its charging and distribution structure is compatible with the needs, objectives and characteristics of the target market and provides fair value.

This document doesn't contain the full terms and conditions of our policy – we can share these documents if required.



2. Product Design Process

Our target market is broadly established through our New Product Approval Process which governs the design and implementation of our retail products. This process ensures that we meet the demands and needs of our target market.

Our product value assessment process takes into account our responsibilities under consumer duty ensuring that we have an ongoing process to ensure value, the needs of our customers are being met and we avoid foreseeable harm.

LV= Home Legal Expenses product has been created to cover the cost of legal expenses to pursue and defend common personal legal disputes.



3. Target Market

Characteristics of the target market

This product is designed for UK resident individuals who:

- Own or rent a property.
- Are eligible for LV= home insurance (only available as an additional cover and not as standalone cover). Home Legal expenses is an optional add-on to Gold Home insurance and comes as standard with Platinum Home Insurance.

Objectives, needs and interests of the target market

This product:

- Provides up to £100,000 in legal costs to assist with the recovery of losses that are not covered by LV= home insurance.
- Provides up to £100,000 in legal expenses for:
 - Personal injury & clinical negligence
 - Employment contract disputes
 - Consumer contract disputes
 - Property rights and damage disputes
 - ID Fraud
 - Tax enquiry support.

- Provides access to a legal helpline for advice about a range of private legal matters at any time without needing to make an appointment with a solicitor.
- Provides access to a suite of professionally drafted legal documents.

Customers for whom the product would not provide the intended value

- Non-permanent residents of the UK.
- Customers who do not own or rent a property.
- Customers who are not eligible for an LV= home insurance policy.
- Customers who already hold a home legal expenses policy with another provider.

The product is distributed via Independent Financial Advisers.



4. Value expectations from customers in the target market

- A product that is competitively priced.
- A product rich in features and benefits (as evidenced by Defaqto 3 Star Rating) that meet their demands and needs.
- A firm that is easy to do business with when buying, amending, renewing or claiming.
- A firm that provides clear documentation.
- A firm that provides knowledgeable and helpful staff with high CSI ranking.
- A firm that provides a fair and efficient claims service.
- A firm that has awareness of vulnerability at all touchpoints and is able to make reasonable adjustments to accommodate.



5. Fair Value Assessment Process

Our Fair Value Assessment process examines and considers the following:

- Customer journey.
- Policy wording and key terms and conditions.
- Benefits and limits.
- Excesses and charges.
- Complaints.
- The needs of vulnerable customers.
- Key value metrics e.g. claims frequency, claims acceptance rates, cancellations etc.
- The consumer duty principles to avoid foreseeable harm.
- How the intended value of the product may be affected by its distribution.



6. Conclusion

Our August 2025 assessment has concluded that our LV= Home Legal Expenses product, including its charging and distribution structure, is compatible with the needs, objectives and characteristics of the target market and provides fair value.

We continually monitor all of our products using market insight and customer feedback, but we do not believe any changes are necessary at this time.

We've considered the commission paid to IFAs as well as their distribution models and we do not believe it has an impact on fair value to the customer.

We do not believe there are any circumstances which might cause a conflict of interest to the detriment of customers.

If you have any concerns about an LV= product not delivering its intended value, including in relation to potential adverse customer or product value impacts from the distribution arrangement, please contact your account manager.

