



Registration of a Charge

Company Name: **CAMBRIDGE GLYCOSCIENCE LTD**

Company Number: **10620297**



XBDHQ6MX

Received for filing in Electronic Format on the: **28/09/2022**

Details of Charge

Date of creation: **21/09/2022**

Charge code: **1062 0297 0002**

Persons entitled: **VENTURE LENDING & LEASING IX, INC.**

Brief description:

Contains fixed charge(s).

Contains floating charge(s) (floating charge covers all the property or undertaking of the company).

Contains negative pledge.

Authentication of Form

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

Authentication of Instrument

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

Certified by: **TAYLOR WESSING LLP**



CERTIFICATE OF THE REGISTRATION OF A CHARGE

Company number: 10620297

Charge code: 1062 0297 0002

The Registrar of Companies for England and Wales hereby certifies that a charge dated 21st September 2022 and created by CAMBRIDGE GLYCOSCIENCE LTD was delivered pursuant to Chapter A1 Part 25 of the Companies Act 2006 on 28th September 2022 .

Given at Companies House, Cardiff on 30th September 2022

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



Companies House



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

DATED

September 21, 2022

(1) CAMBRIDGE GLYCOSCIENCE LTD

- and -

(2) VENTURE LENDING & LEASING IX, INC.

DEBENTURE

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THIS DEBENTURE is made as a deed on

September 21, 2022 between:

- (1) **CAMBRIDGE GLYCOSCIENCE LTD** (Company Number ¹⁰⁶²⁰²⁹⁷ ~~10620297~~ ~~10620297~~) having its registered office at 210 Cambridge Science Park, Milton Road, Cambridge CB4 0WA, United Kingdom (the "**Company**"); and
- (2) **VENTURE LENDING & LEASING IX, INC.**, a Maryland corporation having its chief executive office at 104 La Mesa Dr., Suite 102, Portola Valley, CA 94028, United States of America.

TW 27/09

Definitions and interpretation are given in clause 16.

NOW THIS DEBENTURE WITNESSES as follows:

1. COVENANT TO PAY

- (a) The Company, as primary obligor and not merely as surety, covenants that it will on demand in writing made to it pay or discharge the Secured Liabilities when the same are due and payable in accordance with the terms of the Loan and Security Agreement.
- (b) If the Company shall fail to pay any amount under this Debenture when it is due then such amount shall bear interest (after as well as before judgment and payable on demand) at the Default Rate from time to time from the due date until the date such amount is paid in full to the Lender.

2. CHARGING PROVISIONS

- (a) The Company with full title guarantee hereby charges to the Lender as a continuing security for the payment or discharge of the Secured Liabilities:
- (i) by way of legal mortgage all estates or interests in the freehold and leasehold property situated in England and Wales described in the Schedule together with all present and future buildings, and fixtures (including trade and tenant's fixtures), which are at any time on or attached to the property;
- (ii) by way of first fixed charge:
- (A) all estates or interests in any freehold or leasehold property situated in England and Wales owned by the Company now or at any time after the date of this Debenture (other than any property charged in terms of clause 2(a)(i) above) together with all buildings, and fixtures (including trade and tenant's fixtures) which are at any time on or attached to the property;
- (B) all present and future interests of the Company in or over land or the proceeds of sale of it and all present and future licences of the Company to enter upon or use land;
- (C) the benefit of all other agreements relating to land which the Company is or may become party to or otherwise entitled;

- (D) all plant and machinery of the Company now or in the future attached to property which is charged by the foregoing provisions of this clause 2(a);
- (E) all present and future stocks, shares and other securities owned (at law or in equity) by the Company and all rights, money or property of a capital nature at any time accruing or offered in relation to them, whether by way of bonus, consolidation, conversion, exchange, option, preference, return of capital or otherwise;
- (F) all rights, money or property of an income nature at any time accruing or payable in relation to the stocks, shares and other securities charged by clause 2(a)(ii)(E), whether by way of dividend, distribution, interest or otherwise;
- (G) all rights and interests in and claims under all insurance contracts or policies now or in the future held by or insuring to the benefit of the Company which relate to Fixed Charge Assets (including all money payable under such contracts and policies), excluding any third party liability or public liability insurance, any directors and officers insurance and any insurance policy in favour of employees;
- (H) all rights and interest and claims under all other insurance or assurance contracts or policies now or in the future held by or insuring to the benefit of the Company (including all money payable under them) other than any third party liability or public liability insurance, any directors and officers insurance and any insurance policy in favour of employees;
- (I) all patents, utility models, registered and unregistered trade and service marks, rights in passing off, copyright, registered and unregistered rights in designs and database rights in each case now or in the future held by the Company (whether alone or jointly with others) anywhere in the world and including any extensions and renewals of, and any application for such rights;
- (J) the benefit of all agreements and licences now or in the future entered into or enjoyed by the Company relating to the use or exploitation by or on behalf of the Company in any part of the world of any such rights as are referred to in clause 2(a)(ii)(I) but owned by others;
- (K) all the Company's rights now or in the future in relation to trade secrets, confidential information and know how in any part of the world;
- (L) all present and future book debts of the Company;
- (M) all other present and future debts or monetary claims of the Company against third parties (excluding those charged under clause 2(a)(ii)(G) or 2(a)(ii)(H) or arising on fluctuating accounts with other Group Companies);

- (N) the benefit of all warranties, instruments, guarantees, charges, pledges, and other security and all other rights and remedies available to the Company in respect of any Fixed Charge Assets;
 - (O) all present and future bank accounts, cash at bank and credit balances of the Company (excluding those arising on fluctuating accounts) with any bank or other person whatsoever and all rights relating or attaching to them (including the right to interest);
 - (P) all rights, money or property accruing or payable to the Company now or in the future under or by virtue of a Fixed Charge Asset except to the extent that such rights, money or property are for the time being effectively charged by fixed charge under the foregoing provisions of this clause 2(a); and
 - (Q) all the Company's goodwill and uncalled capital for the time being;
- (iii) by way of first floating charge all the Assets not effectively otherwise mortgaged, charged or assigned by this clause 2.
- (b) The Company with full title guarantee hereby assigns as a continuing security for the payment or discharge of the Secured Liabilities in favour of the Lender (subject to the right of the Company to require the re-assignment of it upon payment or discharge in full of the Secured Liabilities):
 - (i) all the right, title and interest of the Company in and to any interest rate hedging agreements now or in the future entered into with any person; and
 - (ii) (insofar as they are capable of being assigned by way of security) all the right, title and interest of the Company in and to any agreement to which the Company is a party except to the extent that it is subject to any fixed charge created under any other provisions of this Debenture;
- (c) To the extent that any such right, title and interest as is referred to in clause 2(b) is not assignable or capable of assignment, the assignment of it purported to be effected by such clause shall operate as an assignment of any and all compensation, damages, income, profit or rent which the Company may derive from it or be awarded or entitled to in respect of it, in each case as a continuing security for the payment or discharge in full of the Secured Liabilities.
- (d) Any mortgage, fixed charge or other fixed security created by the Company in favour of the Lender shall have priority over the floating charge created by this Debenture, except insofar as the Lender shall declare otherwise whether at or after the time of creation of such fixed security.
- (e) If:
 - (i) the security constituted by this Debenture has become enforceable; or
 - (ii) the Lender is of the view that any legal process or execution is being enforced against Asset subject to the floating charge is in danger of being seized, sold or otherwise in jeopardy,

the Lender may, by written notice to the Company, immediately convert the floating charge created under clause 2(a)(iii) into a fixed charge over any Assets specified in that notice. The Company shall promptly following request by the Lender execute a fixed charge or legal equitable assignment over those assets in such form as the Lender may require.

- (f) The floating charge will, without notice from the Lender, automatically be converted with immediate effect into a fixed charge:
 - (i) in respect of any Assets which become subject to any step by any third party to take a fixed charge (other than a Permitted Lien (as such term is defined in the Loan and Security Agreement));
 - (ii) in respect of any Assets which become subject to any step by any third party to levy any distress, attachment, execution or other legal process against them and such distress, attachment, execution or other legal process is not remedied, discharged or stayed within 10 days;
 - (iii) in respect of all Assets charged under clause 2(a)(iii) if and when the Company ceases to carry on business or to be a going concern;
 - (iv) in respect of all Assets on the making of an order for the compulsory winding-up of the Company, on the convening of a meeting for the passing of a resolution for the voluntary winding-up of the Company or the taking of any steps (including, without limitation, the making of an application or the giving of any notice) by the Company or any other person for the appointment of an administrator in respect of the Company; and
 - (v) in respect of all the Assets charged under clause 2(a)(iii) upon the occurrence of an Event of Default and for so long as such Event of Default is continuing.
- (g) The floating charge created under clause 2(a)(iii) above may not be converted into a fixed charge solely by reason of:
 - (i) [intentionally omitted];
 - (ii) solely by reason of the Company obtaining a moratorium or anything done with a view to obtaining a moratorium under the Schedule A1 of the Insolvency Act 1986.
- (h) The Company will not without the prior written consent of the Lender, except to the extent permitted by the Loan and Security Agreement:
 - (i) create or attempt to create or permit to subsist any right in security, mortgage, charge, lien (other than a Permitted Lien (as such term is defined in the Loan and Security Agreement)) or any encumbrance, trust agreement, declaration of trust or trust arising by operation of law over all or any Assets (except in favour of the Lender, any member of the Lender Group or any affiliate of the Lender); or
 - (ii) sell, transfer, assign, factor, lease or otherwise dispose of or part with possession in any way of all or any of its Assets (other than in terms of a Permitted Disposal); or

- (iii) in any way dispose of the equity of redemption of any such Asset or any interest in any such Asset.
- (i) The Lender may apply to the Chief Land Registrar for a restriction to be entered on the Register of Title of all present and future registered freehold and leasehold property of the Company in the following terms:

"No disposition of the registered estate by the proprietor of the registered estate or by the proprietor of any registered charge is to be registered without a written consent signed by the proprietor for the time being of the charge dated September 21, 2022 in favour of Venture Lending & Leasing IX, Inc. referred to in the Charges Register or, if appropriate, signed on behalf of such proprietor by its authorised signatory"
- (j) The obligation on the part of the Lender to make further advances to the Company is deemed to be incorporated in this Debenture and the Company applies to the Chief Land Registrar for a note of such obligation to be entered on the Register of Title of all present and future registered freehold and leasehold property of the Company.
- (k) Unless the same have already been delivered to and are held by another member of the Lender Group or affiliate of the Lender, the Company will, promptly following execution of this Debenture, deliver to the Lender (or as it shall direct) all certificates and other documents of title to the stocks, shares and other securities referred to in clause 2(a)(ii)(E) above together with stock transfer forms in respect of the same executed in blank (except for the number and class of shares and the name of the transferor) and left undated.
- (l) The Company (at its own cost) will on demand in writing by the Lender execute and deliver in such form as the Lender may reasonably require:
 - (i) a legal mortgage of any freehold or leasehold property of the Company which is not effectively charged by clause 2(a)(i) and of any freehold or leasehold property acquired by the Company after the date of this Debenture;
 - (ii) a standard security or other fixed security over the Company's freehold, leasehold or other property;
 - (iii) a fixed charge or assignment in or by way of security of any Asset subject to a floating charge under clause 2(a)(iii);
 - (iv) a chattel mortgage over such chattels, plant and machinery as the Lender may specify; and
 - (v) a notice of any assignment of its right, title and interest in and to any of the agreements referred to in clause 2(b) above;

and the Company will execute such other deeds, documents, agreements and instruments and will otherwise do and concur in all such other acts or things as the Lender may deem necessary for perfecting, preserving or protecting the security created (or intended to be created) by this Debenture or for facilitating the realisation of the Assets or the exercise of any rights of the Lender under this Debenture.

- (m) The Company shall get in and realise all Receivables in the ordinary course of its business and, following the occurrence of an Event of Default which is continuing, (i) hold the proceeds of the getting in and realisation upon trust for the Lender; (ii) pay

into any account which it holds with the Lender (or as the Lender may direct) all money which it receives in respect of any Receivables; and (iii) if called upon to do so by the Lender execute a legal assignment of all or any of the Receivables to the Lender.

- (n) If the Lender releases, waives, or postpones its rights in respect of any Receivables to enable the Company to factor or discount them to any third party (the “**factor**”), the charges created by this Debenture shall in all other respects remain in full force and effect; provided, however, that nothing herein shall be construed as the Lender having given its consent to permit the Company to factor or discount the Company’s Receivables. All amounts becoming due to the Company from the factor and any Receivables re-assigned, or due to be re-assigned to the Company, shall be subject to the relevant fixed charge created by this Debenture, subject only to any defences or rights of set-off which the factor may have against the Company;
- (o) Paragraph 14 of Schedule B1 to the Insolvency Act 1986 shall apply to the charges created by or pursuant to this Debenture.

3. CONTINUING SECURITY

This security will be a continuing security for the Secured Liabilities notwithstanding any intermediate payment or settlement of all or any part of the Secured Liabilities or other matter or thing whatsoever and will be without prejudice and in addition to any other right, remedy or security of whatever sort which the Lender may hold at any time for the Secured Liabilities or any other obligation whatsoever and will not be affected by any release, reassignment or discharge of such other right remedy or security.

4. UNDERTAKINGS

Save to the extent that the provisions of this clause are inconsistent with or conflict with the terms of the Loan and Security Agreement and/or any facility letter entered into between (inter alia) the Company and the Lender (or any member of the Lender Group or any affiliate of the Lender) from time to time, the Company will:

- (a) at all times comply with the terms of this Debenture and of all agreements relating to the Secured Liabilities;
- (b) keep the Assets in good and substantial repair and in good working order and condition, ordinary wear and tear excepted;
- (c) preserve and maintain all intellectual property rights owned or used by the Company (including those referred to in clauses 2(a)(ii)(I) to 2(a)(ii)(K));
- (d) comply in all material respects with the terms of all applicable laws and regulations including (without limitation) all environmental laws, legislation relating to public health, town & country planning, control and handling of hazardous substances or waste, fire precautions and health and safety at work;
- (e) promptly notify the Lender of the acquisition by the Company of any estate or interest in any freehold, or leasehold property;
- (f) ensure that all Assets that are insurable are insured with reputable insurance companies or underwriters to such extent and against such risks as is normal for prudent companies in businesses similar to those of the Company (or as otherwise requested in writing by the Lender from time to time) and pay all premiums and other money due and payable

under all such insurances and provide premium receipts or any other evidence of payment promptly upon request to do so by the Lender:

- (g) unless the same have already been delivered to and are held by another member of the Lender Group or affiliate of the Lender, promptly upon request by the Lender deposit with the Lender all deeds, certificates and documents of title relating to the Assets or any part of them charged by this Debenture and all policies of insurance and assurance (other than any policies of insurance excluded by clauses 2(a)(ii)(G) and 2(a)(ii)(H));
- (h) promptly pay or cause to be paid and indemnify the Lender and any Receiver against all present and future rent, rates, taxes, duties, charges, assessments, impositions and outgoings whatsoever now or at any time in the future payable in respect of any of its Properties (or any part of them) or by the owner or occupier of them;
- (i) not make any structural or material alteration to or to the user of any of its Properties or do or permit to be done anything which is a "development" within the meaning of the Town and Country Planning Acts from time to time (or any orders or regulations under such Acts) or do or permit to be done any act, matter or thing where to do so would have a material and adverse effect on the value of any of its Properties or on the marketability of any of such Properties;
- (j) not grant any lease of, part with possession or share occupation of, the whole or any part of any of its Properties or confer any licence, right or interest to occupy or grant any licence or permission to assign, under-let or part with possession of the same;
- (k) not vary, surrender, cancel or dispose of, or permit to be forfeit, any leasehold interest in any of its Properties;
- (l) observe and perform all material covenants, agreements and stipulations from time to time affecting its interest in any of its Properties or contained in any lease, agreement for lease or tenancy agreement under which any part of such Properties may be held;
- (m) notify the Lender immediately in the event of any creditor executing diligence against the Company or any distress or execution is levied or enforced against the Company or any third party debt order or freezing order is made and served on the Company;
- (n) notify the Lender immediately if any steps (including, without limitation, the making of any application or the giving of any notice) are taken by any person (including, without limitation, the Company) in relation to the administration, receivership, winding-up or dissolution of the Company;
- (o) not allow any person other than itself to be registered under the Land Registration Act 2002 as proprietor of any of its Properties (or any part of them) or create or permit to arise any overriding interest (as specified in Schedule 1 or Schedule 3 to the Land Registration Act 2002) affecting any such property;
- (p) not do or cause or permit to be done anything which may in any way depreciate, jeopardise or otherwise prejudice the value or marketability of any of its Assets.
- (q) maintain its centre of main interests (COMI) for the purposes of the EU Regulation on Insolvency Proceedings 2000 (NO 1346/2000), in the United Kingdom.
- (r) give notice to the banks with which any of its bank accounts are maintained that it has charged its rights, title and interest in each of its bank accounts to the Lender pursuant

to this Debenture. The Company will use its reasonable endeavours to procure that each bank served with such notice acknowledges the notice to the Lender.

5. PROTECTION OF SECURITY

- (a) If the Company fails to keep any of the Assets in good and substantial repair and in good working order and condition or does not take out and maintain such insurances as set out above or prove to the Lender that the premiums and other money have been paid then the Lender may (as it thinks fit) repair and keep in repair the Assets or any of them (and for that purpose it or any of its agents may enter upon the properties of the Company) or take out or renew any such insurance in any sum and on terms as the Lender may think fit.
- (b) The Lender will be entitled to be paid the proceeds of any policy of insurance of the Company (other than in respect of employers' or public liability) and the Company will promptly irrevocably instruct any insurer of a policy to pay the proceeds of it to the Lender and undertakes to the Lender to repeat that instruction if the Lender requires.
- (c) All money received on any insurance policy of the Company (unless paid to the Lender in terms of clause 5(b)) will, as the Lender requires, be applied either in making good the loss or damage in respect of which the money is received or in or towards discharge of the Secured Liabilities.
- (d) The Company will permit any authorised representative of the Lender at all reasonable times to enter upon any part of the Properties of the Company and of any other property where the Company may be carrying out any contract or other works and to inspect the Company's books of account and other books and documents and those of its subsidiaries.
- (e) The Lender shall be entitled, at its sole discretion and at its cost, to have a valuation of the Assets or any part of them carried out from time to time by an independent surveyor or valuer (to be appointed at the Lender's sole discretion) and the Company consents to any such valuation report being prepared and agrees to provide such access and other assistance as may be reasonably required by the Lender for such purposes; and the Company shall ensure that any tenant or other occupier of the Properties shall ensure access and assistance is provided for the foregoing purposes.
- (f) No statutory or other power of granting or agreeing to grant or of accepting or agreeing to accept surrenders of leases or tenancies of the whole or any part of the Properties charged under this Debenture will be capable of being exercised by the Company without the prior written consent of the Lender.
- (g) The obligations of the Company under this Debenture will not be affected by any act, omission, circumstance, matter or thing which but for this provision might operate to release or otherwise exonerate it from any of its obligations hereunder in whole or in part, including (without limitation):
 - (i) any variation, extension, discharge, compromise, dealing with, exchange or renewal of any right or remedy which the Lender may have now or in the future from or against the Company or any other person in respect of the Secured Liabilities;
 - (ii) any act or omission by the Lender or any other person in taking up, perfecting or enforcing any security or guarantee from or against the Company or any

other person or the invalidity or unenforceability of any such security or guarantee;

- (iii) any amendment, variation, restatement or supplement of or to, or novation, transfer or termination (in whole or in part) of, any document relating to the Secured Liabilities or any exercise by the Lender (in its absolute discretion) of its rights to refuse, grant, continue, vary, review, determine or increase any credit or facilities to the Company or any other person;
- (iv) any grant of time, indulgence, waiver or concession to the Company or any other person;
- (v) any arrangement or compromise entered into between the Lender and the Company or any other person;
- (vi) the administration, insolvency, bankruptcy, sequestration, liquidation, winding-up, receivership, dissolution, incapacity, limitation, disability, discharge by operation of law or any change in the constitution, name and style of, the Company or any other person;
- (vii) the invalidity, illegality, unenforceability, irregularity or frustration of the Secured Liabilities or any of the obligations of the Company or any other person;
- (viii) any postponement, discharge, reduction, non-provability or other similar circumstance affecting any obligation of any other person resulting from any administration, insolvency, liquidation, receivership or dissolution proceedings or from any law, regulation or order.

6. ENFORCEMENT

- (a) The security constituted by this Debenture shall become enforceable and the Lender may exercise all the powers conferred on mortgagees by the Law of Property Act 1925 (as varied or extended by this Debenture), all the powers conferred on the holder of a qualifying floating charge (as defined in the Insolvency Act 1986) by the Insolvency Act 1986 and all or any of the rights and powers conferred by this Debenture without further notice to the Company upon the occurrence of an Event of Default and for so long as such Event of Default is continuing.
- (b) Section 103 of the Law of Property Act 1925 (*Regulation of exercise of power of sale*) will not apply to this Debenture but the statutory power of sale will as between the Lender and a purchaser from the Lender arise on and be exercisable at any time after the execution of this Debenture provided that the Lender will not exercise the power of sale until payment of all or any part of the Secured Liabilities has been demanded or a Receiver or administrator has been appointed but this proviso will not affect a purchaser or put him upon inquiry whether such demand or appointment has been validly made.
- (c) The Company shall not, without the prior written consent of the Lender, exercise any of the powers of leasing or of accepting surrenders of leases conferred by Sections 99 (*Leasing powers of mortgagor and mortgagee in possession*) and 100 (*Powers of mortgagor and mortgagee in possession to accept surrenders of leases*) of the Law of Property Act 1925. The statutory powers of sale, leasing and accepting surrenders exercisable by the Lender under this Debenture are extended so as to authorise the Lender whether in its own name or in that of the Company to grant a lease or leases of

the whole or any part or parts of the freehold and leasehold property of the Company with whatever rights relating to other parts of it and containing whatever covenants on the part of the Company and generally on such terms and conditions (including the payment of money to a lessee or tenant on a surrender) and whether or not at a premium as the Lender thinks fit.

- (d) To the extent that Assets constitute Financial Collateral and are subject to a Security Financial Collateral Arrangement created by or pursuant to this Debenture, the Lender shall have the right, at any time after this Debenture becomes enforceable, to appropriate all or any part of those Assets in or towards the payment or discharge of the Secured Liabilities. The value of any Assets appropriated in accordance with this clause 6(d) shall be the price of those Assets at the time the right of appropriation is exercised as listed on any recognised market index, or determined by such other method as the Lender may select (including independent valuation). The Company agrees that the methods of valuation provided for in this clause 6(d) are commercially reasonable for the purpose of Regulation 18 of the Financial Collateral Regulations. To the extent that Assets constitute Financial Collateral, the Company agrees that such Assets shall be held or redesignated so as to be under the control of the Lender for all purposes of the Financial Collateral Regulations.
- (e) Following the occurrence of an Event of Default that is continuing, all voting rights in respect of all stock, shares and securities charged by clause 2(a)(ii)(E) may be exercised (without obligation to do so) by the Lender (or its nominee) in such a manner as it shall (in its absolute discretion) see fit and all dividends and other distributions payable in respect of such stock, shares and securities shall be paid to and retained by the Lender and may be applied by the Lender in accordance with clause 9.
- (f) Section 93 of the Law of Property Act 1925 (*Restriction on consolidation of mortgages*) will not apply to this Debenture.
- (g) Neither the Lender nor any Receiver shall be liable to account to the Company as mortgagee in possession in respect of all or any of the Assets and shall not be liable to the Company for any loss or damage arising from the exercise by the Lender or any Receiver of all or any of the powers conferred by this Debenture or the Law of Property Act 1925 (unless such loss or damage is caused by its or his gross negligence or wilful misconduct).
- (h) Following the occurrence of an Event of Default that is continuing, the Lender may redeem any prior mortgage, charge or encumbrance in respect of all or any of the Assets or procure the transfer of them to itself and may settle the accounts of the prior mortgagee, chargee or encumbrancer and any accounts so settled will be, in the absence of manifest error, conclusive and binding on the Company. All money paid by the Lender to the mortgagee, chargee or encumbrancer in accordance with such accounts shall form part of the Secured Liabilities.

7. APPOINTMENT OF RECEIVER OR ADMINISTRATOR

- (a) Following the occurrence of an Event of Default that is continuing the Lender shall be and is entitled by instrument in writing to appoint any one or more persons as:
 - (i) a Receiver of all or any of the Assets; and/or
 - (ii) an administrator of the Company,

in each case in accordance with and to the extent permitted by applicable laws. The Lender may not appoint a Receiver solely as a result of the obtaining of a moratorium or anything done with a view to obtaining a moratorium under Schedule A1 of the Insolvency Act 1986 except with the leave of the court.

- (b) Where more than one Receiver is appointed they will have power to act separately (unless the appointment of the Lender specifies to the contrary).
- (c) Any appointment over part only of the Assets charged under this Debenture will not preclude the Lender from making any subsequent appointment of a Receiver over any part of the Assets over which an appointment has not previously been made by it.
- (d) The Lender may from time to time determine the remuneration of the Receiver and may (subject to Section 45 of the Insolvency Act 1986) remove the Receiver from all or any part of the Assets of which he is the Receiver and at any time after any Receiver has vacated office or ceased to act, appoint a further Receiver over all or any part of those Assets.
- (e) The Receiver will be the agent of the Company (which will be solely liable for his acts, defaults and remuneration) and will have and be entitled to exercise in relation to the Company all the powers set out in Schedule 1 to the Insolvency Act 1986 and all the powers conferred from time to time on receivers by statute and in particular by way of addition to but without prejudice to those powers (and those of the Lender) the Receiver will have power:
 - (i) to sell, let or lease or concur in selling, letting or leasing and to vary the terms or determine, surrender or accept surrenders of leases or tenancies of or grant options and licences over all or any part of the Assets in such manner and generally on such terms as he shall think fit in his absolute and unfettered discretion and so that any such sale may be made for cash or for shares or securities of another company or other valuable consideration (in each case payable in a lump sum or by instalments);
 - (ii) to sever any fixtures (including trade and tenant's fixtures) from the property of which they form part;
 - (iii) to exercise all powers, rights and/or obligations under any contract or agreement forming part of the Assets, including, without limitation, all voting and other rights attaching to stocks, shares and other securities owned by the Company;
 - (iv) to make and effect all repairs and improvements;
 - (v) to redeem any prior encumbrance and to settle and pass the accounts of the encumbrancer and any accounts so settled and passed will (subject to any manifest error) be conclusive and binding on the Company and the money so paid will be deemed to be an expense properly incurred by the Receiver;
 - (vi) to promote the formation of a subsidiary or subsidiaries of the Company, including, without limitation, any such company formed for the purpose of purchasing, leasing, licensing or otherwise acquiring interests in all or any of the assets of the Company;

- (vii) to make any arrangement or compromise which the Lender or the Receiver may think fit;
 - (viii) to make and effect all repairs, renewals, improvements, and insurances;
 - (ix) to appoint managers officers and agents for any of the purposes referred to in this clause 7 at such salaries as the Receiver may determine;
 - (x) to do all other acts and things as may be considered by the Receiver to be incidental or conducive to the above or otherwise incidental or conducive to the preservation, improvement or realisation of the Assets.
- (f) No purchaser or other person dealing with the Lender, any Receiver or any agent or delegate shall be obliged or concerned to enquire whether the right of the Lender or any Receiver to exercise any of the powers conferred by or referred to in this Debenture has arisen or become exercisable, whether any of the Secured Liabilities remain outstanding or be concerned with notice to the contrary or whether an event has occurred to authorise the Lender or any Receiver to act or as to the propriety or validity of the exercise or purported exercise of any such power.

8. POWER OF ATTORNEY

Following the occurrence of an Event of Default that is continuing:

- (a) the Company irrevocably and by way of security appoints the Lender (whether or not a Receiver or administrator has been appointed) and also (as a separate appointment) any Receiver severally as the attorney and attorneys of the Company, for the Company and in its name and on its behalf and as its act and deed or otherwise, to execute and deliver and otherwise perfect any deed, assurance, agreement, instrument or act which may be required of the Company under this Debenture or may be required or deemed proper in the exercise of any rights or powers conferred on the Lender or any Receiver under this Debenture or otherwise for any of the purposes of this Debenture; and
- (b) the Company ratifies and confirms and agrees to ratify and confirm whatever any attorney does or purports to do under its appointment under clause 8(a).

9. APPLICATION OF SECURITY PROCEEDS

- (a) Any money received under the powers conferred by this Debenture will, subject to the payment or repayment of any prior claims, be paid or applied in the following order of priority:
 - (i) in or towards satisfaction of all costs, charges and expenses incurred, and payments made, by the Lender and/or the Receiver including the remuneration of the Receiver;
 - (ii) in or towards satisfaction of the Secured Liabilities in accordance with the terms of the Loan and Security Agreement;
 - (iii) as to the surplus (if any) to the person(s) entitled to it;

provided that the Receiver may retain any money in his hands for so long as he thinks fit, and the Lender may, without prejudice to any other rights the Lender may have at any time and from time to time, place and keep for such time as the Lender may think

prudent any money received, recovered or realised under or by virtue of this Debenture to or at a separate or suspense account to the credit either of the Company or of the Lender as the Lender thinks fit without any immediate obligation on the part of the Lender to apply such money or any part of such money in or towards the payment or discharge of the Secured Liabilities.

- (b) Subject to clause 9(a), any money received or realised by the Lender from the Company or a Receiver under this Debenture or any administrator may be applied by the Lender to any item of account or liability or transaction in such order or manner as the Lender may determine.

10. COSTS AND EXPENSES

The Company shall pay or reimburse to the Lender on demand (on a full indemnity basis) all costs, charges and expenses (including legal fees) incurred or to be incurred by the Lender in the creation, registration, perfection, enforcement, discharge and/or assignment of this Debenture (including, without limitation, the costs of any proceedings in relation to this Debenture or the Secured Liabilities), which costs, charges and expenses shall form part of the Secured Liabilities.

11. NEW ACCOUNTS

At any time following the Lender receiving notice (actual or constructive) that all or any of the Assets have been encumbered by the grant of any mortgage, lien, charge or other security right or have been disposed of other than as permitted under the Loan and Security Agreement, the Lender will be entitled to close the Company's then current account or accounts and to open a new account or accounts with the Company and (without prejudice to any right of the Lender to combine accounts) no money paid in or carried to the Company's credit in any such new account will be appropriated towards or have the effect of discharging any part of the amount due to the Lender on any closed account. If the Lender does not open a new account or accounts, the Lender will nevertheless be treated as if it had done so at the time when it received (or was deemed to have received) such notice and as from that time all payments made to the Lender will be credited or be treated as having been credited to the new account or accounts and will not reduce the amount of the Secured Liabilities.

12. SET-OFF

- (a) The Company agrees that any money from time to time standing to its credit on any account (whether current, deposit, loan or of any other nature whatsoever) with the Lender may be retained as cover for and/or applied by the Lender at any time and without notice to the Company (whether on or before or after the expiry of any fixed or minimum period for which such money may have been deposited) in or towards payment or discharge of the Secured Liabilities or such part of them as the Lender may select.
- (b) If the Lender exercises any rights in respect of any money as referred to in clause 13(a) (including, without limitation, any rights of set-off, accounting or retention or similar rights) in relation to any liability of the Company and that liability or any part of it is in a different currency from any credit balance against which the Lender seeks to exercise its rights, the Lender may use the currency of the credit balance to purchase an amount in the currency of the liability at the then prevailing spot rate of exchange of the Lender and to pay out of the credit balance all costs, charges and expenses incurred by the Lender in connection with that purchase.

- (c) The Lender shall not be liable for any loss of interest caused by the determination before maturity of any deposits or any loss caused by the fluctuation in any exchange rate at which any currency may be bought or sold by the Lender.

13. NOTICES

Article 9.1 (*Notices*) of the Loan and Security Agreement (relating to all communications to be made under the Loan and Security Agreement) is incorporated into this Debenture as if fully set out in this Debenture except that references to the Loan and Security Agreement shall be construed as references to this Debenture. The address and fax numbers of each Party for all communications or documents given under or in connection with this Debenture are those identified with its name below or those subsequently notified from time to time by the relevant Party for the purposes of this Debenture.

14. MISCELLANEOUS

- (a) If at any time any provision of this Debenture is or becomes illegal, invalid or unenforceable in any respect under any law of any jurisdiction, neither the legality, validity or enforceability of the remaining provisions nor the legality, validity or enforceability of such provision under the law of any other jurisdiction will be in any way affected or impaired.
- (b) No failure or delay by the Lender in exercising any right or remedy under this Debenture shall operate as a waiver, and no single or partial exercise shall prevent further exercise of any right or remedy.
- (c) The Lender will be entitled to disclose to any member of the Lender Group, its auditors, advisers or applicable regulatory authority or any other person that enters or proposes to enter into any assignment, transfer, securitisation or other disposition of any part of any right or obligation in relation to the Secured Liabilities confidential information concerning this Debenture or any arrangement made or to be made in connection with this Debenture, subject always to the applicable provisions of Article 9 of the Loan and Security Agreement.
- (d) Save to the extent expressly provided to the contrary in this Debenture, a third party (being any person other than the Company or the Lender and their permitted successors and assigns) may not enforce any of its terms under the Contracts (Rights of Third Parties) Act 1999 and no consent of any third party is required for any amendment, variation or termination of this Debenture.
- (e) A certificate by any duly authorised officer of the Lender as to the amount of the Secured Liabilities or any part of them shall, in the absence of manifest error, be conclusive and binding on the Company.
- (f) This Debenture creates the security it proposes to create over assets whose *lex situs* is in England and Wales and is not liable to be avoided or otherwise set aside on the liquidation or administration of the Company or otherwise.
- (g) The Lender may at any time (without notice or consent) assign, transfer or otherwise dispose of in any manner it sees fit, all or any part of the benefit of this Debenture (or all or any of its rights under this Debenture) and/or any of its obligations under this Debenture to any person to whom it assigns the loan pursuant to the Loan and Security Agreement, but otherwise only with the prior written consent of the Company. The Company may not assign, transfer or otherwise dispose of any part of the benefit or

burden of this Debenture or all or any of its rights under this Debenture without the prior written consent of the Lender.

15. DEFINITIONS AND INTERPRETATION

- (a) Unless otherwise defined in this Debenture, terms defined in the Loan and Security Agreement shall have the same meaning in this Debenture.

- (b) In the interpretation of this Debenture:

"Assets" means the whole of the property (including uncalled capital) which is or may be from time to time comprised in the property and undertaking of the Company;

"Business Day" has the meaning given to such term in the Loan and Security Agreement;

"Default Rate" has the meaning given to such term in the Loan and Security Agreement;

"Event of Default" has the meaning given to such term in the Loan and Security Agreement or any event of default, or other similar term entitling the Lender to accelerate and demand repayment or enforce its rights, contained in any other document upon which Secured Liabilities are made available to the Company;

"Financial Collateral" shall have the meaning given to that expression in the Financial Collateral Regulations;

"Financial Collateral Regulations" means the Financial Collateral Arrangements (No. 2) Regulations 2003 (S.I. 2003 No. 3226);

"Fixed Charge Asset" means an Asset for the time being comprised within a mortgage, fixed charge or assignment by way of security created by clause 2(a), 2(b), 2(c) or (with effect from the date of its creation) any security created pursuant to clause 2(k);

"Group" means the Company and each of its Subsidiaries and **"Group Company"** shall be construed accordingly;

"Guaranty" means the continuing guaranty agreement dated on or around the date of this Debenture and made among the Company, as guarantor, and the Lender and others, as lenders;

"Lender" means Venture Lending & Leasing IX, Inc. having its chief executive office at 104 La Mesa Drive, Suite 102, Portola Valley, CA 94028, United States of America and its successors, assignees and transferees;

"Lender Group" means the Lender, any subsidiary of the Lender, any holding company of the Lender and any subsidiary of any such holding company;

"Loan and Security Agreement" means the loan and security agreement dated on or around the date of this Debenture and made among the Company, as borrower, and the Lender and others, as lenders, together with each Supplement thereto;

"Permitted Disposal" means those exceptions set out in Article 6.5 (Sales of Assets) of the Loan and Security Agreement.

"Properties" means at any time the freehold, and leasehold properties of the Company at that time or any of them as the context requires;

"Receivables" means all sums of money now or in the future receivable by the Company which consist of or are derived from any Asset referred to in clauses 2(a)(i), 2(a)(ii), 2(b) or 2(c) or (with effect from the date of the creation of any such security) any Assets comprised in any security created pursuant to clause 2(k);

"Receiver" means an administrative receiver, receiver and manager or other receiver appointed pursuant to this Debenture in respect of the Company or over all or any of the Assets charged by or pursuant to this Debenture;

"Secured Liabilities" means all debts, obligations and liabilities of the Company to the Lender currently existing or hereafter made, incurred or created under, pursuant to or in connection with the Loan and Security Agreement, the Guaranty or any other Loan Document (other than any equity securities or agreements relating thereto, including for the avoidance of doubt any warrants granted by the Company to the Lender or its designee) including all monies covenanted to be paid under this Debenture, whether voluntary or involuntary and however arising or evidenced, whether direct or acquired by the Lender by assignment or otherwise, whether due or not due, actual or contingent, liquidated or unliquidated, determined or undetermined and whether owed jointly or severally or alone in any other capacity whatsoever, and including interest, discount, commission and other lawful charges, costs or expenses (including the reasonable fees of its professional advisors) which the Lender may in the course of its business charge or incur in respect of any of those matters or for keeping the Company's account(s), and so that interest shall be computed and compounded according to the usual rates and practice of the Lender (or as otherwise agreed in writing) after as well as before any demand made or judgment or decree obtained under or in relation to this Debenture;

"Security Financial Collateral Arrangements" shall have the meaning given to that expression in the Financial Collateral Regulations;

"Subsidiary" means, in respect of any company, person or entity, any company, person or entity directly or indirectly controlled by such company, person or entity (including any Subsidiary acquired after the date of this Debenture) and **"Subsidiaries"** shall mean all or any of them, as appropriate.

(c) References to:

- (i) statutes, statutory provisions and other national or EC legislation shall include all amendments, substitutions, modifications and re-enactments for the time being in force and shall include any orders, regulations, instruments or other subordinate legislation made under the relevant legislation;
- (ii) **"control"** of any company shall be interpreted in accordance with Section 995 of the Income Tax Act 2007;
- (iii) **"including"** shall not be construed as limiting the generality of the words preceding it;

- (iv) **"property"** shall include any interest (legal or equitable) in real or personal property and any thing in action;
 - (v) this Debenture shall include the Schedule;
 - (vi) any term or phrase defined in the Companies Act 2006 (as amended from time to time) shall bear the same meaning in this Debenture;
 - (vii) words importing the singular shall include the plural and vice versa and words denoting any gender shall include all genders;
 - (viii) this Debenture and to any provisions of it or to any other document referred to in this Debenture shall be construed as references to it in force for the time being as amended, varied, supplemented, restated, substituted or novated from time to time;
 - (ix) any person are to be construed to include references to a corporation, firm, company, partnership, joint venture, unincorporated body of persons, individual or any state or agency of a state, whether or not a separate legal entity;
 - (x) any person are to be construed to include that person's assignees or transferees or successors in title, whether direct or indirect;
 - (xi) clause headings are for ease of reference only and are not to affect the interpretation of this Debenture.
- (d) The Parties intend that this Debenture be subject to the provisions of the Loan and Security Agreement and where a term of this Debenture and a term of the Loan and Security Agreement cover the same subject matter, the relevant term of the Loan and Security Agreement shall prevail with respect to such subject matter. Notwithstanding as may otherwise be set forth in this Debenture and save as may be specifically required under applicable law or necessary to preserve the effect of the security which is purported to be granted under this Debenture, to the extent that this Debenture creates greater rights in favour of the Lender or imposes greater obligations on the Company than those set forth in the Loan and Security Agreement, the Loan and Security Agreement shall govern the rights and obligations of the Lender and the Company in all respects and this Debenture shall not be interpreted to expand the rights and obligations of the Lender and the Company set forth in the Loan and Security Agreement.
- (e) The terms of the documents under which the Secured Liabilities arise and of any side letters between the Company and the Lender in relation to them are incorporated herein to the extent required for any purported disposition of the Assets (or any of them) contained in this Debenture to be a valid disposition in accordance with section 2(1) of the Law of Property (Miscellaneous Provisions) Act 1989.
- (f) The parties intend that this document shall take effect as a deed.
- (g) The use of bold type shall be ignored in the construction of this Debenture.

16. RELEASE

If the Lender is satisfied that the Secured Liabilities have been unconditionally and irrevocably paid or discharged in full, the Lender will at the request and cost of the Company take whatever action is required in order to release the Assets from the security constituted by this Debenture.

17. COUNTERPARTS

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

18. GOVERNING LAW

This Debenture will be governed by and construed according to English law.

IN WITNESS whereof this Debenture has been executed by the Company as a deed and signed by the Lender and shall take effect on the day and year stated at the beginning of this document.

THE SCHEDULE

Freehold and leasehold property

Address or Description	Title No.(s) (if registered land)	Freehold/leasehold

The address for service on the Lender in the case of any registered land is 104 La Mesa Drive, Suite 102, Portola Valley, CA 94028, United States of America.

EXECUTION PAGE

**EXECUTED as a DEED by
CAMBRIDGE GLYCOSCIENCE LTD acting by:**



Director

Tom Simmons



Witness

Martin Mace

Address: C/O The Cambridge Partnership
Limited
The Dorothy Hodgkin Building,
Babraham Research Campus,
Babraham,
Cambridge, United Kingdom
CB22 3AT

Facsimile No: -----

Attention: Chief Financial Officer

**EXECUTED as a DEED by
VENTURE LENDING & LEASING IX, INC.
acting by:**

Address: 104 La Mesa Drive
Suite 102
Portola Valley
California 94028

United States of America

Facsimile No: +1 (650) 234 4343

Attention: Chief Financial Officer