

MR01

Particulars of a charge

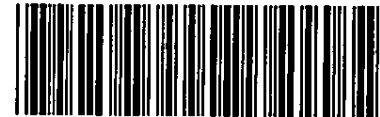


A fee is payable with this form.
Please see 'How to pay' on the
last page

You can use the WebFiling
Please go to www.companieshouse.gov.uk

☒ **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 the
instrument Use form MR01



LD7 08/12/2014 #28
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 06890795

Company name in full Ovo Energy Ltd

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 04/12/2014

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 Shell Energy Europe Limited, Shell Centre, London, SE1 7NA

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

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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

N/A

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 Clifford Chance 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 **Atrayee Basu 70-40583502**

Company name **Clifford Chance LLP**

Address **10 Upper Bank Street**

Post town **London**

County/Region

Postcode **E I 4 5 J J**

Country **United Kingdom**

DX **149120 Canary Wharf 3**

Telephone **020 7006 1000**



Certificate

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



Checklist

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following.

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



Important information

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



How to pay

A fee of £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: 6890795

Charge code 0689 0795 0009

The Registrar of Companies for England and Wales hereby certifies that a charge dated 4th December 2014 and created by OVO ENERGY LTD was delivered pursuant to Chapter A1 Part 25 of the Companies Act 2006 on 8th December 2014

OK

Given at Companies House, Cardiff on 12th December 2014



Companies House



THE OFFICIAL SEAL OF THE
REGISTRAR OF COMPANIES

EXECUTION VERSION

**THE COMPANIES LISTED IN SCHEDULE 1
AS THE CHARGORS**

IN FAVOUR OF

SHELL ENERGY EUROPE LIMITED

DEBENTURE

We hereby certify that, save for material
redacted pursuant to s 859G of the
Companies Act 2006, this is a true copy of the original.

Signed Alroya Gadi Date 5/12/2014

Clifford Chance LLP
10 Upper Bank Street
London E14 5JJ

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THIS DEBENTURE is made by way of deed on 4 December 2014

BY

- (1) **THE COMPANIES** listed in Schedule 1 (the "**Chargors**" and each a "**Chargor**"), and
- (2) **SHELL ENERGY EUROPE LIMITED**, a company incorporated in England and Wales (registered no 04162523), whose registered office is at Shell Centre, London, SE1 7NA, England ("**SEEL**")

IT IS AGREED as follows

1 DEFINITIONS AND INTERPRETATION

1.1 Definitions

In this Debenture

"**Acceleration Event**" means the giving of notice pursuant to clause 18.2 (*Consequences of Default*) of the Global Agreement

"**Account**" means each of the accounts opened or maintained by any Chargor in accordance with the Accounts Agreement (except the Permitted Accounts), any bank, building society, financial institution or other person (including any renewal, redesignation, replacement, subdivision or subaccount of such account) and the debt or debts represented thereby

"**Accounts Agreement**" means the agreement dated on or about the date of this Debenture entered into by OEL and SEEL as amended, varied, novated or supplemented from time to time

"**Business Intellectual Property**" means any Intellectual Property material to or required in connection with any Chargor's business including without limitation Intellectual Property listed in Schedule 6 (*Intellectual Property*)

"**Charged Assets**" means all of the assets and undertaking of each Chargor which from time to time are the subject of any Security created or expressed to be created by it in favour of SEEL by or pursuant to this Debenture

"**Collateral Rights**" means all rights, powers and remedies of SEEL provided by or pursuant to this Debenture or by law

"**Control Account**" means the Bank Account as such term is defined in the Accounts Agreement (and any renewal, redesignation, replacement, subdivision or subaccount of such account) and any other Account (except a Permitted Account) that may from time to time be identified in writing as a Control Account by SEEL in accordance with the Transaction Documents

"**Deposit Account**" means the account denominated in sterling and named Ovo Energy (sort code [REDACTED] and account number [REDACTED]) maintained by the relevant Chargor(s) at the Account Bank in accordance with the Accounts Agreement

"Distribution Account" means the account denominated in sterling and named Ovo Energy Ltd Current AC [REDACTED] maintained by the relevant Chargor(s) at the Account Bank in accordance with the Accounts Agreement

"Excluded Assets" means each Chargor's interest in the whole or any part of the Charged Assets existing as at the date of this Debenture in respect of which the creation of any Fixed Security by that Chargor by or pursuant to any Transaction Document is prohibited either absolutely or without consent.

"Fixed Security" means any mortgage, fixed charge or assignment expressed to be constituted by or pursuant to Clause 4 (*Fixed Security*) of this Debenture

"Global Agreement" means the agreement dated on or about the date of this Debenture between OEL and SEEL as amended, varied, novated or supplemented from time to time

"Insurance Policy" means any policy of insurance (including life insurance or assurance) in which any Chargor may from time to time have an interest (as amended or supplemented).

"Intellectual Property" means any patents, trademarks, service marks, designs, business and trade names, copyrights, design rights, moral rights, inventions, confidential information, knowhow and other intellectual property rights and interests, whether registered or unregistered, and the benefit of all applications and rights to use such assets in which any Chargor may from time to time have an interest

"Investments" means the securities specified in Schedule 4 (*Shares and Investments*) and any:

- (a) stocks, shares, debentures and certificates of deposit and other instruments creating or acknowledging indebtedness, including alternative finance investment bonds (but not including the Non-Energy Shares),
- (b) interests in collective investment schemes, in whatever form or jurisdiction any such scheme is established, including partnership interests;
- (c) warrants and other instruments entitling the holder to subscribe for or acquire any investments described in paragraphs (a) or (b) above,
- (d) certificates and other instruments conferring contractual or property rights (other than options) in respect of the investments in paragraphs (a), (b) or (c) above, and
- (e) options to acquire any investments described in paragraphs (a), (b), (c) or (d) above,

in each case whether held directly by or to the order of any Chargor or by any trustee, nominee, custodian, fiduciary or clearance system on its behalf (including all rights against any such trustee, nominee, custodian, fiduciary or clearance system including, without limitation, any contractual rights or any right to delivery of all or any part of the Investments from time to time).

"Land Registry" means the official land registry for England and Wales.

"Legal Reservations" means:

- (a) the principal that equitable remedies may be granted or refused at the discretion of a court;
- (b) the limitations on enforcement by laws relating to insolvency, reorganisation and other laws generally affecting the rights of creditors,
- (c) the time barring of claims under the Limitation Act 1980 and the Foreign Limitation Periods Act 1984;
- (d) the possibility that an undertaking to assume liability for or indemnify a person against non-payment of UK stamp duty may be void;
- (e) defences of set off or counterclaim; and
- (f) due presentation for registration of this Debenture creating registrable security required in accordance with any applicable law.

"Monetary Claims" means any book and other debts and monetary claims owing to any Chargor and any proceeds of such debts and claims (including any claims or sums of money deriving from or in relation to any Business Intellectual Property, any Investment, the proceeds of any Insurance Policy, any court order or judgment, any contract or agreement to which any Chargor is a party and any other assets, property, rights or undertaking of any Chargor).

"Mortgaged Property" means any freehold or leasehold property specified in Schedule 2 (*Mortgaged Property*)

"Non-Energy Shares" means all the shares owned by Ovo Energy (Group) Ltd other than in Ovo Energy Ltd from time to time

"Notice of Assignment" means a notice of assignment in substantially the form set out in Schedule 8 (*Form of Notice of Security to Account Bank*), Schedule 9 (*Form of Notice of Assignment of Specific Contract*) and Schedule 10 (*Form of Notice of Assignment of Insurance Policy*).

"Notice of Charge" means a notice of charge in substantially the form set out in Schedule 8 (*Form of Notice of Security to Account Bank*) and Schedule 12 (*Investments. Broker's Notice of Charge and Undertaking*).

"Pensions Notice" means a contribution notice or a financial support direction issued by the Pensions Regulator under the Pensions Act 2004.

"Pensions Regulator" means the body corporate called the Pensions Regulator established under Part I of the Pensions Act 2004.

"Permitted Accounts" means the Deposit Account and any other account that may from time to time be identified in writing as a Permitted Account by the Parties in accordance with the Transaction Documents

"Real Property" means (including as provided in Clause 1.5 (*Real Property*)), the Mortgaged Property and any present or future freehold or leasehold or immovable property and any other interest in land or buildings and any rights relating thereto in which any Chargor has an interest

"Receiver" means a receiver, receiver and manager or, where permitted by law, an administrative receiver and that term will include any appointee made under a joint or several appointment.

"Related Rights" means, in relation to any asset.

- (a) the proceeds of sale or rental of any part of that asset,
- (b) all rights under any licence, agreement for sale or agreement for lease in respect of that asset,
- (c) all rights, powers, benefits, claims, causes of action, contracts, warranties, remedies, security, guarantees, indemnities or covenants for title in respect of or derived from that asset, and
- (d) any monies and proceeds paid or payable in respect of that asset.

"Secured Obligations" means all present and future obligations and liabilities of each Chargor whether actual or contingent, whether owed jointly, severally or in any other capacity whatsoever to SEEL under or pursuant to each of the Transaction Documents including any liability in respect of any further advances made under the Transaction Documents, except for any obligation or liability which, if it were included, would cause that obligation or liability or any of the Security in respect thereof, to be unlawful, prohibited or invalid by or under any applicable law.

"Security Period" means the period beginning on the date of this Debenture and ending on the date on which the Secured Obligations have been irrevocably and unconditionally discharged in full and SEEL is under no further actual or contingent obligation to make advances or provide other financial accommodation to any Chargor or any other person under any of the Transaction Documents.

"Shares" means all the shares held by each Chargor as an investment or in its subsidiaries other than the Non-Energy Shares

"Specific Contracts" means (a) all contracts listed in Schedule 5 (*Specific Contracts*) and (b) any other contracts designated as Specific Contracts by SEEL and the Chargors, each of which is (without limitation) a contract entered into between any Chargor and a customer and is required for the operation of that Chargor's business as contemplated under the Global Agreement

"Tangible Moveable Property" means any plant, machinery, office equipment, computers, vehicles, furniture, fittings and other chattels (excluding any for the time being forming part of any Chargor's stock in trade or work in progress).

1.2 Terms defined in other Transaction Documents

Unless defined in this Debenture, or the context otherwise requires, a term defined in the Global Agreement has the same meaning in this Debenture, or any notice given under or in connection with this Debenture.

1.3 Construction

In this Debenture:

- (a) the rules of interpretation contained in clause 1.2 of the Global Agreement shall apply to the construction of this Debenture, or in any notice given under or in connection with this Debenture,
- (b) any reference to "SEEL", a "Chargor" or the "Chargors" shall be construed so as to include its or their (and any subsequent) successors in title, permitted assigns and permitted transferees in accordance with their respective interests; and
- (c) references in this Debenture to any Clause or Schedule shall be to a Clause or Schedule contained in this Debenture.

1.4 Present and future assets

- (a) A reference in this Debenture to any Mortgaged Property, Charged Asset or other asset includes, unless the contrary intention appears, present and future Mortgaged Property, Charged Assets and other assets
- (b) The absence of or incomplete details of any Charged Assets in any Schedule shall not affect the validity or enforceability of any Security under this Debenture.

1.5 Real Property

- (a) A reference in this Debenture to a mortgage, assignment or charge of any freehold, leasehold or commonhold property includes all buildings, fixtures and fittings from time to time on or forming part of that property and all Related Rights
- (b) The terms of the Global Agreement and each other Transaction Document are incorporated into this Debenture, and each other Transaction Document to the extent required for any purported disposition of any Real Property contained in any Transaction Document to be a valid disposition in accordance with section 2(1) of the Law of Property (Miscellaneous Provisions) Act 1989.

1.6 Separate Security

Clauses 4.1 (*Mortgage of Real Property*) to 4.8 (*Assignment of Insurance Policies*) shall be construed as creating a separate and distinct mortgage, fixed charge or assignment over each relevant asset within any particular class of assets defined in this Debenture and the failure to create an effective mortgage, fixed charge or assignment (whether arising out of this Debenture or any act or omission by any party)

over any one asset shall not affect the nature or validity of the mortgage, charge or assignment imposed on any other asset whether within that same class of assets or not.

1 7 SEEL assumes no obligation

SEEL shall not be under any obligation in relation to the Charged Assets as a consequence of this Debenture and each Chargor shall at all times remain liable to perform all obligations in respect of the Charged Assets.

2. COVENANT TO PAY

2 1 Covenant to pay

Each Chargor covenants with SEEL that it shall, on demand of SEEL pay, discharge and satisfy the Secured Obligations on their due date in accordance with their respective terms

2.2 Default interest

If any Chargor fails to pay any amount payable by it under this Debenture on its due date, interest shall accrue on the overdue amount (both before and after judgment) at the rate determined in accordance with and on the terms set out in clause 6.2 (*Payment and Invoicing*) of the Global Agreement

3. COMMON PROVISIONS

3 1 Common provisions as to all Security

(a) All the Security constituted by or pursuant to this Debenture is:

- (i) created with full title guarantee;
- (ii) created in favour of SEEL; and
- (iii) continuing security for the payment and discharge of all the Secured Obligations.

3 2 Consent for Fixed Security

- (a) Each Chargor creates each Fixed Security subject to obtaining any necessary consent to such Fixed Security from any relevant third party.
- (b) The Fixed Security from time to time constituted by this Debenture shall not extend to that Chargor's interest in the Excluded Assets unless and until any relevant consent has been obtained or any restriction on the creation of security over any such asset is removed

4. FIXED SECURITY

4.1 Mortgage of Real Property

Each Chargor charges, by way of first legal mortgage, the Mortgaged Property.

4.2 Fixed charge over Real Property

Each Chargor charges (to the extent not validly and effectively charged by way of first legal mortgage pursuant to Clause 4.1 (*Mortgage of Real Property*) above), by way of first fixed charge, all of its rights, title and interest from time to time in and to all the Real Property and all Related Rights.

4.3 Fixed charge over Tangible Moveable Property

Each Chargor charges, by way of first fixed charge, all of its rights, title and interest from time to time in and to the Tangible Moveable Property and all Related Rights, with the exception of those items of Tangible Moveable Property listed in Part A of Schedule 7 (*Assets excluded from Fixed Charges*).

4.4 Fixed charge over goodwill

Each Chargor charges, by way of first fixed charge, all of its rights, title and interest from time to time in and to any goodwill, rights and claims in relation to the uncalled capital of that Chargor.

4.5 Fixed charge over other assets

Each Chargor charges (to the extent not validly and effectively assigned pursuant to Clauses 4.7 (*Assignment of Specific Contracts*) and 4.8 (*Assignment of Insurance Policies*)), by way of first fixed charge, all of its rights, title and interest from time to time in and to each Control Account, each Specific Contract and each Insurance Policy and all Related Rights in relation to each of those assets with the exception of those assets listed in Part B of Schedule 7 (*Assets excluded from Fixed Charges*).

4.6 Assignment of Accounts

Each Chargor assigns and agrees to assign absolutely, all of its rights, claims, title and interest from time to time in and to each Control Account and all Related Rights.

4.7 Assignment of Specific Contracts

Each Chargor assigns and agrees to assign absolutely, all of its rights, claims, title and interest from time to time in and to each Specific Contract and all Related Rights with the exception of those Specific Contracts listed in Part B of Schedule 5 (*Specific Contracts*).

4.8 Assignment of Insurance Policies

Each Chargor assigns and agrees to assign absolutely, all of its rights, claims, title and interest from time to time in and to the proceeds of each Insurance Policy and all Related Rights.

4.9 Right of the Chargors

Notwithstanding the foregoing, each Chargor shall remain entitled to exercise all of its rights, powers and discretions under or in relation to the Charged Assets in accordance with the terms of this Debenture and in each case so long as such exercise

is not in breach of the Transaction Documents, unless and until an Acceleration Event occurs at which time all such rights, powers and discretions shall be exercisable by, and notices shall be given to, SEEL or as it directs.

5 FLOATING CHARGE

5.1 Floating charge

- (a) Each Chargor charges by way of first floating charge in favour of SEEL all present and future assets and undertaking of that Chargor, except the Non-Energy Shares, all Related Rights in respect of the Non-Energy Shares, the Deposit Account and any other shares or account that may from time to time be agreed in writing by the Parties (acting reasonably) as outside of the floating charge in favour of SEEL
- (b) The floating charge created by paragraph (a) of Clause 5.1 above shall be deferred in point of priority to all Fixed Security validly and effectively created by that Chargor under the Transaction Documents in favour of SEEL as security for the Secured Obligations.
- (c) Paragraph 14 of Schedule B1 to the Insolvency Act 1986 applies to the floating charge created by paragraph (a) of Clause 5.1 above.

5.2 Crystallisation: by notice

SEEL may at any time by notice in writing to any Chargor convert the floating charge created pursuant to Clause 5.1 (*Floating Charge*) with immediate effect into a fixed charge as regards any property or assets other than an Excluded Asset specified in the notice if

- (a) an Acceleration Event has occurred; or
- (b) SEEL considers (acting reasonably) that any of the Charged Assets may be in jeopardy or in danger of being seized or sold pursuant to any form of legal process;
- (c) SEEL considers (acting reasonably) that it is necessary in order to protect the priority of the security (provided that SEEL may not give a notice under this Clause 5.2 in relation to the granting by any Chargor of any Permitted Security under clause 12.9 (*Negative Pledge*) of the Global Agreement), or
- (d) any Chargor requests SEEL to exercise any of its powers under this Debenture.

5.3 Crystallisation: automatic

Notwithstanding Clause 5.2 (*Crystallisation by notice*) and without prejudice to any law which may have a similar effect, the floating charge created pursuant to Clause 5.1 (*Floating Charge*) will automatically be converted (without notice) with immediate effect into a fixed charge as regards all the assets subject to the floating charge if:

- (a) any Chargor creates or attempts to create any Security (other than any Permitted Security under clause 12.9 (*Negative Pledge*) of the Global Agreement), over any of the Charged Assets;
- (b) any person levies or attempts to levy any distress, execution or other process against any of the Charged Assets; and
- (c) a resolution is passed or an order is made for the winding-up or dissolution of any Chargor,

or any analogous procedure or step is taken in any jurisdiction.

6. PROVISIONS AS TO SECURITY AND PERFECTION

6.1 Negative pledge and restriction on dealings

Except as permitted under the Transaction Documents each Chargor shall not at any time during the Security Period create or permit to subsist any Security over all or any part of the Charged Assets or dispose of or otherwise deal with any part of the Charged Assets

6.2 Implied covenants for title

- (a) The covenants set out in sections 3(1), 3(2) and 6(2) of the Law of Property (Miscellaneous Provisions) Act 1994 will not extend to Clauses 4 (*Fixed Security*) or 5 (*Floating charge*)
- (b) It shall be implied in respect of Clauses 4 (*Fixed Security*) and 5 (*Floating charge*) that each Chargor is disposing of the Charged Assets free from all charges and incumbrances (whether monetary or not) and from all other rights exercisable by third parties (including liabilities imposed and rights conferred by or under any enactment) other than any charges, incumbrances or rights exercisable by third parties in each case pursuant to any Permitted Security under clause 12.9 (*Negative Pledge*) of the Global Agreement.

6.3 Notice of Security: Accounts

- (a) **Control Accounts.** The relevant Chargor shall, on the date of this Debenture or, if later, promptly upon the designation at any time by SEEL and that Chargor of any Account as a Control Account (provided that the Chargor shall not unreasonably withhold or delay its consent in respect of any Account in which any amounts received by the Chargor in respect of any Commodity Transactions under the Transaction Documents were intentionally directed by the Chargor to be paid into such Account and continue to be held in such Account), deliver to SEEL (or procure the delivery of) a Notice of Assignment duly executed by, or on behalf of, the Chargor in respect of each Control Account and the Chargor shall use reasonable endeavours to procure from each account bank, building society, financial institution or other person with which any Control Account is opened or maintained, an acknowledgement in the form set out in such Notice of Assignment.

- (b) **Other Accounts** The relevant Chargor shall, if requested by SEEL from time to time after the occurrence of an Acceleration Event, promptly deliver to SEEL (or procure the delivery of) a Notice of Charge in relation to the Accounts (except any Control Account) duly executed by, or on behalf of, that Chargor and the Chargor shall use reasonable endeavours to procure from each account bank, building society, financial institution or other person with which any Account is opened or maintained, an acknowledgement in the form set out in such Notice of Charge.
- (c) The execution of this Debenture by each Chargor and SEEL shall constitute notice to SEEL of the charge created over any Account opened or maintained with SEEL

6.4 Notice of Security: other assets

- (a) Each Chargor shall, if requested by SEEL from time to time after the occurrence of an Acceleration Event, promptly deliver to SEEL (or procure the delivery of) a Notice of Assignment or a Notice of Charge (as appropriate) duly executed by, or on behalf of, that Chargor in relation to any asset (other than the Accounts) which is the subject of the Fixed Security and any floating charge which is converted into a fixed charge pursuant to Clauses 5.2 (*Crystallisation by notice*) and 5.3 (*Crystallisation automatic*) above.
- (b) Each Chargor shall use reasonable endeavours to procure from each recipient of such a Notice of Assignment or a Notice of Charge (as appropriate) an acknowledgement in the form set out therein

6.5 Deposit of documents of title: Investments

After the occurrence of an Acceleration Event each Chargor shall promptly on the request of SEEL, deposit with SEEL (or procure the deposit of) all of the Investments and any certificates and other documents of title representing the Investments to which that Chargor (or its nominee(s)) is or becomes entitled, together with any other document which SEEL may reasonably request (in such form and executed in such manner as SEEL may reasonably require (including executed but undated blank stock transfer forms or other instruments of transfer executed in blank and left undated by it or on its behalf), with a view to perfecting its security over the Investments or to registering any Investment in its name or the name of any nominee(s).

6.6 Deposit of share certificates

Each Chargor shall

- (a) after the occurrence of an Acceleration Event, deposit with SEEL (or procure the deposit of) all certificates or other documents of title to the Shares and executed but undated stock transfer forms (executed in blank by it or on its behalf); and
- (b) after the occurrence of an Acceleration Event and promptly upon the accrual or issue of any stocks, shares, warrants or other securities in respect of or derived from the Shares (or upon acquiring any interest therein), notify SEEL

of that occurrence and deposit with SEEL (or procure the deposit of) (i) all certificates or other documents of title representing such items and (ii) such executed but undated stock transfer forms or other instruments of transfer (executed in blank and left undated by it or on its behalf) in respect thereof as SEEL may request.

6.7 Deposit of title deeds

Each Chargor shall

- (a) on the date of this Debenture (and promptly upon the acquisition by it of any interest in any Real Property at any time) deposit with SEEL (or procure the deposit of) all deeds, certificates and other documents constituting or evidencing title to such Real Property, and
- (b) at any time thereafter deposit with SEEL (or procure the deposit of) any further such deeds, certificates and other documents, promptly upon coming into possession of any of those items.

6.8 Application to the Land Registry

Each Chargor hereby consents to an application being made to the Land Registry to enter a restriction in the proprietorship register of any registered land at any time forming part of the Real Property.

6.9 Registration of Business Intellectual Property

Each Chargor shall, if requested by SEEL, execute all such documents and do all such acts as SEEL may reasonably require to record the interest of SEEL in any registers relating to any registered Business Intellectual Property.

6.10 Further advances

- (a) Subject to the terms of the Global Agreement, SEEL is under an obligation to make further advances to the Chargors and that obligation will be deemed to be incorporated in this Debenture as if set out in this Debenture
- (b) Each Chargor consents to an application being made to the Land Registry to enter the obligation to make further advances on the Charges Register of any registered land forming part of the Charged Assets

7 FURTHER ASSURANCE

7.1 Further assurance

- (a) The covenant set out in section 2(1)(b) of the Law of Property (Miscellaneous Provisions) Act 1994 shall extend to include the obligations set out in paragraph (b) of Clause 7.1 below.
- (b) Each Chargor shall promptly, at its own cost, do all such acts or execute all such documents (including assignments, transfers, mortgages, charges,

notarisations, registrations, notices and instructions) as SEEL may reasonably specify (and in such form as SEEL may reasonably require) in favour of SEEL:

- (i) to create, perfect and/or protect the Security created or intended to be created in respect of the Charged Assets (which may include the execution by that Chargor of a mortgage, charge or assignment over all or any of the assets constituting, or intended to constitute, the Charged Assets) or for the exercise of the Collateral Rights,
- (ii) to confer on SEEL Security over any asset or undertaking of that Chargor located in any jurisdiction outside England and Wales equivalent or similar to the Security intended to be conferred by or pursuant to this Debenture; and/or
- (iii) to, once the Security constituted by this Debenture has become enforceable, facilitate the realisation of the Charged Assets.

7.2 Necessary action

Each Chargor shall take all such action as is available to it (including making all filings and registrations and applying for relief against forfeiture) as may be necessary or as may reasonably be requested by SEEL for the purpose of the creation, perfection, protection or maintenance of any Security conferred or intended to be conferred on SEEL by or pursuant to this Debenture

7.3 Consents

Each Chargor shall, as soon as possible, use reasonable endeavours to obtain any consents necessary or to remove any restriction on the creation of Security (in each case in form and substance satisfactory to SEEL, acting reasonably) to enable the assets of that Chargor including each of the Excluded Assets to be the subject of the relevant Fixed Security pursuant to this Debenture. Promptly upon obtaining any such consent or removing any such restriction, the asset concerned will become subject to that Fixed Security and the Chargor shall promptly deliver a copy of such consent or evidence of such removal to SEEL.

8 SHARES AND INVESTMENTS

8.1 Dividends prior to an Acceleration Event

Prior to the occurrence of an Acceleration Event, the Chargors shall be entitled to all dividends, interest and other monies arising from the Shares and the Investments

8.2 Dividends after an Acceleration Event

Upon the occurrence of an Acceleration Event, SEEL shall, in the name of the relevant Chargor or otherwise and without any further consent or authority from the Chargors, apply all dividends, interest and other monies arising from the Shares and the Investments as though they were the proceeds of sale in accordance with Clause 18 (*Application of Monies*).

8.3 Voting rights prior to an Acceleration Event

Prior to the giving of notice pursuant to Clause 8.4 (*Voting rights after an Acceleration Event*), the Chargors shall be entitled to exercise all voting rights in relation to the Shares and the Investments.

8.4 Voting rights after an Acceleration Event

At any time after the occurrence of an Acceleration Event, SEEL may, at its discretion, (in the name of the relevant Chargor 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 Shares and the Investments; and
- (b) exercise (or refrain from exercising) the powers and rights conferred on or exercisable by the legal or beneficial owner of the Shares and the Investments to concur or participate in:
 - (i) the reconstruction, amalgamation, sale or other disposal of such company or any of its assets or undertaking (including the exchange, conversion or reissue of any shares or securities as a consequence thereof),
 - (ii) the release, modification or variation of any rights or liabilities attaching to such shares or securities; and
 - (iii) the exercise, renunciation or assignment of any right to subscribe for any shares or securities,

in each case in the manner and on the terms SEEL thinks fit, and the proceeds of any such action shall form part of the Shares and/or the Investments.

8.5 Waiver of voting rights by SEEL

- (a) SEEL may, in its absolute discretion and without any consent or authority from the Chargors, at any time, by notice to the Chargors (which notice shall be irrevocable) elect to give up the right to exercise (or refrain from exercising) all voting rights and powers in respect of the Shares and the Investments conferred or to be conferred on SEEL pursuant to Clause 8.4 (*Voting rights after an Acceleration Event*) above.
- (b) Once a notice has been issued by SEEL under paragraph (a) of this Clause 8.5, on and from the date of such notice SEEL shall cease to have the rights to exercise or refrain from exercising voting rights and powers in respect of the Shares and the Investments conferred or to be conferred on it pursuant to Clause 8.4 (*Voting rights after an Acceleration Event*) above or any other provision of this Debenture and all such rights will be exercisable by the Chargors. The Chargors shall be entitled, on and from the date of such notice, to exercise all voting rights and powers in relation to the Shares and the Investments.

8.6 Shares: Voting rights

Each Chargor shall not exercise (and shall procure that any nominee acting on its behalf does not exercise) its voting rights in relation to the Shares and the Investments in any manner, or otherwise permit or agree to or concur or participate in any:

- (a) variation of the rights attaching to or conferred by all or any part of the Shares and the Investments,
- (b) exercise, renunciation or assignment of any right to subscribe for any shares or securities; or
- (c) reconstruction, amalgamation, sale or other disposal of any company or any of the assets or undertaking of any company (including the exchange, conversion or reissue of any shares or securities as a consequence thereof) whose shares are charged pursuant to this Debenture, which, in the reasonable opinion of SEEL, would prejudice the value of, or the ability of SEEL to realise, the Security created by this Debenture unless the proceeds of any such action shall form part of the Shares and/or the Investments.

8.7 Investments and Shares: Payment of calls

Each Chargor shall pay when due all calls or other payments which may be or become due in respect of any of the Investments and Shares, and in any case of default by it in such payment, SEEL may, if it thinks fit, make such payment on its behalf in which case any sums paid by SEEL shall be reimbursed by the relevant Chargor to SEEL on demand and shall carry interest from the date of payment by SEEL until reimbursed in accordance with Clause 2.2 (*Default interest*)

8.8 Investments: Exercise of rights

Each Chargor shall not exercise any of its rights and powers in relation to any of the Investments in any manner which would prejudice the value of, or the ability of SEEL to realise, the Security created by this Debenture

9 ACCOUNTS

9.1 Accounts: Notification and variation

- (a) Each Chargor shall promptly deliver to SEEL on the date of this Debenture (and, if any change occurs thereafter, on the date of such change), details of each Account opened or maintained by it with any bank, building society, financial institution or other person.
- (b) Each Chargor shall not, without SEEL's prior written consent (not to be unreasonably withheld), permit or agree to any variation of the rights attaching to any Account or close any Account.

9.2 Accounts: Operation before an Acceleration Event

The Chargors shall, prior to the occurrence of an Acceleration Event, be entitled to receive, withdraw or otherwise transfer any credit balance from time to time on any Account (other than the Control Account).

9.3 Accounts: Operation after an Acceleration Event

After the occurrence of an Acceleration Event the Chargors shall not be entitled to receive, withdraw or otherwise transfer any credit balance from time to time on any Account except with the prior consent of SEEL or otherwise in accordance with the Accounts Agreement.

9.4 Control Accounts

- (a) The Chargors shall not be entitled to receive, withdraw or otherwise transfer any credit balance from time to time on any Control Account except in accordance with the Accounts Agreement.
- (b) SEEL may, at any time, upon the occurrence of an Acceleration Event, without prior notice exercise from time to time all rights, powers and remedies held by it as assignee of the Control Accounts to
 - (i) demand and receive all and any monies due under or arising out of each Control Account, and
 - (ii) exercise all such rights as the Chargors were then entitled to exercise in relation to such Control Account or might, but for the terms of this Debenture, exercise

9.5 Accounts: Application of monies

SEEL shall, upon the occurrence of an Acceleration Event, be entitled without notice to apply, transfer or set-off any or all of the credit balances from time to time on any Account in or towards the payment or other satisfaction of all or part of the Secured Obligations in accordance with Clause 18 (*Application of Monies*).

10. MONETARY CLAIMS

10.1 Dealing with Monetary Claims

Following the occurrence of an Acceleration Event, the Chargors shall not, except with the prior written consent of SEEL, be entitled to withdraw or otherwise transfer the proceeds of the realisation of any Monetary Claims standing to the credit of any Control Account

11. INSURANCES

11.1 Insurance: Undertakings

Each Chargor shall at all times during the Security Period

- (a) keep the Charged Assets insured in accordance with the terms of the Global Agreement,
- (b) if required by SEEL, ensure each insurance policy or policies relating to the Charged Assets other than any Insurance Policy which has been the subject of a Notice of Assignment pursuant to Clause 6 (*Provisions as to Security and Perfection*) has SEEL's interest as mortgagee noted on it until such time as SEEL notifies the insurer(s) to the contrary or the Security Period ends; and
- (c) promptly pay all premiums and other monies payable under all its Insurance Policies and promptly upon request, produce to SEEL a copy of each policy and evidence (in form and substance acceptable to SEEL, acting reasonably) of the payment of such sums.

11.2 Insurance: Failure to comply

If any Chargor fails to comply with Clause 11.1 (*Insurance Undertakings*) following written request by SEEL, SEEL may (without any obligation to do so) effect or renew any such insurance on substantially similar terms and in such name(s) as it reasonably considers appropriate, and all monies spent by SEEL in doing so shall be reimbursed by the Chargors to SEEL on demand and shall carry interest from the date of payment by SEEL until reimbursed in accordance with Clause 2.2 (*Default interest*)

11.3 Application of Insurance proceeds

All monies received under any Insurance Policies relating to the Charged Assets shall (subject to the rights and claims of any person having prior rights to such monies):

- (a) prior to the occurrence of an Acceleration Event, be applied in repairing, replacing, restoring or rebuilding the property or assets damaged or destroyed, and
- (b) after the occurrence of an Acceleration Event, be held upon trust for SEEL pending payment to SEEL for application in accordance with Clause 18 (*Application of Monies*) and each Chargor waives any right it may have to require that any such monies are applied in reinstatement of any part of the Charged Assets.

12. REAL PROPERTY

12.1 Property: Notification

Each Chargor shall promptly notify SEEL of any contract, conveyance, transfer or other disposition for the acquisition by that Chargor (or its nominee(s)) of any Real Property

12.2 Lease covenants

Each Chargor shall, in relation to any lease, agreement for lease or other right to occupy to which all or any part of the Charged Assets is at any time subject:

- (a) pay the rents (if the lessee) and observe and perform in all material respects the covenants, conditions and obligations imposed (if the lessor) on the lessor or (if the lessee) on the lessee; and
- (b) not do any act or thing whereby any lease or other document which gives any right to occupy any part of the Charged Assets becomes or may become subject to determination or any right of re-entry or forfeiture prior to the expiration of its term.

13. CHARGORS' REPRESENTATIONS AND UNDERTAKINGS

13.1 Representations

Each Chargor makes the following representations and warranties (on a several basis) where relevant (and applicable to it) to SEEL and acknowledges that SEEL has become a party to this Debenture in reliance on these representations and warranties:

(a) Status

- (i) It is a corporation, duly incorporated and validly existing under the laws of its jurisdiction of incorporation.
- (ii) It has the power to own its assets and carry on its business as it is being conducted.

(b) Binding obligations

Subject to the Legal Reservations, the obligations expressed to be assumed by each Chargor in this Debenture are legal, valid, binding and enforceable obligations

(c) Non-conflict with other obligations

The entry into and performance by each Chargor of, and the transactions contemplated by, this Debenture (including any transfer of the Charged Assets on creation or enforcement of the Security constituted by this Debenture) do not:

- (i) conflict with:
 - (A) any law or regulation applicable to it;
 - (B) its constitutional documents (if applicable), or
 - (C) any material agreement or instrument binding upon it;
- (ii) result in the existence of, or oblige it to create, any Security over the Charged Assets other than any Permitted Security under clause 12.9 (*Negative Pledge*) of the Global Agreement.

(d) Ranking

Subject to the Legal Reservations and any arrangements permitted in accordance with any Permitted Security under clause 12.9 (*Negative Pledge*) of the Global Agreement, the security created by this Debenture has or will have first ranking priority and it is not subject to any prior ranking or *pari passu* security.

(e) Power and authority

Each Chargor 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 Debenture and the transactions contemplated by this Debenture.

(f) Ownership of Shares

The Chargors together are the sole legal and beneficial owners of the Shares and Investments free and clear of all security interests save as created by this Debenture and have not sold or disposed of or granted any options or pre-emption rights in respect of any of their rights, title and interest, in the Shares and Investments (other than as permitted under the Transaction Documents) and all of the Shares and Investments are validly issued, fully paid and are not subject to any options to purchase, pre-emption rights or similar rights or other restrictions upon disposal which would operate to restrict in any way their disposal by SEEL should it come to enforce its security over the Shares and Investments contained in this Debenture.

(g) Charged Assets

- (i) The Chargors have good, valid and marketable title to, or valid leases or licences of, the Charged Assets.
- (ii) The Charged Assets are free from any restrictions or covenants which may prevent any Chargor from complying with its obligations under this Debenture.

(h) Authorisations

All Authorisations required:

- (i) to enable it lawfully to enter into, exercise its rights and comply with its obligations under this Debenture; and
- (ii) to make this Debenture admissible in evidence in its jurisdiction of incorporation and the jurisdiction of incorporation of each company whose shares are charged under this Debenture,

have been obtained or effected and are in full force and effect, except for any filing or recording of this Debenture which will be promptly obtained or effected after the Effective Date.

(i) Winding-up

No corporate actions, legal proceedings or other procedure or steps have been taken in relation to, or notice given in respect of, a composition, compromise, assignment or arrangement with any creditor of any Chargor or in relation to the suspension of payments or moratorium of any indebtedness, winding-up, dissolution, administration or reorganisation (by way of voluntary arrangement, scheme of arrangement or otherwise) of, or the appointment of an administrator to, any Chargor and no such step is intended by any Chargor (save for the purposes of any solvent re-organisation or reconstruction which has previously been approved by SEEL).

(j) Pensions

Excluding, in each case, Ovo Group Limited.

- (i) none of the Chargors nor any member of the Group is or has at any time been an employer (for the purposes of sections 38 to 51 of the Pensions Act 2004) of an occupational pension scheme which is not a money purchase scheme (both terms as defined in the Pension Schemes Act 1993).
- (ii) none of the Chargors nor any member of the Group is or has at any time been "connected" with or an "associate" of (as those terms are used in sections 39 and 43 of the Pensions Act 2004) such an employer.
- (iii) none of the Chargors nor any member of the Group has at any time been served with a Pensions Notice and is not aware of any action having been taken by the Pensions Regulator that is preparatory to the issue of a Pensions Notice to it or any member of the Group.

(k) Repetition

The representations set out in Clauses 13.1(a) (*Status*) to (j) (*Pensions*) above are deemed to be made by each Chargor, where relevant, by reference to the facts and circumstances then existing on the date of this Debenture and on the date of any increase of the Volume Threshold Level to the Next Volume Threshold Level in accordance with clause 5.4 (*Volume Limits*) of the Global Agreement

13.2 Undertakings

(a) Authorisations

Each Chargor shall promptly.

- (i) obtain, comply with and do all that is necessary to maintain in full force and effect; and
- (ii) supply certified copies to SEEL of,

any Authorisation required under any law or regulation of England and Wales to enable it to perform its obligations under this Debenture and to ensure the

legality, validity, enforceability or admissibility in evidence in England and Wales of this Debenture.

(b) Compliance with laws

Each 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 this Debenture.

(c) Disposals and Negative pledge

Each Chargor shall not enter into a single transaction or a series of transactions (whether related or not) and whether voluntarily or involuntarily, to sell, lease, transfer or otherwise dispose of the whole or any part of the Charged Assets and will not create or permit to subsist any security interest on any part of the Charged Assets or otherwise deal with any part of Charged Assets, save as may be permitted under the Transaction Documents.

(d) Pensions

Each Chargor shall ensure that none of the Chargors nor any other member of the Group (but excluding Ovo Group Limited) is or has been at any time an employer (for the purposes of sections 38 to 51 of the Pensions Act 2004) of an occupational pension scheme which is not a money purchase scheme (both terms as defined in the Pension Schemes Act 1993) or "connected" with or an "associate" of (as those terms are used in sections 38 or 43 of the Pensions Act 2004) such an employer

(e) Change of business

Each Chargor shall (and shall ensure that each member of the Business Group will) ensure that no substantial change is made to the general nature of its business activities from those carried on at the date of this Debenture and make no material changes to the business model without the prior consent of SEEL (such consent not be unreasonably withheld)

(f) Insurance

Each Chargor shall (and shall ensure that each member of the Restricted Group will) maintain insurances on and in relation to its business and assets with reputable underwriters or insurance companies against those risks and to the extent as is usual for companies carrying on the same or substantially similar business.

(g) Intellectual Property

Each Chargor shall during the Security Period in respect of any Intellectual Property which is material to or required in connection with its business:

- (i) take all such steps and do all such acts as may be necessary to preserve and maintain the subsistence and validity of any such Intellectual Property; and

- (ii) not use or permit any such Intellectual Property to be used in any way which may materially and adversely affect its value unless it is pursuant to the terms of agreements already entered into by that Chargor prior to the Effective Date

(h) Information: litigation

Each Chargor shall supply to SEEL promptly upon becoming aware of them, the material details of any litigation, arbitration or administrative proceedings (including any such proceedings brought by any Customer and any governmental investigation or other regulatory action) which are current, threatened or pending against any Group Company (or against any of the directors of any Group Company), and which might, if adversely determined, have a Material Adverse Effect.

(i) Information and access

Each Chargor shall from time to time on the reasonable request of SEEL, furnish SEEL with such information as SEEL may reasonably require about that Chargor's business and affairs, the Charged Assets and its compliance with the terms of this Debenture and the Chargor shall permit SEEL, its representatives, professional advisers and contractors, free access during normal business hours and on reasonable notice (a) to inspect and take copies from the books, accounts and records of the Chargor and (b) to view the Charged Assets (without becoming liable as mortgagee in possession).

14. ENFORCEMENT OF SECURITY

14.1 Enforcement

Any time after the occurrence of

- (a) an Acceleration Event; or
- (b) a request from the Chargors to SEEL that it exercise any of its powers under this Debenture,

the Security created by or pursuant to this Debenture is immediately enforceable and SEEL may, without notice to the Chargors or prior authorisation from any court, in its absolute discretion.

- (i) enforce all or any part of that Security (at the times, in the manner and on the terms it thinks fit (including whether for cash consideration or otherwise)) and take possession of and hold or dispose of all or any part of the Charged Assets; and
- (ii) whether or not it has appointed a Receiver, exercise all or any of the rights, powers, authorities and discretions conferred by the Law of Property Act 1925 (as varied or extended by this Debenture) on mortgagees and by this Debenture on any Receiver or otherwise conferred by law on mortgagees or Receivers

14.2 Effect of moratorium

SEEL shall not be entitled to exercise its rights under Clause 14.1 (*Enforcement*) or Clause 5.2 (*Crystallisation, by notice*) where the right arises as a result of an Acceleration Event occurring solely due to any person obtaining, or taking steps to obtain, a moratorium pursuant to Schedule A1 of the Insolvency Act 1986

15. EXTENSION OF POWERS AND RIGHT OF APPROPRIATION

15.1 Extension of powers

- (a) The power of sale or other disposal conferred on SEEL and on any Receiver by this Debenture shall operate as a variation and extension of the statutory power of sale under section 101 of the Law of Property Act 1925 (subject to Clause 15.1(b)) and such power shall arise (and the Secured Obligations shall be deemed due and payable for that purpose) on the date of this Debenture.
- (b) The power of sale or other disposal conferred on SEEL and on any Receiver by this Debenture shall only be exercised if the Security constituted by this Debenture has become enforceable in accordance with Clause 14 (*Enforcement of Security*).

15.2 Restrictions

The restrictions contained in sections 93 and 103 of the Law of Property Act 1925 shall not apply to this Debenture or to the exercise by SEEL of its right to consolidate all or any of the Security created by or pursuant to this Debenture with any other Security in existence at any time or to its power of sale, which powers may be exercised by SEEL without notice to the Chargors on or at any time after this Debenture has become enforceable in accordance with Clause 14 (*Enforcement of Security*)

15.3 Power of leasing

- (a) The statutory powers of leasing may be exercised by SEEL at any time on or after this Debenture has become enforceable in accordance with Clause 14 (*Enforcement of Security*) and SEEL and any Receiver may make any lease or agreement for lease, accept surrenders of leases and grant options on such terms as it shall think fit, without the need to comply with sections 99 and 100 of the Law of Property Act 1925.
- (b) For the purposes of sections 99 and 100 of the Law of Property Act 1925, the expression "Mortgagor" will include any incumbrancer deriving title under a Chargor and neither section 99(18) nor section 100(12) of the Law of Property Act 1925 will apply.

15.4 Right of appropriation

To the extent that the provisions of the Financial Collateral Arrangements (No. 2) Regulations 2003, as amended, (the "**Regulations**") apply to a Charged Asset, SEEL shall have the right to appropriate all or any part of that Charged Asset in or towards the payment or discharge of the Secured Obligations and may exercise such right to

appropriate upon the occurrence of an Acceleration Event. For this purpose, the parties agree that the value of that Charged Asset shall be:

- (a) in the case of cash, the amount standing to the credit of each of the Accounts, together with any accrued but unposted interest, at the time of appropriation; and
- (b) in the case of any Investments and/or Shares, the market value of such Investments and/or Shares determined by SEEL by reference to a public index or independent valuation, or by such other process as SEEL may select.

In each case, the parties agree that the method of valuation provided for in this Debenture shall constitute a commercially reasonable method of valuation for the purposes of the Regulations.

16. APPOINTMENT OF RECEIVER OR ADMINISTRATOR

16.1 Appointment and removal

After the Security created by or pursuant to this Debenture has become enforceable in accordance with Clause 14.1 (*Enforcement*), SEEL may by deed or otherwise (acting through an authorised officer of SEEL):

- (a) without prior notice to the Chargors:
 - (i) appoint one or more persons to be a Receiver of the whole or any part of the Charged Assets; or
 - (ii) appoint two or more Receivers of separate parts of the Charged Assets; or
 - (iii) remove (so far as it is lawfully able) any Receiver so appointed; or
 - (iv) appoint another person(s) as an additional or replacement Receiver(s); or
 - (v) appoint one or more persons to be an administrator of any Chargor pursuant to paragraph 14 of Schedule B1 of the Insolvency Act 1986; and
- (b) following notice to the relevant Chargor, appoint one or more persons to be an administrator of that Chargor pursuant to paragraph 12 of Schedule B1 of the Insolvency Act 1986

16.2 Capacity of Receivers

Each person appointed to be a Receiver pursuant to Clause 16.1 (*Appointment and removal*) shall be:

- (a) entitled to act individually or together with any other person appointed or substituted as Receiver;

- (b) for all purposes deemed to be the agent of the relevant Chargors which shall be solely responsible for his acts, defaults and liabilities (save for any wilful misconduct, gross negligence or fraud on the part of the Receiver) and for the payment of his remuneration and no Receiver shall at any time act as agent for SEEL; and
- (c) entitled to remuneration for his services at a rate to be fixed by SEEL from time to time (without being limited to the maximum rate specified by the Law of Property Act 1925).

16.3 Statutory powers of appointment

The powers of appointment of a Receiver shall be in addition to all statutory and other powers of appointment of SEEL under the Law of Property Act 1925 (as extended by this Debenture) or otherwise and such powers shall remain exercisable from time to time by SEEL in respect of any part of the Charged Assets

17. POWERS OF RECEIVERS

Every Receiver shall (subject to any restrictions in the instrument appointing him but notwithstanding any winding-up or dissolution of any Chargor) have and be entitled to exercise, in relation to the Charged Assets (and any assets of a Chargor which, when got in, would be Charged Assets) in respect of which he was appointed, and as varied and extended by the provisions of this Debenture (in the name of or on behalf of the relevant Chargor or in his own name and, in each case, at the cost of the Chargor):

- (a) all the powers conferred by the Law of Property Act 1925 on mortgagors and on mortgagees in possession and on receivers appointed under that Act;
- (b) all the powers of an administrative receiver set out in Schedule 1 to the Insolvency Act 1986 (whether or not the Receiver is an administrative receiver);
- (c) all the powers and rights of an absolute owner and power to do or omit to do anything which the Chargor itself could do or omit to do, and
- (d) the power to do all things (including bringing or defending proceedings in the name or on behalf of the Chargor) which seem to the Receiver to be incidental or conducive to:
 - (i) any of the functions, powers, authorities or discretions conferred on or vested in him;
 - (ii) the exercise of the Collateral Rights (including realisation of all or any part of the assets in respect of which that Receiver was appointed), or
 - (iii) bringing to his hands any assets of the Chargor forming part of, or which when got in would be, Charged Assets

18. APPLICATION OF MONIES

All monies received or recovered by SEEL or any Receiver pursuant to this Debenture or the powers conferred by it shall (subject to the claims of any person having prior rights thereto and by way of variation of the provisions of the Law of Property Act 1925) be applied first in the payment of the costs, charges and expenses incurred and payments made by the Receiver, the payment of his remuneration and the discharge of any liabilities incurred by the Receiver in, or incidental to, the exercise of any of his powers, and thereafter shall be applied by SEEL (notwithstanding any purported appropriation by any Chargor) in accordance with the terms of the Global Agreement and the Transaction Documents.

19. PROTECTION OF PURCHASERS

19.1 Consideration

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

19.2 Protection of purchasers

No purchaser or other person dealing with SEEL or any Receiver shall be bound to inquire whether the right of SEEL or such Receiver to exercise any of its powers has arisen or become exercisable or be concerned with any propriety or regularity on the part of SEEL or such Receiver in such dealings.

20. POWER OF ATTORNEY

20.1 Appointment and powers

Each Chargor by way of security irrevocably appoints SEEL and any Receiver severally to be its attorney and in its name, on its behalf and as its act and deed to execute, deliver and perfect all other documents and do all things which the attorney may consider to be required for:

- (a) carrying out any obligation imposed on that Chargor by this Debenture which that Chargor has failed to comply with following written request by SEEL, and
- (b) enabling SEEL and any Receiver to exercise, or delegate the exercise of, any of the rights, powers and authorities conferred on them by or pursuant to this Debenture, or by law (including, after the occurrence of an Acceleration Event, the exercise of any right of a legal or beneficial owner of the Charged Assets).

20.2 Ratification

Each Chargor shall ratify and confirm all things lawfully done and all documents executed by any attorney in the exercise or purported exercise of all or any of his powers.

21 EFFECTIVENESS OF SECURITY

21.1 Continuing security

- (a) The Security created by or pursuant to this Debenture shall remain in full force and effect as a continuing security for the Secured Obligations.
- (b) No part of the Security from time to time intended to be constituted by this Debenture will be considered satisfied or discharged by an intermediate payment, discharge or satisfaction of the whole or any part of the Secured Obligations.

21.2 Cumulative rights

The Security created by or pursuant to this Debenture, and the Collateral Rights, shall be cumulative, in addition to and independent of every other Security which SEEL may at any time hold for the Secured Obligations or any other obligations or any rights, powers and remedies provided by law and shall operate as an independent security notwithstanding any receipt, release or discharge endorsed on or given in respect of or under any such other Security. No prior Security held by SEEL over the whole or any part of the Charged Assets shall merge into the Security constituted by this Debenture.

21.3 No prejudice

The Security created by or pursuant to this Debenture, and the Collateral Rights, shall not be prejudiced by any unenforceability or invalidity of any other agreement or document or by any time or indulgence granted to the Chargors or any other person, or SEEL or by any other thing which might otherwise prejudice that Security or any Collateral Right.

21.4 Remedies and waivers

No failure on the part of SEEL to exercise, nor any delay on its part in exercising, any Collateral Right, shall operate as a waiver of that Collateral Right or constitute an election to affirm this Debenture. No election to affirm this Debenture on the part of SEEL shall be effective unless it is in writing. No single or partial exercise of any Collateral Right shall preclude any further or other exercise of that or any other Collateral Right.

21.5 No liability

None of SEEL, its nominee(s) or any Receiver shall be liable:

- (a) to account as a mortgagee or mortgagee in possession; or
- (b) for any loss arising by reason of taking any action permitted by this Debenture or any neglect or default in connection with the Charged Assets or taking possession of or realising all or any part of the Charged Assets,

except in the case of gross negligence or wilful default upon its part.

21.6 Partial invalidity

If, at any time, any provision of this Debenture is or becomes illegal, invalid or unenforceable in any respect under the law of any jurisdiction, neither the legality, validity or enforceability of the remaining provisions of this Debenture nor of such provision under the laws of any other jurisdiction shall in any way be affected or impaired thereby and, if any part of the Security intended to be created by or pursuant to this Debenture is invalid, unenforceable or ineffective for any reason, that shall not affect or impair any other part of the Security

21.7 Waiver of defences

The obligations assumed, and the Security created, by each Chargor under this Debenture, and the Collateral Rights, will not be affected by any act, omission, matter or thing which, but for this Clause 21.7, would reduce, release or prejudice any of its obligations under, or the Security created by, this Debenture (without limitation and whether or not known to the Chargors or SEEL) including:

- (a) any time, waiver or consent granted to, or composition with, the Parent, the Chargors or other person;
- (b) the release of any other person under the terms of any composition or arrangement with any creditor of any member of the Group,
- (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 assets of, any 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 person,
- (e) any amendment, novation, supplement, extension (whether of maturity or otherwise) or restatement (in each case, however fundamental and of whatever nature, and whether or not more onerous) or replacement of a Transaction Document or any other document or Security or of the Secured Obligations,
- (f) any unenforceability, illegality or invalidity of any obligation of any person under any Transaction Document or any other document or Security or of the Secured Obligations; and
- (g) any insolvency or similar proceedings.

21.8 Immediate recourse

Each Chargor waives any right it may have of first requiring SEEL to proceed against or enforce any other rights or Security or claim payment from any other person before claiming from the Chargor under this Debenture. This waiver applies irrespective of any law or any provision of this Debenture to the contrary.

21.9 Deferral of rights

Until the end of the Security Period, each Chargor will not exercise any rights which it may have by reason of performance by it of its obligations under this Debenture:

- (a) to be indemnified by any guarantor of its obligations under this Debenture;
- (b) to claim any contribution from any guarantor of its obligations under this Debenture;
- (c) to take the benefit (in whole or in part and whether by way of subrogation or otherwise) of any rights of SEEL under this Debenture or of any other guarantee or Security taken pursuant to, or in connection with, this Debenture by SEEL,
- (d) to bring legal or other proceedings for an order requiring any person to make any payment, or perform any obligation, in respect of which such person has given a guarantee, undertaking or indemnity under any Transaction Document;
- (e) to exercise any right of set-off against any guarantor of its obligations under this Debenture, and/or
- (f) to claim or prove as a creditor of any guarantor in competition with SEEL

If the Chargor receives any benefit, payment or distribution in relation to such rights it shall hold that benefit, payment or distribution on trust for SEEL to the extent necessary to enable all amounts which may be or become payable to SEEL under or in connection with this Debenture to be repaid in full and shall promptly pay or transfer the same to SEEL or as SEEL may direct for application in accordance with Clause 18 (*Application of Monies*).

22. PRIOR SECURITY INTERESTS

- (a) In the event of any action, proceeding or step being taken to exercise any powers or remedies conferred by any prior ranking Security against any of the Charged Assets or in case of exercise by SEEL or any Receiver of any power of sale under this Debenture, SEEL may redeem such prior Security or, where the holder of the prior ranking security agrees, procure the transfer thereof to itself.
- (b) SEEL may settle and agree the accounts of the prior Security and any accounts so settled and agreed will be conclusive and binding on the Chargors.
- (c) All principal monies, interest, costs, charges and expenses of and incidental to any redemption or transfer will be paid by the Chargors to SEEL on demand together with accrued interest thereon calculated in accordance with Clause 2.2 (*Default interest*)

23 SUBSEQUENT SECURITY INTERESTS

If SEEL at any time receives or is deemed to have received notice of any subsequent Security, assignment or transfer affecting all or any part of the Charged Assets which

is prohibited by the terms of any Transaction Document, all payments thereafter by or on behalf of the Chargors to SEEL will (in the absence of any express contrary appropriation by the Chargors) be treated as having been credited to a new account of the Chargors and not as having been applied in reduction of the Secured Obligations at the time that notice was received.

24. SUSPENSE ACCOUNTS

All monies received, recovered or realised by SEEL under this Debenture (including the proceeds of any conversion of currency) may in the discretion of SEEL be credited to any interest bearing suspense or impersonal account(s) maintained with any bank, building society, financial institution or other person which SEEL considers appropriate (including itself) for so long as it may think fit (the interest being credited to the relevant account) pending their application from time to time at SEEL's discretion, in or towards the discharge of any of the Secured Obligations and save as provided herein no party will be entitled to withdraw any amount at any time standing to the credit of any suspense or impersonal account referred to above

25 RELEASE OF SECURITY

25.1 Release of Security

Upon the expiry of the Security Period, SEEL shall, at the request and cost of the Chargors, take whatever action is necessary to release and cancel the Security constituted by this Debenture and procure the unconditional release and reassignment to the relevant Chargor of the property and assets mortgaged or assigned to SEEL pursuant to this Debenture, in each case subject to Clause 25.2 (*Clawback*) and without recourse to, or any representation or warranty by, SEEL or any of its nominees and shall promptly return all deeds and documents delivered to SEEL by each Chargor under this Debenture

25.2 Clawback

If SEEL considers, based on legal advice, that any amount paid or credited to it is capable of being avoided or reduced by virtue of any bankruptcy, insolvency, liquidation or similar laws, the liability of the Chargors under this Debenture and the Security constituted by those documents will continue and such amount will not be considered to have been irrevocably discharged.

26. SET-OFF

Each Chargor authorises SEEL (but SEEL shall not be obliged to exercise such right), after the occurrence of an Acceleration Event, to set off against the Secured Obligations any matured amount or other obligation owing by SEEL to the Chargor and apply any credit balance to which the Chargor is entitled on any account with SEEL in accordance with Clause 18 (*Application of monies*).

27. ASSIGNMENT

27.1 No assignments or transfers by the Chargors

Each Chargor may not assign any of its rights or transfer any of its rights or obligations under this Debenture.

27.2 Assignments and transfers by SEEL

SEEL may not assign or transfer in respect of, a right or obligation under this Debenture to any third party unless the rights and obligations under the Global Agreement are also transferred to the same party.

28. NOTICES

28.1 A notice under or in connection with this Debenture (a "Notice").

- (a) shall be in writing;
- (b) shall be in the English language; and
- (c) shall be
 - (i) delivered personally; or
 - (ii) sent by first class post pre-paid recorded delivery (and air mail if overseas), or
 - (iii) by fax; or
 - (iv) by email (with a copy delivered by another method listed in paragraphs (i) to (iii) above,

to the Party due to receive the Notice at its address set out in this Debenture or to another address, person, fax number specified by that Party by not less than seven days' written notice to the other Party received before the Notice was despatched.

28.2 The address referred to in Clause 28.1(c) is:

- (a) in the case of each Chargor

Address:

3rd Floor,
Astley House
3 Notting Hill Gate
London
W11 3JQ

Email: vinny.casey@ovoenergy.com
tom.griffin@ovoenergy.com
chris.houghton@ovoenergy.com

Marked for the attention of Trading Team

(b) In the case of SEEL

Address:

80 Strand
London
WC2R 0ZA
England

Email. matthijs.gille@shell.com
steve.ackroyd@shell.com
emre.yildiz@shell.com

Marked for the attention of Accounts Manager,

With a copy to:

SEEL Aggregator Credit Manager
80 Strand
London
WC2R 0ZA
England
E-mail: gxtrsenamonitorcreditteam@shell.com

- 28.3 A Notice given under Clause 28.1 is effective when actually received or, with respect to a notice given by email, when a non-automated response is received confirming receipt.

29 EXPENSES, STAMP TAXES AND INDEMNITY

29.1 Expenses

Without double counting any amounts recoverable by SEEL under the Global Agreement each Chargor shall, from time to time on demand of SEEL, reimburse SEEL for all the costs and expenses (including legal fees) on a full indemnity basis together with any VAT thereon incurred by it in connection with the exercise, preservation and/or enforcement of any of the Collateral Rights or the Security contemplated by this Debenture or any proceedings instituted by or against SEEL as a consequence of taking or holding the Security or of enforcing the Collateral Rights, and shall carry interest from the date of such demand until so reimbursed in accordance with Clause 2.2 (*Default interest*).

29.2 Stamp Taxes

Each Chargor shall pay all stamp, registration, notarial and other taxes and fees to which this Debenture, the Security contemplated in this Debenture or any judgment given in connection with it is or at any time may be subject and shall, from time to time, indemnify SEEL on demand against any liabilities, costs, claims and expenses resulting from any failure to pay or delay in paying any such tax.

29.3 Indemnity

Without double counting any amounts recoverable by SEEL under the Global Agreement, each Chargor shall, notwithstanding any release or discharge of all or any part of the Security, indemnify SEEL, its agents, attorneys and any Receiver against any action, proceeding, claims, losses, liabilities and costs which it may sustain as a consequence of any breach by the Chargor of the provisions of this Debenture, the exercise or purported exercise of any of the rights and powers (i) conferred on them by this Debenture or (ii) otherwise relating to the validity or enforcement of the Security over the Charged Assets granted under this Debenture.

30. DISCRETION AND DELEGATION

30.1 Discretion

Any liberty or power which may be exercised or any determination which may be made under this Debenture by SEEL or any Receiver may be exercised or made in its absolute and unfettered discretion without any obligation to give reasons.

30.2 Delegation

Each of SEEL and any Receiver shall have full power to delegate (either generally or specifically) the powers, authorities and discretions conferred on it by this Debenture (including the power of attorney) on such terms and conditions as it shall see fit which delegation shall not preclude the subsequent exercise, any subsequent delegation or any revocation of such power, authority or discretion by SEEL or the Receiver itself

31. GOVERNING LAW

31.1 This Debenture and all non contractual or other obligations arising out of or in connection with it are governed by English law.

31.2 The courts of England have exclusive jurisdiction to settle any dispute arising from or connected with this Debenture (a "**Dispute**") (including a dispute regarding the existence, validity or termination of this Debenture or relating to any non contractual or other obligation arising out of or in connection with this Debenture) or the consequences of its nullity

31.3 The Parties agree that the courts of England are the most appropriate and convenient courts to settle any Dispute and, accordingly, that they will not argue to the contrary.

32. THIRD PARTY RIGHTS

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

THIS DEBENTURE has been executed as, and is intended to take effect as, a deed by each party to this Debenture, on the date written on the first page of this Debenture.


**SCHEDULE 1
CHARGORS**

Name	Registered Number
Ovo Energy (Group) Ltd	08862063
Ovo Energy Ltd ("OEL")	06890795
Ovo Electricity Ltd	06858121
Ovo Gas Ltd	06752915

**SCHEDULE 2
MORTGAGED PROPERTY**

Property Description	Title Number
None as at the date of this Debenture	N/A

**SCHEDULE 3
CONTROL ACCOUNTS**

<u>Account Bank (including address)</u>	<u>Account Name</u>	<u>Sort Code and Account Number</u>	<u>Other information</u>
HSBC Bank plc, a company incorporated in England and Wales (registered no. 00014259), at 8 Canada Square, London, E14 5HQ	Ovo Energy Ltd Receipts AC		

**SCHEDULE 4
SHARES AND INVESTMENTS**

SHARES

<u>Name of Company</u>	<u>Issued Capital Share</u>	<u>Description and Number of Shares Held</u>
Ovo Energy (Group) Ltd	Ovo Energy Ltd	12,500 ordinary shares
Ovo Energy Ltd	Ovo Electricity Ltd	10,000 ordinary shares
Ovo Energy Ltd	Ovo Gas Ltd	10,000 ordinary shares

INVESTMENTS

<u>Name of Issuer/Obligor</u>	<u>Description of Investment</u>	<u>Document Evidencing or Indicating Title</u>
N/A	N/A	N/A

**SCHEDULE 5
SPECIFIC CONTRACTS**

**PART A
SPECIFIC CONTRACTS**

1. The trademark licence entered into by Ovo Energy Ltd and Ovo Group Ltd dated on or about the date of this Debenture and as amended or supplemented from time to time.

**PART B
EXCLUDED SPECIFIC CONTRACTS**

- 1 None as at the date of this Debenture.

**SCHEDULE 6
INTELLECTUAL PROPERTY**

**PART A
TRADE MARKS**

Jurisdiction	Trade Mark	Registration Details	Classes	Owner
United Kingdom	OVO NEW ENERGY	Registration no: 2542983 Registered from: 24 March 2010	39	Ovo Energy Ltd
United Kingdom	OVO ENERGY	Registration no. 2552897 Registered from. 14 July 2010	39	Ovo Energy Ltd

**PART B
DOMAIN NAMES**

- www.ovoenergy.com

**SCHEDULE 7
ASSETS EXCLUDED FROM FIXED CHARGES**

**PART A
TANGIBLE MOVEABLE PROPERTY**

1. Laptop computers provided to employees

**PART B
OTHER ASSETS**

1. None as at the date of this Debenture.

SCHEDULE 8
FORM OF NOTICE OF SECURITY TO ACCOUNT BANK

To: []

Date: []

Dear Sirs

We give you notice that, by a Debenture dated [] (the "**Debenture**"), we have [assigned] / [charged by way of fixed charge] to Shell Energy Europe Limited ("**SEEL**") all of our right, title and interest in and to the account[s] listed below maintained with your [bank/building society/financial institution] (including any renewal, redesignation, replacement, subdivision or subaccount of such account) and the debt or debts represented thereby.

Account Name[s]:

Sort Code[s]:

Account No[s]:

We irrevocably instruct and authorise you to disclose to SEEL without any reference to or further authority from us and without any inquiry by you as to the justification for such disclosure, such information relating to [the]/[any] account[s] maintained with you from time to time as SEEL may request you to disclose to it

[Insert the following if the notice relates to a Control Account]

With effect from the date of your receipt of this notice

- (a) any existing payment instructions affecting the above account[s] (the "**Control Accounts**") are to be terminated and all payments and communications in respect of the Control Accounts should be made to SEEL or to its order (with a copy to us), and
- (b) all rights, interests and benefits whatsoever accruing to or for the benefit of ourselves arising from the Control Accounts belong to SEEL.

This letter [and all non-contractual obligations arising out of or in connection with it] [is/are] governed by and will be construed in accordance with the laws of England and Wales

Please acknowledge receipt of this notice by signing the acknowledgement on the enclosed copy letter and returning it to SEEL at [] marked for the attention of []

Yours faithfully,

.....
for and on behalf of
[]

**Form of Acknowledgement of Notice of
Security by Account Bank**

[Date]

To: Shell Energy Europe Limited ("SEEL")

Account(s): [insert details of account(s)] (the "Blocked Account(s)") in the name of []
(the "Company")

We, [] (the "Bank") acknowledge receipt of the notice dated [] from the Company in respect of the Blocked Account(s) (the "Notice"). We understand that the Company has assigned to you by way of security pursuant to the Charge dated [], all its rights, title and interest in and to the Blocked Account(s) and the monies from time to time standing to its/their credit.

For so long as the instructions in the Notice are not revoked (by operation of law or otherwise), we acknowledge the instructions and authorisations contained in the Notice on the following basis -

- 1 The Blocked Account(s) shall be operated on the basis of the Bank's standard terms and conditions as varied from time to time and by any other arrangement between us and the Company.
- 2 All expenses for the maintenance of the Blocked Account(s) and all expenses arising under this arrangement shall be the responsibility of the Company and in the event that these are not otherwise met by the Company such expenses shall be debited directly by the Bank to the Blocked Account(s)
- 3 You agree that we may rely on any notice, instruction, direction, communication or other document or information believed by us to be genuine and correct which have been signed or communicated by the person by who it purports to be signed and communicated and we shall not be liable for the consequences such as we have no obligation whatsoever to verify the facts or matters stated therein as true and correct, including whether the terms of any agreement between the Company and yourself has been complied with or the making of any enquiry as to whether a security interest has become enforceable.
- 4 To the extent that an instruction for withdrawal from the Blocked Account(s) is given which would in our opinion cause the Blocked Account(s) to be overdrawn we shall only transfer the outstanding cleared credit balance in the Blocked Account(s).
- 5 You acknowledge that we shall not be obliged to comply with any instructions received if due to circumstances which are not within our direct control, we are unable to comply with such instructions or to comply with those instructions should breach a court order or be contrary to applicable law or regulation
6. Nothing will deem the Bank to be a trustee or other fiduciary with respect to the Blocked Account(s) and the relationship of the Bank to yourself shall be that of banker and accountholder only.

We further confirm that subject to what we have said above:

- (a) We have not (without imposing any obligation on us to make any positive enquiries or searches) received a notice of previous assignments of, charges or other security interest in respect of the Blocked Account(s);
- (b) We will not, save without your prior written consent, exercise any right of combination, consolidation set off which we may have in respect of the Blocked Account(s) except with respect to returned or charged back items or the Bank's charges, fees and expense with respect to the Blocked Account(s) or the request of the Company and yourself hereunder;
- (c) We will act in accordance with instructions given by the authorised signatories acting on your behalf. You agree to deliver, as soon as practicable after receipt of this Acknowledgment, specimen signatures of persons who are authorised by you to give notices and instructions to us in connection with this Acknowledgement in a form reasonably required by us.

This letter is governed by and shall be construed in accordance with English law and the English Courts shall have exclusive jurisdiction

Yours faithfully,

..

[insert name of signatory]

For and on behalf of

[]

SCHEDULE 9
FORM OF NOTICE OF ASSIGNMENT OF SPECIFIC CONTRACT

To: []

Date: []

Dear Sirs

We give you notice that, by a Debenture dated [] (the "**Debenture**"), we have assigned [in equity] to Shell Energy Europe Limited ("**SEEL**") all our right, title and interest in and to [details of contract] (the "**Contract**") including all monies which may be payable in respect of the Contract

With effect from your receipt of this notice:

1. all payments by you to us under or arising from the Contract (the "**Payments**") shall be made to the following account [details of Bank Account to be inserted];
2. all remedies provided for in the Contract or available at law or in equity shall be exercisable by SEEL,
3. all rights to compel performance of the Contract shall be exercisable by SEEL although we shall remain solely liable to perform all the obligations assumed by us under or in connection with the Contract;
4. all rights, interests and benefits whatsoever accruing to or for the benefit of ourselves arising from the Contract shall belong to SEEL and no changes may be made to the terms of the Contract nor may the Contract be terminated without SEEL's consent; and
5. you are authorised and instructed, without requiring further approval from us, to provide SEEL with such information relating to the Contract as it may from time to time request and to send it copies of all notices issued by you under the Contract to SEEL as well as to us.

These instructions may not be revoked, nor may the terms of the Contract be amended, varied, waived or terminated without the prior written consent of SEEL

This letter [and all non-contractual obligations arising out of or in conjunction with it] [is/are] governed by and will be construed in accordance with the laws of England and Wales

Please acknowledge receipt of this notice by signing the acknowledgement on the enclosed copy letter and returning it to SEEL at [] marked for the attention of []

Yours faithfully,

.....

for and on behalf of
[]

[We confirm our agreement to the terms of this notice and instruct you, with effect from the date of your receipt of this notice, that:

- (a) the Payments shall be made to []; and
- (b) all remedies provided for in the Contract (or otherwise available) [and all rights to compel performance of the Contract]/[in respect of the Payments] shall be exercisable by [],

[in each case] until you receive written notification from us to the contrary.

.....
For and on behalf of
SHELL ENERGY EUROPE LIMITED]

**Form of Acknowledgement of
Assignment of Specific Contract**

To: Shell Energy Europe Limited ("SEEL")

Date.

Dear Sirs

We acknowledge receipt of a notice dated [] in the terms set out above and confirm that we have not received notice of any previous assignments or charges of or over any of the rights, interests and benefits in and to the Contract and that we will comply with the terms of that notice

We further confirm that:

- (a) we have not claimed or exercised and have no outstanding right to claim or exercise any right of set-off, counterclaim or other right relating to any payments by us to the Chargor under or arising from the Contract,
- (b) no amendment, waiver or release of any of such rights, interests and benefits shall be effective without the prior written consent of SEEL;
- (c) no termination of such rights, interests or benefits shall be effective unless we have given SEEL [thirty] days written notice of the proposed termination, specifying the action necessary to avoid such termination, and
- (d) no breach or default on the part of the Chargor of any of the terms of the Contract shall be deemed to have occurred unless we have given notice of such breach to SEEL specifying how to make good such breach

We acknowledge receipt of instructions from you in connection with the assignment of the Contract and confirm that we shall act in accordance with them until we receive written notification from you to the contrary

Yours faithfully,

.....
for and on behalf of

[]

cc []

SCHEDULE 10
FORM OF NOTICE OF ASSIGNMENT OF INSURANCE POLICY

To: *[Insert name of Insurer]*

Date:

Dear Sirs

We give you notice that, by a Debenture dated [] (the "**Debenture**"), we have assigned to Shell Energy Europe Limited ("**SEEL**") all our right, title and interest in and to the proceeds of *[insert details of relevant insurance policy]* (the "**Policy of Insurance**").

With effect from your receipt of this notice we instruct and authorise you to

1. make all payments and claims [in excess of £ []] under or arising from the Policy of Insurance to SEEL *[insert relevant account number and sort code]* or to its order as it may specify in writing from time to time;
2. note the interest of SEEL on the Policy of Insurance, and
3. disclose to SEEL, without further approval from us, such information regarding the Policy of Insurance as SEEL may from time to time request and to send it copies of all notices issued by you under the Policy of Insurance

We will remain liable to perform all our obligations under the Policy of Insurance and SEEL is under no obligation of any kind whatsoever under the Policy of Insurance nor under any liability whatsoever in the event of any failure by us to perform our obligations under the Policy of Insurance.

With effect from your receipt of this notice all rights, interests and benefits whatsoever accruing to or for the benefit of ourselves arising from the Policy of Insurance (including all rights to compel performance) belong to and are exercisable by SEEL

This letter [and all non-contractual obligations arising out of or in conjunction with it] [is/are] governed by and will be construed in accordance with the laws of England and Wales.

Please acknowledge receipt of this notice by signing the acknowledgement on the enclosed copy letter and returning it to SEEL at [] marked for the attention of [].

Yours faithfully,

.....
for and on behalf of
[]

**Form of Acknowledgement of
Assignment from Insurer**

To: Shell Energy Europe Limited ("SEEL")

Date:

Dear Sirs

We acknowledge receipt of a notice dated [] in the terms set out above and confirm that we have not received notice of:

- (a) any assignment or charge of or over any of the rights, interests and benefits specified in such notice; or
- (b) the interest of any third party in any of the rights, interests and benefits specified in such notice,

and will make all payments in the manner and to the account specified in that notice. We confirm that we have made all necessary arrangements for all future payments payable under such Policy of Insurance, to be made into the account specified in the notice

We further confirm that

- 1 no amendment, waiver or release or any such rights, interest and benefits will be effective without the prior written consent of SEEL;
- 2. no termination of such rights, interests or benefits will be effective unless we have given SEEL [21] days' written notice of the proposed termination and specifying the action necessary to avoid such termination;
- 3 the Chargor will remain liable to perform all its obligations under the Policy of Insurance and SEEL is under no obligation of any kind whatsoever under the Policy of Insurance nor under any liability whatsoever in the event of any failure by the Chargor to perform its obligations under the Policy of Insurance, and
- 4 no breach or default on the part of the Chargor of any of the terms of such Policy of Insurance will be deemed to have occurred unless we have given notice of such breach to SEEL specifying how to make good such breach.

We unconditionally and irrevocably waive all rights of set-off, lien, combination of accounts and similar rights (however described) which we may have now or in the future to the extent that such rights relate to amounts owed to us by the Chargor (and the proceeds thereof) and we will send you copies of all statements, orders and notices given by us relating to such debt

This letter [and all non-contractual obligations arising out of or in connection with it] [is/are] governed by and will be construed in accordance with the laws of England and Wales.

Yours faithfully,

.....
for and on behalf of
[Insert name of Insurer]

cc. []

SCHEDULE 11
FORM OF INSURANCE BROKER'S LETTER OF UNDERTAKING¹

To: SHELL ENERGY EUROPE LIMITED ("SEEL")

Date

Dear Sirs

We, *[insert name of Insurance Broker]* in our capacity as insurance brokers to [] (the "Chargors") agree to use our best endeavours as follows in respect of the following insurances [] (including any renewal of the same) (the "Insurances")

1. To give notice to you in writing as soon as practicable upon our becoming aware of
 - (a) any underwriter or insurer cancelling or giving notice of cancellation or suspension of any of the Insurances;
 - (b) any actual or proposed material alteration to or termination, cancellation, suspension or expiry (in the latter case, which is not immediately followed by renewal upon the same terms with the same underwriters or insurers) of any of the Insurances;
 - (c) any default in the payment of any premium, or failure of the Chargor to instruct us to renew any of the Insurances not less than [thirty] days prior to the date of renewal of the Insurances;
 - (d) any act or omission on the part of any insured party or of any event of which we have knowledge, which will invalidate or render unenforceable, in whole or in part, any of the Insurances; or
 - (e) our ceasing to act as insurance brokers to the Chargor
2. Promptly upon written request made by you, to supply to you and/or your insurance consultants copies of all policies, cover notes, certificates, endorsements, renewal receipts and confirmation of renewal and payment of premiums in respect of the Insurances and to make available to you the original of any of these which are required by you in connection with the making of an insurance claim where these are held by us, **provided that** the Chargor consents to us doing this.
3. To hold the insurance slips or contracts, the policies and any renewals or new policies or any policies substituted with your consent for those and the benefit of the insurances relating to them to your order and to hold any cover notes, certificates, endorsements, renewal receipts and confirmation of renewal and payment of premiums in respect of the Insurances, to the extent held by us, to your order.
4. To pay to you without set-off or deduction of any kind for any reason (other than in respect of employers liability, public liability and professional indemnity policies and

¹ To be reviewed by Ovo's insurance broker

unpaid premiums if required by underwriters or insurers) any and all proceeds from the Insurances received by us from the insurers except as might otherwise be permitted in the loss payable clause endorsed on any of the insurances [*an account for payment of the proceeds may also be specified*]

- 5 To allow you an opportunity by [thirty] days notice in writing of paying any unpaid premium or unpaid premium instalments or amounts due to us and not operate by reason of such unpaid amount any cancellation clause.
6. To procure the agreement of underwriters or insurers to endorse on each and every applicable policy as and when the same is issued, a Notice of Assignment [(in the form of Schedule 10 (*Form of Notice of Assignment of Insurances*)) to the Debenture dated [] and entered into between SEEL)] dated and signed by the Chargor and acknowledged by the insurers in accordance with market practice
7. Notwithstanding anything in this letter, we are and remain solely the agent of the Chargor, and with the exception of our obligations hereunder, owe duties only to the Chargor. We accept no responsibility whatsoever for any loss, damage or expense which any person (other than the Chargor) may suffer as a result of our failure, arising from the circumstances beyond our control, to comply with the undertakings in this letter save for any loss, damage or expense arising from our wilful default or negligence

The above agreement is given subject to our continuing appointment as insurance brokers to the Chargor and shall automatically cease upon termination of our appointment and subject to the Chargor confirming its consent to the giving by us of the undertakings contained in this agreement.

Yours faithfully,

.....
for and on behalf of
[*Insert name of Insurance Broker*]

cc. []

SCHEDULE 12
INVESTMENTS: BROKER'S NOTICE OF CHARGE AND UNDERTAKING

PART A
FORM OF BROKER'S NOTICE OF CHARGE

To. [*Broker*]

Date.

Dear Sirs,

We refer to the terms of the debenture (the "**Debenture**") dated [] entered into by us in favour of Shell Energy Europe Limited ("**SEEL**")[, a copy of which is attached hereto]. Terms defined in the Debenture shall have the same meanings in this notice.

Notice is hereby given by us to you that, by and pursuant to the Debenture, we have charged to SEEL all of our rights and benefits in and to [*Shares/Investments*].

We should be grateful if you would acknowledge receipt of this notice by returning the enclosed copy to SEEL at [] (attention []) [*reference may also be made to the Broker's Undertaking if it is being delivered to the Broker with this Notice*].

Yours faithfully,

.....
For and on behalf of
[]

On copy only:

Duly received and acknowledged for and on behalf of [*Broker*]

Dated

PART B
FORM OF BROKER'S UNDERTAKING

To: [] and

Shell Energy Europe Limited ("SEEL")

Date

Dear Sirs,

1. We refer to the debenture (the "**Debenture**") dated [] entered into by [] (the "**Chargors**") in favour of SEEL under which all of the Chargor's right, title and interest in and to [the Shares/Investments] (as defined in the Debenture) were charged to SEEL. Terms defined in the Debenture have the same meaning when used in this Undertaking.
2. We understand that:
 - (a) we may from time to time be asked to deliver certificates, substantially in the form attached to this Undertaking ("**Broker's Certificates**"), to SEEL in relation to [the Shares/Investments] purchased, or to be purchased, by us on behalf of the Chargor,
 - (b) amounts may, from time to time, be disbursed to us for the account of the Chargor by or on behalf of both or either of the Chargor and/or SEEL for application in or towards the purchase on behalf of the Chargor of any [Shares/Investments] which it may have agreed to purchase; and
 - (c) all amounts disbursed to us for the account of the Chargor by or on behalf of both or either of the Chargor and/or SEEL, and all [Shares/Investments] purchased or held by us on behalf of the Chargor, are subject to Security in favour of SEEL **provided that** this does not prejudice any lien or other encumbrance that we may have over such [Shares/Investments] purchased by us for which payment has not been received by us.
3. We agree that (subject to paragraph 4), in consideration of the obligations expressed to be assumed in paragraphs 5 and 6, we shall hold all amounts disbursed to us for the account of the Chargor by or on behalf of both or either of the Chargor and/or SEEL in a separate account and we shall apply each such amount:
 - (a) **first**, in or towards the purchase by us on behalf of the Chargor of the [Shares/Investments] in relation to which such amount was so disbursed to us;
 - (b) **secondly**, in or towards the payment by us on behalf of the Chargor of any stamp duty payable in connection with the purchase of such [Shares/Investments]; and
 - (c) **thirdly**, in or towards the payment of our commission and any relevant levy for the purchase of such [Shares/Investments]

4 No amount received by us in respect of any [Shares/Investments] shall be applied in accordance with the terms set out above unless:

- (a) immediately before such application, we hold for the account of the Chargor in respect of such [Shares/Investments] sufficient amounts to enable us to pay on behalf of the Chargor all amounts owing by it in respect of all such [Shares/Investments], our fees, stamp duty and any Stock Exchange levy payable in respect of its purchase of such [Shares/Investments]; and
- (b) to the extent that any such amount is being applied in the purchase of any such [Shares/Investments] in the form of registered shares, we receive, against application of such amount.

- (i) a duly completed and duly executed stock transfer form transferring the title to such [Shares/Investments] to the Chargor (or such other person as it may have designated with the prior approval of SEEL) and either all share certificates and other evidence of title to such [Shares/Investments] or such indemnities or other evidence of the vendor's title to such [Shares/Investments] as would normally be accepted by English stockbrokers; or

- (ii) such evidence (such as stock notes) of a beneficial entitlement functionally equivalent to such [Shares/Investments] and held by the Chargor (or such other person as it may have designated) in any pool of shares registered in the name of any nominee from time to time of The London Stock Exchange Limited or other evidence of such entitlement as would normally be accepted by English stockbrokers; and

- (c) to the extent any such amount is being applied in the purchase of any such Shares/Investments in the form of bearer instruments, we receive, against application of such amount:

- (i) definitive bearer certificates in respect of such [Shares/Investments] (having attached thereto the interest coupons relating to them); or

- (ii) such evidence of instructions given by the seller (or any financial institution acting as nominee for the seller) to any relevant clearance system that such [Shares/Investments] are to be credited to a securities account in the name of SEEL in such clearance system as would normally be accepted by an English financial institution dealing in such [Shares/Investments] (or securities similar thereto) within such clearance system; and

we shall promptly deliver to SEEL all documents (including the relevant contract notes) relating to the purchase of any [Shares/Investments] or otherwise purchased by or on behalf of the Chargor at any time after the date of this undertaking received or produced by us and, pending such delivery, we shall hold the same to the order of SEEL.

5. The Chargor and SEEL shall take all steps open to you to ensure that:
- (a) all amounts disbursed to us for the account of the Chargor by or on behalf of SEEL are paid into such account of ours with such bank in London as we shall from time to time have specified by prior written notice to the Chargor and SEEL; and
 - (b) SEEL shall promptly notify us of all amounts disbursed by it to us for the account of the Chargor specifying, in relation to each such amount, the [Shares/Investments] in respect of which such amount is so disbursed
- 6 The Chargor shall.
- (a) pay all amounts disbursed to us by it or on its behalf into our account as specified above, and
 - (b) promptly notify us of all amounts disbursed by it or on its behalf to us specifying, in relation to each such amount, the [Shares/Investments] in respect of which such amount is so disbursed
7. We should be grateful if you would confirm that you agree to the terms of this letter and to our utilising the amounts disbursed to us for the account of the Chargor by or on behalf of the Chargor in the manner described in this undertaking by countersigning the enclosed copy of this letter and returning it to us
- 8 This letter [and any non-contractual obligations arising out of or in connection with it] [is/are] governed by English law.

Yours faithfully,

.. . . .
for and on behalf of
[Broker]

[On copy:]

We hereby acknowledge receipt of the letter dated [] attached to this acknowledgement and confirm our agreement to the terms of such letter and to your utilising the amounts disbursed to you for the account of the Chargor by or on behalf of the Chargor [or the Secured Parties] in the manner described in the letter

for and on behalf of
[]

for and on behalf of
SHELL ENERGY EUROPE LIMITED

By..
Dated:

By
Date:

PART C
FORM OF BROKER'S CERTIFICATE

To. Shell Energy Europe Limited ("SEEL")

Attention: []

Date.

Dear Sirs,

We refer to the undertaking (the "**Undertaking**") dated [] and given by us in favour of [] (the "**Chargors**") and SEEL.

We hereby certify that (*delete as appropriate*).

- (a) we have purchased [*number*] [Shares/Investments] on behalf of the Chargor at an aggregate purchase price of £[] and the Chargor has paid for such [Shares/Investments];
- (b) an amount of £[] was payable, and has been paid, by the Chargor in respect of stamp duty and our fees and any relevant levy in relation to the purchase of the [Shares/Investments] referred to above;
- (c) we have purchased, or agreed to purchase, the following [Shares/Investments] on behalf of the Chargor:

No. of [Shares/Investments]	Purchase Price

and the purchase price of such [Shares/Investments] is now due from the Chargor or will fall due from the Chargor on or before [],

- (d) an amount of £[] is payable by the Chargor in respect of stamp duty, our fees and any relevant levy in relation to the purchase of the [Shares/Investments] referred to above;
- (e) the purchase of the [Shares/Investments] referred to above were all made or agreed by or on behalf of the Chargor on or before [];
- (f) we have issued no other certificates to you in substantially this form in relation to any of the [Shares/Investments] referred to above

Yours faithfully,

for and on behalf of
[*Broker*]

EXECUTION PAGE TO DEBENTURE

Executed and delivered as a deed for and on
behalf of **OVO ENERGY (GROUP) LTD**

)
)
)

[Redacted Signature]

X

Name. Stephen Fitzpatrick
Title CEO

In the presence of

Signature of witness

[Redacted Signature]

X

Name of witness
VINCENT CASEY

Address of witness

[Redacted Address]

Executed and delivered as a deed for and on
behalf of **OVO ENERGY LTD**

)
)
)

[Redacted Signature]

X

Name Stephen Fitzpatrick
Title CEO

In the presence of

Signature of witness

[Redacted Signature]

X

Name of witness
VINCENT CASEY

Address of witness

[Redacted Address]

Executed and delivered as a deed for and on)
behalf of **OVO ELECTRICITY LTD**)
)

[Redacted Signature]

X

Name: Stephen Fitzpatrick
Title: CEO

In the presence of:

Signature of witness:

[Redacted Signature]

X

Name of witness:
VINCENT CASEY

Address of witness:

[Redacted Address]

Executed and delivered as a deed for and on)
behalf of **OVO GAS LTD**)
)

[Redacted Signature]

X

Name: Stephen Fitzpatrick
Title: CEO

In the presence of:

Signature of witness

[Redacted Signature]

X

Name of witness:
VINCENT CASEY

Address of witness

[Redacted Address]

() [REDACTED]
 () [REDACTED]
 () [REDACTED]
 () [REDACTED]

JM X

General Manager

Signature of witness:

X SA

STEVEN ACKROYD

[REDACTED]