



Registration of a Charge

Company Name: **JOHN LAWRIE GROUP LIMITED**

Company Number: **11010781**



Received for filing in Electronic Format on the: **09/11/2022**

XBGEQ15S

Details of Charge

Date of creation: **07/11/2022**

Charge code: **1101 0781 0003**

Persons entitled: **BANK OF AMERICA, N.A.**

Brief description: **SEE CLAUSE 3.4(F) WHICH CREATES A FIXED CHARGE OVER ALL RIGHTS WHICH THE COMPANY NOW HAS AND ALL RIGHTS WHICH IT OBTAINS AT ANY TIME IN THE FUTURE AT ANY TIME IN THE FUTURE IN INTELLECTUAL PROPERTY (AS DEFINED IN THE DEBENTURE) AND ANY RIGHTS ACCRUING TO, DERIVED FROM OR OTHERWISE CONNECTED WITH THEM. SUCH AS: DOMAIN NAMES <DRILLGEAR.COM> <DRILLGEARUSA.COM> <ITSHOLDINGS.COM> <JL-MAIL.COM> PLEASE ALSO SEE SCHEDULE 5 (INTELLECTUAL PROPERTY) WITHIN THE DEBENTURE FOR FURTHER DETAILS.**

Contains fixed charge(s).

Contains floating charge(s) .

Contains negative pledge.

Authentication of Form

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

Authentication of Instrument

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

Certified by: **NORTON ROSE FULBRIGHT LLP**



CERTIFICATE OF THE REGISTRATION OF A CHARGE

Company number: 11010781

Charge code: 1101 0781 0003

The Registrar of Companies for England and Wales hereby certifies that a charge dated 7th November 2022 and created by JOHN LAWRIE GROUP LIMITED was delivered pursuant to Chapter A1 Part 25 of the Companies Act 2006 on 9th November 2022 .

Given at Companies House, Cardiff on 10th November 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 7 November 2022

DEBENTURE

BETWEEN

(1) THE ENTITIES LISTED IN SCHEDULE 1
AS ORIGINAL CHARGORS

(2) BANK OF AMERICA, N.A.
AS AGENT

I certify that, save for material redacted pursuant to s.859G of the Companies Act 2006, this copy instrument is a correct copy of the original instrument.

Norton Rose Fulbright LLP

Date: 7 November 2022

 NORTON ROSE FULBRIGHT

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THIS DEBENTURE is dated 7 November 2022 and made between:

- (1) THE ENTITIES LISTED IN Schedule 1 (*The Chargors*) (the “Original Chargors”); and
- (2) BANK OF AMERICA, N.A., as trustee for itself and the Secured Parties (the “Agent”).

BACKGROUND

The Original Chargors are required to enter into this Debenture as a condition of the Loan Documents.

IT IS AGREED as follows:

1. DEFINITIONS AND INTERPRETATION

1.1 Definitions

In this Debenture:

“Additional Chargor” means a company which creates Security (or purports to create Security) over its assets in favour of the Agent by executing a Security Accession Deed.

“Administration Event” means:

- (a) a resolution is passed or an order is made for the winding-up, dissolution, administration or re-organisation of any Chargor or an administrator is appointed to any Chargor, save where expressly permitted by the terms of the Credit Agreement; or
- (b) any person (who is entitled to do so) gives notice of its intention to appoint an administrator to any Chargor or files such a notice or submits a petition for such an appointment with the court.

“Charged Accounts” means each Collection Account and each Operating Account.

“Charged Assets” means all of the assets and undertaking of each Chargor, both present and future, which from time to time are the subject of any Security Interests created (or expressed or purported to be created) by it in favour of the Agent by or pursuant to this Security.

“Chargor” means the Original Chargors and an Additional Chargor.

“Collection Accounts” means each of the bank accounts of the Chargors specified in Schedule 2 (*Collection Accounts*) and the Schedule to any Security Accession Deed and such other bank accounts of the Chargors as the Agent may designate or approve.

“Credit Agreement” means the asset based loan credit, guaranty and security agreement dated on or about the date of this Deed between, among others, JLT Merger Sub, LLC as initial borrower, and, immediately upon the merger of the Initial Borrower (as defined in the Credit Agreement), with and into John Lawrie, Inc. as borrower and the Agent.

“Delegate” means any delegate, agent, attorney or co-trustee appointed by the Agent.

“Enforcement Event” means the occurrence of an Event of Default which is continuing or an Administration Event.

“Event of Default” has the meaning given to it in the Credit Agreement.

“Material Adverse Effect” has the meaning given to it in the Credit Agreement.

“Insurance Policy” means any contract or policy of insurance (including life insurance or assurance but excluding any policies in respect of third party liability) in which any Chargor may from time to time have an interest together with all amounts payable to such Chargor under or in connection with each of those policies, and includes all Related Rights.

“Intellectual Property” means, in relation to a Chargor:

- (a) all of such Chargor’s patents, trademarks, service marks, designs, business names, copyrights, database rights, software rights, design rights, domain names, moral rights, inventions, confidential information, know-how and other intellectual property rights and interests, whether registered or unregistered; and
- (b) the benefit of all applications and rights to use such assets of such Chargor,

including the intellectual property specified in Schedule 5 (*Intellectual Property*) or any schedule to a Security Accession Deed, and includes all Related Rights.

“Intra-Group Loan” means any loan by any Chargor as lender to any Borrower, Guarantor or Subsidiary thereof as borrower.

“Investments” means, in relation to a Chargor:

- (a) the Shares; and
- (b) all other shares, stocks, debentures, bonds, warrants, coupons, options, other securities and investments and rights to subscribe for other investments,

in each case whether held directly by, or to the order of, that Chargor or by any trustee, nominee, fiduciary or clearance system on its behalf, and includes all Related Rights (and including all rights against any such trustee, nominee, fiduciary or clearance system).

“Material Real Property” has the meaning given to it in the Credit Agreement.

“Mortgage” means a supplemental mortgage or charge to be granted by a Chargor in favour of the Agent substantially in the form set out in Schedule 12 (*Form of Supplemental Mortgage*).

“Loan Documents” means the Credit Agreement and each Other Document.

“Obligations” has the meaning given to it in the Credit Agreement.

“Operating Accounts” means all accounts (other than Collection Accounts) and any credit balance from time to time on any such account opened or maintained by any Chargor with any bank, building society, financial institution or other person (and any replacement account or subdivision or subaccount of that account) and includes all Related Rights.

“Other Document” has the meaning given to it in the Credit Agreement.

“Payment in Full” or “Paid in Full” has the meaning given to it in the Credit Agreement.

“Permitted Encumbrances” has the meaning given to it in the Credit Agreement.

“Planning Acts” means all legislation from time to time regulating the development, use, safety and control of Real Property and highways including but not limited to the Town and Country

Planning Act 1990, Town & Country Planning (Scotland) Act 1997, the Planning (Listed Buildings and Conservation Areas) Act 1990, the Planning (Hazardous Substances) Act 1990, the Planning (Consequential Provisions) Act 1990, the Local Government, Planning and Land Act 1980, the Planning and Compensation Act 1991, the Planning and Compulsory Purchase Act 2004 and any regulations made pursuant to any of the foregoing.

“Plant and Machinery” means, in relation to a Chargor, all present and future plant, machinery, office equipment, computers, vehicles and other chattels of that Chargor (excluding any for the time being forming part of that Chargor’s stock in trade or work in progress), and includes all Related Rights.

“Real Property” means, in relation to a Chargor:

- (a) any freehold, leasehold or immovable property (including the freehold and leasehold property in England and Wales specified in Schedule 3 (*Real Property*)); and
- (b) any buildings, fixtures, fittings (excluding any tenant fixtures), fixed plant or machinery from time to time situated on or forming part of such freehold or leasehold property,

in respect of which that Chargor has any right, title or interest where any such leasehold property has an unexpired term of at least 25 years, and includes all Related Rights.

“Receiver” means a receiver, receiver and manager or, where permitted by law, an administrative receiver (as the Agent may specify at any time in any relevant appointment) and that term will include any appointee made under a joint or several appointment.

“Related Rights” means, to the extent applicable in relation to any asset:

- (a) the proceeds of sale, transfer, lease or other disposal of any part of all or any part of that asset;
- (b) all rights under any licence, agreement for sale or agreement for lease in respect of all or any part of that asset;
- (c) all rights, powers, benefits, claims, contracts, warranties, remedies, Security Interests, guarantees, indemnities or covenants for title in respect of all or any part of that asset;
- (d) any dividend, interest or other distribution paid or payable;
- (e) any moneys and proceeds paid or payable in respect of all or any part of that asset;
- (f) any awards or judgments in favour of a Chargor in respect of all or any part of that asset; and
- (g) any other assets deriving from or relating to all or any part of that asset.

“Secured Obligations” means the Obligations and all other present and future liabilities and obligations at any time due, owing or incurred by any Borrower, Guarantor or Subsidiary thereof and by each Chargor to any Secured Party under the Loan Documents, both actual and contingent and whether incurred solely or jointly and as principal or surety or in any other capacity.

“Secured Parties” has the meaning given to it in the Credit Agreement.

“**Security**” means any Security Interest executed, created (or intended to be created), evidenced or conferred by or pursuant to this Debenture.

“**Security Accession Deed**” means a deed substantially in the form set out in Schedule 11 (*Form of Security Accession Deed*).

“**Security Interest**” means any mortgage, charge, standard security, assignment, assignation, pledge, lien or other security interest securing any obligations of any person or any other agreement or arrangement having the effect of conferring security.

“**Shares**” means, in relation to a Chargor, all of the shares held by that Chargor (or on its behalf by a nominee) including those shares specified in Schedule 4 (*Shares*) or the schedule to any Security Accession Deed.

“**Specific Contracts**” means, in relation to a Chargor:

- (a) any Intra-Group Loans;
- (b) any Hedge Agreement entered into by that Chargor in connection with the Loan Documents; and
- (c) any other agreement to which that Chargor is a party and which is designated as such from time to time by that Chargor and the Agent,

and includes all Related Rights.

“**Trade Receivables**” means, in relation to a Chargor, its accounts receivable arising in the ordinary course of trading under any contract for the supply of goods or services or other commercial trading relationship made from time to time between that Chargor and an account debtor together with:

- (a) all Related Rights; and
- (b) any applicable tax (including VAT) payable by the relevant account debtor to such Chargor under them,

and where the context admits or requires, includes any part of any such account receivable.

1.2 Terms defined in Loan Documents

Unless defined in this Debenture, or the context otherwise requires, a term defined in the Credit Agreement or in any other Loan Document has the same meaning in this Debenture, or any notice given under or in connection with this Debenture, as if all references in those defined terms to the Credit Agreement or other Loan Document were a reference to this Debenture or that notice.

1.3 Construction

- (a) Save as otherwise provided in this Debenture, section 1.2 (*General Terms*) and 1.4 (*Certain Matters of Construction*) of the Credit Agreement will apply as if incorporated in this Debenture, or in any notice given under or in connection with this Debenture, as if all references in that clause to the Credit Agreement were a reference to this Debenture or that notice.
- (b) References to a Clause or Schedule are to a clause or schedule of this Debenture.

1.4 Disposition of property

The terms of the Credit Agreement and each other Loan Document and of any side letters between the Parties in relation to the Loan Documents are incorporated into this Debenture and each other Loan Document to the extent required for any purported disposition of any Real Property contained in any Loan Document to be a valid disposition in accordance with Section 2(1) of the Law of Property (Miscellaneous Provisions) Act 1989.

1.5 Clawback

If the Agent reasonably considers that any amount paid or credited to any Loan Party 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 Interests constituted by those documents will continue and such amount will not be considered to have been irrevocably paid.

1.6 Third Party Rights

- (a) Unless expressly provided to the contrary in this Debenture, a person who is not a party has no right under the Contracts (Rights of Third Parties) Act 1999 in respect of assets located in England and Wales, or the Contract Third Party Rights (Scotland) Act 2017 in respect of assets located in Scotland, (the "Third Parties Acts") to enforce or to enjoy the benefit of any term of this Debenture.
- (b) Any Receiver or Delegate may, subject to this Clause 1.6 and the Third Parties Acts (as applicable), rely on any Clause of this Debenture which expressly confers rights on it.

1.7 Deed

It is intended that this Debenture takes effect as a deed notwithstanding the fact that a party may only execute this document under hand.

1.8 Intercreditor Agreement

The liens and security interests securing the obligations as evidenced hereby are subject to the provisions of the Intercreditor Agreement. In the event of any conflict between the terms of the Intercreditor Agreement and the terms of this agreement, the terms of the Intercreditor Agreement shall govern and control.

2. COVENANT TO PAY

Each Chargor covenants with the Agent, as security trustee for the Secured Parties, to pay, discharge and satisfy the Secured Obligations when they become due for payment and discharge in accordance with their respective terms.

3. FIXED SECURITY

3.1 General

All Security created by a Chargor under this Clause 3 and Clause 4 (*Floating charge*) is:

- (a) granted in favour of the Agent as security trustee for the Secured Parties;

- (b) continuing security for the payment, discharge and performance of the Secured Obligations (regardless of any intermediate payment);
- (c) subject to any Permitted Encumbrances, granted with (i) full title guarantee in accordance with the Law of Property (Miscellaneous Provisions) Act 1994 in respect of assets located in England and Wales; and (ii) warrandice in respect of assets located in Scotland (but no covenant shall be implied by such grant which is disapplied under Clause 12.1 (*Implied covenants for title*)); and
- (d) granted in respect of all the right, title and interest (if any), present and future, of that Chargor in and to the relevant Charged Asset,

provided that no legal mortgage, assignment or fixed charge created under this Clause 3 shall extend to any asset or property of any Chargor that is situated in Scotland or is otherwise governed by Scots law.

3.2 Legal mortgage

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

3.3 Assignment by way of Security

- (a) Each Chargor assigns and agrees to assign absolutely and to the fullest extent assignable or capable of assignment without infringing any contractual provision restricting the same:
 - (i) the proceeds of any Insurance Policies; and
 - (ii) each Specific Contract.
- (b) Each Chargor shall remain liable to perform all its obligations under the assets described in paragraph (a) above.
- (c) Notwithstanding the other terms of this Clause 3.3, prior to the occurrence of an Enforcement Event, each Chargor may, subject to the other terms of the Loan Documents, continue to exercise all and any of its rights under and in connection with the Specific Contracts and the Insurance Policies.

3.4 Fixed charges

Each Chargor (to the extent not validly and effectively charged by way of first legal mortgage pursuant to Clause 3.2 (*Legal mortgage*) charges:

- (a) by way of first fixed charge, the Real Property;
- (b) by way of first fixed charge, the Operating Accounts;
- (c) by way of first fixed charge, the Collection Accounts and all monies standing to the credit of any of the Collection Accounts and the debts represented by them;
- (d) by way of first fixed charge, the Trade Receivables both uncollected and collected and the proceeds of the same but excluding the Charged Accounts and any amounts standing to the credit of any Charged Account;

- (e) by way of first fixed charge, its book and other debts and monetary claims owing to it (other than any Trade Receivables) and any proceeds of those debts and claims and all Related Rights;
- (f) by way of first fixed charge, the Intellectual Property;
- (g) by way of first fixed charge, the Plant and Machinery;
- (h) by way of first fixed charge, any goodwill and rights and claims in relation to its uncalled share capital;
- (i) by way of first fixed charge, the Investments;
- (j) by way of first fixed charge, any beneficial interest, claim or entitlement it has to any pension fund now or in the future; and
- (k) by way of first fixed charge, each of the assets which are specified in Clause 3.3 (*Assignment by way of Security*).

3.5 Fixed security

Clause 3.2 (*Legal mortgage*), Clause 3.3 (*Assignment by way of Security*) and Clause 3.4 (*Fixed charges*) shall be construed as creating a separate and distinct mortgage, fixed charge or security assignment over each relevant asset within any particular class of assets specified in this Debenture. Any failure to create effective fixed security (for whatever reason) over an asset shall not affect the fixed nature of the security on any other asset, whether within the same class of assets or not.

4. FLOATING CHARGE

4.1 Floating charge

- (a) Each Chargor charges by way of first floating charge all its present and future assets and undertaking whatsoever and wheresoever situated (including, but not limited to, its heritable and moveable property and other property, assets and rights in Scotland or governed by the laws of Scotland) other than any assets effectively charged by way of legal mortgage or fixed charge or assigned under Clauses 3.2 (*Legal mortgage*), 3.3 (*Assignment by way of Security*) or 3.4 (*Fixed charges*) respectively.
- (b) Paragraph 14 of Schedule B1 to the Insolvency Act 1986 applies to the floating charge created by paragraph (a) above.

4.2 Conversion of floating charge to fixed Security

- (a) The Agent may, to the extent permitted by applicable law, at any time by notice to the relevant Chargor convert the floating charge constituted under Clause 4.1 (*Floating charge*) with immediate effect into a fixed charge as regards any asset which is the subject of the floating charge or which is specified in the notice if:
 - (i) this Debenture is enforceable in accordance with Clause 14 (*When Security becomes enforceable*); or
 - (ii) the Agent reasonably considers that any of the Charged Assets is or may be in jeopardy or in danger of being seized or sold pursuant to any form of legal process; or

- (iii) the Agent considers that it is necessary in order to protect the priority of the Security constituted by the floating charge.
- (b) In addition, without prejudice to any rule of law which may have a similar effect, the floating charge constituted under Clause 4.1 (*Floating charge*) will, to the extent permitted by applicable law, automatically be converted (without notice) with immediate effect into a fixed charge as regards all Charged Assets which are subject to the floating charge and which are referred to in paragraphs (i) to (iii) below or owned by the relevant Borrower, Guarantor or Subsidiary thereof in respect of which the event referred at paragraph (iv) below has occurred:
 - (i) a Chargor creates (or attempts or takes any steps to create) any Security Interest over any Charged Asset (save as expressly permitted under the Credit Agreement);
 - (ii) a Chargor disposes (or attempts or takes any steps to dispose) of all or any of the Charged Assets (save as expressly permitted under the Credit Agreement);
 - (iii) any person levies (or attempts or takes any steps to levy) any distress, attachment, sequestration execution or other process against any Charged Asset (which is not discharged within two Business Days); or
 - (iv) an Administration Event occurs.
- (c) The floating charge created by clause 4 (*Floating Charge*) may not be converted into a fixed charge in respect of any property or assets situated in Scotland if, and to the extent that, a Receiver would not be capable of exercising his powers in Scotland pursuant to section 72 of the Insolvency Act 1986 by reason of such automatic conversion nor conversion by notice.

5. RESTRICTIONS ON DEALING

5.1 Restrictions on dealings

No Chargor may:

- (a) create or allow to exist any Security Interest over all or any part of the Charged Assets; or
- (b) either in a single transaction or in a series of transactions and whether related or not and whether voluntarily or involuntarily sell, transfer, licence lease or otherwise dispose of all or any part of its assets or enter into any other preferential arrangement having a similar effect,

unless expressly permitted under the Credit Agreement.

6. REAL PROPERTY

6.1 Description of information

Each Chargor represents and warrants to the Agent on the date of this Debenture or, as applicable, the date of any Security Accession Deed pursuant to which it becomes a party to this Debenture or the date of any Mortgage (as the case may be), that all Material Real Property in respect of which it has an interest is fully and accurately described in Schedule 3 (*Real Property*) (or, as applicable, the relevant schedule to a Security Accession Deed).

6.2 Leases

Each Chargor must:

- (a) perform all the material terms on its part contained in any Lease, agreement for lease, licence or other agreement or document which gives that Chargor a right to occupy or use property comprised in its Real Property;
- (b) duly and punctually comply with all material covenants and stipulations affecting the Real Property or the facilities (including access) necessary for the enjoyment and use of the Real Property and indemnify the Secured Parties in respect of any breach of those covenants and stipulations; and
- (c) not do or allow to be done any act as a result of which any Lease may become liable to forfeiture or otherwise be terminated.

6.3 Acquisitions

If a Chargor acquires any Material Real Property after the date of this Debenture it must:

- (a) promptly notify the Agent;
- (b) promptly on request by the Agent and at the cost of that Chargor, execute and deliver to the Agent a legal mortgage or standard security (as applicable) in favour of the Agent of that property in any form which the Agent may require (acting reasonably and consistent with this Debenture);
- (c) if the title to that freehold or leasehold property is registered at the Land Registry or Registers of Scotland or required to be so registered, give the Land Registry or Registers of Scotland written notice of this Security and any Mortgage or standard security granted in respect of such Real Property; and
- (d) if applicable, ensure that this Security and any Mortgage or standard security is correctly noted in the Register of Title against that title at the Land Registry or title deed at Registers of Scotland (as applicable).

6.4 Compliance with regulations, etc.

Each Chargor shall at all times in relation to any Material Real Property:

- (a) observe and perform (and use its best endeavours to ensure the observance and performance by any other person or persons at any time occupying or using all and any part of the Real Property of) the Planning Acts, building regulations and all restrictions, conditions and stipulations for the time being affecting all or any part of the Real Property or the mode or use or enjoyment of the same; and
- (b) preserve and renew when necessary all authorisations and rights relating to the Real Property.

6.5 Notice of Security: Leases

Each Chargor will in respect of any Material Real Property:

- (a) promptly after the date of this Debenture (or, as applicable, the date of any Security Accession Deed or, if later, upon acquiring or entering into a Lease or granting any

Mortgage) give notice to all landlords, tenants and other persons who are parties to any Leases, of the fixed Security constituted under this Security in respect of any such Lease, such notice being substantially in the form set out in Part 1 of Schedule 7 (*Leases*); and

- (b) use its reasonable endeavours to procure that each such landlord, tenant or other person delivers an acknowledgement of receipt of such notice to the Agent substantially in the form set out in Part 2 of Schedule 7 (*Leases*) within 20 Business Days of the date of this Debenture (or, as applicable, the date of any Security Accession Deed or, if later, the date on which such lease was entered into or Mortgage granted).

6.6 Third party consents for Leases

- (a) If, in respect of any Material Real Property, under the terms of a Lease any Chargor is not permitted to charge or assign its interest in such Real Property (either absolutely or without the consent of the landlord) (a “Restricted Property”) it undertakes promptly to make an application for the landlord’s consent to the creation of the mortgage contained in this Security and shall use its reasonable endeavours to obtain such consent as soon as reasonably practicable and shall keep the Agent informed of the progress of its negotiations with such landlord.
- (b) There shall be excluded from this Security any Restricted Property until the relevant consent is obtained. Immediately upon receipt of such consent, the relevant Restricted Property shall stand mortgaged and charged to the Agent under Clause 3.2 (*Legal mortgage*) and the fixed charge contained in Clause 3.4 (*Fixed charges*) (together with any mortgage or charge to be created under Clause 13 (*Further Assurance*) or a Security Accession Deed or a Mortgage, as the case may be).

6.7 Deposit of title deeds

Each Chargor shall:

- (a) as soon as reasonably practicable following the request of the Agent after the date of this Debenture, deposit with the Agent (or provide a solicitor’s undertaking to hold in favour of the Agent) all deeds, certificates and other documents (if any) constituting or evidencing title to any Material Real Property; and
- (b) deposit with the Agent (or provide a solicitor’s undertaking to hold in favour of the Agent) at any time thereafter 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

In respect of Real Property located in England and Wales, each Chargor hereby consents to an application in the following (or substantially similar) terms 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:

“No disposition of the registered estate by the proprietor of the registered estate is to be registered without a written consent signed by the proprietor for the time being of the charge dated [●] in favour of [●] (as Agent) referred to in the charges register or their conveyancer.”

7. INVESTMENTS

7.1 Changes to rights

No Chargor may (except to the extent permitted by the Credit Agreement) take or allow the taking of any action on its behalf which may result in further Shares being issued.

7.2 Calls

- (a) Each Chargor must pay all calls and other payments due and payable in respect of any of its Investments (other than such calls or payments which it is disputing in good faith).
- (b) If a Chargor fails to do so, the Agent may pay those calls or other payments on behalf of that Chargor. That Chargor must immediately on request reimburse the Agent for any payment made by the Agent on the date the Agent requests such reimbursement under this Clause 7.2 and, pending reimbursement, that payment will constitute part of the Secured Obligations.

7.3 Other obligations in respect of Investments

No Secured Party will be required in any manner to:

- (a) perform or fulfil any obligation of a Chargor;
- (b) make any payment;
- (c) make any enquiry as to the nature or sufficiency of any payment received by it or a Chargor; or
- (d) present or file any claim or take any other action to collect or enforce the payment of any amount,

in respect of any Investment.

7.4 Dividends

- (a) At any time prior to an Enforcement Event, each Chargor shall be entitled to receive and retain all dividends, interest and other monies arising from the Investments.
- (b) At any time after an Enforcement Event, each Chargor shall hold any amounts or other benefits received by way of dividends, interest and other monies arising from the Investments on trust for the Secured Parties and while an Enforcement Event is still continuing if requested by the Agent pay the same immediately to the Agent on the date of that Chargor's receipt of same or as the Agent may direct.

7.5 Voting rights

- (a) At any time prior to an Enforcement Event, each Chargor shall be entitled to exercise (or direct the exercise of) the voting and other rights and powers attached to the Investments *provided that* such Chargor may only exercise such rights or powers (or otherwise permit or agree to any variation of the rights attaching to or conferred by all or any part of the Investments) if:
 - (i) that does not cause an Event of Default to occur;
 - (ii) that does not materially adversely affect the validity or enforceability of the Security Interest created (or purported to be created) by this Debenture; and

- (iii) the exercise of, or the failure to exercise, those rights and powers would not have a material and adverse effect on the ability of the Agent to realise this Security.
- (b) At any time after an Enforcement Event, the Agent (or any Receiver or Delegate) may, upon prior written notice to the Chargor, at its discretion, (in the name of the relevant Chargor or otherwise and without any further consent or authority from such Chargor):
 - (i) exercise (or refrain from exercising) any voting rights in respect of the Investments;
 - (ii) apply all dividends, interest and other monies arising from the Investments in accordance with Clause 18 (*Application of monies*);
 - (iii) transfer the Investments into the name of the Agent or such nominee(s) of the Agent as it shall require; and
 - (iv) exercise (or refrain from exercising) the powers and rights conferred on or exercisable by the legal or beneficial owner of the Investments, including the right, in relation to any company whose shares or other securities are included in the Investments, to concur or participate in:
 - (A) 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);
 - (B) the release, modification or variation of any rights or liabilities attaching to such shares or securities; and
 - (C) 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 the Agent thinks fit, and the proceeds of any such action shall form part of the Investments.

7.6 Delivery of share certificates and registers

- (a) Subject to paragraph (b) below, each Chargor shall, in respect of any shares of a company incorporated in England and Wales:
 - (i) promptly after the date of this Debenture (or, as applicable, the date of any Security Accession Deed or, if later, the acquisition of or subscription for any other Investments) deposit with the Agent (or procure the deposit of) all certificates or other documents to title to the Investments and stock transfer forms (executed and undated by it or on its behalf), together with a duly certified copy of the register for any Borrower, Guarantor or Subsidiary thereof which has issued such Investments; and
 - (ii) promptly following the acquisition, subscription, accrual, offer or issue of any stocks, shares, warrants or other securities in respect of or derived from the Investments, notify the Agent of that occurrence and procure the delivery to the Agent of all certificates or other documents of title representing such items and such stock transfer forms or other instruments of transfer (executed and undated by it or on its behalf) in respect thereof as the Agent may request.

- (b) In paragraph (a) of Clause 7.6, “promptly” means:
- (i) in respect of the ABL Priority Collateral, promptly upon execution of this Debenture or the relevant Accession Deed or, if later, upon the acquisition of or subscription for any other Investments; or
 - (ii) in respect of the Term Priority Collateral, promptly following the Discharge of the Term Priority Obligations.

8. INTELLECTUAL PROPERTY

8.1 Representations

Each Chargor represents to the Agent that as at the date of this Debenture or, as applicable, the date of any Security Accession Deed pursuant to which it becomes a party to this Debenture, all Intellectual Property which is material to its business is accurately described in Schedule 5 (*Intellectual Property*) (or, as applicable, the relevant schedule to a Security Accession Deed).

8.2 Acquisition

Each Chargor shall promptly notify the Agent if it acquires, develops or establishes any Intellectual Property after the date of this Debenture which is material to its business.

8.3 Preservation

Each Chargor must promptly, if requested to do so by the Agent (acting reasonably), sign or procure the signature of, and comply with all instructions of the Agent in respect of, any document required to make entries in any public register of Intellectual Property in any jurisdiction (including the United Kingdom Intellectual Property Office and the European Union) which either record the existence of this Debenture or the restrictions on disposal imposed by this Debenture.

9. ACCOUNTS

9.1 Trade Receivables

In accordance with section 2.14 of the Credit Agreement, each Chargor will as soon as reasonably practicable (and in any event within the time periods required thereunder) collect and realise its Trade Receivables and, save to the extent that the Agent otherwise agrees in writing, pay the proceeds of any Trade Receivables received by it into a Collection Account (in the case of each Borrower) or an Operating Account (in the case of any other Chargor) and, pending such payment into a Collection Account or Operating Account (as the case may be), hold the proceeds on trust for the Agent.

9.2 Book debts and receipts

Each Chargor shall get in and realise its:

- (a) securities to the extent held by way of temporary investment;
- (b) book and other debts and other moneys owed to it (other than any Trade Receivables or any owed by any Borrower, Guarantor or Subsidiary thereof); and
- (c) royalties, fees and income of any nature owed to it,

in the ordinary course of its business and, following an Enforcement Event:

- (i) pay such monies into such account as the Agent may designate; and
- (ii) not enter into a single transaction or series of transactions to sell, factor, discount or otherwise dispose of all part of its receivables.

9.3 Withdrawals

- (a) No Chargor will be entitled to withdraw the whole or any part of any amount standing to the credit of any Collection Account and will not take any action, claim or proceedings against the Agent or any other party for the return or payment to any person of the whole or any part of any amount standing to the credit of any Collection Account.
- (b) The Chargor may withdraw any moneys (including interest) standing to the credit of an Operating Account unless an Enforcement Event has occurred and the Agent has provided notice to the Chargor that moneys may not be withdrawn.
- (c) After an Enforcement Event, the Agent may (subject to the payment of any claims having priority to this Security and subject to the Intercreditor Agreement), provided they have given notice to the Chargor, withdraw, transfer or set-off amounts standing to the credit of any Operating Account to satisfy the Secured Obligations.

9.4 Notice of Security and Cash Management Control Agreements

(a) Collection Accounts

- (i) Each Chargor will as soon as reasonably practicable (and in any event prior to the Cash Management Compliance Date) or, in respect of any Collection Account opened after the date of this Deed, promptly following the opening of such Collection Account, either:
 - (A) serve notice on the bank at which each Collection Account is opened substantially in the form set out in Schedule 8 Part 1 of Schedule 8 (*Accounts*) and procure that the relevant bank returns the acknowledgement substantially in the form set out in Schedule 8 Part 4 of Schedule 8 (*Accounts*) or such other form acceptable to the Agent in its absolute discretion; or
 - (B) execute and deliver an account control agreement duly executed by it and the relevant account bank on terms acceptable to the Agent and the relevant account bank in their absolute discretion.

(b) Operating Accounts

- (i) Each Chargor will:
- (ii) promptly after the date of this Debenture (or, as applicable, the date of any Security Accession Deed or, if later, as soon as reasonably practicable following the establishment of any new Account), give notice to the relevant bank, building society, financial institution or other person of the charge constituted under this Debenture (or Security Accession Deed, as applicable) in respect of each Operating Account located in England and Wales, such notice being in the form set out in Part 3 of Schedule 8 (*Accounts*); and

- (A) use its reasonable endeavours to procure that the relevant bank, building society, financial institution or other person delivers an acknowledgement of receipt of such notice to the Agent substantially in the form set out in Part 4 of Schedule 8 (*Accounts*) within 20 Business Days of the date of this Debenture (or, as applicable, the date of any Security Accession Deed or, if later, upon establishing the relevant new Account).

10. INSURANCES

10.1 Rights

After an Enforcement Event and while it is continuing:

- (a) the Agent may exercise (without any further consent or authority on the part of any Chargor and irrespective of any direction given by any Chargor) any of the rights of any Chargor in connection with any amounts payable to it under any of its Insurances;
- (b) each Chargor must take such steps (at its own cost) as the Agent may require to enforce those rights; this includes initiating and pursuing legal or arbitration proceedings in the name of that Chargor; and
- (c) each Chargor must hold any payment received by it under any of its Insurance Policies (excluding proceeds of any third party liability insurances paid to the Chargor to meet third party claims) on trust for the Agent.

10.2 Notice of Security

Each Chargor will:

- (a) promptly after upon the date of this Debenture (or, as applicable, the date of any Security Accession Deed or, if later, as soon as reasonably practicable following the establishment of any new Insurance Policy) give notice to each insurer party to each of the Insurance Policies in England and Wales of the assignment constituted by this Debenture (or Security Accession Deed, as applicable) in respect of each Insurance Policy, such notice being substantially in the form set out in Part 1 of Schedule 9 (*Insurance Policies*); and
- (b) use its reasonable endeavours to procure that each such insurer delivers an acknowledgement of receipt of such notice to the Agent substantially in the form set out in Part 2 of Schedule 9 (*Insurance Policies*) within 20 Business Days of the date of this Debenture (or, as applicable, the date of any Security Accession Deed or, if later, upon establishing the relevant new Insurance Policy).

11. SPECIFIC CONTRACTS

11.1 Notice of Security

Each Chargor will:

- (a) promptly after the date of this Debenture (or, as applicable, the date of any Security Accession Deed or, if later, as soon as reasonably practicable following the entering into or designation of any other Specific Contract), give notice to the relevant counterparty to each Specific Contract governed by the laws of England and Wales of the assignment constituted under this Debenture (or Security Accession Deed, as

applicable) in respect of each Specific Contract, such notice being substantially in the form set out in 1 of Schedule 10 (*Specific Contracts*) or in such other form as may be specified by the Agent (acting reasonably); and

- (b) use its reasonable endeavours to procure that the relevant counterparty delivers an acknowledgement of receipt of such notice to the Agent substantially in the form set out in Part 2 of Schedule 10 (*Specific Contracts*) or in such other form as may be specified by the Agent (acting reasonably) within 20 Business Days of the date of this Debenture (or, as applicable, the date of any Security Accession Deed or, if later, the date of entering into or designating the relevant Specific Contract).

11.2 Clause 11.1 above shall not apply to any Intra-Group Loans pursuant to which each party is also party to this Debenture, in which case this Debenture shall constitute such notice and acknowledgement.

12. PROVISIONS AS TO SECURITY

12.1 Implied covenants for title

- (a) The covenants set out in Sections 3(1), 3(2), 4(1)(b) and 6(2) of the Law of Property (Miscellaneous Provisions) Act 1994 will not extend to Clauses 3 (*Fixed Security*) or 4 (*Floating charge*).
- (b) It shall be implied in respect of Clauses 3 (*Fixed Security*) and 4 (*Floating charge*) that a Chargor is disposing of the Charged Assets free from all charges and encumbrances (whether monetary or not) and from all other rights exercisable by third parties (including liabilities imposed and rights conferred by or under any enactment), save for any Permitted Encumbrances.

12.2 Further Loans

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

13. FURTHER ASSURANCE

13.1 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) below.
- (b) Each Chargor shall promptly, at its own cost and receipt of any necessary consents, do all such acts or execute all such documents (including assignments, transfers, mortgages, charges, notarisations, registrations, notices and instructions) as the Agent may reasonably specify (and in such form as the Agent may reasonably require) in favour of the Agent or its nominee(s):
 - (i) to perfect the Security created or intended to be created in respect of the Charged Assets (which may include the execution by such Chargor of a

mortgage, charge, assignment or other Security Interest over all or any of the assets constituting, or intended to constitute, Charged Assets) or for the exercise of any the rights, powers and remedies of the Agent, any Receiver or the Secured Parties provided by or pursuant to this Security or by law;

- (ii) to confer on the Agent (or the Secured Parties) security over any property, asset or undertaking of such 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) after the Security has become enforceable, to facilitate the realisation of the Charged Assets.

13.2 Necessary Action

Each Chargor shall take all such action as is available to it (including making all filings and registrations) as may be necessary or as may reasonably be requested by the Agent for the purpose of the creation, perfection, protection or maintenance of any Security, in each case in a manner which is consistent with the remaining provisions of this Debenture and, in the case of any document required to be created under this Clause 13.2, containing provisions corresponding to, and which are on terms no more onerous than, the Credit Agreement or this Debenture.

14. WHEN SECURITY BECOMES ENFORCEABLE

14.1 Timing

This Security will become immediately enforceable any time:

- (a) after the occurrence of an Enforcement Event which is continuing; or
- (b) if a Chargor requests that the Agent exercises any of its powers under this Debenture.

14.2 Enforcement

After this Security has become enforceable, the Agent may in its absolute discretion enforce all or any part of this Security in any manner it sees fit or as may be directed by the relevant Secured Parties in accordance with the Credit Agreement.

15. ENFORCEMENT OF SECURITY

15.1 General

- (a) The power of sale or other disposal conferred on the Agent and on any Receiver by this Security shall operate as a variation and extension of the statutory power of sale under Section 101 of the Law of Property Act 1925 (and the Secured Obligations shall be deemed to be due and payable for that purpose) and such power shall arise on execution of this Debenture (or Security Accession Deed or Mortgage, as the case may be) (but shall only be exercisable following an Enforcement Event).
- (b) Any restriction imposed by law on the power of sale (including under section 103 of the Law of Property Act 1925) or the right of a mortgagee to consolidated mortgages (including under section 93 of the Law of Property Act 1925) does not apply to this Security.

- (c) Any powers of leasing conferred on the Agent by law are extended so as to authorise the Agent to lease, make agreements for leases, accept surrenders or leases and grant options as the Agent may think fit and without the need to comply with any restrictions conferred by law (including under section 99 or 100 of the Law of Property Act 1925).

15.2 No liability as mortgagee in possession

None of the Agent, any Receiver nor a nominee of either of them will be liable, by reason of entering into possession of a Charged Asset:

- (a) to account as mortgagee in possession or for any loss on realisation; or
 - (b) for any default or omission for which a mortgagee in possession might be liable,
- except in the case of gross negligence or wilful default on its part.

15.3 Privileges

Each Receiver, the Agent or a nominee of a Receiver of the Agent is entitled to all the rights, powers, privileges and immunities conferred by law (including the Law of Property Act 1925) on mortgagees and receivers duly appointed under any law (including the Law of Property Act 1925).

15.4 Protection of third parties

No person (including a purchaser) dealing with the Agent or a Receiver or its or his agents will be concerned to enquire:

- (a) whether the Secured Obligations have become payable;
- (b) whether any power which the Agent or a Receiver is purporting to exercise has become exercisable or is being properly exercised; or
- (c) how any money paid to the Agent or to that Receiver is to be applied.

15.5 Redemption of prior mortgages

- (a) At any time after this Security has become enforceable, the Agent may:
 - (i) redeem any prior Security Interest against any Charged Asset; and/or
 - (ii) procure the transfer of that Security Interest to itself or its nominee; and/or
 - (iii) settle and pass the accounts of the prior mortgagee, chargee or encumbrancer; any accounts so settled and passed will be, in the absence of manifest error, conclusive and binding on each Chargor.
- (b) Each Chargor must pay to the Agent, on the date of demand of same, the costs and expenses incurred by the Agent in connection with any such redemption and/or transfer, including the payment of any principal or interest.

15.6 Right of appropriation

To the extent that the provisions of the Financial Collateral Arrangements (No. 2) Regulations 2003 apply to a Charged Asset, the Agent shall have the right (following an Enforcement Event

and without giving notice) to appropriate all or any part of that Charged Asset in or towards the payment or discharge of the Secured Obligations. For this purpose, a commercially reasonable method of valuing a Charged Asset shall be:

- (a) in the case of cash on account in an Account, the amount standing to the credit of that Account, together with any accrued interest, at the time of appropriation; and
- (b) in the case of any Investments, their market value determined by the Agent by reference to a public index, independent valuation or by such other process as the Agent may reasonably select.

15.7 Effect of Moratorium

The Agent shall not be entitled to exercise its rights under Clause 14.2 (*Enforcement*) or Clause 4.2 (*Conversion of floating charge to fixed Security*) where the right arises as a result of an Event of Default occurring solely due to any person obtaining or taking steps to obtain a moratorium pursuant to Schedule A1 of the Insolvency Act 1986.

16. APPOINTMENT OF RECEIVER OR ADMINISTRATOR

16.1 Appointment and removal

After this Security has become enforceable (or if requested by a Chargor) the Agent may by deed or otherwise (acting through an authorised officer of the Agent), without prior notice:

- (a) appoint one or more persons to be a Receiver of the whole or any part of the Charged Assets;
- (b) appoint two or more Receivers of separate parts of the Charged Assets;
- (c) remove (so far as it is lawfully able) any Receiver so appointed;
- (d) appoint another person(s) as an additional or replacement Receiver(s); or
- (e) appoint one or more persons to be an administrator of the Chargor(s).

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 Chargor(s) which shall be solely responsible for his acts, defaults and liabilities and for the payment of his remuneration and no Receiver shall at any time act as agent for the Agent; and
- (c) entitled to remuneration for his services at a rate to be fixed by the Agent 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 the Agent under the Law of Property Act 1925 (as extended by this Security) or otherwise and such powers shall remain exercisable from time to time by the Agent 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 the relevant Chargor) have and be entitled to exercise, in relation to the Charged Assets, and as varied and extended by the provisions of this Security (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 relevant 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) and all the powers of a Scottish receiver under Schedule 2 to the Insolvency Act 1986;
- (c) all the powers and rights of an absolute owner and power to do or omit to do anything which the relevant 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 relevant 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 any rights, powers and remedies of the Agent provided by or pursuant to this Security or by law (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 relevant Chargor forming part of, or which when got in would be, Charged Assets.

18. APPLICATION OF MONIES

All moneys received or recovered by the Agent or any Receiver pursuant to this Security 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 in accordance with the Credit Agreement and the Intercreditor Agreement, as applicable.

19. PROTECTION OF PURCHASERS

19.1 Consideration

The receipt of the Agent 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, the Agent 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 the Agent or any Receiver shall be bound to inquire whether the right of the Agent or such Receiver to exercise any of its powers has arisen or become exercisable or be concerned with any propriety or validity on the part of the Agent or such Receiver in such dealings.

20. POWER OF ATTORNEY

20.1 Appointment and powers

Subject to Clause 20.20 below, each Chargor by way of security irrevocably appoints the Agent 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 or desirable for:

- (a) carrying out any obligation imposed on such Chargor by this Security or any other agreement binding on such Chargor to which the Agent is party (including the execution and delivery of any deeds, charges, assignments or other security and any transfers of the Charged Assets and perfecting the security created or intended to be created in respect of the Charged Assets) and which such Chargor has been requested in writing by the Agent to do, but has failed to do within five Business Days of such request; and
- (b) enabling the Agent 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 Security or by law (including, after this Security has become enforceable in accordance with Clause 14 (*When Security becomes enforceable*), the exercise of any right of a legal or beneficial owner of the Charged Assets).

20.2 Exercise of power of attorney

The Agent and any Receiver may only exercise the power of attorney granted pursuant to Clause 20.1 (*Appointment and powers*) following:

- (a) the occurrence of an Enforcement Event which is continuing; or
- (b) the failure by a Chargor to comply with any undertaking or obligation under this Debenture within five Business Days of being notified of that failure by the Agent.

20.3 Ratification

Each Chargor shall ratify and confirm all things done and all documents executed by any attorney in the exercise or purported exercise of all or any of his powers save in relation to any breach by the Agent of the provisions of Clause 20.2 (*Exercise of power of attorney*).

21. EFFECTIVENESS OF SECURITY

21.1 Continuing security

- (a) The Security shall remain in full force and effect as a continuing security for the Secured Obligations unless and until Payment in Full of the Secured Obligations.
- (b) Except for Payment in Full of the Secured Obligations, no part of the Security 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 shall be cumulative, in addition to and independent of every other Security Interest which the Agent or any Loan Party may at any time hold for the Secured Obligations or any other obligations or any rights, powers and remedies provided by law. No prior Security Interest held by the Agent (whether in its capacity as trustee or otherwise) or any of the other Secured Parties over the whole or any part of the Charged Assets shall merge into the Security.

21.3 No prejudice

The Security shall not be prejudiced by any unenforceability or invalidity of any other agreement or document or by any time or indulgence granted to any Chargor or any other person, or the Agent (whether in its capacity as trustee or otherwise) or any of the other Secured Parties or by any variation of the terms of the trust upon which the Agent holds the Security or by any other thing which might otherwise prejudice that Security.

21.4 Remedies and waivers

No failure on the part of the Agent to exercise, or any delay on its part in exercising, any rights, powers and remedies of the Agent provided by or pursuant to this Security, shall operate as a waiver of those rights, powers and remedies, nor shall any single or partial exercise of any such rights, powers and remedies preclude any further or other exercise of that or any other rights, powers and remedies.

21.5 Partial invalidity

If, at any time, any provision of this Security 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 Security 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 Security is invalid, unenforceable or ineffective for any reason, that shall not affect or impair any other part of the security.

21.6 Waiver of defences

The obligations of, and the Security created by, each Chargor under this Security will not be affected by any act, omission, matter or thing which, but for this Clause 21.6, would reduce, release or prejudice any of its obligations under, or the Security created by, this Security and whether or not known to such Chargor or any Loan Party including:

- (a) any time, waiver or consent granted to, or composition with, any Loan Party or other person;
- (b) the release of any other Loan Party or any other person under the terms of any composition or arrangement with any creditor or any Loan Party;
- (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 Loan Party or other person or any non-presentment or non-observance of any formality or other requirement in respect of any instruments or any failure to realise the full value of any Security;
- (d) any incapacity or lack of powers, authority or legal personality of or dissolution or change in the members or status of, any Loan Party or any other person;

- (e) any amendment, novation, supplement, extension (whether of maturity or otherwise) or restatement (in each case however fundamental and of whatsoever nature, and whether or not more onerous) or replacement of a Loan 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 Loan Document or any other document or security or of the Secured Obligations; and
- (g) any insolvency or similar proceedings.

21.7 Immediate recourse

Each Chargor waives any right it may have of first requiring a Loan Party (or any trustee or Agent on its behalf) to proceed against or enforce any other rights or Security or claim payment from any other person before claiming from such Chargor under this Security. This waiver applies irrespective of any law or any provision of this Debenture to the contrary.

21.8 Deferral of rights

Until such time as the Secured Obligations have been Paid in Full, no Chargor will exercise any rights which it may have by reason of performance by it of its obligations under this Security:

- (a) to be indemnified by an Loan Party;
- (b) to claim any contribution from any guarantor of any Loan Party's obligations under this Security; and/or
- (c) to take the benefit (in whole or in part and whether by way of subrogation or otherwise) of any right of the Secured Parties under this Security or of any other guarantee or Security taken pursuant to, or in connection with, this Security by any Loan Party.

21.9 Release of Chargors' right of contribution

If any Chargor ceases to be a Chargor in accordance with the terms of the Loan Documents for the purpose of any sale or other disposal of that Chargor:

- (a) that Chargor will be released by each other Chargor from any liability whatsoever to make a contribution to any other Guarantor arising by reason of the performance by any other Chargor of its obligations under the Loan Documents; and
- (b) each other Chargor will waive any rights it may have by reason of the performance of its obligations under the Loan Documents to take the benefit (in whole or in part and whether by way of subrogation or otherwise) of any right of any Loan Party or of any other security taken under, or in connection with, any Loan Document where the rights or security are granted by or in relation to the assets of the retiring Chargor.

21.10 Collateral Security

Where any Security Interest initially takes effect as a collateral or further Security Interest to another Security Interest intended to be constituted under this Security or which otherwise secures all or any part of the Secured Obligations to which a Chargor is a party then, despite any receipt, release or discharge endorsed on or given in respect of or under the second mentioned Security Interest, the first mentioned Security Interest will operate as an independent Security Interest.

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 Interest against any of the Charged Assets or in case of exercise by the Agent or any Receiver of any power of sale under this Security, the Agent may redeem such prior Security Interest or procure the transfer thereof to itself.
- (b) The Agent may settle and agree the accounts of the prior Security Interest and any accounts so settled and passed 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 the Agent on demand together with accrued interest thereon as well as before judgment at the rate from time to time applicable to unpaid sums specified in the Credit Agreement from the time or respective times of the same having been paid or incurred until payment thereof (as well as after as before judgment).

23. SUBSEQUENT SECURITY INTERESTS

If the Agent or any of the other Secured Parties at any time receives or is deemed to have received notice of any subsequent Security Interest, assignment or transfer affecting the Charged Assets or any part of the Charged Assets which is prohibited by the terms of any Loan Document, all payments thereafter by or on behalf of any Chargor to the Agent will (in the absence of any express contrary appropriation by the Chargor) be treated as having been credited to a new account of such Chargor and not as having been applied in reduction of the Secured Obligations at the time that notice was received.

24. RELEASE

Once all of the Secured Obligations have been Paid in Full, the Agent shall, or shall procure that its appointees will, at the request and cost of the Chargors:

- (a) release the Charged Assets from this Deed; and
- (b) re-assign to the Chargor the Charged Assets that have been assigned to the Agent under this Deed.

25. SUSPENSE ACCOUNTS

All monies received, recovered or realised by the Agent under this Security (including the proceeds of any conversion of currency) may in the discretion of the Agent be credited to any interest bearing suspense or impersonal account(s) maintained with a financial institution (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 the Agent's discretion, in or towards the discharge of any of the Secured Obligations.

26. NOTICES

Any communication under this Security shall be made and given in accordance with the terms of 16.6 (*Notice*) of the Credit Agreement.

27. COUNTERPARTS

This Debenture may be executed in any number of counterparts and all of those counterparts taken together shall be deemed to constitute one and the same instrument.

28. GOVERNING LAW AND JURISDICTION

- (a) This Debenture and any non-contractual obligations arising out of or in connection with it are governed by and construed in accordance with English law.
- (b) The courts of England have exclusive jurisdiction to settle any dispute arising out of or in connection with this Debenture (including a dispute regarding the existence, validity or termination of this deed or any non-contractual obligations arising out of or in any way relating to this Debenture) (a “Dispute”).
- (c) The parties to this Debenture agree that the courts of England are the most appropriate and convenient courts to settle the Disputes and accordingly no party will argue to the contrary.

THIS DEBENTURE has been executed as, and is intended to take effect as, a deed by the Original Chargors and is delivered and has been signed by the Agent on the date written on the first page of this Debenture.

SCHEDULE 1 THE CHARGORS

Name	Jurisdiction	Registered Number
JLT UK Acquisition Limited	England & Wales	14423081
Thunderbird Topco Limited	England & Wales	11010221
Thunderbird Midco Limited	England & Wales	11010699
John Lawrie Group Limited	England & Wales	11010781
John Lawrie Tubulars Limited	Scotland	SC598956

SCHEDULE 2
COLLECTION ACCOUNTS

None as at the date of this Deed.

**SCHEDULE 3
REAL PROPERTY**

None as at the date of this Deed.

**SCHEDULE 4
SHARES**

Chargor	Name of company in which shares are held	Class of shares held	Number of shares held
JLT UK Acquisition Limited	Thunderbird Topco Limited	P1 Preference Shares	24,000,001
		P2 Preference Shares	910,635
		P3 Preference shares	12,249,476
		A Ordinary shares	1,346,550
		B1 Ordinary shares	141,593
		B2 Ordinary shares	247,576
		C Ordinary shares	100,000
		D Ordinary shares	153,450
		E Ordinary shares	48,440
Thunderbird Topco Limited	Thunderbird Midco Limited	Ordinary shares	1
Thunderbird Midco Limited	John Lawrie Group Limited	Ordinary shares	1

SCHEDULE 5 INTELLECTUAL PROPERTY

1. DOMAINS

- 1.1 <drillgear.com>
- 1.2 <drillgearusa.com>
- 1.3 <itsholdings.com>
- 1.4 <jl-mail.com>
- 1.5 <jldrilling.biz>
- 1.6 <jldrilling.com>
- 1.7 <jldrilling.net>
- 1.8 <jldrilling.xyz>
- 1.9 <jloilfield.net>
- 1.10 <jltubular.co.uk>
- 1.11 <jltubular.com>
- 1.12 <jltubulars.co.uk>
- 1.13 <jltubulars.com>
- 1.14 <johnlawrieoilfield.com>
- 1.15 <johnlawrieoilfield.co.uk>
- 1.16 <johnlawrietubulars.co.uk>
- 1.17 <johnlawrietubulars.com>
- 1.18 <johnlawrieusa.com>
- 1.19 <oiltube.com>
- 1.20 <oiltubeusa.com>

2. SOCIAL MEDIA

2.1 LinkedIn

- 2.1.1 <https://www.linkedin.com/company/john-lawrie-tubulars-usa/>

2.2 Twitter

2.2.1 <https://twitter.com/johnlawrieusa>

2.3 Facebook

2.3.1 <https://www.facebook.com/JohnLawrieGroup/>

3. UNREGISTERED INTELLECTUAL PROPERTY

3.1 JOHN LAWRIE TUBULARS



SCHEDULE 6
INSURANCE POLICIES

None as at the date of this Deed.

**SCHEDULE 7
LEASES**

**Part 1
Notice of Charge of Lease**

To: [Insert name and address of Headlease Holder]

Date: [●]

Dear Sir / Madam

We give you notice that, by a debenture dated [●] (the “**Debenture**”), we charged to [insert name of Agent] (the “**Agent**”) (as trustee for the Secured Parties) all our right, interests and benefits in, to and under [the [describe [Material] Lease] dated [●] between [●] and [●] relating to [●] (including all monies payable thereunder and the proceeds of all claims and judgments for breach of covenant) (the “**Lease**”).]

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

If the security constituted by the Debenture becomes enforceable, the Agent may notify you of such event (an “**Enforcement Notice**”).

Please note that immediately following your receipt of an Enforcement Notice:

1. all remedies provided for under the Lease or available at law or in equity are exercisable by the Agent;
2. all rights to compel performance of the Lease are exercisable by the Agent;
3. all rights, interests and benefits whatsoever accruing to or for the benefit of us arising under the Lease belong to the Agent;
4. all amounts payable by you in relation to the Lease shall be payable directly to (or at the direction of) the Agent; and
5. you are authorised to disclose information in relation to the Lease to the Agent.

This letter may only be revoked with the prior written consent of the Agent.

This letter is governed by and will be construed in accordance with the laws of England.

Please confirm your agreement to the above by signing the enclosed acknowledgement and returning it to the Agent (at [insert name & address of Agent]) with a copy to us.

Yours faithfully

.....
[Insert name of relevant Chargor]

Part 2
Acknowledgement of Notice of Charge

To: [Insert name of Agent]
as Agent

Date: [●]

Dear Sir / Madam

We confirm receipt from [●] (the “Chargor”) of a notice dated [●] of a charge by way of [fixed charge] upon the terms of a debenture dated [●] (the “Debenture”) to [insert name of Agent] (the “Agent”) (as trustee for the Secured Parties) of all the Chargor’s right, interest and benefit in, to and under the Lease (as specified in that notice) to which we are a party (the “Notice”).

We 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 the Notice; or
- (b) the interest of any third party in any of the rights, interests and benefits specified in the Notice.

We further confirm that:

1. [following our receipt of an Enforcement Notice,] no amendment, waiver or release of any such rights, interests and benefits will be effective without the prior written consent of the Agent;
2. [following our receipt of an Enforcement Notice,] no termination of such rights, interests or benefits will be effective unless we have given the Agent 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 Lease and the Agent is under no obligation of any kind whatsoever under the Lease nor under any liability whatsoever in the event of any failure by the Chargor to perform its obligations under the Lease; and
4. no breach or default on the part of the Chargor of any of the terms of such Lease will be deemed to have occurred unless we have given notice of such breach to the Agent specifying how to make good such breach.

We unconditionally and irrevocably waive all rights of set-off, counter-claim 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.

This letter is governed by and will be construed in accordance with the laws of England.

Yours faithfully

.....
[Headlease Holder]

**SCHEDULE 8
ACCOUNTS**

Part 1

Collection Account Notice

[On Headed Notepaper of relevant Chargor]

[Date]

[Bank]

[Branch]

Attention: []

Dear Sirs,

We hereby give you notice that by debenture dated [●], we have charged to [Agent] (the Agent) by way of first fixed charge all our rights, title, interest and benefit in and to the following account(s) held with yourselves and all amounts standing to the credit of such account from time to time:

Account No. [●], sort code [●]

Account No. [●], sort code [●]

[Repeat as necessary]

(the Collection Account(s)).

Please acknowledge receipt of this letter by returning a copy of the attached letter on your own headed notepaper with a receipted copy of this notice forthwith, to the Agent at [●], Attention: [●].

Yours faithfully

.....

for and on behalf of

[the relevant Chargor]

Part 2

Collection Account Acknowledgement

[On the Headed Notepaper of Bank]

[Date]

[Agent] (the Agent)

[Address]

Attention: [●]

Dear Sirs,

[Name of Chargor] (Company)

- 1 We refer to the notice, received today from the Company with respect to the fixed charge which it has granted to the Agent over the Collection Account(s) (the Notice).
- 2 Terms not defined in this letter will have the meanings given to them in the Notice.
- 3 We hereby acknowledge that the Company has charged to the Agent by way of a first fixed charge all of its rights, title, interest and benefit in and to the Collection Account.
- 4 We hereby irrevocably undertake to you that until receipt by us of notice from you confirming that you no longer have any interest in the Collection Account we will:
 - (a) not exercise any right of combination, consolidation, merger or set-off which we may have in respect of, or otherwise exercise any other right which we may have to apply any monies from time to time standing or accruing to the credit of the Collection Account save for fees and charges payable to us for the operation of the Collection Account;
 - (b) promptly notify you of any renewal, renumbering or redesignation of any and all of the Collection Account;
 - (c) promptly send to you copies with respect to all the Collection Account of all statements and, if requested by you, copies of all credits, debits and notices given or made by us in connection with such account;
 - (d) not permit or effect any withdrawal or transfer from the Collection Account by or on behalf of the Company save for withdrawals and transfers requested by you in writing to us pursuant to the terms of this letter;
 - (e) comply with all instructions received by us from you from time to time with respect to the conduct of the Collection Account provided that such instructions are given in accordance with the terms of this letter;

- (f) comply with all instructions received by us from you from time to time with respect to the movement of funds from the Collection Account provided that:
- (i) all instructions are received in writing to us at email [●], attention: [●]; and
 - (ii) all instructions must be received by 2pm if they are to be complied with on the same Business Day. Instructions received outside such hours will be complied with on the next Business Day following such receipt. Email instructions will be deemed received at the time of transmission;
 - (iii) all instructions are given in compliance with the mandate entered into by you stipulating who may give instructions to us; and
 - (iv) to the extent that an instruction is given which would in our opinion cause the Collection Account to become overdrawn we will transfer the outstanding balance in the account;
- (g) (subject to paragraph 4(h) below) effect the following transaction on a daily basis unless we receive written notice to the contrary in accordance with paragraph 4(f) above: the cleared balance of the Collection Account will be transferred into the account at [Bank] account number [●], being an account in your name designated the [the relevant Borrower] Loan Account attn. [●];
- (h) not be obliged to comply with any instructions received from you or undertake the transactions set out in paragraph 4(g)) where:
- (i) due to circumstances not within our direct control we are unable to comply with such instructions; and
 - (ii) that to comply with such instructions will breach a Court Order or be contrary to applicable law;
- and in each case we will give notice thereof to the Company and the Agent as well as reasons why we cannot comply with such instructions; and
- (i) in the event that we are unable to comply with any instructions due to circumstances set out in paragraph 4(h), not be responsible for any loss caused to you or to the Company and in any event we will not be liable for any consequential, special, secondary or indirect loss of or damage to goodwill, profits or anticipated savings (however caused).

5 You acknowledge that we are obliged to comply with the terms of this letter and that we have no notice of the particulars of the charge granted to you by the Company other than as set out in the Notice and this letter. You further acknowledge that subject to the terms of this letter we will not be liable to you in any respect if the Company operates the Collection Account in breach of any agreement entered into by the Company with you.

6 We note that, for the purposes of this letter, all notices, copy notices, advices and correspondence to be delivered to you will be effectively delivered if sent by email to you at [●] or by post at the address at the top of this letter, in both cases marked for the attention of the [●].

This letter is governed by and will be construed in accordance with English law.

Yours faithfully

.....

for and on behalf of [Bank]

We hereby acknowledge and accept the terms of this letter

.....

for and on behalf of [Agent]

Part 3
Notice of Security over Operating Accounts

To: [Insert name and address of bank/building society/financial institution]

Date: [●]

Dear Sir / Madam

We give you notice that, by a debenture dated [●] (the “**Debenture**”), the companies identified in the schedule to this notice (the “**Customers**”) have charged to [insert name of Agent] (the “**Agent**”) as trustee for the Secured Parties any accounts and all monies (including interest) from time to time standing to the credit of those accounts identified in the schedule to this notice (the “**Charged Accounts**”) and to all interest (if any) accruing thereon.

If the security constituted by the Debenture becomes enforceable, the Agent may notify you of such event (an “**Enforcement Notice**”).

We irrevocably instruct and authorise you:

- (a) following receipt of an Enforcement Notice (or at any time in respect of any blocked Charged Account), to hold all monies from time to time standing to the credit of the Charged Accounts to the order of the Agent and to pay all or any part of those monies to the Agent (or as it may direct) promptly; and
- (b) to disclose to the Agent (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 Customers or the Charged Accounts which the Agent may from time to time request you to disclose to it.

We also give you notice that:

1. the Agent will have sole signing rights to those Charged Accounts which are identified as “blocked” (if any) accounts in the schedule to this notice and therefore the Customers may not withdraw any monies from such accounts without having obtained the prior written consent of the Agent;
2. the Customers may make withdrawals from those Charged Accounts which are identified as “not blocked” accounts in the schedule below until such time as the Agent shall notify you in writing that their permission is withdrawn; and
3. the provisions of this notice may only be revoked or varied with the prior written consent of the Agent.

This letter is governed by and will be construed in accordance with the laws of England.

Please confirm your agreement to the above by signing the enclosed acknowledgement of this notice and returning to the Agent (at [insert name & address of Agent]) with a copy to us.

Yours faithfully

.....
[Insert name of the charging company]
[For and on behalf of [●]]

as agent for and on behalf of all of the Customers]

Schedule

Customer	Account Number	Sort Code	Status
[●]	[●]	[●]	[blocked/not blocked]

Part 4
Acknowledgement of Security by Account Bank

To: *[Insert name of Agent]*
 as Agent

Date: [●]

Dear Sir / Madam

We confirm receipt from *[insert name of charging company]* (the “Chargor”) of a notice dated [●] of a charge upon the terms of a debenture dated [●] (the “Debenture”) of all monies (including interest) from time to time standing to the credit of the Charged Accounts specified in the notice. Terms defined in such notice shall have the same meaning in this acknowledgement (the “Notice”).

We agree to act in accordance with the provisions of the Notice.

We unconditionally and irrevocably waive all rights of set-off, lien, combination or consolidation of accounts, security in respect of any Charged Account and similar rights (however described) which we may have now or in the future in respect of any Charged Account or the balance thereon to the extent that such rights relate to amounts owed to us by any Customer.

We confirm that we have not received notice of the interest of any third party in any Charged Account.

This letter is to be governed by and will be construed in accordance with the laws of England.

Yours faithfully

.....
[Insert name of account bank]

SCHEDULE 9
INSURANCE POLICIES

Part 1
Notice of Assignment of Insurance Policies

To: *[Insert name and address of insurer]*

Date: [●]

Dear Sir / Madam

We give you notice that, by a debenture dated [●] (the “**Debenture**”), we charged by way of assignment to *[insert name of Agent]* (the “**Agent**”) (as trustee for the Secured Parties) all our right, interests and benefits in, to and under the *[describe Insurance Policy]* with policy number *[insert policy number]* effected by us or whomsoever (including all monies payable thereunder, proceeds of all claims, awards and judgments) and all other insurances entered into supplemental to or in replacement of such policy of insurance (the “**Policy**”).

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

If the security constituted by the Debenture becomes enforceable, the Agent may notify you of such event (an “**Enforcement Notice**”).

Please note that immediately following your receipt of an Enforcement Notice:

1. all remedies provided for under the Policy or available at law or in equity are exercisable by the Agent;
2. all rights to compel performance of the Policy are exercisable by the Agent;
3. all rights, interests and benefits whatsoever accruing to or for the benefit of us arising under the Policy belong to the Agent;
4. all amounts payable by you in relation to the Policy shall be payable directly to (or at the direction of) the Agent; and
5. you are authorised to disclose information in relation to the Policy to the Agent.

This letter may only be revoked with the prior written consent of the Agent.

This letter is governed by and will be construed in accordance with the laws of England.

Please confirm your agreement to the above by signing the enclosed acknowledgement and returning it to the Agent (at *[insert name & address of Agent]*) with a copy to us.

Yours faithfully

.....
[Insert name of charging company]

Part 2
Acknowledgement of Assignment by Insurer

To: *[Insert name of Agent]*
 as Agent

Date: [●]

Dear Sir / Madam

We confirm receipt from *[insert name of charging company]* (the “Chargor”) of a notice dated [●] of a charge by way of assignment upon the terms of a debenture dated [●] (the “Debenture”) to *[insert name of Agent]* (the “Agent”) (as trustee for the Secured Parties) of all the Chargor’s right, interest and benefit in, to and under the Policy (as specified in that notice) to which we are a party (the “Notice”).

We confirm that:

1. we have not received notice of:
 - (a) any assignment or charge of or over any of the rights, interests and benefits specified in the Notice; or
 - (b) the interest of any third party in any of the rights, interests and benefits specified in the Notice;
2. we acknowledge the terms of the Notice and will act in accordance with its provisions;
3. we have noted the interests of the Agent on the Policy;
4. we will notify the Agent of any claim paid out by us under the Policy; and
5. no breach or default on the part of the Chargor of any of the terms of such Policy will be deemed to have occurred unless we have given notice of such breach to the Agent specifying how to make good such breach.

We unconditionally and irrevocably waive all rights of set-off, counter-claim 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.

This letter is governed by and will be construed in accordance with the laws of England.

Yours faithfully

.....
[Insurer]

SCHEDULE 10
SPECIFIC CONTRACTS

Part 1
Notice of Assignment of Specific Contracts

To: [Insert name of Counterparty/ies]

Date: [●]

Dear Sir / Madam,

We give you notice that, by a debenture dated [●] (the “**Debenture**”), we charged by way of assignment to [insert name of Agent] (the “**Agent**”) (as trustee for the Secured Parties) all our right, interests and benefits in, to and under the [describe Specific Contract] (including all monies payable thereunder) (the “**Contract**”).

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

If the security constituted by the Debenture becomes enforceable, the Agent may notify you of such event (an “**Enforcement Notice**”).

Please note that immediately following your receipt of an Enforcement Notice:

1. all remedies provided for under the Contract or available at law or in equity are exercisable by the Agent;
2. all rights to compel performance of the Contract are exercisable by the Agent;
3. all rights, interests and benefits whatsoever accruing to or for the benefit of us arising under the Contract belong to the Agent;
4. all amounts payable by you in relation to the Contract shall be payable directly to (or at the direction of) the Agent; and
5. you are authorised to disclose information in relation to the Contract to the Agent.

This letter may only be revoked with the prior written consent of the Agent.

This letter is governed by and will be construed in accordance with the laws of England.

Please confirm your agreement to the above by signing the enclosed acknowledgement and returning it to the Agent (at [insert name & address of Agent]) with a copy to us.

Yours faithfully

.....
[Insert name of charging company]

Part 2
Acknowledgement of Assignment by Counterparty

To: *[Insert name of Agent]*
 as Agent

Date: [●]

Dear Sir / Madam

We confirm receipt from [●] (the “Chargor”) of a notice dated [●] of a charge by way of assignment upon the terms of a debenture dated [●] (the “Debenture”) to *[insert name of Agent]* (the “Agent”) (as trustee for the Secured Parties) of all the Chargor’s right, interest and benefit in, to and under the Contract (as specified in that notice) to which we are a party (the “Notice”).

We 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 the Notice; or
- (b) the interest of any third party in any of the rights, interests and benefits specified in the Notice.

We confirm that we acknowledge the terms of the Notice and will act in accordance with its provisions.

We unconditionally and irrevocably waive all rights of set-off, counter-claim 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.

This letter is governed by and will be construed in accordance with the laws of England.

Yours faithfully

.....
[Insert name of counterparty]

SCHEDULE 11
FORM OF SECURITY ACCESSION DEED

THIS SECURITY ACCESSION DEED is dated [●] and is made between:

- (1) [●] (registered in England and Wales with registered number [●] and with its registered address at [●]) (the “Additional Chargor”); and
- (2) [●] as security trustee for itself and the other Secured Parties (the “Agent”).

WHEREAS

- (A) This Security Accession Deed is supplemental to a debenture dated [●] between the Original Chargors (as defined therein) and the Agent (the “Debenture”) and the Additional Chargor intends to accede to the Debenture as a Chargor.
- (B) The Additional Chargor is required to enter into this Security Accession Deed as a condition of the Loan Documents.

IT IS AGREED as follows:

1. DEFINITIONS AND INTERPRETATION

1.1 Definitions

Save to the extent otherwise defined in this Security Accession Deed, terms defined in the Debenture have the same meaning when used in this Security Accession Deed.

1.2 Interpretation

Clauses 1.2 (*Terms defined in Loan Documents*), 1.3 (*Construction*), 1.4 (*Disposition of property*), 1.5 (*Clawback*), 1.6 (*Third Party Rights*) and 1.7 (*Deed*) of the Debenture are incorporated in this Security Accession Deed as if they were set out in full in this Security Accession Deed, but so that references in those Clauses to “this Debenture” shall be construed as reference to this Security Accession Deed.

2. ACCESSION OF ACCEDING CHARGOR

2.1 Accession

The Additional Chargor agrees to be a Chargor for the purposes of the Debenture with immediate effect and agrees to be bound by all the terms of the Debenture (including to make the representations and warranties and comply with the undertakings set out therein) as if it had originally been a party to it.

2.2 Covenant to pay

The Additional Chargor covenants with the Agent, as security trustee for the Secured Parties, to pay, discharge and satisfy the Secured Obligations when they become due for payment and discharge in accordance with their respective terms.

3. FIXED SECURITY

3.1 General

All Security created by the Additional Chargor under this Clause 3 and Clause 4 (*Floating Charge*) is:

- (a) granted in favour of the Agent as security trustee for the Secured Parties;
- (b) continuing security for the payment, discharge and performance of the Secured Obligations (regardless of any intermediate payment);
- (c) subject to any Permitted Encumbrances, granted with full title guarantee in accordance with the Law of Property (Miscellaneous Provisions) Act 1994 (but no covenant shall be implied by such grant which is disapplied under Clause 12.1 (*Implied covenants for title*) of the Debenture); and
- (d) granted in respect of all the right, title and interest (if any), present and future, of the Additional Chargor in and to the relevant Charged Asset.

3.2 Legal mortgage

The Additional Chargor charges by way of first legal mortgage, the Real Property (including the Real Property specified in Schedule 3 (*Real Property*)) to this Security Accession Deed).

3.3 Assignment by way of Security

- (a) The Additional Chargor assigns and agrees to assign absolutely with (to the extent not validly and effectively charged by way of first legal mortgage pursuant to Clause 3.2 (*Legal mortgage*)) and to the fullest extent assignable or capable of assignment without infringing any contractual provision restricting the same:
 - (i) the proceeds of any Insurance Policies; and
 - (ii) each Specific Contract.
- (b) The Additional Chargor shall remain liable to perform all its obligations under the assets described in paragraph (a) above.
- (c) Notwithstanding the other terms of this Clause 3.3, prior to the occurrence of an Enforcement Event, the Additional Chargor may, subject to the other terms of the Loan Documents, continue to exercise all and any of its rights under and in connection with the Specific Contracts and the Insurance Policies.

3.4 Fixed charges

The Additional Chargor (to the extent not validly and effectively charged by way of first legal mortgage pursuant to Clause 3.2 (*Legal mortgage*) or assigned pursuant to Clause 3.3 (*Assignment by way of Security*)) charges:

- (a) by way of first fixed charge, the Real Property;
- (b) by way of first fixed charge, the Operating Accounts;

- (a) by way of first fixed charge, the Collection Accounts and all monies standing to the credit of any of the Collection Accounts and the debts represented by them;
- (b) by way of first fixed charge, the Trade Receivables both uncollected and collected and the proceeds of the same but excluding the Charged Accounts and any amounts standing to the credit of any Charged Account;
- (c) by way of first fixed charge, its book and other debts and monetary claims owing to it and any proceeds of those debts and claims and all Related Rights;
- (d) by way of first fixed charge, the Intellectual Property;
- (e) by way of first fixed charge, the Plant and Machinery;
- (f) by way of first fixed charge, any goodwill and rights and claims in relation to its uncalled share capital;
- (g) by way of first fixed charge, the Investments;
- (h) by way of first fixed charge, any beneficial interest, claim or entitlement it has to any pension fund now or in the future; and
- (i) by way of first fixed charge, each of the assets which are specified in Clause 3.3 (*Assignment by way of Security*).

3.5 Fixed security

Clause 3.2 (*Legal mortgage*) and Clause 3.3 (*Assignment by way of Security*) shall be construed as creating a separate and distinct mortgage, fixed charge or security assignment over each relevant asset within any particular class of assets specified in this Security Accession Deed. Any failure to create effective fixed security (for whatever reason) over an asset shall not affect the fixed nature of the security on any other asset, whether within the same class of assets or not.

4. FLOATING CHARGE

4.1 Floating charge

- (a) The Additional Chargor charges by way of first floating charge all of its present and future assets and undertaking other than assets effectively charged by way of legal mortgage or fixed charge or assigned under Clauses 3.2 (*Legal mortgage*), 3.3 (*Assignment by way of Security*) or 3.4 (*Fixed charges*) respectively.
- (b) The floating charge created by paragraph (a) above is a qualifying floating charge and paragraph 14 of Schedule B1 to the Insolvency Act 1986 applies to such floating charge.

4.2 Conversion of floating charge to fixed Security

- (a) The Agent may at any time by notice to the Additional Chargor convert the floating charge constituted under Clause 4.1 (*Floating charge*) with immediate effect into a fixed charge as regards any asset which is the subject of the floating charge and which is specified in the notice if:

- (i) this Security Accession Deed is enforceable in accordance with Clause 14 (*When Security becomes enforceable*) of the Debenture;
 - (ii) the Agent reasonably considers that any of the Charged Assets is or may be in jeopardy or in danger of being seized or sold pursuant to any form of legal process;
 - (iii) the Agent considers that it is desirable or prudent in order to protect the priority of the Security constituted by the floating charge created by Clause 4.1 (*Floating charge*); or
 - (iv) an Event of Default under article IX (*Events of Default*) of the Credit Agreement is continuing.
- (b) In addition, without prejudice to any rule of law which may have a similar effect, the floating charge constituted under Clause 4.1 (*Floating charge*) will automatically be converted (without notice) with immediate effect into a fixed charge as regards all Charged Assets which are subject to the floating charge and which are referred to in paragraphs (i) to (iii) below or owned by the relevant Borrower, Guarantor or Subsidiary thereof in respect of which the event referred to at paragraph (iv) below has occurred:
- (i) the Additional Chargor creates (or attempts or takes any steps to create) any Security over any Charged Asset (save as expressly permitted under the Credit Agreement);
 - (ii) the Additional Chargor disposes (or attempts or takes any steps to dispose) of all or any of its Charged Asset (save as expressly permitted under the Credit Agreement);
 - (iii) any person levies (or attempts or takes any steps to levy) any distress, attachment, sequestration, execution or other process against any Charged Asset (which is not discharged within two Business Days); or
 - (iv) an Administration Event occurs.

5. Consent of existing charging companies

Each Additional Chargor agrees to the terms of this Security Accession Deed and agrees that its execution will in no way prejudice or affect any Security granted by any Chargor by or under the Debenture (or any other Security Accession Deed or Mortgage).

6. Security power of attorney

6.1 Appointment and powers

Subject to Clause 6.2 below, the Additional Chargor by way of security irrevocably appoints the Agent 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 or desirable for:

- (a) carrying out any obligation imposed on the Additional Chargor by this Security Accession Deed or any other agreement binding on the Additional Chargor to which the Agent is party (including the execution and delivery of any deeds, charges, assignments or other security and any transfers of the Charged Assets and perfecting

the security created or intended to be created in respect of the Charged Assets) and which the Additional Chargor has been requested in writing by the Agent to do, but has failed to do within five Business Days of such request; and

- (b) enabling the Agent 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 Security Accession Deed or by law (including, after the Debenture has become enforceable in accordance with Clause 14 (*When Security becomes enforceable*) of the Debenture, the exercise of any right of a legal or beneficial owner of the Charged Assets).

6.2 Exercise of power of attorney

The Agent and any Receiver may only exercise the power of attorney granted pursuant to Clause 6 (*Appointment and powers*) following:

- (a) the occurrence of an Enforcement Event; or
- (b) the failure by the Additional Chargor to comply with any undertaking or obligation under this Security Accession Deed within five Business Days of being notified of that failure by the Agent.

7. Counterparts

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

8. Governing law and jurisdiction

Clause 28 (*Governing law and jurisdiction*) of the Debenture shall be incorporated in this Security Accession Deed as if set out here in full but so that references to the Debenture shall be construed as references to this Security Accession Deed.

THIS SECURITY ACCESSION DEED has been executed as, and is intended to take effect as, a deed by the Additional Chargor and is delivered and has been signed by the Agent on the date written on the first page of this Security Accession Deed.

**Schedule 1
Real Property**

**Schedule 2
Collection Accounts**

**Schedule 3
Shares**

**Schedule 4
Intellectual Property**

**Schedule 5
Insurance Policies**

SIGNATURES TO THE SECURITY ACCESSION DEED

Additional Chargor

EXECUTED AS A DEED by)
[●] LIMITED)
acting by)
Director)

Witness signature:

Witness name:

Witness address:

.....

Agent

by)
[●] LIMITED)
acting by)
[Authorised signatory])

SCHEDULE 12
FORM OF SUPPLEMENTAL MORTGAGE

THIS MORTGAGE is dated [●] and is made between:

- (1) [●] (registered in England and Wales with registered number [●] and with its registered address at [●]) (the “Mortgagor”); and
- (2) [●] as security trustee for itself and the other Secured Parties (the “Agent”).

WHEREAS

- (A) This Mortgage is supplemental to a debenture date [●] between the Original Chargors (as defined therein) and the Agent (the “Debenture”).
- (B) [The Mortgagor has acquired [insert details of Real Property] on or about the date of this Mortgage and intends to grant a legal mortgage in respect of such Real Property.

IT IS AGREED as follows:

1. DEFINITIONS AND INTERPRETATION

1.1 Definitions

Save to the extent otherwise defined in this Mortgage, terms defined in the Debenture have the same meaning when used in this Mortgage.

1.2 Interpretation

Clauses 1.2 (*Terms defined in Loan Documents*), 1.3 (*Construction*), 1.4 (*Disposition of property*), 1.5 (*Clawback*), 1.6 (*Third Party Rights*) and 1.7 (*Deed*) of the Debenture are incorporated in this Mortgage as if they were set out in full in this Mortgage, but so that references in those clauses to “this Debenture” shall be construed as reference to this Mortgage.

1.3 Incorporation of provisions

Clauses 14 (*When Security becomes enforceable*) to 26 (*Notices*) of the Debenture are incorporated into this Mortgage as if expressly set out herein, *mutatis mutandis*.

2. COVENANT TO PAY

The Mortgagor covenants with the Agent, as security trustee for the Secured Parties, to pay, discharge and satisfy the Secured Obligations when they become due for payment and discharge in accordance with their respective terms.

3. FIXED SECURITY

3.1 General

All Security created by the Mortgagor under this Clause 3 is:

- (a) granted in favour of the Agent as Agent for the Secured Parties;
- (b) continuing security for the payment, discharge and performance of the Secured Obligations (regardless of any intermediate payment);

- (c) granted with full title guarantee in accordance with the Law of Property (Miscellaneous Provisions) Act 1994 (but subject to any Permitted Encumbrances); and
- (d) granted in respect of all the right, title and interest (if any), present and future, of the Mortgagor in and to the relevant Charged Asset.

3.2 Legal mortgage

The Mortgagor charges by way of first legal mortgage the Real Property (specified in Schedule 1 (*Real Property*)) to this Mortgage).

4. CONSENT OF EXISTING CHARGING COMPANIES

Each Additional Chargor agrees to the terms of this Mortgage and agrees that its execution will in no way prejudice or affect any Security granted by any Chargor by or under the Debenture (or any other Mortgage or Mortgage).

5. COUNTERPARTS

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

6. GOVERNING LAW AND JURISDICTION

Clause 28 (*Governing law and jurisdiction*) of the Debenture shall be incorporated in this Mortgage as if set out here in full but so that references to the Debenture shall be construed as references to this Mortgage.

THIS MORTGAGE has been executed as, and is intended to take effect as, a deed by the Mortgagor and is delivered and has been signed by the Agent on the date written on the first page of this Deed

Schedule 1

Real Property

Mortgagor	Address/description of land	Title No.

SIGNATURES TO THE MORTGAGE

Mortgagor

EXECUTED AS A DEED by)
[●] LIMITED)
acting by)
) Director

Witness signature:

Witness name:

Witness address:

.....

Agent

by

[●] LIMITED

acting by

)

)

)

)

.....

[Director]

EXECUTION PAGE

Chargors

EXECUTED AS A DEED BY
JLT UK ACQUISITION LIMITED
acting by

)
)
)
)
Director

Witness signature:

.....
.....

Witness name:

.....
Charles Carson

Witness address:

.....
.....
.....

EXECUTED AS A DEED BY
THUNDERBIRD TOPCO LIMITED
acting by

)
)
)
)
Director

Witness signature:

.....

Witness name:

.....

Witness address:

.....

.....

{Signature page – BoA/JLT Debenture}

**EXECUTED AS A DEED BY
THUNDERBIRD MIDCO LIMITED**
acting by

)
)
)
)
Director

Witness signature:

.....
[Redacted]

Witness name:

.....
MELANIE ALEXANDER

Witness address:

.....
[Redacted]

**EXECUTED AS A DEED BY
JOHN LAWRIE GROUP LIMITED**
acting by

)
)
)
)
Director

Witness signature:

.....
[Redacted]

Witness name:

.....
MELANIE ALEXANDER

Witness address:

.....
[Redacted]

**EXECUTED AS A DEED BY
JOHN LAWRIE TUBULARS
LIMITED**
acting by

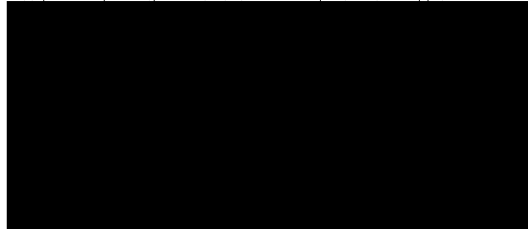
)
)
)
) Director

Witness signature:

Witness name:

Witness address:


.....
MELANIE ALEXANDER



[Signature page — BoA/JLT Debenture]

Agent

by

BANK OF AMERICA, N.A. acting by

)
)
)
)

.....
Authorised signatory



[Signature page – BoA/JLT Debenture]