

MR01

Particulars of a charge

088452/E39

Laserform

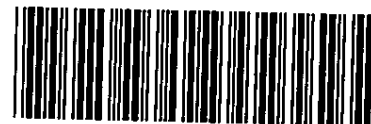
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☒ **What this form is for**
You may use this form to register
a charge created or evidenced by
an instrument

☐ **What this form is NOT for**
You may not use this form to
register a charge where there
instrument Use form MR08

TUESDAY



A14 *A3MDPBA0* 09/12/2014 #300
COMPANIES HOUSE

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

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

1 Company details

Company number 0 6 7 1 2 8 5 8
Company name in full Abbey Healthcare (Festival) Limited

For official use

→ **Filing 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 d2 d8 m1 m1 y2 y0 y1 y4

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 Santander UK plc

Name

Name

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 Taylor Wessing LLP X

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

MR01

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 Christopher Ekwuruke

Company name Taylor Wessing LLP

Address 5 New Street Square

Post town London

County/Region

Postcode E C 4 A 3 T W

Country

DX 41 London London - Chancery Lane

Telephone +44 (0)207 300 7000



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:

- ☒ [x] The company name and number match the information held on the public Register
- ☒ [x] You have included a certified copy of the instrument with this form
- ☒ [x] You have entered the date on which the charge was created
- ☒ [x] You have shown the names of persons entitled to the charge
- ☒ [x] You have ticked any appropriate boxes in Sections 3, 5, 6, 7 & 8
- ☐ You have given a description in Section 4, if appropriate
- ☒ [x] You have signed the form
- ☒ [x] You have enclosed the correct fee
- ☒ [x] 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 £13 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.companieshouse.gov.uk or email enquiries@companieshouse.gov.uk

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



FILE COPY

CERTIFICATE OF THE REGISTRATION OF A CHARGE

Company number: 6712858

Charge code: 0671 2858 0001

The Registrar of Companies for England and Wales hereby certifies that a charge dated 28th November 2014 and created by ABBEY HEALTHCARE (FESTIVAL) LIMITED was delivered pursuant to Chapter A1 Part 25 of the Companies Act 2006 on 9th December 2014

Given at Companies House, Cardiff on 15th December 2014



Companies House



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

DATED

28 November

2014

ABBEY HEALTHCARE (FESTIVAL) LIMITED
as Chargor

and

SANTANDER UK PLC
as Lender

THIRD PARTY SHARE MORTGAGE

Certified to be a true copy
of the original

Taylor Wessing LLP
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TaylorWessing

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THIS DEED is made on 28 November 2014

BETWEEN

- (1) **ABBEY HEALTHCARE (FESTIVAL) LIMITED** as **Chargor**, and
- (2) **SANTANDER UK PLC** as **Lender**

AGREED TERMS

1 Definitions and Interpretation

1.1 Definitions

In this deed

"Authorisation" means an authorisation, consent, approval, resolution, licence, exemption, filing, notarisation or registration,

"Borrowers" means

- (a) Applecroft Care Home Ltd (incorporated in England and Wales with company number 04848475),
- (b) Barleycroft Care Home Ltd (incorporated in England and Wales with company number 04848474),
- (c) Dambolin Limited (incorporated in the British Virgin Islands with company number 1420432), and
- (d) Elmcroft Care Home Ltd (incorporated in England and Wales with company number 05158585),

(and each a **"Borrower"**)

"Charged Property" means the assets mortgaged by the Chargor under this deed,

"Chargor" means Abbey Healthcare (Festival) Limited, a company incorporated in England and Wales with registration no 6712858 whose registered office is at 82-84 Calcutta Road, Tilbury, Essex RM18 7QJ,

"Company" means Elmcroft Care Home Limited, a company incorporated in England and Wales with registration no 5158585 whose registered office is at 82-84 Calcutta Road, Tilbury, Essex RM18 7QJ,

"Default Rate" means the interest rate provided for in the Facility Letter in relation to any amount due and payable but unpaid by the Chargor under the Facility Letter,

"Delegate" means any delegate, agent, attorney or co-trustee appointed by the Lender pursuant to clause 10 (Delegation),

"Dividends" means all dividends, interest and other money payable in respect of the Investments,

"Event of Default" means an Event of Default under and as defined in the Facility Letter together with any event or circumstance specified in clause 7 (Events of Default),

"Expenses" means all interest, commission, fees and legal and other costs, charges and expenses which any Group Member or any Receiver may charge or incur in relation to the Chargor, the Borrowers or the Security Documents and the preparation, negotiation and creation of this deed and/or in relation to the Charged Property and/or breach of any provision of, and the protection, realisation or enforcement of, this deed, in each case on a full indemnity basis,

"Facility Letter" means the facility letter dated 22 February 2011 made between the Borrowers and the Bank as the same may be amended, varied, supplemented, novated, restated or replaced from time to time,

"Finance Documents" has the meaning ascribed to it in the Facility Letter,

"Financial Collateral Regulations" means the Financial Collateral Arrangements (No 2) Regulations 2003 SI 2003/3226,

"Group" means Santander UK plc (registered number 2294747) and its Subsidiaries from time to time,

"Group Member" means each member of the Group,

"Hedging Agreement" means any master agreement, confirmation, transaction, schedule or other agreement entered into or to be entered into by the Borrowers (or any of them) with the Lender or Group Member for the purpose of hedging interest payable under the Facility Letter or any other Finance Document,

"Insolvency Act" means the Insolvency Act 1986,

"Investments" means

- (a) 100 ordinary shares of £1 each in the issued share capital of the Company, and
- (b) all other stocks, shares and other securities of the Company now or at any time after the date of the deed owned by the Chargor including any offered by way of redemption, bonus, preference or option or otherwise in respect of any of the shares referred to in (a) and/or (b) above,

and all rights and benefits in respect of the assets referred to in (a) and (b) above other than the right to receive Dividends,

"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 Acts, the possibility that an undertaking to assume liabilities for or indemnify a person against non-payment of UK stamp duty may be void and defences of set-off or counterclaim,

- (c) similar principles, rights and defences applicable to creditors generally under the laws of any relevant jurisdiction,

"Lender" means Santander UK plc of 2 Triton Square, Regent's Place, London, NW1 3AN on its own account and as security trustee for each Group Member,

"LPA" means the Law of Property Act 1925,

"Material Adverse Effect" means a material adverse effect on

- (a) the business, operations, property, condition (financial or otherwise) or prospects of an Obligor,
- (b) the ability of an Obligor duly to perform its obligations under the Finance Documents, or
- (c) the validity or enforceability of, or the effectiveness or ranking of any Security granted or purported to be granted pursuant to any of, the Finance Documents or the rights or remedies of the Lender or Group Member under any of the Finance Documents,

"Obligor" means each Borrower and the Chargor (or any of them as the context may require),

"Permitted Security" means the Security created under any Security Document and, for a period beginning on the date when it attached to the relevant Security Asset and ending 30 days from such date, a lien arising by operation of law in the ordinary course of business,

"Receiver" means a receiver or receiver and manager or administrative receiver of the whole or any part of the Charged Property,

"Relevant Jurisdictions" means, in relation to the Chargor

- (a) its jurisdiction of incorporation,
- (b) any jurisdiction where any asset subject to or intended to be subject to the Transaction Security to be created by it is situated,
- (c) any jurisdiction where it conducts its business, and
- (d) the jurisdiction whose laws govern the perfection of any Security Documents entered into by it,

"Secured Liabilities" means all obligations of each Obligor owed or expressed to be owed to the Group (or any Group Member) whether present or future, actual or contingent and whether alone, severally or jointly as principal, guarantor, surety or otherwise and all the Obligors' other liabilities whatever to the Group (or any Group Member) including (without limitation) indebtedness on account of money advanced, bills of exchange, promissory notes, obligations with respect to letters of credit, guarantees and indemnities and in whatever name or style and whether on any current or other account, or in any other manner whatsoever, together with interest and including (but without limitation) all Expenses and so that interest shall be calculated and compounded according to the usual manner of the relevant Group Member (as well after as before judgement),

"Secured Party" means the Lender, each other Group Member, a Receiver or any Delegate,

"Security" means a mortgage, charge, pledge, lien or other security interest securing any obligation of any person or any other agreement or arrangement having a similar effect,

"Security Documents" means this deed, each other Security Document under and as defined in the Facility Letter and any other document which grants security rights or rights by way of guarantee and/or indemnity or other assurance against loss in respect of any liabilities of the Chargor or the Borrowers under the Finance Documents,

"Subsidiary" means a subsidiary undertaking as defined by section 1162 of the Companies Act 2006,

"Tax" means any tax, levy, impost, duty or other charge or withholding of a similar nature (including any penalty or interest payable in connection with any failure to pay or any delay in paying any of the same),

"Transaction Security" means the Security created or evidenced or expressed to be created or evidenced under the Security Documents,

"Unenforceable" means void, voidable, invalid, unenforceable or otherwise irrecoverable (whether or not known to the Lender, any Group Member or the Chargor) and **"Unenforceability"** will be construed accordingly, and

"VAT" means value added tax as provided for in the Value Added Tax Act 1994 and any other tax of a similar nature

1 2 *Construction*

Unless a contrary indication appears, any reference in this deed to

- (a) this deed is a Finance Document,
- (b) the provisions of the Conditions to the Facility Letter shall be deemed to be incorporated into this deed,
- (c) the **"Lender"**, **"Group Member"** or **"Chargor"** shall be construed so as to include its successors in title, permitted assigns and permitted transferees,
- (d) **"assets"** includes present and future properties, revenues and rights of every description,
- (e) **"disposal"** includes a sale, transfer, assignment, grant or creation of any interest derived out of all or any part of any asset, licence, declaration of trust or other disposal, whether voluntary or involuntary, and **"dispose"** will be construed accordingly,
- (f) a **"Finance Document"** any other agreement or instrument is a reference to that Finance Document or other agreement or instrument as amended, novated, supplemented, extended or restated from time to time,
- (g) **"indebtedness"** includes any obligation (whether incurred as principal or as surety) for the payment or repayment of money, whether present or future, actual or contingent,
- (h) a **"person"** includes any individual, firm, company, corporation, government, state or agency of a state or any association, trust, joint venture, consortium or partnership (whether or not having separate legal personality), and

- (i) a "**regulation**" includes any regulation, rule, official directive, request or guideline (whether or not having the force of law) of any governmental, intergovernmental or supranational body, agency, department or regulatory, self-regulatory or other authority or organisation

1 3 *Interpretation*

Unless a contrary indication appears, in this deed

- (a) "**obligations**" means obligations and liabilities,
- (b) references to obligations and liabilities include the whole or any part of them, present and future, actual and contingent,
- (c) any reference to "**powers**" includes rights, powers, discretions and authorities,
- (d) any reference to any asset includes any proceeds of sale of any such asset
- (e) any reference to a provision of law is a reference to that provision as amended or re-enacted from time to time,
- (f) any reference to clauses, paragraphs and schedules are to the clauses, paragraphs of and schedules to this deed,
- (g) any reference to "**this clause**" is to the clause with a bold heading in which such expression appears and includes each sub-clause in that clause,
- (h) any reference to a time is to London time,
- (i) the words "**including**" and "**in particular**" are used by way of illustration or emphasis only and do not limit the generality of any words preceding them,
- (j) the words "**other**" and "**otherwise**" are not limited by any words preceding them,
- (k) clause and schedule headings are for ease of reference only, and
- (l) an Event of Default is "**continuing**" if it has not been remedied to the satisfaction of the Lender or waived in writing

1 4 *Construction of charging clause*

Each of the security interests created by clause 2 (Security) shall be construed as separate and distinct interests over the relevant assets so that the re-characterisation for any reason of any security interest over any one asset shall not affect the nature of the security interest created over any other asset

2. **Security**

As continuing security for the payment of the Secured Liabilities the Chargor with full title guarantee assigns to the Lender (on its own account and as security trustee for the Group Members) by way of equitable mortgage all its present and future rights and interest in

- (a) the Investments, and
- (b) all Dividends

3. Investments

3 1 *Deposit of certificates*

The Chargor shall deposit with the Lender

- (a) on or before the date of this deed, the certificates or other documents of title to each Investment owned by the Chargor on such date,
- (b) on the date of the acquisition of any Investment acquired by the Chargor after the date of this deed or on the withdrawal of any Investment from any clearance system, the certificates or other documents of title to each such Investment,
- (c) together with the certificates or other documents referred to in paragraphs 3 1(a) and 3 1(b) above, duly executed undated blank transfers in respect of each such Investment and forms of waiver of any pre-emption rights necessary to enable such transfers to be registered

3 2 *Payment of money due*

The Chargor shall promptly pay all money which may from time to time be due in respect of any Investment forming part of the Charged Property

3 3 *Nominees*

If any Investment is registered in the name of a nominee the Chargor shall on demand provide to the Lender an equitable mortgage over such Investment or power of attorney or acknowledgement of the rights created by this deed over such Investment in favour of the Lender in such terms as the Lender may require duly executed by or on behalf of such nominee

3 4 *Completion of transfers*

The Lender may at any time complete any transfers of any Investment delivered to it under clause 3 1(c) in favour of itself or any nominee for it as transferee and may present the same for registration

3 5 *Dividends and voting rights before enforceability*

The Chargor shall be entitled to exercise each of the following rights until this deed becomes enforceable and the Lender gives notice of its intention to exercise any of such rights itself

- (a) to receive all Dividends in respect of any Investment free from the security created by this deed, and
- (b) to exercise all voting rights attached to any Investment and if the Lender is registered as the holder of any such Investment it will exercise all voting rights attached to it as directed by the Chargor

3 6 *Dividends and voting rights after enforceability*

The Lender shall be entitled to exercise each of the following rights at any time after this deed becomes enforceable and the Lender gives the Chargor notice of its intention to exercise such right itself

- (a) to receive all Dividends and apply them in reduction of the Secured Liabilities whether or not any Investment is registered in the name of the Lender or any nominee for the Lender or in the name of the Chargor or any nominee for the Chargor,
- (b) at its discretion to exercise or procure the exercise of all voting rights attached to any Investment registered in the name of the Lender or any nominee for the Lender for the purpose only of preserving the value of such Investment or realising the security over such Investment created by this deed, and
- (c) to require the Chargor to exercise any voting rights attached to any Investment registered in the name of the Chargor or any nominee for the Chargor as directed by the Lender for the purpose mentioned in paragraph 3 6(b) above

3 7 *Lender may give up voting rights*

The Lender may at any time by giving notice to the Chargor give up any right it may have under clause 3 6(b) or clause 3 6(c) in relation to any of the Investments specified in such notice (the "**Notified Shares**") whereupon the Chargor may exercise all voting rights in relation to the Notified Shares subject to the terms of the Finance Documents

3 8 *Dematerialisation*

The Chargor must promptly take all action required for the rematerialisation of any Investment held in dematerialised form in a clearance system

4. **Representations**

4 1 *Duration and Scope*

The Chargor makes the representations and warranties set out in this clause to the Lender on the date of this deed

4 2 *Status*

- (a) It is a limited liability company, duly incorporated and validly existing under the law of England and Wales
- (b) It has the power to own its assets and carry on its business in England and Wales as it is being conducted
- (c) Its centre of main interests for the purposes of Council Regulation (EC) No 1346/2000 of 29 May 2000 on insolvency procedures (the "**Regulations**") is in England and Wales and it has no establishment as such term is used in the Regulations in any other jurisdiction

4 3 *Binding obligations*

The obligations expressed to be assumed by it in this deed are legal, valid, binding and enforceable obligations subject to the Legal Reservations

4 4 *Non-conflict with other obligations*

The entry into and performance by it of, and the transactions contemplated by, this deed and the granting of the Security constituted by this deed do not and will not conflict with

- (a) any law or regulation applicable to it,
- (b) its or any of its Subsidiaries' constitutional documents,
- (c) any agreement or instrument binding upon it or any of its Subsidiaries or any of its or any of its Subsidiaries' assets or constitute a default or termination event (however described) under any agreement or instrument binding upon it

4 5 *Power and authority*

- (a) It has the power to enter into, perform and deliver, and has taken all necessary action to authorise its entry into, performance and delivery of, this deed and the transactions contemplated by this deed
- (b) No limit on any its powers will be exceeded as a result of the borrowing, grant of security or giving of guarantees or indemnities contemplated by this deed

4 6 *Validity and admissibility in evidence*

Except for registration of this deed in accordance with clause 4 7 (Registration requirements) all Authorisations required or desirable

- (a) to enable it lawfully to enter into, exercise its rights and comply with its obligations in this deed, and
 - (b) to make this deed admissible in evidence in its Relevant Jurisdictions,
- have been obtained or effected and are in full force and effect

4 7 *Registration requirement*

Except for registration of this deed under the Companies Act 2006 it is not necessary to file, register or record this deed in any public place or elsewhere

4 8 *Governing law and enforcement*

- (a) The choice of English law as the governing law of this deed will be recognised and enforced in its Relevant Jurisdictions
- (b) Any judgment obtained in England in relation to this deed will be recognised and enforced in its Relevant Jurisdictions

4 9 *Deduction of Tax*

It is not required under the law of its Relevant Jurisdictions to make any deduction for or on account of Tax from any payment it may make under any this deed to the Lender

4 10 *No filing or stamp taxes*

Except for registration fees associated with registration of this deed in accordance with clause 4 7 (Registration requirements), it is not necessary under the law of its Relevant Jurisdictions that this deed be filed, recorded or enrolled with any court or other authority in that jurisdiction or that any stamp, registration, notarial or similar tax or fee be paid on or in relation to this deed or the transactions contemplated by this deed

4 11 *No default*

- (a) No Event of Default is continuing or might result from the entry into, or the performance of, any transaction contemplated by this deed
- (b) No other event or circumstance is outstanding which constitutes (or, with the expiry of a grace period, the giving of notice, the making of any determination or any combination of any of the foregoing, would constitute) a default or termination event (however described) under any other agreement or instrument which is binding on the Chargor or any of its Subsidiaries or to which the Chargor (or any of its Subsidiaries') assets are subject which has or is reasonably likely to have a Material Adverse Effect

4 12 *No misleading information*

- (a) All information supplied by it or on its behalf to the Lender in connection with the Finance Documents was true and accurate in all material respects as at the date it was provided or as at the date (if any) at which it is stated to be given
- (b) It has not omitted to supply any information which, if disclosed, would make the information referred to in paragraph 4 12(a) above untrue or misleading in any respect
- (c) As at the date of this deed, nothing has occurred since the date of the information referred to in paragraph 4 12(a) above which, if disclosed, would make that information untrue or misleading in any material respect

4 13 *No proceedings pending or threatened*

No litigation, arbitration or administrative proceedings or investigations of or before, any court, arbitral body or agency which, if adversely determined, might reasonably be expected to have a Material Adverse Effect have (to the best of its knowledge and belief having made due and careful enquiry) been started or threatened against the Chargor or any of its Subsidiaries

4 14 *Security*

There is no Security over any of the assets of the Chargor or any Subsidiary of such Chargor except for any Permitted Security

4 15 *Ranking of Security*

This deed creates valid first priority Security of the type described over the assets to which they relate and those assets are not subject to any other Security

4 16 *Shares*

- (a) The shares referred to in paragraph (a) of the definition of Investments in clause 1 1 are fully paid and constitute the entire issued share capital of the Company
- (b) The Investments are not subject to any other Security or any lien, rights of pre-emption, forfeiture or disenfranchisement whether under the articles of association of the Company or any shareholders' agreement or otherwise

4 17 *Repetition*

The representations and warranties in this clause are deemed to be made by the Chargor by reference to the facts and circumstances then existing on each day on which any representations and warranties are deemed to be repeated under the Facility Letter

5 Negative Undertakings

5 1 *Negative pledge*

The Chargor shall not create or permit to subsist any Security over any of the Charged Property other than a Permitted Security

5 2 *Disposals*

The Chargor shall not sell, transfer or otherwise dispose or purport or agree to dispose of any Charged Property

5 3 *Mergers*

The Chargor shall not merge, or consolidate with any other person or enter into any amalgamation, demerger or reconstruction

5 4 *Auditors*

The Chargor shall not change its auditors or its accounting reference date

6. General Undertakings

6 1 *Authorisations*

The Chargor shall promptly

- (a) obtain, comply with and do all that is necessary to maintain in full force and effect, and
- (b) supply certified copies to the Lender of,

any Authorisation required under any law or regulation of its Relevant Jurisdictions to

- (i) enable it to perform its obligations under the Finance Documents to which it is a party and to ensure the legality, validity, enforceability or admissibility in evidence in the Relevant Jurisdictions of any such Finance Document,
- (ii) enable it to own its assets and carry on its business as it is being conducted

6 2 *Compliance with laws*

The Chargor shall comply in all respects with all laws to which it may be subject, if failure so to comply would materially impair its ability to perform its obligations under the Finance Documents to which it is a party

6 3 *Consents*

The Chargor shall ensure that all consents and all documents, registrations, licences and other matters and things required by the Lender to perfect this deed are produced executed obtained or made as required by the Lender in accordance with this deed

6 4 *Taxes*

- (a) The Chargor must pay all Taxes due and payable by it prior to the accrual of any fine or penalty for late payment
- (b) The Chargor must ensure that its residence for Tax purposes is in the jurisdiction of its incorporation

6 5 *Centre of main interests*

The Chargor shall take such steps as are necessary to maintain its centre of main interests for the purposes of Council Regulation (EC) No 1346/2000 of 29 May 2000 on insolvency procedures in England and Wales

6 6 *Securitisation*

The Chargor must co-operate with the Lender and provide such information and execute such documents as the Lender may request in connection with any sale or transfer of its interest in any loan made under the Facility Letter and/or any of the Finance Documents in connection with any securitisation of such loan whether alone or in conjunction with any other loan. The Chargor will take all steps reasonably requested by the Lender to assist in any securitisation of any participation under the Facility Letter. Any such securitisation will be made without additional cost being incurred by the Chargor.

6 7 *Failure to comply*

If the Chargor fails to comply with any of its obligations under this deed the Lender may take such steps as it considers appropriate to procure compliance with such obligations at the cost of the Chargor.

7. Events of Default

Each of the events or circumstances set out in clauses 7 1 to 7 13 is an Event of Default

7 1 *Non-payment*

Any Obligor does not pay on the due date any amount payable pursuant to a Finance Document at the place and in the currency in which it is expressed to be payable unless

- (a) its failure to pay is caused by
 - (i) administrative or technical error, or
 - (ii) a Disruption Event, and
- (b) payment is made within three Business Days of its due date

7.2 *Other obligations*

- (a) Any Obligor does not comply with any provision of any Security Document

7.3 *Other obligations*

- (a) Any Obligor does not comply with any provision of the Finance Documents (other than those referred to in clause 7.1 (Non payment) or 7.2 (Financial Undertakings and other obligations))
- (b) No Event of Default under paragraph 7.3(a) above will occur if the failure to comply is in the opinion of the Lender capable of remedy and is remedied to the satisfaction of the Lender within five Business Days of the Lender giving notice to the Borrower or the Borrower becoming aware of the failure to comply whichever is the earlier

7.4 *Misrepresentation*

Any representation or statement made or deemed to be made by any Obligor in any Finance Document or any other document delivered by or on behalf of any Obligor under or in connection with any Finance Document is or proves to have been incorrect or misleading in any respect when made or deemed to be made

7.5 *Cross default*

- (a) Any Financial Indebtedness of any Obligor is not paid when due nor within any originally applicable grace period
- (b) Any Financial Indebtedness of any Obligor is declared to be or otherwise becomes due and payable prior to its specified maturity as a result of an event of default (however described)
- (c) Any commitment for any Financial Indebtedness of any Obligor is cancelled or suspended by a creditor of the Borrower as a result of an event of default (however described)
- (d) Any creditor of any Obligor becomes entitled to declare any Financial Indebtedness of any Obligor due and payable prior to its specified maturity as a result of an event of default (however described)

7.6 *Insolvency*

- (a) Any Obligor is unable or admits inability to pay its debts as they fall due, suspends making payments on any of its debts or, by reason of actual or anticipated financial difficulties, commences negotiations with one or more of its creditors with a view to rescheduling any of its indebtedness
- (b) The value of the assets of any Obligor is less than its liabilities (taking into account contingent and prospective liabilities)
- (c) A moratorium is declared in respect of any indebtedness of any Obligor. If a moratorium occurs, the ending of the moratorium will not remedy any Event of Default caused by that moratorium

7.7 *Insolvency proceedings*

Any corporate action, legal proceedings or other procedure or step is taken in relation to

- (a) the suspension of payments, a moratorium of any indebtedness, winding-up, dissolution, administration or reorganisation (by way of voluntary arrangement, scheme of arrangement or otherwise) of any Obligor,
- (b) a composition, compromise, assignment or arrangement with any creditor of any Obligor,
- (c) the appointment of a liquidator, receiver, administrative receiver, administrator, compulsory manager or other similar officer in respect of any Obligor or any of its assets, or
- (d) enforcement of any Security over any assets of any Obligor,

or any analogous procedure or step is taken in any jurisdiction

This clause 7.7 shall not apply to any winding up petition which in the opinion of the Lender is frivolous or vexatious and is discharged, stayed or dismissed prior to the earlier of the date which is 10 days from the date of presentation and its advertisement

7.8 *Creditors' process*

- (a) A judgment or order made against any Obligor is not complied with within five Business Days
- (b) Any expropriation, attachment, sequestration, distress or execution affects any asset or assets of any Obligor and is not discharged within 7 days

7.9 *Suspension of business*

Any Obligor ceases or threatens to cease to carry on its business or any substantial part of it

7.10 *Ownership*

There is a change in the legal or beneficial ownership of any share capital in the Borrowers

7.11 *Finance Documents*

- (a) Any rights conferred upon the Lender by any provision of any Finance Document in any respect cease to be legal, valid, binding or enforceable or in full force and effect or to be continuing or are or purport to be determined or disputed or become invalid or unenforceable
- (b) It is or becomes unlawful for any Obligor to perform any of its obligations under the Finance Documents or any Security created or expressed to be created or evidenced by the Security Documents ceases to be effective
- (c) Any Obligor (or any other relevant party) rescinds or purports to rescind or repudiates or purports to repudiate a Finance Document or any of the Transaction Security or evidences an intention to rescind or repudiate a Finance Document or any of the Transaction Security

7.12 *Litigation*

Any litigation, arbitration, administrative, governmental, regulatory or other investigations, proceedings or disputes are commenced or threatened in relation to the Finance Documents or the transactions contemplated in the Finance Documents or

against any Obligor or its assets which has or is reasonably likely to have a Material Adverse Effect

7 13 *Material Adverse Effect*

An event or series of events occurs or any circumstances arise which in the opinion of the Lender has or is reasonably likely to have a Material Adverse Effect

8. *Enforcement of Security*

8 1 *Lender's powers*

On the occurrence of an Event of Default or if the Chargor requests that the Lender exercises any of its powers under this clause 8 1, this deed shall become enforceable and the Lender may immediately or at any time thereafter

- (a) exercise the power of sale and all other powers conferred by s 101 of the LPA as varied or extended by this deed,
- (b) subject to s 72A of the Insolvency Act, appoint one or more persons as a Receiver of any Charged Property,
- (c) exercise all the powers conferred on a Receiver by this deed, the LPA and the Insolvency Act,
- (d) secure and perfect its title to all or any part of the Charged Property and/or transfer any asset into the name of its nominee,
- (e) to the extent that this deed constitutes a "security financial collateral arrangement" as defined in the Financial Collateral Regulations, appropriate any Charged Property which constitutes "financial collateral" as defined in the Financial Collateral Regulations in or towards satisfaction of the Secured Liabilities and the Lender shall value such Charged Property by reference to an independent valuation or other procedure selected by the Lender acting reasonably

8 2 *Powers under the LPA*

- (a) S 103 of the LPA will not apply to this deed
- (b) The power of sale and all other powers conferred by s 101 of the LPA as varied or extended by this deed will arise upon execution of this deed by the Chargor

8 3 *Receivers*

- (a) The Lender may appoint any Receiver upon such terms as to remuneration and otherwise as the Lender thinks fit and the maximum rate specified in s 109(6) of the LPA shall not apply
- (b) Any Receiver will be the agent of the Chargor for all purposes and the Chargor will be responsible for such Receiver's acts and defaults and for his remuneration, costs, fees, taxes and expenses to the exclusion of liability on the part of the Lender
- (c) Where two or more persons are appointed as Receiver any act authorised to be done by the Receiver may be done by all of them acting jointly or by any one or more of them acting severally

- (d) The Lender may at any time by writing remove any Receiver (subject to the obtaining of any required order of the court in the case of an administrative receiver) whether or not the Lender appoints any other person as Receiver in his place

9 Powers of Receiver and Lender

9 1 *Statutory powers*

A Receiver shall have and be entitled to exercise all the powers conferred on a receiver by the LPA and, whether or not such a Receiver is an administrative receiver, all the powers conferred upon an administrative receiver by Schedule 1 to the Insolvency Act which powers are incorporated into this deed provided that references in that Schedule to the "property of the Company" will be deemed to be references to the Charged Property for the purposes of this deed

9 2 *Additional powers*

By way of addition to and without limiting any other powers referred to in this clause a Receiver shall have power (both before and after the commencement of any liquidation of the Chargor) to do every act and thing and exercise every power

- (a) which the Chargor would have been entitled to do or exercise if no Receiver had been appointed or which the Receiver would have been entitled to do or exercise if the Receiver were the absolute legal and beneficial owner of the Charged Property, and
- (b) which such Receiver in his absolute discretion considers necessary or desirable for maintaining or enhancing the value of any Charged Property or for or in connection with the enforcement of the Security created by this deed or the realisation of any Charged Property,

and may use the name of the Chargor in connection with any exercise of such powers

9 3 *Consideration*

The receipt of the Lender or any Receiver shall be a conclusive discharge to a purchaser and, in making any sale or disposal of any of the Charged Property the Lender or any Receiver may do so for such consideration, in such manner and on such terms as it thinks fit

9 4 *Prior encumbrances*

At any time after the security given by this deed has become enforceable, the Lender may redeem any prior Security against the Charged Property or procure a transfer of such Security to itself and may agree the accounts of the person entitled to that Security and any accounts so agreed will be binding on the Chargor. Any money paid by the Lender in connection with a redemption or transfer of any prior Security will form part of the Secured Liabilities

9 5 *Possession*

If the Lender, any Receiver or any Delegate takes possession of any Charged Property it may go out of possession at any time

10. Delegation

- (a) Each of the Lender, any Receiver and any Delegate may, at any time, delegate by power of attorney or otherwise to any person for any period, all or any of the rights, powers and discretions vested in it by this deed
- (b) That delegation may be made upon any terms and conditions (including the power to sub delegate) and subject to any restrictions that the Lender, that Receiver or that Delegate (as the case may be) may, in its discretion, think fit and it shall not be bound to supervise, or be in any way responsible for any loss incurred by reason of any misconduct or default on the part of any such delegate or sub delegate

11. Exclusion of Liability

11 1 *No obligation to recover*

Neither the Lender nor any Receiver is under any obligation to take action to collect any money or enforce any rights comprised in the Charged Property whether or not it is in possession of the relevant Charged Property

11 2 *Liability as mortgagee in possession*

If the Lender or any Receiver takes possession of any Charged Property, it will not be liable to account to the Chargor for anything except actual receipts or be liable to the Chargor for any loss arising from any realisation of any Charged Property or for any default or omission for which a receiver or mortgagee in possession would be liable

11 3 *Losses on enforcement*

No Secured Party will be liable to the Chargor for any loss or damage arising from

- (a) any sale of any Charged Property,
- (b) any act, default or omission of any Secured Party in relation to any Charged Property, or
- (c) any exercise or non-exercise by any Secured Party of any power conferred upon it in relation to any Charged Property under this deed or by the LPA,

unless such loss or damage is caused by the fraud, gross negligence or wilful misconduct of such Secured Party

12 Reimbursement and Indemnity

12 1 *Transaction expenses*

The Chargor shall promptly on demand pay the Lender the amount of all costs and expenses (including legal fees, out-of-pocket expenses, accountancy fees and consultancy fees) reasonably incurred by the Lender or any Receiver or Delegate in connection with the negotiation, preparation, printing, execution and perfection of this deed

12.2 *Amendment costs*

If the Chargor requests an amendment, waiver or consent, the Chargor shall, on demand, reimburse the Lender for the amount of all costs and expenses (including legal fees, out-of-pocket expenses, accountancy fees and consultancy fees) reasonably incurred by the Lender or any Receiver or Delegate in responding to, evaluating, negotiating or complying with that request or requirement

12.3 *Enforcement and preservation costs*

The Chargor shall, on demand, pay to the Lender the amount of all costs and expenses (including legal fees, out-of-pocket expenses, accountancy fees and consultancy fees) incurred by it in connection with the enforcement of or the preservation of any rights under this deed, steps taken to ascertain the ability of the Chargor to meet its obligations under this deed and any proceedings instituted by or against the Lender as a consequence of taking or holding the Security constituted by this deed or enforcing those rights

12.4 *Indemnity to the Lender*

The Chargor shall promptly indemnify the Lender and every Receiver and Delegate against any cost, loss or liability incurred by any of them

- (a) as a result of
 - (i) the taking, holding, protection or enforcement of the Security constituted by this deed,
 - (ii) the exercise of any of the rights, powers, discretions and remedies vested in the Lender and each Receiver and Delegate by this deed or by law, or
 - (iii) any default by the Chargor in the performance of any of the obligations expressed to be assumed by it in this deed, or
- (b) which otherwise relates to any of the Charged Property or the performance of the terms of this deed (otherwise than as a result of its fraud, gross negligence or wilful misconduct)

12.5 *Priority of Indemnity*

The Lender and every Receiver and Delegate may indemnify itself out of the Charged Property in respect of, and pay and retain, all sums necessary to give effect to the indemnity in clause 12.4 (Indemnity to the Lender) and shall have a lien on the Security constituted by this deed and the proceeds of enforcement of the Security constituted by this deed for all moneys payable to it

13. **Application of Proceeds**

13.1 *Order of application*

Subject to clause 13.2 (Prospective liabilities) and to claims having priority to the Security created by this deed and by way of variation to the provisions of the LPA, all amounts from time to time received or recovered by the Lender in connection with the realisation or enforcement of all or any part of the Security constituted by this deed (for the purposes of this clause the "Recoveries") shall be held by the Lender to apply

them at any time as the Lender (in its discretion) sees fit, to the extent permitted by applicable law (and subject to the provisions of this clause), in the following order

- (a) in payment of all costs and expenses incurred by any Secured Party in connection with any realisation or enforcement of this deed and of all outgoings properly payable by any Secured Party,
- (b) in payment of remuneration to any Receiver,
- (c) in or towards payment and discharge of the Secured Liabilities in such order at the Lender or any Group Member may from time to time require,
- (d) the balance (if any) will be applied as required by law

13.2 *Prospective liabilities*

The Lender may, in its discretion, hold any amount of the Recoveries in an interest bearing suspense or impersonal account(s) in the name of the Lender with such financial institution (including itself) and for so long as the Lender shall think fit (the interest being credited to the relevant account) for later application under clause 13.1 (Order of Application) in respect of

- (a) any sum owing to the Lender, any Receiver or any Delegate, and
- (b) any part of the Secured Liabilities,

that the Lender reasonably considers, in each case, might become due or owing at any time in the future

13.3 *Investment of proceeds*

Prior to the application of the proceeds of the Recoveries in accordance with clause 13.1 (Order of Application) the Lender may, in its discretion, hold all or part of those proceeds in an interest bearing suspense or impersonal account(s) in the name of the Lender with such financial institution (including itself) and for so long as the Lender shall think fit (the interest being credited to the relevant account) pending the application from time to time of those moneys in the Lender's discretion in accordance with clause 13.1 (Order of Application)

13.4 *Currency Conversion*

- (a) For the purpose of, or pending the discharge of, any of the Secured Liabilities the Lender may convert any moneys received or recovered by the Lender from one currency to the currency in which the Secured Liabilities are denominated, at a market rate of exchange
- (b) The Secured Liabilities shall only be satisfied to the extent of the amount of the due currency purchased after deducting the costs of conversion

13.5 *Permitted Deductions*

The Lender shall be entitled, in its discretion

- (a) to set aside by way of reserve amounts required to meet, and to make and pay, any deductions and withholdings (on account of taxes or otherwise) which it is or may be required by any applicable law to make from any distribution or payment made by it under this deed, and

- (b) to pay all Taxes which may be assessed against it in respect of any of the Charged Property, or as a consequence of performing its duties, or by virtue of its capacity as Lender under any of the Finance Documents or otherwise

14. Protection of Persons Dealing with Lender or Receiver

No person dealing with the Lender or any Receiver will be concerned to enquire

- (a) whether any event has happened upon which any of the powers conferred by this deed may have arisen or be exercisable,
- (b) otherwise as to the propriety or regularity of any exercise of the powers conferred by this deed or of any act purporting or intended to be in exercise of such powers, or
- (c) whether any Secured Liabilities remain owing

15. Notice of Subsequent Charge

If the Lender receives notice of any Security or other interest affecting any Charged Property

- (a) it may open a new account for the Chargor in its books and may transfer any outstanding balance owing by the Chargor to such new account,
- (b) if it does not open a new account then, unless it gives express written notice to the contrary to the Chargor, all payments made by the Chargor to it will as from the time of receipt of such notice be treated as having been credited to a new account of the Chargor and not as having been applied in reduction of the Secured Liabilities

16. Further Assurance

When required by the Lender or any Receiver the Chargor shall, at its own cost

- (a) execute a transfer of any Investments into the name of the Lender or a nominee of the Lender or a purchaser from the Lender or a nominee of such purchaser,
- (b) execute any documents or do any other thing which the Lender or any Receiver may require for perfecting or protecting any Security created by this deed or in connection with the exercise of any powers given to the Lender or any Receiver under this deed, and
- (c) convey, transfer, assign or otherwise deal with any Charged Property in such manner as the Lender or any Receiver may require in connection with any enforcement of any Security created by this deed

17. Power of Attorney by Chargor

The Chargor irrevocably and by way of security appoints each of the Lender, any person selected by the Lender and any Receiver its attorney in each case (with full power to appoint substitutes and to delegate) severally in its name and on its behalf to execute any document or do any act or thing which

- (a) the Chargor is entitled to execute or do in relation to the Charged Property including
 - (i) the exercise of voting rights in respect of the Investments (but in the case of the Lender only to the extent that the Lender is entitled to exercise such voting rights under clauses 3.6(b) and 3.6(c)),
 - (ii) executing or completing any transfer in respect of the Investments,
 - (iii) giving a receipt for any money and exercising any rights or remedies forming part of the Charged Property, or
- (b) the Chargor is obliged to execute or do under this deed

18. Protective Provisions

18.1 *Waiver of defences*

The obligations of the Chargor under this deed and the security constituted by this deed will not be affected by an act, omission, matter or thing which, but for this clause, would reduce, release or prejudice any of such obligations or security including (whether or not known to it or the Lender)

- (a) any time, waiver or consent granted to, or composition with, any other Obligor or other person,
- (b) the release of any other Obligor or any other person under the terms of any composition or arrangement with any creditor of any Obligor,
- (c) the taking, variation, compromise, exchange, renewal or release of, or refusal or neglect to perfect, take up or enforce, any rights against, or security over property of, any other Obligor or other person or any non-presentation or non-observance of any formality or other requirement in respect of any instrument or any failure to realise the full value of any security,
- (d) any incapacity or lack of power, authority or legal personality of or dissolution or change in the members or status of any other Obligor or any other person,
- (e) any amalgamation, merger or reconstruction of the Lender with any other person or any sale or transfer of the whole or any part of the assets of the Lender to any other person,
- (f) the existence of any claim, set-off or other rights which any other Obligor may have at any time against the Lender, whether in connection with the Finance Documents or otherwise,
- (g) any novation, amendment (however fundamental) or replacement of a Finance Document or any other document or security,
- (h) any obligation of any person under any Finance Document or any other document or security being Unenforceable, or
- (i) any insolvency or similar proceedings

18.2 *Chargor Intent*

Without prejudice to the generality of clause 18.1 (Waiver of Defences), the Chargor expressly confirms that it intends that the security created by this deed shall extend from time to time to any (however fundamental) variation, increase, extension or addition of or to any of the Finance Documents and/or any facility or amount made available under any of the Finance Documents for the purposes of or in connection with any of the following acquisitions of any nature, increasing working capital, enabling investor distributions to be made, carrying out restructurings, refinancing existing facilities, refinancing any other indebtedness, making available acceptance credit facilities, note purchase facilities, guarantee, stand-by or documentary credit issuance facilities, making facilities available to new borrowers, any other variation or extension of the purposes for which any such facility or amount might be made available from time to time, any Hedging Agreement entered into by the Borrower with the Lender in connection with any such facility, and any fees, costs and/or expenses associated with any of the foregoing

18.3 *Immediate recourse*

The Chargor waives any right it may have of first requiring the Lender to proceed against or enforce any other rights or security or claim payment from any person before enforcing the security constituted by this deed. This waiver applies irrespective of any law or any provision of a Finance Document to the contrary

18.4 *Appropriations*

Until the Secured Liabilities have been irrevocably paid in full, the Lender may

- (a) refrain from applying or enforcing any other moneys, security or rights held or received by the Lender in respect of the Secured Liabilities, or apply and enforce the same in such manner and order as it sees fit (whether against the Secured Liabilities or otherwise) and the Chargor shall not be entitled to the benefit of the same, and
- (b) hold in an interest-bearing suspense account any money received under this deed

18.5 *Deferral of Chargor's rights*

Until the Secured Liabilities have been irrevocably paid in full and unless the Lender otherwise directs, the Chargor will not exercise any rights which it may have by reason of the enforcement of this deed

- (a) to be indemnified by the Borrower,
- (b) to claim any contribution from any other Obligor or any other person in respect of any obligations of that person under the Finance Documents,
- (c) to take the benefit (in whole or in part and whether by way of subrogation or otherwise) of any rights of the Lender under the Finance Documents or of any other guarantee or security taken pursuant to, or in connection with, the Finance Documents by the Lender,
- (d) to bring legal or other proceedings for an order requiring any Obligor to make any payment, or perform any obligation, in respect of which the Chargor has given security under this deed,
- (e) to exercise any right of set-off against any Obligor, and/or

(f) to claim or prove as a creditor of any Obligor in competition with the Lender

18.6 Turnover

If the Chargor receives any benefit, payment or distribution in relation to the rights referred to in clause 18.5 (Deferral of Chargor's rights) it shall hold that benefit, payment or distribution to the extent necessary to enable the Secured Liabilities to be repaid in full on trust for the Lender and shall promptly pay or transfer the same to the Lender or as the Lender may direct for application as provided in clause 13 (Application of Proceeds)

19 Discharge of Security

19.1 Discharge conditional

Any discharge of the Chargor by the Lender in reliance on a payment or security received by the Lender will cease to be effective if that payment or security is avoided, reduced or invalidated for any reason and the Lender will be entitled to recover from the Chargor on demand the amount of the Secured Liabilities discharged by such payment or security

19.2 Retention of security

Following any discharge of the Chargor made by the Lender in reliance on a payment or security the Lender may retain the security constituted by this deed (and all documents of title or other documents necessary to protect such Security) until the expiry of the maximum period within which such payment or security can be avoided, reduced or invalidated for any reason. If the person making such payment or giving such security goes into liquidation or administration or equivalent proceedings in any foreign jurisdiction within that period the Lender may retain the security constituted by this deed for as long as it thinks fit

20. Redemption

If the Lender determines that all of the Secured Liabilities have been fully and finally discharged and it is not under any commitment, obligation or liability (actual or contingent) to make advances or provide other financial accommodation to any Obligor pursuant to the Finance Documents the Lender shall release

(a) without recourse or warranty, all of the Security constituted by this deed, and

(b) the rights of the Lender under this deed

21 Default Interest

Any sum payable by the Chargor under this deed will bear interest from the date on which it is due or if payable on demand from the date of demand until payment (both before and after judgment) at the Default Rate as calculated and compounded from time to time in accordance with the Facility Letter

22 Notices

22 1 Communications in writing

Any communication to be made under or in connection with this deed shall be made in writing and, unless otherwise stated, may be made by fax or letter

22 2 Addresses

The address and fax number (and the department or officer, if any, for whose attention the communication is to be made) of each party for any communication or document to be made or delivered under or in connection with this deed is

(a) in the case of the Chargor

Address 82-84 Calcutta Road, Tilbury, Essex RM18 7QJ

Fax number 01375 856 984

For the attention of Praby Sodhi

(b) in the case of the Lender

Address 2 Triton Square, Regent's Place, London NW1 3AN

Fax number 020 7756 5623

For the attention of Tom Coleman

or any substitute address, fax number or department or officer as the Chargor may notify to the Lender (or the Lender may notify to the Chargor, if a change is made by the Lender) by not less than five Business Days' notice. In the case of the Chargor, the address of its registered office or of any place where it carries on business or of any agent for the service of process under this deed shall also be addresses of Chargor for the purpose of this clause

22 3 Delivery

(a) Any communication or document made or delivered by the Lender on the Chargor under or in connection with this deed will be effective

- (i) if left at an address referred to in this clause, when so left,
- (ii) if posted by first class post to an address referred to in this clause, on the next working day in the place of receipt following the day when it was posted,
- (iii) if transmitted by fax to a fax number referred to in this clause, when the sending fax machine produces a print out which confirms that transmission has taken place

(b) Any communication or document to be made or delivered to the Lender will be effective only when actually received by the Lender and then only if it is expressly marked for the attention of the department or officer specified above (or any substitute department or officer as the Lender shall specify for this purpose)

22.4 *English language*

Any notice given under or in connection with this deed must be in English. All other documents provided under or in connection with this deed must be

- (a) in English, or
- (b) if not in English, and if so required by the Lender, accompanied by a certified English translation and, in this case, the English translation will prevail unless the document is a constitutional, statutory or other official document

23 **Calculations and Certificates**

23.1 *Accounts*

In any litigation or arbitration proceedings arising out of or in connection with this deed, the entries made in the accounts maintained by the Lender are prima facie evidence of the matters to which they relate

23.2 *Certificates and Determinations*

Any certification or determination by the Lender of a rate or amount under any Finance Document is, in the absence of manifest error, conclusive evidence of the matters to which it relates

23.3 *Day count convention*

Any interest, commission or fee accruing under this deed will accrue from day to day and is calculated on the basis of the actual number of days elapsed and a year of 365 days or, in any case where the Lender determines that practice in the relevant interbank market differs, in accordance with that market practice

24 **Partial Invalidity**

If, at any time, any provision of this deed is or becomes illegal, invalid or unenforceable in any respect under any law of any jurisdiction, neither the legality, validity or enforceability of the remaining provisions nor the legality, validity or enforceability of such provision under the law of any other jurisdiction will in any way be affected or impaired

25 **Remedies and Waivers**

No failure to exercise, nor any delay in exercising, on the part of the Lender, any right or remedy under this deed shall operate as a waiver of any such right or remedy or constitute an election to affirm any of this deed. No election to affirm any of this deed on the part of the Lender shall be effective unless it is in writing. No single or partial exercise of any right or remedy shall prevent any further or other exercise or the exercise of any other right or remedy. The rights and remedies provided in this agreement are cumulative and not exclusive of any rights or remedies provided by law

26. **Counterparts**

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

27. Changes to the parties

27.1 Lender

The Lender may assign or transfer the rights and interests of the Lender under or in connection with this deed to any person

27.2 Chargor

The Chargor may not assign any of its rights or transfer any of its rights or obligations under this deed

28. Disclosure

The Lender may disclose any information about the Chargor to any person connected to or associated with it, and to any person to whom it proposes to assign or transfer (or has assigned or transferred) any of its rights under this deed

29. Tax Gross-up

- (a) The Chargor shall make all payments to be made by it under this deed without any deduction or withholding for or on account of Tax (a "**Tax Deduction**") unless a Tax Deduction is required by law
- (b) The Chargor shall promptly upon becoming aware that it must make a Tax Deduction (or that there is any change in the rate or the basis of a Tax Deduction) notify the Lender accordingly
- (c) If a Tax Deduction is required by law to be made by the Chargor, the amount of the payment due from the Chargor shall be increased to an amount which (after making any Tax Deduction) leaves an amount equal to the payment which would have been due if no Tax Deduction had been required
- (d) If the Chargor is required to make a Tax Deduction, it shall make that Tax Deduction and any payment required in connection with that Tax Deduction within the time allowed and in the minimum amount required by law
- (e) Within 30 days of making either a Tax Deduction or any payment required in connection with that Tax Deduction, the Chargor shall deliver to the Lender evidence satisfactory to the Lender that the Tax Deduction has been made or (as applicable) any appropriate payment has been paid to the relevant taxing authority

30. Set-off

The Lender or a Group Member may set off any obligation whether or not matured due from the Chargor under this deed against any obligation whether or not matured owed by the Lender or a Group Member to the Chargor, regardless of the place of payment, booking branch or currency of either obligation. If the obligations are in different currencies, the Lender may convert either obligation at a market rate of exchange in its usual course of business for the purpose of the set-off

31. Miscellaneous

31 1 *Third Party Rights*

- (a) Unless expressly provided to the contrary, a person who is not a party to this deed has no right under the Contracts (Rights of Third Parties) Act 1999 (the "**Third Parties Act**") to enforce or to enjoy the benefit of any term of this deed
- (b) Notwithstanding any term of this deed, the consent of any person other than the Chargor and the Lender is not required to rescind or vary this deed at any time
- (c) A Secured Party may, subject to this clause 31 1 and the Third Parties Act, rely on any provision of this deed which expressly confers rights on it

31 2 *Continuing Security*

This deed is a continuing security and extends to the balance from time to time of the Secured Liabilities irrespective of any intermediate payment of the Secured Liabilities

31 3 *Other Security*

This deed is in addition to and will not in any way be prejudiced or affected by the holding or release by the Lender or any other person of any other security at any time held by the Lender

31 4 *Consolidation*

The restrictions on the right of consolidating mortgage securities contained in s 93 of the LPA will not apply to this deed

32. Law

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

33. Jurisdiction

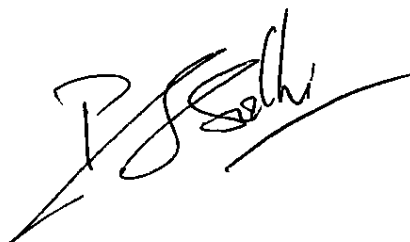
33 1 *Jurisdiction of English courts*

- (a) The courts of England have exclusive jurisdiction to settle any dispute arising out of or in connection with this deed (including a dispute regarding the existence, validity or termination of this deed and a dispute regarding a non-contractual obligation referred to in clause 32 (Law)) (a "**Dispute**")
- (b) The Lender and the Chargor agree that the courts of England are the most appropriate and convenient courts to settle Disputes. The Chargor will not argue to the contrary
- (c) This clause is for the benefit of the Lender only. As a result, the Lender shall not be prevented from taking proceedings relating to a Dispute in any other courts with jurisdiction. To the extent allowed by law, the Lender may take concurrent proceedings in any number of jurisdictions

This deed has been executed and delivered as a deed by the Chargor and signed on behalf of the Lender on the date shown at the beginning of this deed

EXECUTED by
ABBEY HEALTHCARE
(FESTIVAL) LIMITED
acting by a director
in the presence of

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)
)
)
)



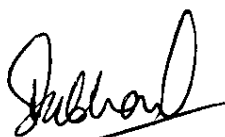
Director

Signature of witness

Name of witness

Occupation of Witness

Address of witness



Neil Sabharwal

UNDERWOOD SOLICITORS LLP

40 WELBECK ST.

LONDON W1G 8LN



SIGNED for and on behalf of
SANTANDER UK PLC

)
)

EXECUTED by
ABBEY HEALTHCARE
(FESTIVAL) LIMITED
acting by a director
in the presence of

)
)
)
)
)

Director

Signature of witness

Name of witness

Occupation of Witness

Address of witness

SIGNED for and on behalf of
SANTANDER UK PLC

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