

MR01

Particulars of a charge



Companies House

Receipt/010222633

Go online to file this information
www.gov.uk/companieshouse

A fee is be payable with this form
Please see 'How to pay' on the last page.

What this form is for

You may use this form to register
a charge created or evidenced by
an instrument.

X What this form is NOT for

You may not use this form to
register a charge where there is no
instrument. Use form MR08.

For further information, please
refer to our guidance at:
www.gov.uk/companieshouse

This form **must be delivered to the Registrar for registration with
21 days** beginning with the day after the date of creation of the charge.
delivered outside of the 21 days it will be rejected unless it is accompan
court order extending the time for delivery.



You **must** enclose a certified copy of the instrument with this form. This
scanned and placed on the public record. **Do not send the original.**



L8ZRMKP

LD9

28/02/2020

#34

COMPANIES HOUSE

FOR OFFICIAL USE

1

Company details

Company number

0 3 9 3 1 0 0 5

Company name in full

SUNSHINE CRUISE HOLIDAYS LIMITED

Filling in this form

Please complete in typescript or in
bold black capitals.

All fields are mandatory unless
specified or indicated by *

2

Charge creation date

Charge creation date

d 1 d 7 m 0 m 2 y 2 y 0 y 2 y 0

3

Names of persons, security agents or trustees entitled to the charge

Please show the names of each of the persons, security agents or trustees
entitled to the charge.

Name

CHRISTOPHER JAMES TINGLE

Name

PAUL ANTHONY SMITH

Name

CATHERINE RUTH STAPLES

Name

If there are more than four names, please supply any four of these names then
tick the statement below.

☐ I confirm that there are more than four persons, security agents or
trustees entitled to the charge.

MR01

Particulars of a charge

4

Brief description

Please give a short description of any land, ship, aircraft or intellectual property registered or required to be registered in the UK subject to a charge (which is not a floating charge) or fixed security included in the instrument.

Brief description

Please submit only a short description. If there are a number of plots of land, aircraft and/or ships, you should simply describe some of them in the text field and add a statement along the lines of, "for more details please refer to the instrument".

Please limit the description to the available space.

5

Other charge or fixed security

Does the instrument include a charge (which is not a floating charge) or fixed security over any tangible or intangible or (in Scotland) corporeal or incorporeal property not described above? Please tick the appropriate box.

☒ **Yes**

☐ **No**

6

Floating charge

Is the instrument expressed to contain a floating charge? Please tick the appropriate box.

☐ **Yes** Continue

☒ **No** Go to **Section 7**

Is the floating charge expressed to cover all the property and undertaking of the company?

☐ **Yes**

7

Negative Pledge

Do any of the terms of the charge prohibit or restrict the company from creating further security that will rank equally with or ahead of the charge? Please tick the appropriate box.

☒ **Yes**

☐ **No**

8

Trustee statement ^①

You may tick the box if the company named in Section 1 is acting as trustee of the property or undertaking which is the subject of the charge.

☐

^① This statement may be filed after the registration of the charge (use form MR06).

9

Signature

Please sign the form here.

Signature

Signature

X *Kate Gaper* X

This form must be signed by a person with an interest in the charge.

MRO1

Particulars of a charge

Presenter information

You do not have to give any contact information, but if you do, it will help Companies House if there is a query on the form. The contact information you give will be visible to searchers of the public record.

Contact name
DEAN HICKEY

Company name
CIVIL AVIATION AUTHORITY

Address
OGC

11 WESTFERRY CIRCUS

CANARY WHARF

Post town
LONDON

County/Region

Postcode
E 1 4 4 H D

Country

DX

Telephone
0330 138 3261

Certificate

We will send your certificate to the presenter's address if given above or to the company's Registered Office if you have left the presenter's information blank.

Checklist

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following:

- ☐ The company name and number match the information held on the public Register.
- ☐ You have included a certified copy of the instrument with this form.
- ☐ You have entered the date on which the charge was created.
- ☐ You have shown the names of persons entitled to the charge.
- ☐ You have ticked any appropriate boxes in Sections 3, 5, 6, 7 & 8.
- ☐ You have given a description in Section 4, if appropriate.
- ☐ You have signed the form.
- ☐ You have enclosed the correct fee.
- ☐ Please do not send the original instrument; it must be a certified copy.

Important information

Please note that all information on this form will appear on the public record.

How to pay

A fee of £23 is payable to Companies House in respect of each mortgage or charge filed on paper.

Make cheques or postal orders payable to 'Companies House.'

Where to send

You may return this form to any Companies House address. However, for expediency, we advise you to return it to the appropriate address below:

For companies registered in England and Wales:

The Registrar of Companies, Companies House,
Crown Way, Cardiff, Wales, CF14 3UZ.
DX 33050 Cardiff.

For companies registered in Scotland:

The Registrar of Companies, Companies House,
Fourth floor, Edinburgh Quay 2,
139 Fountainbridge, Edinburgh, Scotland, EH3 9FF.
DX ED235 Edinburgh 1
or LP - 4 Edinburgh 2 (Legal Post).

For companies registered in Northern Ireland:

The Registrar of Companies, Companies House,
Second Floor, The Linenhall, 32-38 Linenhall Street,
Belfast, Northern Ireland, BT2 8BG.
DX 481 N.R. Belfast 1.

Further information

For further information, please see the guidance notes on the website at www.gov.uk/companieshouse or email enquiries@companieshouse.gov.uk

This form is available in an alternative format. Please visit the forms page on the website at www.gov.uk/companieshouse



FILE COPY

CERTIFICATE OF THE REGISTRATION OF A CHARGE

Company number: 3931005

Charge code: 0393 1005 0001

The Registrar of Companies for England and Wales hereby certifies that a charge dated 17th February 2020 and created by SUNSHINE CRUISE HOLIDAYS LIMITED was delivered pursuant to Chapter A1 Part 25 of the Companies Act 2006 on 28th February 2020.

R

Given at Companies House, Cardiff on 3rd March 2020



Companies House



**THE OFFICIAL SEAL OF THE
REGISTRAR OF COMPANIES**

DATED

17 FEBRUARY 2020

- (1) SUNSHINE CRUISE HOLIDAYS LIMITED
- (2) CHRISTOPHER JAMES TINGLE, PAUL
ANTHONY SMITH AND CATHERINE RUTH
STAPLES, IN THEIR CAPACITY AS TRUSTEES
OF THE AIR TRAVEL TRUST

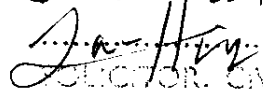
DEED OF CHARGE AND REIMBURSEMENT

CERTIFIED TO BE A TRUE
COPY OF THE ORIGINAL

THIS 25th DAY OF

FEBRUARY 2020

DEAN HICKEY

.....

SOLICITOR, CIVIL

AVIATION AUTHORITY

DEED OF CHARGE AND REIMBURSEMENT

dated

17 February

2020

BETWEEN:

- (1) **Sunshine Cruise Holidays Limited**, a company registered in England and Wales (Company no: 3931005) (ATOL no:6777) with registered address at Unit F1a, Lowry Outlet Mall, Salford Quays, Salford M50 3AH (the '**Chargor**' or '**ATOL holder**')
- (2) **CHRISTOPHER JAMES TINGLE, PAUL ANTHONY SMITH AND CATHERINE RUTH STAPLES IN THEIR CAPACITY AS TRUSTEES FOR THE ATT** (the '**Existing Air Travel Trustees**') KS
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RECITAL

The Chargor has applied for a variation of its ATOL and requested that it enters into this Deed in lieu of a bond and accordingly grants this Deed on the terms set out below.

OPERATIVE PROVISIONS

1 DEFINITIONS, INTERPRETATION AND THE AIR TRAVEL TRUSTEES

1.1 DEFINED TERMS

In this Deed, the terms '**Chargor**', '**ATOL holder**' and '**Existing Air Travel Trustees**' have the meaning set out in the list of parties above and, unless the context otherwise requires:

'Account Bank' means the Original Account Bank or, if Clause 3.4(e) (*Moving the Security Account*) applies, the Replacement Account Bank;

'Accredited Body' means an ATOL holder accredited by the CAA as an Accredited Body under ATOL Regulation 33;

'Act' means the Law of Property Act 1925;

'Agent' has the same meaning as in the ATT Deed;

'Air Travel Trustees' mean the trustees for the time being of the ATT (who are the Existing Air Travel Trustees as at the date of this Deed but who may hereafter include Replacement Air Travel Trustees and exclude Transferring Air Travel Trustees in accordance with Clause 1.6 (*Assignments and transfers by an Air Travel Trustee*));

KS
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'ATOL' means an Air Travel Organiser's Licence granted by the CAA under the ATOL Regulations;

'ATOL holder Periodic Report' means the report which the ATOL holder is required to give pursuant to the ATOL granted to it setting out (among other things) such information as the Air Travel Trustees or the CAA shall require to enable them to calculate the Required Deposit Amount in accordance with Clause 3.3 (*Amount of the Deposit*);

'ATOL Regulations' means the Civil Aviation (Air Travel Organisers' Licensing) Regulations 2012, for the time being in force under Section 71 of the Civil Aviation Act 1982, (as amended from time to time);

'the ATT' means the trust constituted by the ATT Deed whose principal office is at Aviation House, Gatwick Airport South, West Sussex RH6 0YR;

'ATT Deed' means the Trust Deed dated 5th January 2004 made between the Secretary of State and the persons described in it as being the original Trustees as amended, supplemented or substituted from time to time;

'ATT Payment Policy' means the document containing the agreed policies on (a) the administration of funds from the ATT; and (b) repatriation and refunds to Consumers dated 6 August 2012, as may be amended from time to time;

'the ATT Parties' means the ATT, the Air Travel Trustees and any nominee, agent or delegate of the ATT or the Air Travel Trustees;

'Authorisation Deed' means the authorisation deed dated 12 June 2019 and entered into between the CAA and the trustees of the ATT whereby the ATT appointed the CAA as its lawful agent in its name and on its behalf to perform the Authorised Functions (as may be amended from time to time hereafter);

‘Authorised Functions’ means the ‘Authorised Functions’ as defined in the Authorisation Deed (as may be amended from time to time hereafter);

‘CAA’ means the Civil Aviation Authority whose principal office is at Aviation House, Gatwick Airport South, West Sussex RH6 0YR;

‘Consumer’ has the same meaning given to it in the ATOL Regulations;

‘this Deed’ means this Deed of Charge and Reimbursement including its Schedules;

‘Deposit’ means the monies now or hereafter credited to the Security Account together with the debt represented by such monies and all entitlements to interest, the right to repayment and other rights and benefits accruing thereto or arising in connection therewith;

‘Director’s Confirmation’ has the meaning set out in Clause 3.3(f)(i) (*Amount of the Deposit*);

‘Failure of ATOL holder’ means the CAA has published a Notice of ATOL holder Failure;

‘Financial Collateral’ has the meaning given to that expression in the Financial Collateral Regulations;

‘Financial Collateral Regulations’ means the Financial Collateral Arrangements (No. 2) Regulations 2003 (SI 2003/3226 as amended from time to time);

‘Fulfilment Partner’ has the same meanings as in the ATT Deed and references in such definition to ‘the Trustees’ and to the ‘Air Travel Trust’ shall, for the purpose of this Deed, mean the Air Travel Trustees and ATT respectively;

‘including’ means including, without limitation;

“Legal Reservations” means:

- (a) the principle that equitable remedies may be granted or refused at the discretion of a court and the limitation of enforcement by laws relating to insolvency, reorganisation and other laws generally affecting the rights of creditors;

- (b) the time barring of claims under the Limitation Act 1980 and the Foreign Limitation Periods Act 1984, the possibility that an undertaking to assume liability for or indemnify a person against non-payment of UK stamp duty may be void and defences of set-off or counterclaim; and
- (c) similar principles, rights and defences under the laws of any other relevant jurisdiction.

‘Liabilities’ means the moneys, obligations and liabilities covenanted to be paid or discharged under Clause 2.1 (*Covenant to pay*);

‘Licensable Transaction’ means an offer made by a consumer (or their agent) to purchase flight accommodation for one or more persons on a flight which is accepted by (i) an air travel organiser; or (ii) where an ATOL is held by an Accredited Body, and constitutes an activity in respect of which that air travel organiser or Accredited Body is required to hold an ATOL;

‘Notice of ATOL holder Failure’ means a document named as such signed for and on behalf of the CAA stating that the CAA holds an opinion that the ATOL holder (a) is insolvent; or (b) cannot or will not be able to meet in whole or in part its obligations to its Consumers; and/or (c) will fail to meet in whole or in part its obligations to its Consumers;

‘Original Account Bank’ means the bank specified in paragraph 1 of Schedule 1, being the bank at which, subject to Clause 3.4 (*Moving the Security Account*), the Chargor will maintain its Security Account;

‘Original Security Account’ means the account or accounts designated “BLOCKED DEPOSIT ACCOUNT” held in the Chargor’s name at the Original Account Bank, the sort code(s) and account number(s) of which are specified in paragraph 2 of Schedule 1;

‘Package’ has the same meaning as in the ATIT Deed;

‘Potential Failed ATOL holder’ means a person in respect of whom there is potential that the CAA may have to consider whether to publish a Notice of ATOL holder Failure;

‘Potential Failure of ATOL holder’ means that the CAA has certified the ATOL holder as being a person in respect of which the CAA may have to consider whether to publish a Notice of ATOL holder Failure;

'Powers of Attorney' means the power of attorney dated 12 June 2019 granted by the Air Travel Trustees to the CAA in respect of the Authorised Functions, and any power of attorney entered into on or after that date by the CAA or a member of the CAA authorising certain individuals at the CAA in perform the Authorised Functions and execute this Deed;

'Proceedings' has the meaning set out in Clause 13.1 (*Courts of England*);

'Replacement Air Travel Trustee' has the meaning set out in Clause 1.6 (*Assignments and transfers by an Air Travel Trustee*);

'Replacement Account Bank' has the meaning set out in Clause 3.4(b) (*Moving the Security Account*) being the bank holding the Replacement Security Account at the material time;

'Replacement Security Account' has the meaning set out in Clause 3.4(b) (*Moving the Security Account*);

'the Required Deposit Amount' means the amount from time to time notified to the Chargor by the CAA (on behalf of the Air Travel Trustees);

'Security Account' means the Original Security Account or, if Clause 3.4(c) (*Moving the Security Account*) applies, the Replacement Security Account;

'Security Interest' means any mortgage, charge, pledge, lien, assignment, hypothecation, security interest, title retention, right of set-off, preferential right or trust arrangement or other security arrangement or agreement or any right (including any "hold back" contractual set-off or flawed asset arrangement) conferring a priority of payment;

'the Security Release Date' means: (a) if at the material time an authorised signatory of the CAA has signed a Notice of ATOL holder Failure and placed a copy of that Notice on the CAA's Register of Failed ATOL holders, the date that (i) the Liabilities have been unconditionally and irrevocably discharged in full; and (ii) the Air Travel Trustees are of the reasonable view that no further expenses, costs, losses and liabilities may be incurred by any of the ATT Parties, the reimbursement of which would form part of the Liabilities; (b) if at the material time an authorised signatory of the CAA has not signed a Notice of ATOL holder Failure and placed a copy of that Notice on the CAA's Register of Failed ATOL holders, 6

months after the date on which the ATOL holder ceases to hold such an ATOL; or (c) at any other time as determined in the Air Travel Trustees' absolute discretion.

'Transferring Air Travel Trustee' has the meaning set out in Clause 1.6 (*Assignments and transfers by an Air Travel Trustee*);

1.2 CONSTRUCTION

In this Deed (a) the contents page and clause headings are included for convenience only and do not affect the construction of this Deed; (b) words denoting the singular include the plural and vice versa; and (c) words denoting one gender include each gender and all genders.

1.3 INTERPRETATION

In this Deed, unless the context otherwise requires or unless otherwise expressly provided, references to (a) persons include references to natural persons, firms, partnerships, companies, corporations, associations, organisations, and trusts (in each case whether or not having a separate legal personality); (b) a party to this Deed includes references to its successors, transferees and assigns and excludes any Transferring Air Travel Trustee who has been released from his or her obligations pursuant to Clause 1.6 (*Assignments and Transfers by an Air Travel Trustee*); (c) documents, instruments and agreements (including this Deed and any document referred to in this Deed) are references to such documents, instruments and agreements as modified, amended, varied, supplemented or novated from time to time; (d) Clauses and Schedules are references to clauses of, and schedules to, this Deed, (e) **'the Liabilities'** shall be references to all the Liabilities and to each and every part of the Liabilities and references to any other defined term or noun in the plural number or the collective plural shall be interpreted mutatis mutandis in the same manner; and (f) statutory provisions are construed as references to those provisions as respectively amended, consolidated, extended or re-enacted from time to time, and to any orders, regulations, instruments or other subordinate legislation made under the relevant statute.

1.4 LIMITED RECOURSE AGAINST THE AIR TRAVEL TRUSTEES

The Air Travel Trustees contract in this Deed only in their capacities as trustees of the ATT. The recourse of the Chargor to the Air Travel Trustees or any of them under this Deed is limited to an amount equal to the aggregate of value of the assets comprised in the ATT from

time to time. The Chargor has no recourse to any assets of an Air Travel Trustee held either (a) as trustee or co-trustee of any trust other than the ATT; or (b) by that Air Travel Trustee in his personal capacity.

1.5 RELEASE OF LIABILITIES OF AIR TRAVEL TRUSTEES

An Air Travel Trustee shall be released from his or her liabilities under this Deed (i) forthwith upon the death of that Air Travel Trustee or upon the resignation or removal of that Air Travel Trustee as a trustee of the ATT; or (ii) if an effective transfer is made to a Replacement Trustee in accordance with Clause 1.6 (*Assignments and transfers by an Air Travel Trustee*).

1.6 ASSIGNMENTS AND TRANSFERS BY AN AIR TRAVEL TRUSTEE

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An Air Travel Trustee (a 'Transferring Air Travel Trustee') may assign or transfer any of his or her rights and obligations under this Deed to a replacement or successor trustee of the ATT (a 'Replacement Air Travel Trustee'). A transfer of obligations will only be effective if the Replacement Air Travel Trustee confirms to the Chargor that it is bound by the terms of this Deed as an Air Travel Trustee. On the transfer becoming effective in this manner the Transferring Air Travel Trustee will be released from its obligations under this Deed.

1.7 JOINT AND SEVERAL LIABILITIES OF THE AIR TRAVEL TRUSTEES

Subject to Clause 1.4 (*Limited Recourse against the Air Travel Trustees*) and Clause 1.5 (*Release of liabilities of Air Travel Trustees*) the obligations of the Air Travel Trustees are joint and several.

1.8 DELEGATED AUTHORITY

It is acknowledged that pursuant to the Authorisation Deed and Powers of Attorney: i) the Air Travel Trust has appointed the CAA as its lawful agent in its name and on its behalf to, among other things, approve, execute and deliver this Deed; and ii) that the CAA has appointed those persons executing this Deed as its lawful agent and in its name and on its behalf to, among other things, approve, execute and deliver this Deed.

1.9 EFFECT AS A DEED

It is intended that this document takes effect as a deed even though the Air Travel Trustees, their duly appointed attorney or their agent may only execute it under hand.

2 THE LIABILITIES

2.1 COVENANT TO PAY

The Chargor covenants that it will on demand made by the Air Travel Trustees or the CAA (on behalf of the Air Travel Trustees) reimburse the Air Travel Trustees for all costs, expenses, liabilities and losses incurred by any of the ATT Parties in fulfilling any objective or duty or exercising any power in accordance with the ATT Deed and/or the ATT Payment Policy arising out of, or in connection with, a Failure or a Potential Failure of an ATOL holder.

For the purposes of the ATT Deed and the ATT Payment Policy, a loss or liability incurred by or on behalf of a Consumer of the ATOL holder is a loss or liability incurred in connection with a Licensable Transaction if (i) it is a loss incurred in respect of any payment made by or on behalf of that Consumer to the ATOL holder in relation to such a transaction; or (ii) it is a loss or liability incurred in consequence of a breach by the ATOL holder of any of its obligations towards that Consumer in relation to such a transaction.

2.2 DELEGATION

The Chargor acknowledges and agrees that:

- (a) the Air Travel Trustees may delegate any powers or duties conferred on or imposed on it or exercisable by it pursuant to the ATT Deed and/or the ATT Payment Policy to any person or persons and upon such terms (including the remuneration and the payment of the expenses of the delegate or delegates and including provision for the delegates, if more than one, to exercise such power or duty either jointly or jointly and severally) as the Air Travel Trustees think fit;
- (b) the Air Travel Trustees may, at their absolute discretion, revoke or modify any such delegation or conclusion or the terms or conditions of such delegation;
- (c) any payment under the terms of any indemnity provided by the Air Travel Trustees in the ordinary course of business to any delegate appointed by any of them shall form part of the Liabilities and shall be included as the ATT's and CAA's "reasonable expenses", as referred to in the ATT Deed and ATT Payment Policy.

2.3 DEMAND

No demand may be made pursuant Clause 2.1 (*Covenant to pay*) unless an authorised signatory of the CAA has either i) signed a Notice of ATOL holder Failure and placed a copy of that Notice on the CAA's Register of Failed ATOL holders; or ii) certified the ATOL holder as a Potential Failed ATOL holder. A demand under Clause 2.1 (*Covenant to pay*) may be made for estimated or prospective costs, expenses, liabilities and/or losses.

2.4 LIMITED RECOURSE

Without limiting any obligations of the Chargor to the CAA and/or any of the ATT Parties or any rights or remedies of the CAA and/or any of the ATT Parties arising other than pursuant to this Deed, the obligation of the Chargor to discharge the Liabilities is with limited recourse to the Deposit.

3 CHARGE AND OTHER RESTRICTIONS

3.1 FIRST FIXED CHARGE

The Chargor, with full title guarantee, charges the Deposit to the Air Travel Trustees by way of first fixed charge as a continuing security for the payment and discharge by the Chargor of the Liabilities.

3.2 NOTICE AND ACKNOWLEDGEMENT OF CHARGE

Concurrently with the execution of this Deed the Chargor shall send a notice to the Original Account Bank in the form of Schedule 2 (together with a copy of this Deed) and procure that the Original Account Bank promptly sends to the Air Travel Trustees an acknowledgement of such notice in the form of Schedule 3 (and attaches a copy of such notice to such acknowledgement).

3.3 AMOUNT OF THE DEPOSIT

- (a) The amount required from time to time in the Deposit Account shall be as set out at paragraph 3 of Schedule 1. To the extent that the relevant amount has not already been paid into the Original Security Account, the ATOL holder shall forthwith pay such amount into the Original Security Account on signature of this Deed.

- (b) Notwithstanding paragraph 3.3(a) above, the minimum amount required to be standing to the credit of the Security Account shall be adjusted promptly following the receipt by the CAA or the Air Travel Trustees of each ATOL holder Periodic Report after the date of this Deed until the Security Release Date as more particularly set out in Clauses 3.3(c), (d) and (e) (*Amount of the Deposit*).
- (c) Following the receipt of each ATOL holder Periodic Report referred to in Clause 3.3(b) (*Amount of the Deposit*) the Air Travel Trustees (or the CAA on behalf of the Air Travel Trustees) shall notify the Chargor of the Required Deposit Amount then applicable.
- (d) If the Required Deposit Amount then applicable is greater than the amount then standing to the credit of the Security Account (excluding any and all interest credited to the Security Account that has not already been paid to the Chargor), then on the date specified by the Air Travel Trustees (or the CAA on behalf of the Air Travel Trustees) the Chargor shall pay an amount equal to the difference to the Security Account.
- (e) If the Required Deposit Amount then applicable is less than the amount then standing to the credit of the Security Account (excluding any and all interest credited to the Security Account that has not already been paid to the Chargor), then on the date specified by the Air Travel Trustees (or the CAA on behalf of the Air Travel Trustees) the Air Travel Trustees shall instruct the Account Bank to pay an amount equal to the difference to the Chargor out of the Security Account. The Chargor will notify the Air Travel Trustees of the account into which such payment is to be made.
- (f) The Chargor shall procure that
 - (i) as soon as the Deposit has been deposited in accordance with Clause 3.3(a) and as soon as any additional payment is made into the Security Account in accordance with Clause 3.3(d), a director of the Chargor shall confirm in writing to the Air Travel Trustees that the Deposit or additional payment (as appropriate) has been paid to the Security Account and the amount then standing to the credit of the Security Account (**'Director's Confirmation'**);

- (ii) within 5 Business Days of the date on which the Director's Confirmation is required, the Air Travel Trustees will be supplied with a bank statement for the Security Account and a separate written confirmation from the Account Bank confirming the deposit or additional payment (as appropriate) and amount then standing to the credit of the Security Account which shall be consistent with the applicable Director's Confirmation.

3.4 MOVING THE SECURITY ACCOUNT

- (a) This Clause 3.4 (*Moving the Security Account*) shall apply if the Air Travel Trustees notify the Chargor that they wish the Deposit to be moved from the Account Bank.
- (b) The Chargor shall promptly open a new account or accounts (**'Replacement Security Account'**) in the Chargor's name designated "BLOCKED DEPOSIT ACCOUNT" with a bank approved by the Air Travel Trustees (**'Replacement Account Bank'**) and supply details of such account(s) to the Air Travel Trustees.
- (c) The Chargor shall promptly send a notice to the Replacement Account Bank a notice in the form of Schedule 2 (together with a copy of this Deed) and procure that the Replacement Bank promptly sends to the Air Travel Trustees an acknowledgement of such notice in the form of Schedule 3 (and attaches a copy of such notice to such acknowledgement).
- (d) The Air Travel Trustees will instruct the Account Bank to transfer the Deposit to the Replacement Security Account (notwithstanding that no demand may have then been made pursuant to Clause 2 (*Covenant to Pay*)).
- (e) Immediately upon receipt of the Deposit in the Replacement Account and thereafter (unless and until the Security Account is moved again pursuant to this Clause 3.4 (*Moving the Security Account*)) the Account Bank shall be the Replacement Account Bank and the Replacement Security Account shall be the Security Account for the purposes of this Deed.

- (f) For the avoidance of doubt the Air Travel Trustees may request that the Security Account is moved on one or more occasions and this Clause 3.4 (*Moving the Security Account*) shall apply to all such occasions.

3.5 NEGATIVE PLEDGE

The Chargor shall not assign, transfer or otherwise dispose of any rights that it may have in the Deposit nor create, agree to create or permit to subsist any trust, interest or Security Interest over the Deposit, except for the security created by this Deed.

3.6 RESTRICTIONS ON THE OPERATION OF SECURITY ACCOUNT

Except as may be permitted or required in this Deed or otherwise agreed to by the Air Travel Trustees, the Chargor shall have no right to operate the Security Account whether by crediting or debiting monies thereto.

3.7 FLAWED ASSET

Subject only to Clause 3.8 (*Interest*), the Deposit shall be incapable of being withdrawn by the Chargor until the Security Release Date, and, prior to the Security Release Date, the Chargor shall not claim or be entitled to claim withdrawal of the Deposit save pursuant to Clause 3.3(e) (*Amount of the Deposit*) if applicable. The Chargor agrees that this Clause 3.7 (*Flawed Asset*) may be pleaded in bar to any such claim.

3.8 INTEREST

Without prejudice to the fixed charge granted in favour of the Air Travel Trustees pursuant to this Deed, the Air Travel Trustees agree that, unless and until demand has been made by the Air Travel Trustees or the CAA (on behalf of the Air Travel Trustees) pursuant to Clause 2.1 (*Covenant to pay*), the Chargor may request that the Air Travel Trustees instruct the Account Bank to transfer interest earned on the Deposit, that is in excess of the Required Deposit Amount to the Chargor. No more than one request may be made by the Chargor under this Clause 3.8 in any six month period.

4 COVENANTS BY THE CHARGOR

The Chargor covenants with the Air Travel Trustees that, until the Security Release Date, the Chargor shall:

4.1 NOTICE OF CLAIMS

forthwith inform the Air Travel Trustees of any claim or notice relating to the Deposit received from any other person and of all other matters relevant to such claim or notice or the Deposit; and

4.2 FURTHER ASSURANCE

do all such things and execute all such assignments, authorities and documents as the Air Travel Trustees shall from time to time require (and as are within the Chargor's power) for perfecting its title to or for vesting or enabling it to vest the full benefit of the Deposit in the Air Travel Trustees or their nominee, such documents to be prepared by or on behalf of the Air Travel Trustees at the cost of the ATOL holder in such form as the Air Travel Trustees may reasonably require.

5 WARRANTIES AND REPRESENTATIONS BY THE CHARGOR

The Chargor warrants and represents to the Air Travel Trustees that:

5.1 OWNERSHIP OF THE DEPOSIT

- (a) until the Security Release Date, the Chargor is and will be the sole absolute legal and beneficial owner of the Deposit;
- (b) the Chargor has not previously created, agreed to create or permitted to subsist any Security Interest over or in relation to the Deposit;

5.2 VALID AND LEGALLY BINDING CHARGE

subject to the Legal Reservations, this Deed has been validly created and constitutes a valid and legally binding charge of the Deposit by the Chargor to the Air Travel Trustees;

5.3 NO ADVERSE MATTERS

the creation of this Deed and the making of the Deposit does not and will not **(a)** conflict with or breach the terms of or constitute a default under any agreement, charge or other instrument to which the Chargor is a party or is subject or by which it is bound or **(b)** result in the creation or imposition of or oblige it to create any charge or other encumbrance on any of its assets; and

5.4 POWER AND AUTHORITY

it has the power and authority to enter into, perform and deliver, and has taken all necessary action to authorise its entry into, performance and delivery of this Deed.

5.5 REPETITION

The warranties and representations in Clause 5.1 (*Ownership of the Deposit*), Clause 5.2 (*Valid and Legally Binding Charge*) and Clause 5.3 (*No Adverse Matters*) shall be deemed to be repeated in full by the Chargor on each date on which an ATOL holder Periodic Report is (or is required) to be submitted by the ATOL holder as if made with reference to the facts and circumstances existing at such time.

6 POWERS OF THE AIR TRAVEL TRUSTEES

6.1 APPROPRIATION OF THE DEPOSIT

At any time after the Air Travel Trustees or the CAA (on behalf of the Air Travel Trustees) shall have demanded payment of any of the Liabilities or if requested by the Chargor, the Air Travel Trustees may exercise without further notice and without the restrictions contained in section 103 of the Act in respect of all or any part of the Deposit the power to appropriate the Deposit and apply it in discharge of the Liabilities and all the powers conferred on mortgagees by the Act as varied or extended by this Deed and all other powers which the Chargor would have in respect of the Deposit if the same were unencumbered, with full power to call in all or any part of the Deposit at such times and in such manner and generally on such terms and conditions as the Air Travel Trustees may think necessary with power to give effectual receipts and do all other acts and things necessary in connection therewith. The Air Travel Trustees may apply the Deposit in or towards satisfaction of such of the Liabilities and in such order as

the Air Travel Trustees in their absolute discretion may from time to time conclusively determine and may convert the Deposit into other currencies for such purpose.

6.2 APPROPRIATION OF THE DEPOSIT – FINANCIAL COLLATERAL

To the extent that the provisions of the Financial Collateral Regulations apply to the Deposit, the Air Travel Trustees shall have the right to appropriate all or any part of the Deposit in or towards the payment or discharge of the Liabilities. For this purpose, a commercially reasonable method of valuing the Deposit shall be the amount standing to the credit of the Security Account, together with any accrued interest, at the time of appropriation. The Chargor agrees that the method of valuation provided for in this Clause 6.2 is commercially reasonable for the purposes of the Financial Collateral Regulations.

6.3 POWER OF ATTORNEY

The Chargor by way of security irrevocably appoints the Air Travel Trustees and persons deriving title under it severally to be its attorney in its name and on its behalf to execute and complete all such deeds, instruments and documents relating to the Deposit (including all the matters referred to in Clause 3.2 (*Notice and Acknowledgement of Charge*) and Clause 4.2 (*Further Assurance*)) and to do all such acts and things as may be required for the full exercise of the powers conferred by this Deed. Any such appointment shall only take effect following demand being made in respect of the Liabilities and such appointment may be delegated by the Air Travel Trustees pursuant to Clause 7.3 (*Delegation*).

7 PROTECTIONS FOR THE AIR TRAVEL TRUSTEES

7.1 TIMING OF EXERCISE OF POWERS

The Air Travel Trustees shall not be responsible for any loss occasioned by the timing of the exercise of its powers under this Deed in relation to the Deposit, purchase of currencies or otherwise.

7.2 SECTION 93 OF THE LAW OF PROPERTY ACT 1925

Section 93 of the Act shall not apply to the security created by this Deed.

7.3 DELEGATION

- (a) The Air Travel Trustees may, at any time and from time to time, delegate by power of attorney or in any other manner to any person all or any of the powers, authorities and discretions which are, for the time being, exercisable by the Air Travel Trustees under or in connection with this Deed and any such delegation may be made upon such terms and conditions (including power to sub-delegate) and subject to such regulations as the Air Travel Trustees may think fit.
- (b) The Air Travel Trustees notify the Chargor that, unless and until the Air Travel Trustees notify the Chargor to the contrary, the CAA may (on behalf of the Air Travel Trustees), exercise any of the powers, authorities or discretions referred to in Clause 7.3(a) and give or make any and all demands or notices to be given by the Air Travel Trustees under this Deed.

8 SECURITY

8.1 CONTINUING SECURITY

This Deed shall be a continuing security notwithstanding any settlement of account or other matter whatsoever and shall remain in full force and effect until the Security Release Date. At the request of the Chargor made after the Security Release Date, the Air Travel Trustees will notify the Account Bank that the security created by this Deed has been discharged.

8.2 NO MERGER

This Deed is in addition to and shall not merge with or otherwise prejudice or affect any right of set-off or any other contractual or other right or remedy or any guarantee, lien, pledge, bill, note, mortgage or other security now or hereafter held by or available to the Air Travel Trustees and shall not be in any way prejudiced or affected thereby or by the invalidity thereof or by the Air Travel Trustees now or hereafter dealing with, exchanging, releasing, varying or abstaining from perfecting or enforcing any of the same or any rights which it may now or hereafter have or giving time for payment or indulgence or compounding with any other person liable.

8.3 RELEASE, DISCHARGE AND SETTLEMENT

Any release, discharge or settlement between the Chargor and the Air Travel Trustees shall be conditional upon no security, disposition or payment to the Air Travel Trustees by the Chargor or any other person being void, set aside or ordered to be refunded pursuant to any enactment or law relating to bankruptcy, liquidation or insolvency or for any other reason whatsoever and if such condition shall not be fulfilled the Air Travel Trustees shall be entitled to enforce the charge created by this Deed subsequently as if such release, discharge or settlement had not occurred and any such payment had not been made.

9 WAIVERS

No failure or delay by the Air Travel Trustees in exercising any right or remedy shall operate as a waiver of such right or remedy nor shall any single or partial exercise or waiver of any right or remedy preclude its further exercise or the exercise of any other right or remedy.

10 THIS DEED

10.1 SEVERABILITY

Each of the provisions of this Deed is severable and distinct from the others and if at any time one or more of such provisions is or becomes invalid, illegal or unenforceable, that shall not affect the validity, legality and enforceability of the remaining provisions of this Deed.

10.2 CHANGES IN ATT

Any change in the constitution of the ATT or its absorption in or amalgamation with any other person or the acquisition of all or part of its undertaking by any other person shall not in any way affect or prejudice its rights under this Deed.

10.3 THIRD PARTIES

A person who is not a party to this Deed has no right under the Contracts (Rights of Third Parties) Act 1999 to enforce any term of this Deed (but this does not affect any right or remedy of a third party which exists or is available apart from that Act).

10.4 COUNTERPARTS

This Deed may be executed in any number of counterparts and this has the same effect as if the signatures on the separate counterparts were on a single copy of this Deed.

11 NOTICES

- (a) Any notice or demand for payment by the Air Travel Trustees under this Deed shall, without prejudice to any other effective mode of making the same, be deemed to have been properly served on the Chargor if made in writing and served on any one of the Directors or authorised officers of the Chargor or delivered or sent by first class letter post, by hand delivery or by email to the Chargor at its registered office or at any of its principal places of business or in the case of email to: accounts@cruise1st.co.uk
- (b) Any such notice or demand sent (a) by first class letter post shall be deemed to have been served on the addressee 2 business days from the date of posting; (b) by hand delivery shall be deemed to have been served on the addressee when delivered if delivered before 5pm in the place of receipt otherwise it is deemed served on the next business day; (c) by email, shall be deemed to have been served when sent if sent before 5pm in the place of receipt otherwise it is deemed served on the next business day.
- (c) Any such notice or demand or any certificate signed by any of the Air Travel Trustees as to the amount at any time secured by this Deed shall in the absence of manifest error be conclusive evidence of that amount.

12 GOVERNING LAW

This Deed and any non-contractual obligations arising out of or in connection with it shall be governed by English law.

13 JURISDICTION

13.1 COURTS OF ENGLAND

For the benefit of the Air Travel Trustees, the Chargor irrevocably agrees that the courts of England are to have jurisdiction to settle any disputes which may arise out of, or in connection with, this Deed and that, accordingly, any suit, action or proceedings (together in this Clause

referred to as 'Proceedings') arising out of, or in connection with, this Deed may be brought in such courts.

13.2 WAIVER

The Chargor irrevocably (a) waives any objection which it may have now or hereafter to the courts referred to in Clause 13.1 (*Courts of England*) being nominated as the forum to hear any Proceedings; (b) waives any claim which it may have now or hereafter that any such Proceedings have been brought in any inconvenient forum; and (c) agrees that a judgment in any Proceedings brought in the English courts shall be conclusive and binding upon the Chargor and may be enforced in the courts of any other jurisdiction.

13.3 PROCEEDINGS TAKEN BY THE AIR TRAVEL TRUSTEES ELSEWHERE

Nothing contained in this Clause 13 (*Jurisdiction*) shall limit the right of the Air Travel Trustees to take Proceedings against the Chargor in any other court of competent jurisdiction, nor shall the taking of Proceedings in one or more jurisdictions preclude the taking of Proceedings in any other jurisdiction, whether concurrently or not.

In Witness whereof this Deed has been duly entered into and delivered the day and year first above written.

SCHEDULE 1

1. The ATOL holder is Sunshine Cruise Holidays Limited, a company incorporated under the laws of England and Wales (Company No. 3931005) whose registered office is Unit F1A, Lowry Outlet Mall, Salford Quays, Salford, M50 3AH.
2. The Original Account Bank is Santander UK plc.
3. The sort code of the Original Security Account is 09-02-22 and the account number of the Original Security Account is 10498516
4. The initial amount of the Deposit is £433,000

SCHEDULE 2

NOTICE OF CHARGE TO ACCOUNT BANK

From: [ATOL Holder details]
[Company address] ('we' or 'us')

To: [Name and Address of
the Account Bank] ('you')

For the attention of []

Dated: []

Dear Sirs

1. We refer to (1) account no. [] maintained by us in your books (the '**Security Account**'); and (2) a Deed of Charge and Reimbursement (the '**Deed**') dated [] and made between us and Christopher James Tingle, Paul Anthony Smith and Catherine Ruth Staples in their capacity as trustees of the Air Travel Trust (the '**Air Travel Trustees**') pursuant to which we charged by way of first fixed charge in favour of the Air Travel Trustees the following (collectively '**the Deposit**'): all monies now or hereafter credited to the Security Account together with the debt represented by such monies and all entitlements to interest, the right to repayment and other rights and benefits accruing thereto or arising in connection.

2. We attach a copy of the Deed for your reference.

3. We give you notice that pursuant to the Deed we have charged the Deposit in favour of the Air Travel Trustees by way of first fixed charge as a continuing security for the payment and discharge of the Liabilities (as defined in the Deed), to the intent that, subject to paragraph 4 below, the Deposit shall not be released to us until the Security Release Date (as defined in the Deed).

4. By way of security for our obligations to the Air Travel Trustees under the Deed, we instruct and authorise you (notwithstanding any previous instructions whatsoever which we may have given you to the contrary) -

- (a) to disclose to the Air Travel Trustees without any reference to, or further authority from, us and without any enquiry by you as to the justification for such disclosure, such information relating to the Deposit as the Air Travel Trustees may, at any time and from time to time, request you to disclose to them;
 - (b) at any time and from time to time upon receipt by you of instructions in writing from the Air Travel Trustees, to release the Deposit (or any part of the Deposit) and to act in accordance with such instructions, without any reference to, or further authority from, us and without any enquiry by you as to the justification for such instructions or the validity of them;
 - (c) to comply with the terms of any written notice, statement or instructions in any way relating or purporting to relate to the Deposit (or any part of the Deposit) which you receive at any time and from time to time from the Air Travel Trustees without any reference to, or further authority from us, and without any enquiry by you as to the justification for such notice, statement or instructions or the validity of it; and
 - (d) not to act upon our instructions with regard to the Deposit (or any part of the Deposit) unless and until you receive notice to the contrary from the Air Travel Trustees.
5. The above instructions and authorisations shall remain in full force and effect until we and the Air Travel Trustees together give you notice in writing revoking them.
6. This letter and any non-contractual obligations arising out of or in connection with it shall be governed by English law.

We should be grateful if you would please acknowledge receipt of this letter and your acceptance of the instructions and authorisations contained in it by sending a letter addressed to the Air Travel Trustees copied to us in the form attached to this letter.

Yours faithfully

(for and on behalf of)

Sunshine Cruise Holidays Limited

The CAA (for and on behalf of the Air Travel Trust)

SCHEDULE 3

ACKNOWLEDGEMENT GIVEN BY THE ACCOUNT BANK

To: The Air Travel Trust

To: [ATOL Holder]
[Address]

For the attention of - []

Dated []

Dear Sirs

We acknowledge receipt of a letter (a copy of which is attached to this acknowledgement) dated [] (the '**Chargor Letter**'), and addressed to us by ATOL Holder (the '**Chargor**'). The expressions defined or used in the Chargor Letter shall, unless the context otherwise requires, have the same meanings in this letter.

In consideration of the Air Travel Trustees consenting to the opening of the Security Account -

- (a) we accept the instructions and authorisations contained in the Chargor Letter and undertake to act in accordance with them and to comply with the terms of them;
- (b) we will not make any claim or demand or exercise any rights of counterclaim, rights of set-off or any other equities whatsoever against the Chargor in respect of the Deposit;
- (c) we undertake that, if we become aware at any time that any person or entity other than the Air Travel Trustees has or will have any right or interest whatsoever in the Deposit, we will as soon as reasonably practicable, notify the Air Travel Trustees and the Chargor of this, giving particulars known to us in connection with such person, entity, right and interest; and
- (d) nothing in this letter and/or the instructions and authorisations in the Chargor Letter shall put any obligation on us by act or omission which would cause us to breach or potentially breach any court order, law, regulation or any rules of a regulatory and/or governmental body.

In addition, we acknowledge and confirm to the Air Travel Trustees that -

- (a) to our actual knowledge, as at the date that we sign this letter, no rights of counterclaim, rights of set-off or any other equities whatsoever have arisen in our favour against the Chargor in respect of the Deposit; and
- (b) we have not, to our actual knowledge having undertaken reasonable enquiries, as at the date of this letter, received any notice that any third party has or will have any right or interest whatsoever in, or has made or will be making any claim or demand or taking any action whatsoever against, the Deposit.

We have made the acknowledgements and confirmations and have given the undertakings set out in this Letter in the knowledge that they are required by the Air Travel Trustees in connection with the security which has been constituted by the Chargor in the Air Travel Trustees' favour.

Our acknowledgment of this notice is subject to us not being deemed to be a trustee for the Air Travel Trustees of the Security Account.

This Letter and any non-contractual obligations arising out of or in connection with it shall be governed by English law.

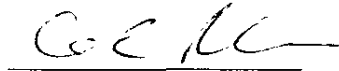
Yours faithfully
(for and on behalf of)

[Account Bank]

The CAA (for and on behalf of the Air Travel Trust)

SIGNATURE PAGES TO DEED OF CHARGE AND REIMBURSEMENT

EXECUTED and DELIVERED)
As a DEED by)
SUNSHINE CRUISE HOLIDAYS LIMITED



Director

IN THE PRESENCE OF:



Witness Signature

Witness Name: LISA WILLIAMS

Witness Address: 1 NORWOOD LODGE
YORK ROAD, WEYBRIDGE, KT13 9DS

Witness Occupation: PRIVATE CLIENT ADMINISTRATOR

SIGNED and delivered as a deed by:

KATE STAPLES

as attorney for the CAA acting as attorney for the Trustees of the Air Travel Trust, being:

P A SMITH, C R STAPLES AND C J TINGLE each acting in their capacity as a Trustee of a trust formed pursuant to the Air Travel Trust Deed dated 5 January 2004 as amended and having its central address at Aviation House, Gatwick Airport South, West Sussex RH6 0YR, pursuant to a power of attorney dated 12 June 201

Kate Staples

Signature

IN THE PRESENCE OF:

Witness Signature:

Dean Hickey

Witness Name:

DEAN HICKEY

Witness Address:

5 CLARION HOUSE
MORETON PLACE
NORWICH

Witness Occupation:

SWIV ZNN

SOLICITOR