



Registration of a Charge

Company name: **MELFORD CAPITAL GENERAL PARTNER LIMITED**

Company number: **06806728**



X6A425NC

Received for Electronic Filing: **06/07/2017**

Details of Charge

Date of creation: **23/06/2017**

Charge code: **0680 6728 0009**

Persons entitled: **LLOYDS BANK PLC**

Brief description: **NO SPECIFIC PROPERTY OF THIS TYPE IS DETAILED IN THE CHARGE.**

Contains fixed charge(s).

Contains negative pledge.

Authentication of Form

This form was authorised by: **a person with an interest in the registration of the charge.**

Authentication of Instrument

Certification statement: **I CERTIFY THAT SAVE FOR MATERIAL REDACTED PURSUANT TO S.859G OF THE COMPANIES ACT 2006 THE ELECTRONIC COPY INSTRUMENT DELIVERED AS PART OF THIS APPLICATION FOR REGISTRATION IS A CORRECT COPY OF THE ORIGINAL INSTRUMENT.**

Certified by: **SHOOSMITHS LLP**



CERTIFICATE OF THE REGISTRATION OF A CHARGE

Company number: 6806728

Charge code: 0680 6728 0009

The Registrar of Companies for England and Wales hereby certifies that a charge dated 23rd June 2017 and created by MELFORD CAPITAL GENERAL PARTNER LIMITED was delivered pursuant to Chapter A1 Part 25 of the Companies Act 2006 on 6th July 2017 .

Given at Companies House, Cardiff on 7th July 2017

The above information was communicated by electronic means and authenticated by the Registrar of Companies under section 1115 of the Companies Act 2006



Companies House



THE OFFICIAL SEAL OF THE
REGISTRAR OF COMPANIES

APPLEBY

Dated 23 JUNE 2017

- (1) MELFORD SPECIAL SITUATIONS
- (2) PITMORE LIMITED
- (3) LLOYDS BANK PLC

SHARES CHARGE

In respect of shares in Chatham Quays Commercial Ltd

We hereby certify this to be a true
and complete copy of the original.
Shoosmiths LLP
London Office

Shoosmiths LLP

05.07.2017.

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PARTIES

- (1) **Melford Special Situations**, a limited partnership registered under the laws of England and Wales with the registered number LP013510, whose principal place of business is at 73 Cornhill, London, EC3V 3QQ (acting by its general partner Melford Capital General Partner Limited);
- (2) **Pitmore Limited**, a company incorporated under the laws of England and Wales with the registered number 08107925, whose registered office is at 7 Billing Road, Northampton, NN1 5AN; and

(each a **Chargor** and together the **Chargors**)

- (3) **Lloyds Bank PLC**, a company incorporated under the laws of England and Wales with the registered number 00002065, whose registered office is at 25 Gresham Street, London, United Kingdom, EC2V 7HN (the **Bank**).

BACKGROUND

- (A) Pursuant to a Facility Agreement dated on or about the date of this Deed between the Company (as defined below), the Bank and the Hedge Counterparty (the **Facility Agreement**), the Bank has agreed to provide a loan facility to the Company in the aggregate amount of £5,000,000 on the terms and subject to the conditions set out therein;
- (B) It is a condition precedent to the availability of the facility under the Facility Agreement that the Chargors enter into this Deed as security for the Secured Liabilities (as defined below);
- (C) The board of directors of the Chargors are satisfied that each Chargor is entering into this Deed for the purposes of its business and that its doing so benefits each Chargor; and
- (D) The Chargors and the Bank intend this Deed to take effect as a deed.

AGREED TERMS

1. DEFINITIONS AND INTERPRETATION

1.1 Definitions

In this Deed (including for the avoidance of doubt the Introduction), unless the context requires otherwise, the following definitions apply:

Business Day: any day (other than a Saturday or Sunday or public or bank holiday) when banks in the Isle of Man and England and Wales are open for business;

Charged Property: the Initially Charged Shares and any other shares in the Company of which the Chargors are or become the legal or beneficial owners together with all

dividends, stocks, shares, warrants, securities, rights (including, without limitation, put and call options and pre-emption rights), monies or other property accruing on or derived from such shares;

Charged Shares: any shares from time to time forming part of the Charged Property;

Company: Chatham Quays Commercial Ltd, a company incorporated in the Isle of Man under the Companies Act 2006 with company registration number 008777V;

Deed: this deed as amended, restated, novated, varied or supplemented from time to time;

Event of Default: has the meaning given to it in the Facility Agreement;

Finance Document: has the meaning given to it in the Facility Agreement;

Initially Charged Shares: all the shares in the Company specified in Schedule 1 to this Deed of which the Chargors are the legal and beneficial owners on the date of this Deed, as described and identified in that Schedule;

Irrevocable Proxy and Power of Attorney: a dated irrevocable proxy and power of attorney executed by each Chargor in the form set out in Schedule 3 for the general purpose of securing the performance of this Deed and more specifically the proprietary interest of the Bank under it;

Letter of Resignation: an undated signed letter of resignation in the form set out in Schedule 4;

Letter of Undertaking: a dated signed letter of undertaking in the form set out in Schedule 6;

Notice of Shares Charge: an undated, executed notice to the Company with acknowledgements in the form set out in Schedule 5;

Receiver: a receiver and manager or a receiver (whether appointed pursuant to this Deed, pursuant to any statute, by a court or otherwise) of the Charged Property or any part of it;

Secured Liabilities: means all present and future obligations and liabilities (whether actual or contingent and whether owed jointly or severally or in any other capacity whatsoever) of each Transaction Obligor to any Secured Party under each Finance Document, together with all costs, charges and expenses incurred by the Bank in connection with the protection, preservation or enforcement of its rights under this Deed and the Finance Documents;

Security: the security created or purported to be created by this Deed;

Security Document: has the meaning given to it in the Facility Agreement;

Security Period: means the period beginning on the date of this Deed and ending on the date on which all the Secured Liabilities have been unconditionally and irrevocably paid and discharged in full;

Stock Transfer Form: a blank, undated stock transfer form executed as a deed by or on behalf of each Chargor in the form set out in Schedule 2.

1.2 Interpretation

- (a) Capitalised terms defined in the Facility Agreement have the same meaning in this Deed unless expressly defined in this Deed.
- (b) In this Deed, unless the contrary intention appears, a reference to:
 - (i) an **amendment** includes a supplement, restatement, amendment, novation or re-enactment and **amended** is to be construed accordingly;
 - (ii) **assets** includes properties, revenues and rights of every description;
 - (iii) an **authorisation** includes an authorisation, consent, approval, resolution and licence;
 - (iv) a **month** is a reference to a period starting on one day in a calendar month and ending on the numerically corresponding day in the next calendar month or the calendar month in which it is to end, except that:
 - (A) if the numerically corresponding day is not a Business Day, the period will end on the next Business Day in that month (if there is one) or the preceding Business Day (if there is not);
 - (B) if there is no numerically corresponding day in that month, that period will end on the last Business Day in that month; and
 - (C) notwithstanding clause (A) above, a period which commences on the last Business Day of a month will end on the last Business Day in the next month or the calendar month in which it is to end, as appropriate;
 - (v) a **person** includes any individual, firm, company, corporation, partnership, association, organisation, government, state, agency, trust or other entity (in each case whether or not having separate legal personality);
 - (vi) a **regulation** includes any regulation, order, rule, official directive, request or guideline (whether or not having the force of law) of any governmental body, agency, department or regulatory or self-regulatory authority or organisation;
 - (vii) any statute or statutory provision or any provision of law (whether or not embodied in Isle of Man law) includes a reference to that statute or

statutory provision or provision of law as from time to time amended, extended, replaced, re-enacted or consolidated and all subordinate legislation made pursuant to it;

- (viii) a clause or a Schedule is a reference to a clause of or a Schedule to this Deed;
 - (ix) a person includes its successors and permitted assigns under this Deed;
 - (x) a Finance Document or any other agreement or instrument is a reference to that Finance Document or other agreement or instrument as amended, novated, supplemented, extended or restated;
 - (xi) a time of day is a reference to London time;
 - (xii) an obligation of the Chargors to do something shall include an obligation to procure that it is done and an obligation not to do something shall include an obligation not to permit, suffer or allow it;
 - (xiii) words denoting the singular include the plural and vice versa and words denoting any gender include all genders;
 - (xiv) **includes, including and in particular** shall not limit general words and expressions in connection with which they are used;
 - (xv) winding-up, liquidation, dissolution or bankruptcy includes any equivalent or analogous proceedings under the laws of any jurisdiction other than the Isle of Man and any reference to a liquidator, receiver, trustee or manager includes the equivalent official in such jurisdiction; and
 - (xvi) administration shall have the same meaning as in the Insolvency Act 1986 (an Act of Parliament) and includes any equivalent or analogous proceedings under the laws of any other applicable jurisdiction and any reference to an administrator or an administrative receiver shall have the same meaning as in the Insolvency Act 1986 (an Act of Parliament) and includes the equivalent official in any other applicable jurisdiction.
- (c) In this Deed all obligations, covenants, agreements, undertakings, representations and warranties on the part of two or more persons are entered into, given or made by such persons jointly and severally and shall be construed accordingly.
- (d) The index to and the headings in this Deed are for convenience only and shall not affect the construction or interpretation of this Deed.
- (e) A reference in this Deed to any assets includes, unless the context otherwise requires, present and future assets, and a reference to Charged Property includes the proceeds of sale of any Charged Property.

- (f) Where a form is prescribed by this Deed, deviations from it, not materially affecting its substance, shall not invalidate the form used.

1.3 Nominees

If the Bank causes or requires the Charged Shares to be registered in the name of a nominee of the Bank, any reference in this Deed to the Bank shall, if the context so permits or requires, be construed as a reference to each of the Bank and such nominee.

2. COVENANT TO PAY

2.1 Covenant to Pay

The Chargors covenant to duly and punctually pay to the Bank on demand the Secured Liabilities and to observe and perform all their other obligations under this Deed and the Finance Documents to which they are a party.

- 2.2 The Bank covenants with each Chargor that it shall perform its obligations to make advances under the Facility Agreement (including any obligation to make available further advances) subject to the terms of the Finance Documents.

2.3 No Withholding or Set-Off

The Chargors shall make all payments due to the Bank in immediately available funds, without any set off or counterclaim, and without deduction or withholding by the Chargors (except as required by law) for any present or future taxes. If any deduction or withholding has to be made by law from any such payment in respect of taxes, the Chargors shall increase the amount to be paid so that after any such deduction or withholding the Bank receives and retains a net amount equal to the amount which it would have received and retained had no such deduction or withholding been made and the Chargors shall account to the relevant taxation authority for the amounts so deducted or withheld within the applicable time limit.

2.4 Default Interest

The Chargors shall pay interest on demand at the default rate of interest specified in the Facility Agreement on all amounts (including principal, interest, costs and amounts recoverable from the Chargors by way of indemnity) due but not paid by the Chargors to the Bank under this Deed from the due date of payment until the date of the actual payment to the Bank whether before or after judgment.

2.5 Certificate

The certificate of an officer of the Bank as to the amount of the Secured Liabilities at any time shall be conclusive and binding on the Chargors.

3. CHARGE

3.1 Charge and Assignment

Each Chargor charges in favour of the Bank by way of first fixed charge the Charged Property and assigns absolutely to the Bank by way of security all of the rights, title and

interest which it has now or at any time to the Charged Property as security for the payment and discharge of the Secured Liabilities.

3.2 Perfection

Immediately upon execution of this Deed, each Chargor shall deposit with the Bank:

- (a) all share certificates and other documents of title relating to the Initially Charged Shares together with Stock Transfer Forms in respect of the Initially Charged Shares duly executed in blank by or on behalf of each Chargor;
- (b) an Irrevocable Proxy and Power of Attorney in respect of the Initially Charged Shares;
- (c) a Letter of Resignation from each of the directors of the Company;
- (d) a Letter of Undertaking from each of the directors of the Company; and
- (e) a Notice of Shares Charge from each Chargor.

3.3 Notices to the Company

After executing this Deed each Chargor will:

- (a) promptly give notice to the Company of the charge created by this Deed, such notice to be in the form set out in Part 1 of Schedule 5 (or other form approved by the Bank), and deliver to the Bank a certified copy of that notice; and
- (b) use all reasonable endeavours to ensure that the Company acknowledges the notice served on it pursuant to clause 3.3(a) above in the form set out in Part 2 of Schedule 5 (or other form approved by the Bank).

3.4 Further Shares

Upon its becoming the beneficial or registered owner of any Charged Shares (other than the Initially Charged Shares) each Chargor shall ensure that such Charged Shares (unless already so registered) are registered in the name of that Chargor (as applicable) and shall promptly notify the Bank of such circumstances and deposit with the Bank:

- (a) any share certificates and other documents of title representing such Charged Shares together with Stock Transfer Forms in respect of such Charged Shares; and
- (b) an Irrevocable Proxy and Power of Attorney in respect of such Charged Shares.

3.5 Appointment of Officers

The Chargors will deliver, or procure there to be delivered, to the Bank immediately upon the appointment of any other director of the Company a Letter of Resignation and a Letter of Undertaking from that director.

3.6 Calls on Shares

The Chargors shall pay when due all calls or other requests for payments due in respect of any of the Charged Property, but if a Chargor fails to make any such payment the Bank may (but shall not be obliged to) make such payment on behalf of that Chargor and if the Bank does so that Chargor shall promptly on demand of the Bank pay to the Bank an amount equal to such payment.

3.7 No obligation on Bank

The Bank shall not have any duty to ensure that any monies receivable in respect of the Charged Property are duly and punctually paid, received or collected as and when they become due and payable or to ensure that the correct amounts (if any) are paid or received on or in respect of the Charged Property.

3.8 Continuing Security

- (a) The security created by this Deed shall be held by the Bank as a continuing security for the payment and discharge of the Secured Liabilities and shall not be released or discharged by any intermediate payment or satisfaction of part of the Secured Liabilities.
- (b) This Deed shall remain in full force and effect until the Secured Liabilities shall have been unconditionally and irrevocably paid in full to the Bank (which expression shall not include a payment of a dividend in a liquidation, winding up or bankruptcy of less than 100%).

3.9 Additional Security

This Deed is in addition to and independent of, and shall not prejudice or merge with any other security (or any right of set-off) which the Bank may hold at any time for the Secured Liabilities or any part of the Secured Liabilities.

4. DIVIDENDS, VOTING AND INFORMATION

4.1 Security not Enforceable

Unless and until the Security has become enforceable the Chargors shall continue to be entitled to exercise all voting rights in relation to the Charged Shares; provided that the Chargors shall not exercise such voting rights, or otherwise permit or agree to (i) any variation of the rights attaching to or conferred by the Charged Property or any part of it, or (ii) any increase or reduction in the authorised share capital of the Company in any manner which, in the opinion of the Bank, would or would be likely to impair the value of or prejudice the ability of the Bank to realise the Security, or (iii) any issue of any further shares of the Company (unless such shares are issued to the Chargors and are made subject to the terms of this Deed immediately upon the issue thereof in a manner satisfactory to the Bank, and the terms of clause 3.4 are complied with).

4.2 Security Enforceable

At any time after the Security has become enforceable the Bank shall be entitled to cause the Charged Shares to be registered in the name of the Bank and may at its discretion (in the name of the Chargors or otherwise and without any further consent or authority from the Chargors):

- (a) exercise or refrain from exercising any voting rights in respect of the Charged Shares and revoke, or cause to be revoked, any proxies given in respect of the Charged Shares;
- (b) apply all dividends, interest and other monies arising from the Charged Property as if they were proceeds of sale under this Deed;
- (c) remove the then existing directors and officers (with or without cause) by dating and presenting the signed Letters of Resignation delivered pursuant to this Deed or otherwise and appoint replacements;
- (d) take over or commence or defend (if necessary using the name of the Chargors) any claims or proceedings relating to, or affecting, any of the Charged Property which the Bank may think fit and to abandon, release or settle in any way such claims or proceedings,

in each case in such manner and on such terms as the Bank may think fit, and all rights resulting from any such action shall form part of the Charged Property.

4.3 Information

If at any time a Chargor receives a balance sheet, profit and loss account or any notice, report, statement or circular relating to the Charged Property, it shall promptly deliver a copy to the Bank.

5. REPRESENTATIONS AND WARRANTIES

5.1 Representations and Warranties

Each Chargor makes the representations and warranties set out below and acknowledges that the Bank has entered into this Deed in reliance on those representations and warranties:

- (a) it is a limited partnership or company limited by shares (as applicable) duly incorporated or registered (as applicable) and validly existing under the laws of England and Wales with power to enter into this Deed and to exercise its rights and perform its obligations under this Deed and all corporate and other action required to authorise its execution of this Deed and the performance of its obligations under this Deed has been duly taken;
- (b) the obligations expressed to be assumed by it in this Deed are legal, valid, binding and enforceable against it in accordance with the terms of this Deed which constitutes a first priority fixed charge of the Charged Property and assignment by

way of security of all the rights, title and interest to the Charged Property and no limit on its powers will be exceeded as a result of the performance of its obligations under this Deed;

- (c) all acts, conditions and things required to be done, fulfilled and performed in order (i) to enable it lawfully to enter into, exercise its rights under and perform and comply with the obligations expressed to be assumed by it in this Deed, (ii) to ensure that the obligations expressed to be assumed by it in this Deed are legal, valid and binding, and (iii) to make this Deed admissible in evidence in any jurisdiction in which it is incorporated, resident or carries on business have been done, fulfilled and performed;
- (d) under the laws of its jurisdiction of incorporation and/or territories in which it is subject to taxation in force at the date of this Deed, it will not be required to make any deduction or withholding on account of tax from any payment it may make under this Deed;
- (e) it has not taken any corporate action nor have any other steps been taken or legal proceedings been started or (to the best of its knowledge and belief) threatened against it for its winding up, dissolution, administration, liquidation or re-organisation or for the appointment of a receiver, administrator, administrative receiver, liquidator, trustee, manager or similar officer of it or of any or all of its assets or revenues;
- (f) subject only to the Security, no person other than the Chargors have any legal or beneficial interests (or any right to claim any such interest) in the Charged Property or any part thereof and no Chargor has received any notice of any such claim;
- (g) save as contemplated in this Deed, it has not assigned, charged, mortgaged, pledged, transferred or otherwise disposed of (or agreed to assign, charge, mortgage, pledge, transfer or otherwise dispose of), whether by way of security or otherwise, the benefit of all or any of its right, title and interest in and to the Charged Property or any part of it;
- (h) the execution of this Deed and the exercise of its rights and the performance of its obligations under this Deed do not and will not (i) conflict with its constitutional documents or any rules and regulations made thereunder; (ii) conflict with any applicable law, regulation or official or judicial order; or (iii) conflict with the provisions of any agreement, mortgage, bond or other instrument or treaty to which it is a party or which is binding upon it or any of its assets or result in a requirement for the creation of any security interest over any such asset, in each case, in any way;
- (i) each Charged Share is fully paid or credited as fully paid, no calls have been made in respect thereof and remain unpaid and no calls can be made in respect of such Charged Share in the future;

- (j) the Company has issued 883,537 A Ordinary Shares with a par value of £1.00 each all of which are legally owned by Melford Capital General Partner Limited (acting as general partner for Melford Special Situations, for whom those shares are beneficially owned) and 12,622 B Ordinary Shares with a par value of £1.00 each all of which are legally and beneficially owned by Pitmore Limited ; and
- (k) the execution of this Deed and the exercise of its rights and the performance of its obligations under this Deed do not and will not cause any of the foregoing representations to be untrue.

5.2 Repetition

The representations and warranties set out in this clause 5 are made on the date of this Deed and are deemed to be repeated by each Chargor on each date during the Security Period with reference to the facts and circumstances then existing.

6. UNDERTAKINGS

6.1 Undertakings in Respect of the Company

Each Chargor undertakes and covenants with the Bank that, during the continuance of the Security Period, each Chargor shall ensure that the Company does not take any of the following actions without the prior written consent of the Bank:

- (a) reduce its share capital in any way or purchase, redeem or otherwise acquire any of the Charged Shares;
- (b) issue any further shares in the Company or grant any options to acquire shares in the Company;
- (c) re-register as a company of another type under the Companies Act 2006;
- (d) participate in any merger, consolidation or arrangement under the Companies Act 2006;
- (e) take any steps to continue the Company in any other jurisdiction; or
- (f) amend the memorandum or articles of association of the Company in any way.

6.2 General Undertakings

Each Chargor further undertakes and covenants with the Bank that during the continuance of the Security Period, each Chargor:

- (a) shall obtain, comply with the terms of and do all that is necessary to maintain in full force and effect all authorisations, approvals, licences and consents required to enable it lawfully to enter into and perform its obligations under this Deed;
- (b) shall not take any action which would cause any of the representations made in clause 5 to be untrue at any time during the Security Period;

- (c) shall not do or cause or permit to be done anything which may in any way depreciate, jeopardise or otherwise prejudice the value to the Bank of the security created by this Deed;
- (d) shall notify the Bank of the occurrence of any event which results in or may reasonably be expected to result in any of the representations and warranties made in clause 5 being untrue when made or when deemed to be repeated;
- (e) shall not, save as permitted by clause 21.4 (Disposals) of the Facility Agreement or without the prior written consent of the Bank:
 - (i) permit any person other than the Chargors to be registered as holder of the Charged Property or any part thereof;
 - (ii) create or purport to create or permit to subsist any mortgage, debenture, charge, lien or encumbrance (other than in favour of the Bank) on or over the Charged Property or any part thereof or interest therein; or
 - (iii) sell, transfer or otherwise dispose of the Charged Property or any part thereof or interest therein or attempt or agree to do so;

7. ENFORCEMENT OF SECURITY

7.1 Security Enforceable

At any time after the occurrence of an Event of Default, the Secured Liabilities shall become immediately due and payable and the Security shall become immediately enforceable.

7.2 Enforcement

At any time after the Security has become enforceable, the Bank may in its absolute discretion enforce all or any part of the Security and exercise any of the rights conferred on it by this Deed or by law at such times and in such manner as it thinks fit.

7.3 Power of Sale

At any time after the Security has become enforceable, the Bank may (without notice to the Chargors) and without prejudice to any other remedy which may be available to it, sell or otherwise dispose of the Charged Property or any part of it and shall be entitled to apply the proceeds of such sale or other disposal in paying the costs of such sale or disposal and thereafter in or towards the discharge of the Secured Liabilities or otherwise as provided for in this Deed.

7.4 Registration of Shares

The Bank shall be entitled at any time after the Security has become enforceable to complete any stock transfer forms then held by the Bank pursuant to this Deed in the name of the Bank, a Receiver appointed under this Deed or a purchaser from the Bank and each Chargor shall do whatever the Bank requires in order to procure the prompt

registration of such transfer and the prompt issue of a new certificate or certificates for the relevant Charged Shares in the name of the Bank or such Receiver or purchaser.

7.5 Bank Not Obligated to Take Action Relating to Charged Property

- (a) The Bank shall not have any duty to ensure that any monies receivable in respect of the Charged Property are duly and punctually paid, received or collected as and when they become due and payable or to ensure that the correct amounts (if any) are paid or received on or in respect of the Charged Property.
- (b) The Bank shall not be obliged to preserve, exercise or enforce any right forming part of, or relating to, any Charged Property.

7.6 No Requirement to Commence other Proceedings

The Bank does not need to commence any proceedings under, or enforce any right created by any other Finance Document before commencing proceedings under, or enforcing any right or security interest created by this Deed.

7.7 Suspense Account

The Bank may in its absolute discretion (without prejudice to any other rights it may have) at any time and from time to time place and keep for such time as it thinks prudent any money received recovered or realised under or by virtue of this Deed on a separate or suspense account to the credit of either the Chargors or the Bank as the Bank thinks fit without any immediate obligation on the Bank's part to apply the same or any part of it in or towards the discharge of the Secured Liabilities.

8. RECEIVERS

8.1 Appointment of Receiver

At any time after the Security has become enforceable or if a Chargor requests it to do so, the Bank may appoint under seal or under the hand of a duly authorised officer of the Bank, one or more persons as Receiver of the Charged Property or any part or parts thereof. Where two or more persons are appointed as Receivers under or pursuant to this Deed any act authorised to be done by the Receivers may be done by all of them acting jointly or by any one or more of them acting severally.

8.2 Removal of Receiver

The Bank may from time to time by writing under its hand remove any Receiver appointed by it and may, whenever it may deem expedient, appoint a new Receiver in the place of any Receiver whose appointment may for any reason have terminated.

8.3 Remuneration of Receiver

The Bank shall have the power from time to time to fix the remuneration of any Receiver which shall not be limited to any maximum amount or rate specified by law.

8.4 Status of Receiver

The Receiver shall be the agent of each Chargor and each Chargor shall be solely liable for his acts, defaults and remuneration.

8.5 Powers of a Receiver

Each Receiver has, and is entitled to exercise, all of the rights, powers and discretions set out below and if there is more than one Receiver holding office at the same time, each Receiver may (unless the document appointing him states otherwise) exercise all of the powers conferred on a Receiver under this Deed individually and to the exclusion of any other Receivers:

- (a) a Receiver may exercise all or any of the powers conferred on the Bank under clause 4.2 of this Deed;
- (b) a Receiver may take immediate possession of, get in and collect any Charged Property, and for that purpose take such proceedings as may seem to him expedient;
- (c) a Receiver may carry on the business of the Chargors as it relates to the Charged Property as he thinks fit;
- (d) a Receiver may appoint and discharge managers, officers, agents, accountants, servants and others for the purposes of this Deed upon such terms as to remuneration or otherwise as he may think proper and discharge any such persons appointed by the Chargors;
- (e) a Receiver may raise and borrow money either unsecured or on the security of any Charged Property either in priority to the security constituted by this Deed or otherwise and generally on any terms and for whatever purpose which he thinks fit. No person lending that money is concerned to enquire as to the propriety or purpose of the exercise of that power or to check the application of any money so raised or borrowed;
- (f) a Receiver may sell, exchange, convert into money and realise any Charged Property by public auction or private contract and generally in any manner and on any terms which he thinks proper. The consideration for any such transaction may consist of cash, debentures or other obligations, shares, stock or other valuable consideration and any such consideration may be payable in a lump sum or by instalments over such period as he thinks fit;
- (g) a Receiver may settle, adjust, refer to arbitration, compromise and arrange any claims, accounts, disputes, questions and demands with or by any person who is or claims to be a creditor of the Chargors or relating in any way to any Charged Property;

- (h) a Receiver may bring, prosecute, enforce, defend and abandon all actions, suits and proceedings in relation to any Charged Property which may seem to him to be expedient;
- (i) a Receiver may give valid receipts for all moneys and execute all assurances and things which may be proper or desirable for realising any Charged Property;
- (j) a Receiver may delegate his powers;
- (k) a Receiver may appoint an advocate, solicitor, accountant or other professionally qualified person to assist him in the performance of his functions;
- (l) a Receiver may use the Chargors' seal in relation to any Charged Property;
- (m) a Receiver may do all acts and execute in the name and on behalf of the Chargors any deed, receipt or other document in relation to any Charged Property;
- (n) a Receiver may appoint any agent to do any business which he is unable to do himself or which can more conveniently be done by an agent;
- (o) a Receiver may make any payment which is necessary or incidental to the performance of his functions;
- (p) a Receiver may make any arrangements or compromises on behalf of the Chargors;
- (q) a Receiver may call up any uncalled capital of any Chargor;
- (r) a Receiver may rank and claim in the bankruptcy, insolvency, sequestration or liquidation of any person indebted to the Chargors and may receive dividends and accede to trust deeds for the creditors of any such person;
- (s) a Receiver may present or defend a petition for the winding up of any Chargor;
- (t) by way of addition and without limiting the powers referred to in this clause but subject always to the Chargors' equity of redemption the Receiver will have power to do every act and thing and exercise every power:
 - (i) which the Chargors would have been entitled to do or exercise if no Receiver had been appointed; and
 - (ii) 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 any Chargor in connection with any exercise of such powers.

8.6 Powers of Receiver Implied by Law

All powers conferred on mortgagees or receivers in law shall apply to this Security except in so far as they are expressly or impliedly excluded and where there is any ambiguity or conflict between such powers and those contained in this Security the terms of this Security shall prevail.

8.7 Powers of Bank

To the fullest extent permitted by law, all or any of the powers, authorities and discretions which are conferred by this Deed (either expressly or impliedly) upon a Receiver of the Charged Property may be exercised after the Security has become enforceable by the Bank in relation to the whole or any part of the Charged Property without first appointing a Receiver of such Charged Property or any part thereof or notwithstanding the appointment of a Receiver of such Charged Property or any part thereof.

9. PROTECTION OF THIRD PARTIES

9.1 No Duty to Enquire

No purchaser from or other person dealing with the Bank or any Receiver, its agents or delegates, shall be concerned to enquire whether this Deed has become enforceable, or whether any power exercised or purported to be exercised has become exercisable, or whether any of the Secured Liabilities remain due upon this Deed, or as to the necessity or expediency of any stipulations and conditions subject to which the sale of any Charged Property is made, or otherwise as to the propriety or regularity of the sale of any Charged Property or to see to the application of any money paid to the Bank or such Receiver, or its agents or delegates, and each such dealing shall be deemed to be within the powers conferred by this Deed and to be valid and effectual accordingly.

9.2 Receipt

The receipt of the Bank shall be an absolute and a conclusive discharge to a purchaser and shall relieve him of any obligation to see to the application of any money paid to or by the direction of the Bank.

10. EXCLUSION OF LIABILITY

10.1 Liability to Account

Neither the Bank nor any Receiver shall in any circumstances by reason of it being registered as the holder of any Charged Property or for any other reason whatever, and whether as mortgagee in possession or on any other basis whatever, be liable to account to the Chargors for anything except the Bank's or Receiver's own actual receipts or be liable to the Chargors for any loss or damage arising from any realisation of any Charged Property or from any act, default or omission of the Bank or Receiver in relation to any Charged Property or from any exercise or non-exercise by the Bank or the Receiver of any power, authority or discretion conferred upon it in relation to any Charged Property by or pursuant to this Deed unless such loss or damage is caused by the Bank's or Receiver's own fraud.

10.2 **Losses on Enforcement**

Upon the sale of any Charged Property on enforcement of this Deed, the Chargors will not have any right or claim against the Bank or any Receiver in respect of any loss arising out of such sale however such loss may have been caused and whether or not a better price could or might have been obtained on the sale of such Charged Property by either deferring or advancing the date of such sale or for any other reason.

11. **PROTECTION OF SECURITY**

The Bank shall without prejudice to its other rights and powers pursuant to this Deed have the right (but be under no duty or obligation) at any time to take such action as it considers necessary for the purpose of protecting the Security created by this Deed.

12. **NEW ACCOUNTS**

If the Bank receives or is deemed to be affected by notice, whether actual or constructive, of any subsequent charge or other interest affecting any Charged Property and/or the proceeds of any Charged Property, the Bank may open a new account for each Chargor. If the Bank does not open a new account then unless the Bank gives express written notice to the contrary to the Chargors it shall nevertheless be treated as if it had done so at the time when it received or was deemed to have received such notice. As from that time all payments made to the Bank will be credited or be treated as having been credited to the new account and will not operate to reduce the amount due to the Bank at the time when it received or was deemed to have received notice.

13. **APPLICATION OF MONIES**

Any moneys received by the Bank or a Receiver under any of the Bank's or Receiver's rights or powers set out in this Deed (unless otherwise provided in this Deed) shall be applied in the following order:

- (a) **First** in payment of the remuneration and expenses of the Receiver and all liabilities having priority to such costs;
- (b) **Second** in payment of all amounts paid and payable and losses incurred by the Bank (together with interest thereon) in connection with the exercise of any of its powers and rights under this Deed or otherwise;
- (c) **Third** in payment of the Secured Liabilities and any other amounts payable by the Chargors under this Deed;
- (d) **Fourth** in payment of the balance (if any) to the Chargors or to the person entitled thereto.

In the event that the proceeds are insufficient to pay the amounts specified above, the Bank shall have the right to recover the balance from the Chargors or any other person liable to pay such balance.

14. POWER OF ATTORNEY

14.1 Power of Attorney

Each Chargor, by way of security and to more fully secure the performance of its obligations under this Deed, irrevocably and severally appoints the Bank, any person deriving title under it and any Receiver to be its attorney for the Security Period (with full power to appoint sub-attorneys and to delegate) with power in its name and on its behalf and as its act and deed or otherwise to execute and deliver and otherwise perfect any agreement, assurance, deed, instrument or document or perform any act that may be required of the Chargors under this Deed, or may be deemed by such attorney necessary or desirable for any purpose of this Deed or to enhance or perfect the security intended to be constituted by it or to convey or transfer legal ownership of any Charged Property.

14.2 Ratification

Without prejudice to the generality of the provisions contained in clause 14.1 each Chargor covenants with the Bank and separately with any Receiver that if required to do so each Chargor shall ratify and confirm:

- (a) all transactions entered into by the Bank and/or any Receiver in the proper exercise of its or their powers in accordance with this Deed; and
- (b) all transactions entered into by the Bank and/or any Receiver in signing, sealing, delivering and otherwise perfecting any assignment, mortgage, charge, security, deed, assurance, document or act as aforesaid.

15. Delegation

The Bank and any Receiver may delegate by power of attorney or in any other manner to any person any right, power or discretion exercisable by them under this Deed. Any such delegation may be made upon terms (including power to sub-delegate) and subject to any regulations which the Bank or such Receiver (as the case may be) may think fit. Neither the Bank nor any Receiver will be in any way liable or responsible to the Chargors for any loss or liability arising from any act, default, omission or misconduct on the part of any such delegate or sub-delegate.

16. INDEMNITIES

16.1 Indemnity

Each Chargor indemnifies and agrees to keep indemnified the Bank, any Receiver and any manager, agent, officer or employee for whose liability, acts or omissions the Bank or any Receiver may be answerable, from and against all liabilities, costs, charges, losses and expenses suffered or incurred by them arising from or as a result of:

- (a) the exercise or the purported exercise of any powers, authorities or discretions vested in them pursuant to this Deed;

- (b) any matter or thing done or omitted or in any way relating to the provisions of this Deed;
- (c) any breach by any Chargor of its covenants or other obligations to the Bank under this Deed;
- (d) the enforcement of the provisions of this Deed; or
- (e) any action, claim or proceeding relating to any of the above,

except to the extent that they result from the gross negligence or wilful default of the Bank, any Receiver or any such manager, agent, officer or employee.

16.2 Indemnification of Expenses

Each Chargor shall on first demand, pay to the Bank and/or any Receiver or reimburse the Bank and/or any Receiver for the following items of expenditure:

- (a) all expenses including legal and out-of-pocket expenses (on a full indemnity basis) incurred by the Bank and/or any Receiver in connection with:
 - (i) the preparation, negotiation and execution of this Deed;
 - (ii) the preparation and negotiation of documentation relating to any amendment or extension of this Deed, regardless of the form such documentation takes and whether or not such documentation is acceptable to, and/or executed by, any or all parties thereto;
 - (iii) the granting of any waiver, approval, consent, confirmation or release under, or in respect of, this Deed; and
 - (iv) any investigation or due diligence into the financial or other condition of any Chargor or into ascertaining whether or not it has complied or is complying with this Deed,

together with interest at the default rate of interest specified in the Facility Agreement from the date such expenses were incurred to the date of payment, as well after as before judgment;

- (a) an amount equal to any stamp duties, search fees, registration fees and duties payable in connection with this Deed and any penalties with respect to, or resulting from its delay or omission to pay any such duties or fees; and
- (b) all expenses, including legal and out-of-pocket expenses on a full indemnity basis, incurred:
 - (i) in contemplation of, or otherwise in connection with, the enforcement of any rights or exercise of any powers under this Deed or in investigating any possible default or breach by any Chargor of this Deed; or

- (ii) in respect of any proceedings, legal or otherwise, involving the Bank and/or any Receiver in connection with this Deed or the Charged Property, whether such proceedings are brought by the Chargors or a third party,

together with interest at the default rate of interest specified in the Facility Agreement from the date such expenses were incurred to the date of payment, as well after as before judgment.

17. CURRENCY CLAUSES

17.1 Currency Conversion

In order to apply any sum held or received by the Bank in or towards payment of the Secured Liabilities, the Bank may purchase an amount in another currency and the rate of exchange to be applied shall be that at which, at such time as it considers appropriate, the Bank is able to effect such purchase.

17.2 Currency Indemnity

No payment to the Bank (whether under any judgment or court order or otherwise) shall discharge the obligation or liability of the Chargors in respect of which it was made unless and until the Bank shall have received payment in full in the currency in which such obligation or liability was incurred and to the extent that the amount of any such payment shall on actual conversion into such currency fall short of such obligation or liability actual or contingent expressed in that currency, each Chargor as a separate obligation shall pay to the Bank the amount of such shortfall and the Bank shall be entitled to enforce the Security created by this Deed to recover the amount of the shortfall.

18. WAIVER OF DEFENCES

The obligations of the Chargors under this Deed and the Security created by this Deed will not be affected by any act, omission, matter or thing which, but for this clause, might operate to reduce, release or prejudice any of the Chargors' obligations under this Deed or this Security in whole or in part, including without limitation (whether or not known to the Chargors or the Bank or any other person):

- 18.1 any time or waiver granted to, or composition with, any Transaction Obligor or any other person;
- 18.2 the taking, variation, compromise, exchange, renewal or release of, or refusal or neglect to perfect, take up or enforce any rights or remedies against, or security over assets of any Transaction Obligor or any other person or any non-presentment 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;
- 18.3 any incapacity or lack of power, authority or legal personality of or dissolution or change in the members or status of, any Transaction Obligor or any other person;
- 18.4 any variation or amendment (however fundamental) or replacement of this Deed, the Facility Agreement, any Finance Document or any other document or security;

18.5 any unenforceability, illegality, frustration or invalidity of any obligation of any person under this Deed, any Finance Document or any other document or security;

18.6 any insolvency, bankruptcy, winding up, liquidation, dissolution or similar proceedings of any Chargor, any Transaction Obligor or any other person.

19. NON-COMPETITION

19.1 Until the Secured Liabilities have been unconditionally and irrevocably paid in full, the Chargors shall not, after a claim has been made pursuant to this Deed or by virtue of any payment or performance by it under this Deed:

(a) be subrogated to any rights, security (including the Security) or moneys held, received or receivable by the Bank or be entitled to any right of contribution or indemnity in respect of any payment made or moneys received on account of the Chargors' liability under this Deed;

(b) claim, rank, prove or vote as a creditor of any Transaction Obligor or its estate in competition with the Bank; or

(c) receive, claim or have the benefit of any payment, distribution or security from or on account of any Transaction Obligor or exercise any right of set-off as against any such person.

19.2 Each Chargor shall hold on trust for and forthwith pay or transfer to the Bank any payment or distribution or benefit of security received by it contrary to this Deed.

20. MISCELLANEOUS

20.1 Potentially Avoided Payments

If the Bank considers in good faith that any amount received in payment or purported payment of the Secured Liabilities is capable of being avoided or reduced by virtue of any insolvency, bankruptcy, liquidation, winding up or other similar laws, the liability of any Chargor under this Deed and the security created by this Deed shall continue and such amount shall not be considered to have been irrevocably paid.

20.2 Avoidance of Payments

Where any release, discharge or other arrangement in respect of any Secured Liabilities or any security the Bank may hold for such Secured Liabilities is given or made in reliance on any payment or other disposition which is avoided or must be repaid in an insolvency, liquidation, winding up or otherwise, and whether or not the Bank has conceded or compromised any claim that any such payment or other disposition will or should be avoided or repaid, this Deed and the Security shall continue as if such release, discharge or other arrangement had not been given or made.

20.3 Further Assurance

Each Chargor shall at its own expense from time to time execute all such deeds and documents and do all such acts and things as the Bank may require or consider desirable for the purpose of protecting, enforcing or perfecting the security intended to be created by this Deed or facilitating the realisation of the Charged Property or any part thereof or exercising any powers, authorities and discretions vested in the Bank, any Receiver, its agents or delegates.

20.4 Amendment or Variation

This Deed may not be released, discharged, supplemented, interpreted, amended, varied or modified in any manner except by an instrument in writing signed by a duly authorised officer or representative of the Bank.

20.5 Waivers and Releases

No delay or failure by the Bank to exercise any of its powers, rights or remedies under this Deed will operate as a waiver of them nor will any single or partial exercise of any such powers, rights or remedies preclude any other or further exercise of them. Any waiver, to be effective, must be in writing.

20.6 Severability

If at any time any provision of this Deed is or becomes illegal, invalid or unenforceable in any respect or any Security created by this Deed is or becomes ineffective in any respect under the law of any jurisdiction, such illegality, invalidity, unenforceability or ineffectiveness shall not affect:

- (a) the legality, validity or enforceability of the remaining provisions of this Deed or the effectiveness in any other respect of the Security created by this Deed under such law; or
- (b) the legality, validity or enforceability of such provision or the effectiveness of the Security created by this Deed under the law of any other jurisdiction.

20.7 Cumulative Remedies

Every power and remedy given to the Bank under this Deed shall be cumulative and not alternative and in addition to and not exclusive of any other power or remedy given to the Bank either by this Deed or by law or under any other Finance Document and all such powers and remedies may be exercised whenever and as often as the Bank may deem expedient.

20.8 Immediate Recourse

The Chargors waive any right they may have of first requiring the Bank to proceed against or enforce any other rights or security or claim payment from any person before claiming from a Chargor under this Deed. This waiver applies irrespective of any law or any provision of any Finance Document to the contrary.

20.9 Contracts (Rights of Third Parties) Act 2001

This Deed does not create any right enforceable by any person who is not a party to it (the **Third Party**) under the Contracts (Rights of Third Parties) Act 2001, but this clause 20.9 (Contracts (Rights of Third Parties) Act 2001) does not affect any right or remedy of a Third Party which exists or is available apart from that Act.

20.10 Consents

Save as otherwise expressly specified in this Deed, any consent of the Bank may be given absolutely or on any terms and subject to any conditions as the Bank may determine in its entire discretion.

20.11 Granting of Time

The granting of time by the Bank or compounding with any other person or company liable to the Bank under any other Finance Document shall not in any way affect the Bank's rights and powers against the Chargors or the Charged Property under this Deed.

20.12 Counterparts

This Deed may be executed in any number of counterparts all of which taken together shall constitute one and the same instrument. Any party to this Deed may enter into this Deed by executing any such counterpart.

20.13 Release of Security

After the end of the Security Period, the Bank shall, at the request and cost of the Chargors, execute all such documents and do all such other things as may be required to release the Security, in each case without recourse to or any representation or warranty by or from the Bank.

21. ASSIGNMENT

21.1 Assignment

This Deed shall bind the Bank and each Chargor and their respective successors and permitted assigns.

21.2 The Chargors' Rights

The Chargors may not assign or transfer all or any part of their rights, powers or obligations under this Deed.

21.3 The Bank's Rights

The Bank, without the consent of the Chargors, may assign, transfer or sub-participate its rights, powers and obligations under this Deed to any assignee, transferee or sub-participant of its rights under the Facility Agreement and for this purpose the Bank may give to any potential assignee, transferee or sub-participant any information about the Chargors, the Charged Property and this Deed which the Bank considers appropriate.

22. NOTICES

22.1 Communications in Writing

Any communication in connection with this Deed must be in writing and in English and, unless otherwise stated, may be given in person, by post or by fax. For the avoidance of doubt, no communication may be sent by email.

22.2 Contact Details

- (a) The contact details of each party to this Deed for all communications in connection with this Deed are those notified by each party to the other party.
- (b) The contact details of Pitmore Limited for this purpose are:

Address: 7 Billing Road, Northampton, NN1 5AN
Attention: Vittorio Davico
- (c) The contact details of Melford Special Situations for this purpose are:

Address: 2 Eaton Gate, London SW1W 9BJ
Attention: Freddie Wingfield-Digby
- (d) contact details of the Bank for this purpose are the details notified in writing to the Chargors on or prior to the date of this Deed.
- (e) Any party may change its contact details by giving three Business Days' notice to the other party.
- (f) Where a party nominates a particular department or officer to receive a communication, a communication will not be effective if it fails to specify that department or officer.

22.3 Effectiveness

- (a) Except as provided below, a communication in connection with this Deed will be deemed to be given as follows:
 - (i) if delivered in person, at the time of delivery;
 - (ii) if posted, three days after being deposited in the post, postage prepaid, in a correctly addressed envelope; and
 - (iii) if by fax, when received in legible form.
- (b) A communication given under clause 22.3(a) above but received on a non-Business Day or after business hours in the place of receipt will only be deemed to be given on the next Business Day in that place.
- (c) A communication to the Bank will only be effective on actual receipt by it.

23. **GOVERNING LAW**

This Deed shall be governed by and construed in accordance with Isle of Man law.

24. **JURISDICTION**

24.1 **Courts of the Isle of Man**

Each Chargor agrees that the courts of the Isle of Man shall have exclusive jurisdiction to hear and determine any suit, action or proceedings, and to settle any disputes, which may arise out of or in connection with this Deed (respectively **Proceedings** and **Disputes**) and, for such purposes, irrevocably submits to the exclusive jurisdiction of such courts.

24.2 **Appropriate Forum**

Each Chargor irrevocably waives any objection which it may have now or hereafter have to Proceedings being brought or Disputes being settled in the courts of the Isle of Man and agrees not to claim that any such court is not a convenient or appropriate forum.

24.3 **Proceedings in Other Jurisdictions**

Nothing contained in this Clause shall (and shall not be construed so as to) limit the right of the Bank to take Proceedings against the Chargors 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) if and to the extent permitted by applicable law.

24.4 **General Consent**

Each Chargor consents generally in respect of any Proceedings to the giving of any relief or the issue of any process in connection with such Proceedings including the making, enforcement or execution against any property whatsoever (irrespective of its use or intended use) of any order or judgment which may be made or given in such Proceedings.

24.5 **Waiver of Immunity**

To the extent that a Chargor may in any jurisdiction claim for itself or its assets or revenues immunity from suit, execution, attachment (whether in aid of execution, before judgment or otherwise) or other legal process and to the extent that in any such jurisdiction there may be attributed to itself, its assets or revenues such immunity (whether or not claimed), each Chargor irrevocably agrees not to claim, and irrevocably waives, such immunity to the full extent permitted by the laws of such jurisdiction.

24.6 **Appointment of Process Agent**

Without prejudice to any other mode of service under any relevant law, each Chargor irrevocably appoints **Langham Hall UK LLP of 5 Old Bailey, London, EC4M 7BA** as its process agent to receive and to acknowledge on its behalf service of any proceedings in the Isle of Man. If for any reason the agent named above (or its successor) no longer serves as agent of the Chargors for this purpose, the Chargors shall promptly appoint a successor agent (satisfactory to the Bank) and notify the Bank thereof, provided that until the Bank receives such notification, the Bank shall be entitled to treat the agent named

above (or its said successor) as the agent of the Chargors for the purposes of this Clause. Each Chargor agrees that any such legal process shall be sufficiently served on it if delivered to such agent for service at its address for the time being in the Isle of Man whether or not such agent gives notice thereof to the Chargors.

The signatures of the parties to this Deed are situated after the Schedules to this Deed.

IN WITNESS WHEREOF the Parties have duly executed this Deed as a deed on the date stated at the beginning of it.

SCHEDULE 1**The Initially Charged Shares**

Company Name: Chatham Quays Commercial Ltd			Company No: 008777V
Shareholder	Number of Shares	Share Type	Certificate Number(s)
Melford Capital General Partner Limited	883,537	A Ordinary Shares	2
Pitmore Limited	12,622	B Ordinary Shares	2

SCHEDULE 3

Irrevocable Proxy and Power of Attorney

[Name] Limited (the **Chargor**) being the registered, legal and beneficial owner of [Number] shares (represented by share certificate number [Number]) (the **Shares**) of [Name] Limited (a company incorporated in the Isle of Man with company number [Number]) (the **Company**) MAKES CONSTITUTES AND APPOINTS [Name] of [Bank Name] (the **Bank**), any persons deriving title under it and any receiver appointed by it pursuant to the Charge (as defined below) and with full power of substitution as the true and lawful attorney and proxy of the Chargor to convene meetings of the shareholders of the Company in accordance with the articles of association and appear, act and vote upon and in all matters which may arise at any such meetings and any other meetings of the shareholders of the Company and at any adjournments thereof and to take any and all such action by unanimous written consent in lieu of such meetings for the transaction of any business which may and lawfully come or have come before any such meetings (including, without limitation, the removal of all or any directors or officers of the Company, with or without cause) as fully as the Chargor could do if personally present and to waive notice of any such meetings, revoking with effect from the date hereof all or any proxies and/or powers of attorney previously given in favour of any other person or persons in relation to the Shares.

The Chargor ratifies and confirms all that the Bank, any receiver appointed as aforesaid or any substitute or substitutes shall do or cause to be done by virtue of this Proxy and Power of Attorney.

The Shares have been charged to the Bank by a shares charge dated [Date] (as the same may from time to time be amended, restated, varied, extended, supplemented or novated) (the **Charge**) and this Proxy and Power of Attorney is given by way of security and shall remain irrevocable for as long as any moneys secured by the Charge remain outstanding.

IN WITNESS OF WHICH [Name] Limited has caused this Proxy and Power of Attorney to be duly executed as a Deed on [Date].

EXECUTED as a **DEED** by [CHARGOR]
acting by

)

)

)

Director

)

)

)

Director

SCHEDULE 4
Letter of Resignation

[Name] Limited (the **Company**)

[Registered Office Address]

[Date]

Dear Sirs

I, **[Name]** resign from any position as a Director of the Company with effect from the date of this letter.

I acknowledge and confirm that I have no claim or right of action of any kind outstanding for compensation or otherwise against the Company or any of its officers or employees in respect of the termination of my office or otherwise. To the extent that any such claim exists or may exist, I irrevocably waive such claim and release the Company, its officers and employees from any liability in respect thereof.

[Signature]

SIGNED as a **DEED** by **[DIRECTOR]**
In the presence of:

)

)

)

Witness signature

Name:

Address:

Occupation:

[Body Corporate]

EXECUTED as a **DEED** by **[DIRECTOR]**
acting by:

)

)

)

)

)

)

Director

[Director/Secretary]

SCHEDULE 5

Notice of Shares Charge and Acknowledgement

Part 1 – Notice

on the headed paper of the Chargor

[Name] (the **Company**)

[Address]

[Date]

Dear Sirs

1. We give you notice that, by a shares charge dated **[Date]** attached hereto (such shares charge, as the same may have been or may from time to time be amended, varied, supplemented, novated or replaced being referred to as the **Shares Charge**) and made between **[insert details of the Chargor]** and **[insert details of the Bank]** (the **Bank**) we charged by way of a first equitable charge all our right title and interest in and to the Charged Property to the Bank, including all of our right, title and interest in and to **[insert details of the Charged Property]** ordinary shares in the capital of the Company (together the **Securities**). This notice is given pursuant to the Shares Charge. Terms defined in the Shares Charge have the same meaning when used in this notice, except when defined herein.
2. We irrevocably instruct that:
 - 2.1 you must notify the Bank in the event that you receive notice of any other third party interest of any nature in the Securities or if you receive any request to register any transfer in respect of any of the Securities; and
 - 2.2 following your being notified that the security constituted by the Shares Charge has become enforceable you must hold all dividend and interest payments deriving from the Securities to the order of the Bank.
3. We also request that you irrevocably confirm to us and the Bank that you will, following your being notified that the security constituted by the Shares Charge has become enforceable, promptly approve and effect the registration in the members' register of the Company of any transfer of any of the Securities made to, or to the order of, the Bank pursuant to the Shares Charge in accordance with the Articles of Association of the Company.
4. So far as it is within your power to do so, you will not at any time register, or participate in the registration of, any transfer of Securities in the Company, or issue, or participate in the issue of, new share certificates in respect of any shares constituting any part of the Securities or other documents evidencing title thereto, consequent upon any transfer, without the prior written consent of the Bank.

5. Upon being instructed to do so in writing by the Bank you will promptly register, or participate in the registration of, any transfer of Securities in the Company and will promptly issue, or participate in the issue of, new share certificates in respect of any shares constituting any part of the Securities or other documents evidencing title thereto, consequent upon any such transfer.
6. Please confirm to the Bank that all shares constituting part of the Securities are fully paid and that you have not received notice of any other third party interest in respect of any of the Securities.
7. Please also note that these instructions cannot be revoked or varied without the prior written consent of the Bank. Would you please confirm your agreement to the above by signing and sending the enclosed acknowledgement to the Bank with a copy to ourselves.
8. This letter is governed by and shall be construed in accordance with Isle of Man law.

Yours faithfully

(Signature)

(Print name)

(Position)

for and on behalf of



Part 2 – Acknowledgement

On the headed paper of the Company

[Name] (the **Bank**)

[Date]

Dear Sirs

1. We confirm receipt from the [Name] (the **Chargors**) of a notice dated [Date] (the **Notice**) given pursuant to the terms of a Shares Charge attached thereto dated [Date] (such shares charge, as the same may have been or may from time to time be amended, varied, supplemented, novated or replaced being referred to hereinafter as the **Shares Charge**) and made between (1) the Chargors and (2) the Bank.
2. We confirm that we accept each of the instructions and authorisations contained in the Notice and we undertake to act in accordance and comply with the terms of the Notice.
3. We irrevocably confirm to you that we will, following our being notified by you that the security constituted by the Shares Charge has become enforceable, promptly approve and effect the registration in the members' register of the Company of any transfer of any of the Securities made to, or to the order of, the Bank pursuant to the Shares Charge in accordance with the Articles of Association of the Company.
4. So far as it is within our power to do so, we will not at any time register, or participate in the registration of, any transfer of Securities in the Company, or issue, or participate in the issue of, new share certificates in respect of any shares constituting any part of the Securities or other documents evidencing title thereto, consequent upon any transfer, without the prior written consent of the Bank.
5. Upon being instructed to do so in writing by the Bank we will promptly register, or participate in the registration of, any transfer of Securities in the Company and will promptly issue, or participate in the issue of, new share certificates in respect of any shares constituting any part of the Securities or other documents evidencing title thereto, consequent upon any such transfer.
6. We confirm that all shares constituting part of the Securities are fully paid and that we have not at the date of this letter received notice of any other third party interest in respect of any of the Securities.
7. Terms defined in the Shares Charge and the Notice have the same meaning when used in this letter, except when defined herein.
8. This letter is governed by and shall be construed in accordance with Isle of Man law.

Yours faithfully

for and on behalf of

the Company

SCHEDULE 6

Director Letter of Undertaking

[Name]

[Address]

(the **Bank**)

[Date]

Dear Sirs

[Name] **LIMITED** (the **Company**)

[We], the undersigned, being a Director of the Company refer to the following documents, copies of which I have inspected:

- (a) the facility agreement dated [Date] (as the same may from time to time be supplemented, amended, restated, varied, extended and/or novated, the **Facility Agreement**) entered into between *inter alios* [insert details];
- (b) the charge of shares dated [Date] (as the same may from time to time be supplemented, amended, restated, varied, extended and/or novated, the **Charge**) entered into by [Name] Limited (the **Chargor**) in favour of the Bank.

(Capitalised terms used in this letter have the meanings given to them in the Charge, unless defined herein).

For good and valuable consideration provided by the Bank (the sufficiency of which is acknowledged) [We] irrevocably and unconditionally undertake with the Bank that for so long as any Secured Liabilities remain outstanding to the Bank:

1. [We] will not, acting alone, or together with any one or more of the other Directors and officers of the Company authorise or enter into any commitments or transactions in contravention of the undertakings contained in the Facility Agreement or the Charge or execute any power of attorney in favour of any person authorising such person to do likewise.
2. [We] irrevocably authorise the Bank, at any time following the occurrence of an Event of Default, to date, deliver and otherwise put into full effect the undated letter of resignation delivered or to be delivered by [myself/us] to the Bank pursuant to the Charge.
3. [We] will not register, or participate in the registration of, any transfer of shares in the Company, or issue, or participate in the issue of, new share certificates consequent upon any transfer, without the prior written consent of the Bank.

4. Upon being instructed to do so in writing by the Bank, [Name] will promptly register, or participate in the registration of, any transfer of shares in the Company and will promptly issue, or participate in the issue of, new share certificates consequent upon any such transfer.

Any notices to [Name] from the Bank pursuant to this Letter of Undertaking shall be sufficiently served on [Name] if sent to the Company in accordance with [clause] of the Facility Agreement.

Yours faithfully

[Name]

)

SIGNED as a **DEED** by [DIRECTOR]

)

)

[Body Corporate]

)

EXECUTED as a **DEED** by [DIRECTOR]
acting by:

)

)

Authorised signatory

SIGNATORIES

EXECUTED as a **DEED** by **Melford Special**)
Situations acting by its general partner)
Melford Capital General Partner)
Limited

[REDACTED]

Director **FREDDIE WINGFIELD -**
2198Y

In the presence of:

[REDACTED]

Witness signature

Name: **SUCHET SHAN**

Address: **2 EATON GATE, LONDON, SW1W 9J**

Occupation: **ASSOCIATE**

EXECUTED as a **DEED** by **Pitmore**)
Limited)
[REDACTED])

In the presence of:

[REDACTED]

Director

[REDACTED]

Witness signature

Name:

Address:

[REDACTED]

Occupation:

SIGNATORIES

EXECUTED as a **DEED** by **Melford Special**)
Special by its general partner)
Melford Capital General Partner)
Limited

Director

In the presence of:

Witness signature

Name:

Address:

Occupation:

EXECUTED as a **DEED** by **Pitmore**)
Limited acting by **VITTORIO DAVICO**)

In the presence of:

Director

Witness signature

Name: **THOMAS ADEANE**

Address: **16 Kensington Park Road**

Occupation: **Surveyor**

EXECUTED as a DEED by Lloyds Bank
PLC

)

)

)

By:



Authorised signatory

Name: *CASHYER KOLASZET*

Position: *ASSOCIATE DIRECTOR*

In the presence of:



Witness signature

Name: *LINDA NYAMERKE*

Address: *Lloyds Bank, 10 Gresham Street, London, EC2V 7AE*

Occupation: *Manager*

