



**Registration of a Charge**

Company Name: **KRAKEN TECHNOLOGIES LIMITED**

Company Number: **12014731**



XCW9VWMQ

Received for filing in Electronic Format on the: **06/02/2024**

**Details of Charge**

Date of creation: **06/02/2024**

Charge code: **1201 4731 0005**

Persons entitled: **BNP PARIBAS, LONDON BRANCH**

Brief description:

**Contains fixed charge(s).**

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

**Contains negative pledge.**

**Authentication of Form**

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

**Authentication of Instrument**

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

Certified by: **JURE TUS, CMS CAMERON MCKENNA NABARRO OLSWANG LLP**



## **CERTIFICATE OF THE REGISTRATION OF A CHARGE**

Company number: 12014731

Charge code: 1201 4731 0005

The Registrar of Companies for England and Wales hereby certifies that a charge dated 6th February 2024 and created by KRAKEN TECHNOLOGIES LIMITED was delivered pursuant to Chapter A1 Part 25 of the Companies Act 2006 on 6th February 2024 .

Given at Companies House, Cardiff on 9th February 2024

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**

**DATE: 6 February 2024**

---

**DEBENTURE**

---

Between

**KRAKEN TECHNOLOGIES LIMITED**  
(as Chargor)

and

**BNP PARIBAS, LONDON BRANCH**  
(as Security Trustee)

---

CMS Cameron McKenna Nabarro Olswang LLP  
Cannon Place  
78 Cannon Street  
London EC4N 6AF  
T +44 20 7367 3000  
F +44 20 7367 2000  
cms.law

**TABLE OF CONTENTS**

1.	Definitions and Interpretation.....	1
	Definitions .....	1
	Construction .....	3
	Third Party Rights .....	5
2.	Covenant to Pay.....	5
	Covenant to Pay.....	5
	Interest .....	5
3.	Fixed Security.....	6
	Charges .....	6
	Assignment.....	7
4.	Floating Charge .....	7
	Creation of Floating Charge .....	7
	Qualifying Floating Charge .....	7
	Conversion by Notice.....	7
	Automatic Conversion.....	8
	Moratorium.....	8
5.	Perfection of Security .....	8
	Registration at HM Land Registry.....	8
	Further Advances.....	9
	Acquisition of New Land .....	9
	Acknowledgement of Notice .....	10
	Deposit of Documents of Title .....	10
	Deposit of Securities.....	10
6.	Further Assurance.....	11
	Necessary Action.....	11
	Acquisition of New Land .....	11
	Implied Covenants for Title.....	11
7.	Undertakings.....	11
	General .....	11
	Negative Pledge.....	11
	Restriction on Disposals .....	11
	Insurance.....	12
	Remedying Insurance Defaults.....	12
	Proceeds of Insurance.....	12
	Voting Rights and Dividends relating to Securities .....	12
	Calls and Other Obligations in respect of Securities .....	14
	Book Debts and Other Debts.....	14
	Bank Accounts.....	15
	Real Property .....	15
8.	Enforcement of Security .....	16
	When Security becomes Enforceable .....	16

	Right of Appropriation .....	16
	Redemption of Prior Mortgages .....	17
9.	Extension and Variation of the LPA.....	17
	General .....	17
	Privileges .....	17
10.	Appointment of Receiver and Administrator .....	17
	Appointment .....	17
	Moratorium.....	18
	Removal.....	18
	Statutory Powers of Appointment .....	18
	Capacity of Receiver .....	18
	Remuneration of Receiver .....	18
11.	Powers of Receiver.....	18
	General .....	18
	Specific Powers .....	19
	Security Trustee's Powers .....	20
12.	Discretions and Delegation.....	21
	Discretion .....	21
	Delegation.....	21
13.	Power of Attorney .....	21
	Appointment and Powers .....	21
	Ratification .....	21
14.	Protection of Purchasers .....	22
	Consideration.....	22
	Protection of Third Parties.....	22
15.	Application of Proceeds .....	22
	Order of Application.....	22
	New Accounts .....	22
	Currency Conversion.....	23
16.	No Liability as Mortgagee in Possession .....	23
17.	Set-Off.....	23
18.	Effectiveness of Security .....	23
	Continuing Security.....	23
	Cumulative Rights .....	24
	Reinstatement .....	24
	No Security held by Chargor.....	24
19.	Certificates and Determinations .....	24
20.	Partial Invalidity .....	24
21.	Remedies and Waivers .....	25
22.	Counterparts .....	25
23.	Assignment.....	25

24. Releases ..... 25

25. Governing Law ..... 25

26. Enforcement ..... 25

    Jurisdiction ..... 25

    Waiver of Immunity ..... 26

Schedule 1 Securities ..... 27

Schedule 2 Mortgaged Property..... 28

Schedule 3 Insurances..... 29

Schedule 4 Form of Notice of Charge – Accounts not with the Security Trustee ..... 30

Schedule 5 Form of Notice of Assignment – Insurances..... 33

**THIS DEED** is made on 6 February 2024

**BETWEEN:**

- (1) **KRAKEN TECHNOLOGIES LIMITED**, registered in England and Wales with company number 12014731, whose registered office is situated at UK House, 5th Floor, 164-182 Oxford Street, London, United Kingdom, W1D 1NN (the “**Chargor**”); and
- (2) **BNP PARIBAS, LONDON BRANCH** of 10 Harewood Avenue London, NW1 6AA as security trustee for the Secured Parties (the “**Security Trustee**”).

**WHEREAS:**

- (A) The Chargor enters into this Deed in connection with a letter of credit facility agreement (the “**Facility Agreement**”) dated on or around the date of this Deed and made between (1) Octopus Energy Group Limited as borrower (the “**Company**”), (2) the Chargor as guarantor, (3) BNP Paribas, London Branch as mandated lead arranger and structuring bank, (4) the financial institutions listed in schedule 1 to the Facility Agreement as participating banks, (5) BNP Paribas, London Branch as issuing bank, (6) BNP Paribas, London Branch as agent of the other Finance Parties and (7) the Security Trustee.
- (B) The board of directors of the Chargor is satisfied that the giving of the security contained or provided for in this Deed is in the interests of the Chargor and has passed a resolution to that effect.

**NOW IT IS AGREED** as follows:

**1. DEFINITIONS AND INTERPRETATION**

***Definitions***

- 1.1 Terms defined in the Facility Agreement shall, unless otherwise defined in this Deed, have the same meanings when used in this Deed and in addition in this Deed:

“**Charged Property**”: means all the assets of the Chargor which from time to time are the subject of any security created or expressed to be created in favour of the Security Trustee by or pursuant to this Deed.

“**Debt Proceeds**”: means any proceeds of any book debts and other debts or monetary claims (including any chose in action which may give rise to a monetary claim) owing to the Chargor (including, without limitation, any sums of money received by the Chargor from any of the assets charged under clause 3.2.5 (*Book debts*) and/or clause 3.2.6 (*Bank accounts and deposits*)).

“**Delegate**”: means any person appointed by the Security Trustee or any Receiver pursuant to clauses 12.2 to 12.4 (*Delegation*) and any person appointed as attorney of the Security Trustee and/or any Receiver or Delegate.

“**Excluded Contract**”: means any contract or agreement entered into by the Chargor and any rights, receivables or interests under those contracts or agreements where there is a restriction on the Chargor from assigning, securing or holding on trust such contracts, agreements, rights, receivables or interests without the consent of a party to that document (where such consent has not been obtained) provided that in relation to any specific charge or assignment by way of security under this Deed, a contract or agreement will only be an Excluded Contract in

relation to that specific charge or assignment by way of security to the extent that the restriction would restrict that type of charge or assignment by way of security;

**“Excluded Shares”**: means the shares held by the Chargor in each of:

- (a) Anyskill Technologies GmbH, a company registered in Germany with company number HRB 233541 B at the commercial register of the local court of Charlottenburg;
- (b) Kraken Tech Australia Pty Ltd, a company registered in Australia with company number 632 726 035;
- (c) Kraken Technologies Japan G.K., a company registered in Japan with company number 0100-03-036696;
- (d) Kraken Technologies US, Inc., a company registered in the State of Delaware with company number EIN: 88-358114;
- (e) Kraken Bilgi ve Teknolojileri Danışmanlık ve Ticaret Limited. Şti., registered in Turkey with company number 372927-5;
- (f) Kraken Technologies Switzerland Sarl, a company registered in Switzerland with company number UID CHE-308.844.575; and
- (g) Kraken Tech NZ Limited, a company registered in New Zealand with company number 9429051312510.

**“Insurances”**: means all of the contracts and policies of insurance specified in Schedule 3 (*Insurances*) in which the Chargor has an interest and any policy of insurance in which the Chargor may from time to time have an interest.

**“Intellectual Property”**: means:

- (a) all patents, trademarks, service marks, designs, business names, design rights, moral rights, inventions and all other registered or unregistered intellectual property rights;
- (b) all copyrights (including rights in software), database rights, domain names, source codes, brand names and all other similar registered or unregistered intellectual property rights;
- (c) all applications for intellectual property rights and the benefit of any priority dates attaching to such applications and all benefits deriving from intellectual property rights, including royalties, fees, profit sharing agreements and income from licences;
- (d) all know-how, confidential information and trade secrets; and
- (e) all physical material in which any intellectual property might be incorporated;

**“Liability Period”**: means the period beginning on the date of this Deed and ending on the date on which the Security Trustee is satisfied, acting in good faith, that all the Secured Liabilities have been unconditionally and irrevocably paid and discharged in full.

**“LPA”**: means the Law of Property Act 1925.

**“Mortgaged Property”**: means any freehold, commonhold or leasehold property specified in Schedule 2 (*Mortgaged Property*) or the freehold, commonhold and leasehold property now



vested in the Chargor from time to time (excluding Occupational Leases) and references to any **“Mortgaged Property”** shall include references to the whole or any part or parts of it.

**“Occupational Lease”**: means an occupational lease of premises for no longer than 25 years at a market rent (which for the avoidance of doubt shall mean a rent at which premises can reasonably be expected to be let in the open market, disregarding any rent free period or other concessionary rent period given during the term of the lease).

**“Planning Acts”**: means all legislation from time to time regulating the development, use, safety and control of property including, without limitation, the Town and Country Planning Act 1990, the Planning (Listed Buildings and Conservation Areas) Act 1990, the Planning (Hazardous Substances) Act 1990, the Planning (Consequential Provisions) Act 1990, the Planning and Compensation Act 1991 and the Planning and Compulsory Purchase Act 2004 and any other instrument, plan, regulation, permission or direction made or issued under any such legislation.

**“Premises”**: means all buildings and erections from time to time situated on or forming part of any Mortgaged Property.

**“Receiver”**: means a receiver, receiver and manager or administrative receiver of the whole or any part or parts of the Charged Property.

**“Related Rights”**: means, in relation to the Securities, all dividends, interest, benefits, property, rights, accretions, moneys, advantages, credits, rebates, refunds (including rebates and refunds in respect of any tax, duties, imposts or charges) and other distributions paid or payable in respect of the Securities, whether by way of bonus, capitalisation, conversion, preference, option, substitution, exchange, redemption or otherwise.

**“Secured Liabilities”**: means all present and future obligations and liabilities of the Company and the Chargor to the Secured Parties under the Finance Documents (including this Deed), in whatever currency denominated, whether actual or contingent and whether owed jointly or severally or as principal or as surety or in some other capacity, including any liability in respect of any further advances made under the Finance Documents.

**“Securities”**: means all shares held by the Chargor as investment or in Subsidiaries, including, without limitation, the shares listed in Schedule 1 (*Securities*), but excluding any Excluded Shares.

### ***Construction***

#### 1.2 Any reference in this Deed to:

- 1.2.1 the **“Security Trustee”**, the **“Chargor”**, any **“Finance Party”**, the **“Company”**, any **“Obligor”** or any other person shall be construed so as to include its successors in title, permitted assigns and permitted transferees and, in the case of the Security Trustee, shall include any person for the time being appointed as additional security trustee pursuant to the Facility Agreement;
- 1.2.2 **“assets”** includes present and future properties, revenues and rights of every description;

- 1.2.3 “**indebtedness**” includes any obligation (whether incurred as principal or as surety) for the payment or repayment of money, whether present or future, actual or contingent;
- 1.2.4 a “**person**” includes any individual, firm, company, corporation, government, state or agency of a state or any association, trust, joint venture, consortium or partnership (whether or not having separate legal personality);
- 1.2.5 a “**regulation**” includes any regulation, rule, official directive, request or guideline (whether or not having the force of law) of any governmental, intergovernmental or supranational body, agency, department or of any regulatory, self-regulatory or other authority or organisation; and
- 1.2.6 a provision of law is a reference to that provision as amended or re-enacted.
- 1.3 Clause and schedule headings are for ease of reference only.
- 1.4 Any reference in this Deed to a mortgage, charge or assignment of any asset shall be construed so as to include:
  - 1.4.1 the benefit of any covenants for title given or entered into by any predecessor in title of the Chargor in respect of that asset and all other rights, benefits, claims, contracts, warranties, remedies, security or indemnities in respect of that asset;
  - 1.4.2 the proceeds of sale of any part of that asset and any other moneys paid or payable in respect of or in connection with that asset; and
  - 1.4.3 in respect of any Mortgaged Property, all Premises and all fixtures and fittings (including trade fixtures and fittings and tenants’ fixtures and fittings) from time to time in or on that Mortgaged Property.
- 1.5 Each term in any Finance Document is, to the extent not set out in or otherwise incorporated into this Deed, deemed to be incorporated into this Deed insofar as is necessary to comply with section 2 of the Law of Property (Miscellaneous Provisions) Act 1989 but, except where stated otherwise, if there is any conflict between that incorporated term and any other term of this Deed that other term shall prevail.
- 1.6 Any reference in this Deed to any Finance Document or any other agreement or other document shall be construed as a reference to that Finance Document or that other agreement or document as the same may have been, or may from time to time be, restated, varied, amended, supplemented, extended, substituted, novated or assigned, whether or not as a result of any of the same:
  - 1.6.1 there is an increase or decrease in any facility made available under that Finance Document or other agreement or document or an increase or decrease in the period for which any facility is available or in which it is repayable;
  - 1.6.2 any additional, further or substituted facility to or for such facility is provided;
  - 1.6.3 any rate of interest, commission or fees or relevant purpose is changed;
  - 1.6.4 the identity of the parties is changed;
  - 1.6.5 the identity of the providers of any security is changed;
  - 1.6.6 there is an increased or additional liability on the part of any person; or

- 1.6.7 a new agreement is effectively created or deemed to be created.
- 1.7 Any reference in this Deed to “**this Deed**” shall be deemed to be a reference to this Deed as a whole and not limited to the particular clause, schedule or provision in which the relevant reference appears and to this Deed as amended, novated, assigned, supplemented, extended, substituted or restated from time to time and any reference in this Deed to a “**clause**” or a “**schedule**” is, unless otherwise provided, a reference to a clause or a schedule of this Deed.
- 1.8 Unless the context otherwise requires, words denoting the singular number only shall include the plural and vice versa.
- 1.9 Where any provision of this Deed is stated to include one or more things, that shall be by way of example or for the avoidance of doubt only and shall not limit the generality of that provision.
- 1.10 It is intended that this document shall take effect as and be a deed of the Chargor notwithstanding the fact that the Security Trustee may not execute this document as a deed.
- 1.11 Any change in the constitution of the Security Trustee or its absorption of or amalgamation with any other person or the acquisition of all or part of its undertaking by any other person shall not in any way prejudice or affect its rights under this Deed.

### ***Third Party Rights***

- 1.12 Unless otherwise expressly provided to the contrary in a Finance Document, nothing in this Deed is intended to confer on any person any right to enforce or enjoy the benefit of any provision of this Deed which that person would not have had but for the Contracts (Rights of Third Parties) Act 1999.
- 1.13 Notwithstanding any term of any Finance Document, the consent of any person who is not a party is not required to rescind or vary this Deed at any time.
- 1.14 Any Receiver may enforce or enjoy the benefit of any clause which expressly confers rights on it subject to clause 1.13 above and the provisions of the Contracts (Rights of Third Parties) Act 1999.

## **2. COVENANT TO PAY**

### ***Covenant to Pay***

- 2.1 The Chargor covenants with the Security Trustee (as trustee for the Secured Parties) that it shall pay and discharge the Secured Liabilities as and when the same fall due for payment in accordance with the terms of the Finance Documents.

### ***Interest***

- 2.2 The Chargor covenants with the Security Trustee to pay interest on any amounts due under clause 2.1 (*Covenant to Pay*) from day to day until full discharge (whether before or after judgment, liquidation, winding-up or administration of the Chargor) at the rate and in the manner specified in clauses 10.10 to 10.13 (*Default Interest*) of the Facility Agreement, **provided that**, in the case of any Expense, such interest shall accrue and be payable as from the date on which the relevant Expense arose without the necessity for any demand being made for payment.

**3. FIXED SECURITY*****Charges***

- 3.1 The Chargor, as security for the payment, performance and discharge of all the Secured Liabilities, charges in favour of the Security Trustee (as trustee for the Finance Parties) by way of a first legal mortgage all of its right, title and interest in and to any Mortgaged Property.
- 3.2 The Chargor, as security for the payment, performance and discharge of all the Secured Liabilities, charges in favour of the Security Trustee (as trustee for the Finance Parties) by way of first fixed charge all of its right, title and interest in and to the following assets, both present and future:
- 3.2.1 all estates or interests in any freehold, commonhold or leasehold property (other than such property effectively mortgaged under clause 3.1 above);
  - 3.2.2 all licences held by it to enter upon or use land and/or to carry on the business carried on upon that land and all agreements relating to land to which it is a party or otherwise entitled;
  - 3.2.3 where any Mortgaged Property is leasehold property, any right or interest arising by virtue of any enfranchising legislation (including, but not limited to, the Leasehold Reform Act 1967 and the Leasehold Reform Housing and Urban Development Act 1993 but excluding part II of the Landlord and Tenant Act 1954) which confers upon a tenant of property whether individually or collectively with other tenants of that or other properties the right to acquire a new lease of that property or to acquire, or require the acquisition by a nominee of, the freehold or any intermediate reversionary interest in that property;
  - 3.2.4 all fixed and other plant and machinery, computers, vehicles, office equipment and other chattels in its ownership or possession (but excluding any of those items to the extent that they are part of its stock in trade);
  - 3.2.5 all book debts and all other debts or monetary claims (including all choses in action which may give rise to a debt or monetary claim), all proceeds thereof and, in each case, any cheque, bill, note, negotiable instrument or other document representing the same;
  - 3.2.6 all moneys from time to time deposited in or standing to the credit of any bank account with the Security Trustee or any other bank or financial institution (including, without limitation, any rent deposit given to secure liabilities in relation to land and any retention or similar sum arising out of a construction contract or any other contract (and, in each case, any cheque, bill, note, negotiable instrument or other document representing the same));
  - 3.2.7 all Securities and their Related Rights;
  - 3.2.8 all of its goodwill and uncalled capital;
  - 3.2.9 all Intellectual Property;
  - 3.2.10 all Authorisations (statutory or otherwise) held in connection with its business or the use of any Charged Property and the right to recover and receive all compensation which may be payable in respect of them;

- 3.2.11 all contracts, guarantees, appointments, warranties and other documents to which it is a party or in its favour or of which it has the benefit relating to any letting, development, sale, purchase or the operation of any Mortgaged Property or Premises;
- 3.2.12 all agreements entered into by it or of which it has the benefit under which credit of any amount is provided to any person;
- 3.2.13 all contracts for the supply of goods and/or services by or to it or of which it has the benefit (including, without limitation, any contracts of hire or lease of chattels); and
- 3.2.14 any currency or interest swap or any other interest or currency protection, hedging or financial futures transaction or arrangement entered into by it or of which it has the benefit (whether entered into with any of the Finance Parties or any other person),

including, in each case, but without limitation, the right to demand and receive all moneys whatsoever payable to or for its benefit under or arising from any of them, all remedies provided for in any of them or available at law or in equity in relation to any of them, the right to compel performance of any of them and all other rights, interests and benefits whatsoever accruing to or for its benefit arising from any of them, and excluding, in each case, any Excluded Contracts and Excluded Shares.

#### ***Assignment***

- 3.3 The Chargor, as security for the payment, performance and discharge of all the Secured Liabilities, assigns to the Security Trustee (as trustee for the Finance Parties) absolutely by way of a first legal assignment all of its right, title and interest in and to all Insurances, including all claims, the proceeds of all claims and all returns of premium in connection with Insurances.

### **4. FLOATING CHARGE**

#### ***Creation of Floating Charge***

- 4.1 The Chargor, as security for the payment, performance and discharge of all the Secured Liabilities, charges in favour of the Security Trustee (as trustee for the Finance Parties) by way of a first floating charge all of its undertaking and all its other property, assets and rights whatsoever, present and future, including all of its stock in trade and all property, assets and rights not otherwise validly and effectively mortgaged, charged or assigned (whether at law or in equity) by way of fixed security pursuant to clause 3 (*Fixed Security*) and excluding, in each case, any Excluded Contracts.

#### ***Qualifying Floating Charge***

- 4.2 The provisions of paragraph 14 of schedule B1 to the Insolvency Act 1986 shall apply to the floating charge created pursuant to clause 4.1 (*Creation of Floating Charge*).

#### ***Conversion by Notice***

- 4.3 Subject to clause 4.5 (*Moratorium*), the Security Trustee may by notice in writing at any time to the Chargor convert the floating charge created pursuant to clause 4.1 (*Creation of Floating*

*Charge*) with immediate effect into a fixed charge (either generally or specifically as regards any assets of the Chargor specified in the notice) if:

- 4.3.1 an Event of Default has occurred which is continuing; or
- 4.3.2 the Security Trustee reasonably considers that any of the Charged Property may be in jeopardy or in danger of being seized or sold pursuant to any form of legal process or that it is necessary to do so in order to protect or preserve the security constituted by this Deed over any of the Charged Property and/or the priority of that security.

***Automatic Conversion***

- 4.4 Subject to clause 4.5 (*Moratorium*), notwithstanding clause 4.3 (*Conversion by Notice*) and without prejudice to any law which may have a similar effect, the floating charge created by clause 4.1 (*Creation of Floating Charge*) will automatically be converted (without notice) with immediate effect into a fixed charge as regards all of the undertaking and assets subject to that floating charge if:

- 4.4.1 the Chargor creates or attempts to create any Security over any of the Charged Property (other than Permitted Security);
- 4.4.2 any person levies or attempts to levy any distress, execution or other process against any of the Charged Property; or
- 4.4.3 a resolution is passed or an order is made for the winding-up, dissolution, administration or re-organisation of the Chargor or an administrator is appointed in respect of the Chargor.

***Moratorium***

- 4.5 Unless Article A52(4) of the Insolvency Act 1986 allows, the floating charge created by this Deed may not be converted into a fixed charge solely by reason of:

- 4.5.1 the obtaining of a moratorium; or
- 4.5.2 anything done with a view to obtaining a moratorium (including any preliminary decision or investigation),

under Part A1 of the Insolvency Act 1986.

**5. PERFECTION OF SECURITY**

***Registration at HM Land Registry***

- 5.1 For the purposes of panel 8 of each Form RX1 that may be required to be completed by the Security Trustee in relation to any Mortgaged Property registered or required to be registered at HM Land Registry, the Chargor hereby consents to an application being made by the Security Trustee to the Chief Land Registrar to enter the following restriction in Form P against its title to such Mortgaged Property:

“No disposition of the registered estate by the proprietor of the registered estate [, or by the proprietor of any registered charge, not being a charge registered before the entry of this restriction] is to be registered without a written consent signed by the proprietor for the time being of the charge dated [ ] in favour of [*insert full name of Security Trustee*] referred to in the charges register or its conveyancer]”.

5.2 If the title to any Mortgaged Property is not registered at HM Land Registry, the Chargor shall ensure that no person (other than itself) shall be registered under the Land Registration Act 2002 as the proprietor of all or any part of that Mortgaged Property without the prior consent in writing of the Security Trustee.

5.3 Whether or not the title to any of the Mortgaged Property is registered at HM Land Registry, in the event that any caution against first registration or any notice (whether agreed or unilateral) is registered against the Chargor's title to any Mortgaged Property, the Chargor shall promptly provide the Security Trustee with full particulars of the circumstances relating to such registration or notice and, if such caution or notice shall have been registered in order to protect a purported interest the creation of which is not permitted under this Deed, the Chargor shall promptly and at its own expense take such steps as the Security Trustee may require to ensure that the caution or notice, as applicable, is withdrawn or cancelled.

***Further Advances***

5.4 Subject to the provisions of the Facility Agreement, each Participating Bank is under an obligation to make further advances to the Company under the Facility Agreement and that obligation will be deemed to be incorporated into this Deed as if set out in this Deed.

***Acquisition of New Land***

5.5 In relation to any Mortgaged Property which is acquired by or on behalf of the Chargor after the date of this Deed:

5.5.1 if the title to any such Mortgaged Property is registered at HM Land Registry, the Chargor shall immediately apply to be registered as the proprietor of the registered estate acquired (or procure that such application is made on its behalf) and (for the purposes of panel 11 of Form AN1) hereby consents to an application being made by the Security Trustee to the Chief Land Registrar for the registration of an agreed notice in Form AN1 to protect this Deed against its title to that property;

5.5.2 if the title to any such Mortgaged Property is required to be registered at HM Land Registry under the provisions of the Land Registration Act 2002, the Chargor shall immediately apply for first registration of the estate acquired in Form FR1 (or procure that such application is made on its behalf) and shall disclose or procure that the existence of this Deed is disclosed to HM Land Registry either in the Form DL accompanying such application or in panel 12 of Form FR1; and

5.5.3 if the title to any such Mortgaged Property represents the transfer of either part of a commonhold unit or part of the common parts of land registered as a freehold estate in commonhold land under the Commonhold and Leasehold Reform Act 2002, the Chargor shall also procure that the application to register the transfer is accompanied by an application in Form CM3 to register the commonhold community statement that has been amended in relation to the transfer as required by Rule 15 or, as the case may be, Rule 16 of the Commonhold (Land Registration) Rules 2004,

and, in each such case, the Chargor shall, promptly after registration of it as the proprietor of the relevant registered estate, provide the Security Trustee with an official copy of the register recording the same.

***Notices of Charge and Assignment***

- 5.6 The Chargor shall give or join the Security Trustee in giving:
- 5.6.1 on the date of this Deed, or if later, promptly upon opening a new account that is not with the Security Trustee, a notice in the form set out in part 1 of Schedule 4 (*Form of Notice of Charge – Accounts not with the Security Trustee*) or in such other form as the Security Trustee may reasonably require to each bank or financial institution (other than the Security Trustee) in respect of each account of the Chargor opened or maintained with it;
  - 5.6.2 on the date of this Deed, or if later, promptly upon entering into such Insurance, a notice in the form set out in part 1 of Schedule 5 (*Form of Notice of Assignment – Insurances*) or in such other form as the Security Trustee may reasonably require to the relevant insurers in respect of each of the Insurances notified to the Chargor by the Security Trustee; and
  - 5.6.3 in the event that an Event of Default is continuing and in respect of any other asset which is charged pursuant to clause 3 (*Fixed Security*), a notice of charge in such form as the Security Trustee may reasonably require to the relevant obligor, debtor or other third party (as the case may be).
- 5.7 Each such notice shall be duly signed by or on behalf of the Chargor and it shall use reasonable endeavours to procure that each of the persons on whom any such notice is served provides to the Security Trustee a duly signed acknowledgement of that notice in the form set out in part 2 of Schedule 4, part 2 of Schedule 5, or in such other form in any case as the Security Trustee may reasonably require.

***Acknowledgement of Notice***

- 5.8 The execution of this Deed by the Chargor and the Security Trustee shall constitute notice to the Security Trustee of the charge created by this Deed over any account opened or maintained by the Chargor with the Security Trustee.

***Deposit of Documents of Title***

- 5.9 The Chargor shall promptly deposit with the Security Trustee (unless already held by its solicitors on behalf of and to the Security Trustee's order or at HM Land Registry for the purpose of registration of the security constituted by this Deed) all deeds, certificates and other documents of title from time to time relating to the Mortgaged Property.

***Deposit of Securities***

- 5.10 The Chargor shall, in respect of any Securities subject to the fixed security pursuant to clause 3 (*Fixed Security*) which are in certificated form, promptly, and in respect of the shares held by it in Sennen Tech Ltd only, within 5 Business Days of receipt of the stamped stock transfer form from HM Revenue & Customs in relation to the purchase by the Chargor of such shares:
- 5.10.1 deposit with the Security Trustee or as it may direct all stock and share certificates and other documents of title or evidence of ownership from time to time relating to such Securities; and
  - 5.10.2 execute and deliver to the Security Trustee all share transfers and other documents as the Security Trustee may from time to time require in order to enable the Security Trustee (or its nominee(s)) to be registered as the owner or otherwise obtain a legal



title to or to perfect its security interest in such Securities, to the intent that the Security Trustee may at any time without notice complete and present such transfers and documents for registration.

- 5.11 For the purposes of clause 5.10 above, the expression “**certificated**” shall have the meaning given to that term in the Uncertificated Securities Regulations 2001.

## **6. FURTHER ASSURANCE**

### *Necessary Action*

- 6.1 The Chargor shall take all such action as is available to it (including making all filings and registrations) as may be necessary for the purpose of the creation, perfection, protection or maintenance of any security conferred or intended to be conferred on the Security Trustee by or pursuant to this Deed provided that the Chargor shall not be required to carry out any such steps in relation to any Occupational Leases unless, following an Event of Default which is continuing, the Security Trustee so requires.

### *Acquisition of New Land*

- 6.2 The Chargor shall promptly notify the Security Trustee of any acquisition by it of any Mortgaged Property or of any agreement entered into by it or of which it has the benefit for the acquisition and shall enter into all such amendments to this Deed as the Security Trustee may reasonably require relating to the relevant premises and Mortgaged Property.

### *Implied Covenants for Title*

- 6.3 Each of the mortgages, charges and assignments granted by the Chargor under this Deed are granted with full title guarantee in accordance with the Law of Property (Miscellaneous Provisions) Act 1994.

## **7. UNDERTAKINGS**

### *General*

- 7.1 The undertakings in this clause 7 remain in force from the date of this Deed for so long as any amount is outstanding under this Deed.

### *Negative Pledge*

- 7.2 The Chargor shall not create or extend or permit to arise or subsist any Security over the whole or any part of the Charged Property or enter into any arrangement or transaction as described in clause 20.11.3 of the Facility Agreement in respect of any asset forming part of, or intended to form part of, the Charged Property, other than as permitted under the Facility Agreement.

### *Restriction on Disposals*

- 7.3 The Chargor shall not enter into a single transaction or a series of transactions (whether related or not) and whether voluntary or involuntary to sell, lease, transfer or otherwise dispose of the whole or any part of the Charged Property, other than as permitted under the Facility Agreement.

***Insurance***

- 7.4 The Chargor shall, or shall procure that the Company shall on its behalf, insure and keep insured the Charged Property against such risks and on such terms as is usual for companies carrying on the same or substantially similar business. All Insurance must be with reputable independent companies or underwriters.
- 7.5 The Chargor shall, if required by the Security Trustee cause each insurance policy or policies relating to any Mortgaged Property, other than any Insurance which has been the subject of a notice of assignment pursuant to clause 5.6 (*Notices of Charge and Assignment*) and effectively assigned, to have the Security Trustee's interest as floating chargeholder noted on it and contain (in form and substance satisfactory to the Security Trustee, acting reasonably) an endorsement naming the Security Trustee as a loss payee in respect of all claims in excess of five hundred thousand pounds (£500,000) until such time as the Security Trustee notifies the insurer(s) to the contrary.
- 7.6 The Chargor shall promptly pay (or procure that the Company on its behalf pays) all premiums and other monies payable under all its Insurances and promptly upon request produce to the Security Trustee a copy of each policy and evidence (in form and substance acceptable to the Security Trustee, acting reasonably) of the payment of such sums.
- 7.7 The Chargor shall, after the occurrence of an Event of Default which is continuing, if required by the Security Trustee (but subject to the provisions of any lease of the Charged Property), deposit all Insurances relating to the Charged Assets with the Security Trustee.

***Remedying Insurance Defaults***

- 7.8 If the Chargor defaults in complying with clauses 7.4 to 7.7 (*Insurance*), the Security Trustee may (without any obligation to do so) effect or renew any such insurance on such terms in such name(s) and in such amount(s) as it reasonably considers appropriate, and all monies spent by the Security Trustee in doing so shall be reimbursed by the Chargor to the Security Trustee on demand and shall carry interest from the date of such payment by the Security Trustee until reimbursed in accordance with this clause 7.8 in accordance with clause 2.2 (*Interest*).

***Proceeds of Insurance***

- 7.9 All moneys received or receivable by the Chargor under any Insurances in respect of the Premises or any other Charged Property of an insurable nature shall be held on trust for the Security Trustee (as trustee for the Finance Parties) and applied (subject to the rights and claims of any person having prior rights thereto):
- 7.9.1 in replacing, restoring or reinstating the Premises or other Charged Property destroyed or damaged or in such other manner as the Security Trustee shall have previously approved in writing; or
- 7.9.2 after the occurrence of an Event of Default which is continuing and if the Security Trustee so directs, in or towards satisfaction of the Secured Liabilities in accordance with clause 15.1 (*Order of Application*).

***Voting Rights and Dividends relating to Securities***

- 7.10 At any time prior to the occurrence of an Event of Default which is continuing:

- 7.10.1 the Chargor shall be entitled to exercise all voting and other rights and powers in respect of the Securities or, if any of the same are exercisable by the Security Trustee (or its nominee(s)), to direct in writing the exercise of those voting and other rights and powers, **provided that** the Chargor shall not exercise or direct the exercise of any voting or other rights and powers in any manner which would breach the provisions of the Facility Agreement or would, in the opinion of the Security Trustee, prejudice the value of the Securities or otherwise jeopardise the security constituted by this Deed; and
- 7.10.2 the Chargor shall be entitled to retain and apply for its own use all dividends, interest and other moneys paid or payable in respect of the Securities and, if any of the same are paid or payable to the Security Trustee (or its nominee(s)), the Security Trustee will hold all such dividends, interest and other moneys received by it for the account of the Chargor and will pay such dividends to the Chargor promptly on request.
- 7.11 At any time after the occurrence of an Event of Default which is continuing, the Security Trustee may at its discretion (in the name of the Chargor or otherwise and without any further consent or authority from the Chargor):
  - 7.11.1 subject to clause 7.12, exercise (or refrain from exercising) all voting and other rights and powers in respect of the Securities;
  - 7.11.2 apply all dividends, interest and other moneys arising from the Securities in accordance with clause 15.1 (*Order of Application*) and, if any of the same are paid or payable to the Chargor, the Chargor shall hold all such dividends, interest and other moneys on trust for the Security Trustee (as trustee for the Finance Parties) and pay the same immediately to the Security Trustee or as it may direct to be applied in accordance with clause 15.1;
  - 7.11.3 if not already so transferred, transfer the Securities into the name of, or (as applicable) into an account in the name of, the Security Trustee (or its nominee(s)); and
  - 7.11.4 in addition to any other power created under this Deed, exercise (or refrain from exercising) all the powers and rights conferred on or exercisable by the legal or beneficial owner of the Securities and, except as expressly provided for in the Deed, all the powers and discretions conferred on trustees by the Trustee Act 1925 and the Trustee Act 2000, including, without limitation, the general power of investment set out in section 3 of the Trustee Act 2000, *provided that* the duty of care set out in section 1(1) of the Trustee Act 2000 shall not apply to the exercise of any other power of investment (however conferred) by the Security Trustee (or its nominee(s)) in respect of securities or property subject to a trust.
- 7.12 the Security Trustee shall not be entitled to exercise any voting rights or any other rights or powers under paragraph 7.11.1 above if, and to the extent that, from time to time:
  - 7.12.1 a notifiable acquisition would, as a consequence, take place under section 6 of the National Security and Investment Act 2021 (the “**Act**”) and any regulations made under the Act; and
  - 7.12.2 either:

- (i) the Secretary of State has not approved that notifiable acquisition in accordance with the Act; or
- (ii) the Secretary of State has so approved that notifiable acquisition but there would, as a consequence, be a breach of the provisions of a final order made in relation to that notifiable acquisition under the Act.

***Calls and Other Obligations in respect of Securities***

- 7.13 The Chargor shall promptly pay all calls and other payments which may be or become due in respect of all or any part of the Securities and, if it fails to do so, the Security Trustee may elect (but shall not be obliged) to make such payments on behalf of the Chargor. Any sums so paid by the Security Trustee shall be reimbursed by the Chargor to the Security Trustee on demand and shall carry interest at the rate specified in clause 2.2 (*Interest*) from the date of payment by the Security Trustee until reimbursed (after as well as before any judgment).
- 7.14 The Chargor shall remain liable to observe and perform all of the other conditions and obligations assumed by it in respect of any of all or any part of the Securities.
- 7.15 Neither the Security Trustee nor its nominee(s) shall be liable to make any payment in respect of any calls or other payments which may be or become due in respect of the Securities or be under any duty to make any enquiry into the nature or sufficiency of any payment received by it in respect of the Securities or to present or file or make any claim, take any action or do any other act or thing for the purpose of collecting and/or enforcing the payment of any amount to which it may be entitled in respect of the Securities.
- 7.16 The Chargor shall copy to the Security Trustee and comply with all requests for information which is within its knowledge and which are made under section 793 of the Companies Act 2006 or any similar provision contained in any articles of association or other constitutional documents relating to all or any part of the Securities and, if it fails to do so, the Security Trustee may elect (but shall not be obliged) to provide such information as it may have on behalf of (and at the expense of) the Chargor.
- 7.17 The Chargor shall not, without the prior written consent of the Security Trustee, do or cause or permit to be done anything which shall require any company in which any of the Securities is held to treat any person who is not the registered holder of any of the Securities as entitled to enjoy or exercise any rights of a member in relation to the whole or any part of the Securities, except pursuant to the terms of this Deed.

***Book Debts and Other Debts***

- 7.18 Subject to clause 7.20 below, the Chargor shall deal with its book debts and other debts and monetary claims by getting in and realising them in the ordinary course of its business and paying all Debt Proceeds into an account of the Chargor with a bank or financial institution in the United Kingdom.
- 7.19 Subject to clause 7.20 below, the Chargor shall be entitled to receive, withdraw or otherwise transfer any credit balance which arises on any account of the Chargor with any bank or financial institution referred to in clause 7.18 above as a result of Debt Proceeds being credited or transferred to that account from time to time.

- 7.20 At any time after an Event of Default has occurred which is continuing, the Security Trustee may notify the Chargor that clauses 7.18 and 7.19 shall cease to apply and upon such notice the Chargor shall cease to be entitled to deal with its book debts and other debts and monetary claims or receive, utilise, transfer or withdraw any credit balance which arises on any account of the Chargor as a result of Debt Proceeds being credited or transferred to that account from time to time, without the prior consent of the Security Trustee.

***Bank Accounts***

- 7.21 The Chargor shall promptly deliver to the Security Trustee, on the date of this Deed and, if any change occurs thereafter, within 3 Business Days of the date of such change, details of each account maintained by it with any bank or financial institution (other than the Security Trustee).
- 7.22 The Chargor undertakes that it shall not, without the Security Trustee's prior written consent:
- 7.22.1 permit or agree to any variation of the rights attaching to any account referred to in clause 7.21 above; or
- 7.22.2 close any such account.
- 7.23 Subject to clause 7.22 above, provided that the Chargor is not restricted to do so under the terms of the Facility Agreement, the Chargor shall be entitled to receive, utilise, transfer or withdraw any credit balance from time to time on any account (whether that account is with the Security Trustee or any other bank or financial institution).
- 7.24 At any time after an Event of Default has occurred which is continuing, the Security Trustee may notify the Chargor that clause 7.23 shall cease to apply and upon such notice the Chargor shall cease to be entitled to receive, utilise, transfer or withdraw any credit balance from time to time on any account (whether that account is with the Security Trustee or any other bank or financial institution).

***Real Property***

- 7.25 The Chargor shall, in relation to any lease, agreement for lease or other right to occupy to which all or any part of the Mortgaged Property is at any time subject:
- 7.25.1 Pay the rent (if the lessee) and observe and perform in all material respects the covenants, conditions and obligations imposed (if the lessor) on the lessor or (if the lessee) on the lessee; and
- 7.25.2 Not do any act or thing whereby any lease or other document which gives any right to occupy any part of the Charged Property becomes or may become subject to determination or any right of re-entry or forfeiture prior to the expiration of its term.
- 7.26 The Chargor shall:
- 7.26.1 repair and keep in good and substantial repair and condition to the reasonable satisfaction of the Security trustee all the Mortgaged Property at any time forming part of the Charged Assets;
- 7.26.2 not at any time without the prior written consent of the Security Trustee sever or remove any of the fixtures forming part of the Mortgaged Property or any of the plant or machinery (other than stock in trade or work in progress) on or in the

Mortgaged Property (except for the purpose of any necessary repairs, general maintenance, renewal, upgrade or replacement of it); and

7.26.3 comply with and observe and perform (a) all applicable requirements of all planning and environmental legislation, regulations and bye-laws relating to the Mortgaged Property, (b) any conditions attaching to any planning permissions relating to or affecting the Mortgaged Property and (c) any notices or other orders made by any planning environmental or other public body in respect of all or any part of the Mortgaged Property.

7.27 If the Chargor fails to comply with any of the undertakings contained in clauses 7.25 and 7.26, the Security Trustee shall be entitled (with such agents, contractors and others as it sees fit), to do such things as may in the reasonable opinion of the Security Trustee be required to remedy such failure and all monies spent by the Security Trustee in doing so shall be reimbursed by the Chargor on demand with interest from the date of payment by the Security Trustee until reimbursed in accordance with this clause 7.27 in accordance with clause 2.2 (*Interest*).

## **8. ENFORCEMENT OF SECURITY**

### ***When Security becomes Enforceable***

8.1 The security constituted by this Deed shall become immediately enforceable and the power of sale and other powers conferred by section 101 of the LPA, as varied or extended by this Deed, shall be immediately exercisable upon and at any time after the occurrence of an Event of Default which is continuing.

8.2 After the security constituted by this Deed has become enforceable in accordance with clause 8.1 (*Enforcement of Security*), the Security Trustee may in its absolute discretion enforce all or any part of that security at the times, in the manner and on the terms it thinks fit and take possession of and hold or dispose of all or any part of the Charged Property.

### ***Right of Appropriation***

8.3 To the extent that any of the Charged Property constitutes “**financial collateral**” and this Deed and the obligations of the Chargor under this Deed constitute a “**security financial collateral arrangement**” (in each case as defined in, and for the purposes of, the Financial Collateral Arrangements (No. 2) Regulations 2003 (the “**FCA Regulations**”)), the Security Trustee shall have the right, at any time after the security constituted by this Deed has become enforceable in accordance with clause 8.1 (*Enforcement of security*), to appropriate all or any part of such financial collateral in or towards discharge of the Secured Liabilities. For this purpose, the parties agree that the value of such financial collateral shall be (in the case of cash) the amount standing to the credit of each bank account of the Chargor, together with any accrued but unpaid interest, at the time the right of appropriation is exercised and (in the case of Securities) the market price of such Securities determined by the Security Trustee by reference to a public index or by such other process as the Security Trustee may select, including independent valuation. In each case, the parties agree that the manner of valuation provided for in this clause 8.3 shall constitute a commercially reasonable manner of valuation for the purposes of the FCA Regulations.

***Redemption of Prior Mortgages***

- 8.4 The Security Trustee or any Receiver may at any time:
- 8.4.1 redeem any prior Security over any Charged Property; or
  - 8.4.2 procure the transfer of that Security to the Security Trustee; or
  - 8.4.3 settle and pass the accounts of the person or persons entitled to such Security (and any accounts so settled and passed shall be conclusive and binding on the Chargor).
- 8.5 All principal moneys, interest, costs, charges and expenses of and incidental to any such redemption or transfer shall be paid by the Chargor to the Security Trustee and every Receiver on demand and shall be secured by this Deed.

**9. EXTENSION AND VARIATION OF THE LPA*****General***

- 9.1 For the purposes of all powers implied by the LPA, such powers shall arise (and the Secured Liabilities shall be deemed to have become due and payable for that purpose) on the date of this Deed.
- 9.2 Section 103 of the LPA (restricting the power of sale) and section 93 of the LPA (restricting the right of consolidation) shall not apply to the security constituted by this Deed.
- 9.3 The statutory powers of leasing conferred on the Security Trustee are extended so as to authorise the Security Trustee and any Receiver at any time after the security constituted by this Deed has become enforceable in accordance with clause 8.1 (*Enforcement of security*), to make any lease or agreement for lease, accept surrenders of leases and/or grant options on such terms as it or he shall think fit, without the need to comply with any restrictions imposed by Sections 99 and 100 of the LPA.

***Privileges***

- 9.4 Each Receiver and the Security Trustee is entitled to all the rights, powers, privileges and immunities conferred by the LPA on mortgagees and receivers.

**10. APPOINTMENT OF RECEIVER AND ADMINISTRATOR*****Appointment***

- 10.1 Subject to clause 10.2 (*Moratorium*), at any time after the security constituted by this Deed has become enforceable in accordance with clause 8.1 (*Enforcement of security*) or if the Chargor so requests the Security Trustee in writing (in each such case, the security constituted by this Deed shall become immediately enforceable), the Security Trustee may without prior notice to the Chargor:
- 10.1.1 appoint free from the restrictions imposed by section 109(1) of the LPA either under seal or in writing under its hand any one or more persons to be a Receiver of the whole or any part or parts of the Charged Property in like manner in every respect as if the Security Trustee had become entitled under the LPA to exercise the power of sale conferred under the LPA; or
  - 10.1.2 appoint one or more persons to be an administrator of the Chargor.

***Moratorium***

- 10.2 Unless Article A52(4) of the Insolvency Act 1986 allows, the Security Trustee is not entitled to appoint a Receiver solely by reason of:
- 10.2.1 the obtaining of a moratorium; or
  - 10.2.2 anything done with a view to obtaining a moratorium (including any preliminary decision or investigation),
- under Part A1 of the Insolvency Act 1986.

***Removal***

- 10.3 The Security Trustee may by writing under its hand (or by an application to the court where required by law):
- 10.3.1 remove any Receiver appointed by it; and
  - 10.3.2 appoint, whenever it deems it expedient, any one or more persons to be a new Receiver in the place of or in addition to any Receiver.

***Statutory Powers of Appointment***

- 10.4 The powers of appointment of a Receiver conferred by this Deed shall be in addition to all statutory and other powers of appointment of the Security Trustee under the LPA (as extended by this Deed) or otherwise and such powers shall be and remain exercisable from time to time by the Security Trustee in respect of any part or parts of the Charged Property.

***Capacity of Receiver***

- 10.5 Each Receiver shall be deemed to be the agent of the Chargor for all purposes. The Chargor alone shall be responsible for a Receiver's contracts, engagements, acts, omissions, defaults and losses and for liabilities incurred by him.
- 10.6 The agency of each Receiver shall continue until the Chargor goes into liquidation and after that the Receiver shall act as principal and shall not become the agent of the Security Trustee.
- 10.7 If there is more than one Receiver holding office at the same time, each Receiver shall (unless the document appointing him states otherwise) be entitled to act (and to exercise all of the powers conferred on a Receiver under this Deed) individually or together with any other person appointed or substituted as Receiver.

***Remuneration of Receiver***

- 10.8 The Security Trustee may fix the remuneration of any Receiver appointed by it without any restriction imposed by section 109(6) of the LPA and the remuneration of the Receiver shall be a debt secured by this Deed, which shall be due and payable immediately upon its being paid by the Security Trustee.

**11. POWERS OF RECEIVER*****General***

- 11.1 Each Receiver has, and is entitled to exercise, all of the rights, powers and discretions set out below in this clause 11 in addition to those conferred by law.



- 11.2 Without prejudice to the generality of this clause 11, each Receiver shall have all the rights, powers and discretions of an administrative receiver under schedule 1 to the Insolvency Act 1986 whether he falls within the statutory definition of an administrative receiver or not.

***Specific Powers***

- 11.3 Each Receiver shall have the following powers (and every reference in this clause 11.3 to the “**Charged Property**” shall be read as a reference to that part or parts of the Charged Property in respect of which that Receiver was appointed):

- 11.3.1 power to purchase or acquire land and purchase, acquire or grant any interest in or right over land as he thinks fit;
- 11.3.2 power to take immediate possession of, get in and collect any Charged Property;
- 11.3.3 power to carry on the business of the Chargor as he thinks fit;
- 11.3.4 power (but without any obligation to do so) to:
  - (a) make and effect all repairs, alterations, additions and insurances and do all other acts which the Chargor might do in the ordinary conduct of its business as well for the protection as for the improvement of the Charged Property;
  - (b) commence or complete any building operations on the Charged Property;
  - (c) apply for and maintain any planning permission, building regulation approval or any other permission, consent or licence in respect of the Charged Property; and
  - (d) negotiate for compensation with any authority which may intend to acquire or be in the process of acquiring all or any part of the Charged Property and make objections to any order for the acquisition of all or any part of the Charged Property and represent the Chargor at any enquiry to be held to consider such objections or otherwise relating to any such acquisition,

in each case as he thinks fit;

- 11.3.5 power to appoint and discharge managers, officers, agents, advisers, accountants, servants, workmen, contractors, surveyors, architects, lawyers and others for the purposes of this Deed upon such terms as to remuneration or otherwise as he thinks fit and power to discharge any such persons appointed by the Chargor (and the costs incurred by any Receiver in carrying out such acts or doing such things shall be reimbursed to that Receiver by the Chargor on demand and until so reimbursed shall carry interest at the rate specified in clause 2.2 (*Interest*) from the date of payment by the Receiver until reimbursed (after as well as before any judgment));
- 11.3.6 power to raise and borrow money either unsecured or (with the prior consent of the Security Trustee) on the security of any Charged Property either in priority to the security constituted by this Deed or otherwise and generally on any terms and for whatever purpose he thinks fit;

***Execution Version***

- 11.3.7 power to sell, exchange, convert into money and realise any Charged Property by public auction or private contract and generally in any manner and on any terms as he thinks fit;
- 11.3.8 power to sever and sell separately any fixtures from the property containing them without the consent of the Chargor;
- 11.3.9 power to let any Charged Property for any term and at any rent (with or without a premium) as he thinks fit and power to accept a surrender of any lease or tenancy of any Charged Property on any terms which he thinks fit (including the payment of money to a lessee or tenant on a surrender);
- 11.3.10 power to settle, adjust, refer to arbitration, compromise and arrange any claims, accounts, disputes, questions and demands with or by any person who is or claims to be a creditor of the Chargor or relating in any way to any Charged Property;
- 11.3.11 power to bring, prosecute, enforce, defend and abandon all actions, suits and proceedings in relation to any Charged Property or in relation to the Chargor which may seem to him to be expedient;
- 11.3.12 power to give valid receipts for all moneys and execute all assurances and things which may be proper or desirable for realising any Charged Property;
- 11.3.13 power to form a subsidiary of the Chargor and transfer to that subsidiary any Charged Property;
- 11.3.14 power to do all such acts as may seem to him to be necessary or desirable in order to initiate or continue any development of any Charged Property and for these purposes to appoint and to enter into such contracts with such building and engineering contractors or other contractors and professional advisers as he may think fit;
- 11.3.15 power to call any meeting of the members or directors of the Chargor in order to consider such resolutions or other business as he thinks fit;
- 11.3.16 power to exercise in relation to any Charged Property all the powers and rights which he would be capable of exercising if he were the absolute beneficial owner of the same;
- 11.3.17 power to do all other acts and things which he may consider desirable or necessary for realising any Charged Property or incidental or conducive to any of the rights, powers or discretions conferred on a Receiver under or by virtue of this Deed; and
- 11.3.18 power to exercise any of the above powers in the name of or on behalf of the Chargor or in his own name and, in each case, at the cost of the Chargor.

***Security Trustee's Powers***

- 11.4 To the fullest extent permitted by law, any right, power or discretion conferred by this Deed (either expressly or impliedly) upon a Receiver may after the security constituted by this Deed has become enforceable in accordance with clause 8.1 (*Enforcement of security*) be exercised by the Security Trustee in relation to any Charged Property, irrespective of whether or not it has taken possession of any Charged Property and without first appointing a Receiver or notwithstanding the appointment of a Receiver.

**12. DISCRETIONS AND DELEGATION*****Discretion***

- 12.1 Any liberty or power which may be exercised or any determination which may be made under this Deed by the Security Trustee or any Receiver after the security constituted by this Deed has become enforceable in accordance with clause 8.1 (*Enforcement of security*) may be exercised or made in its absolute and unfettered discretion without any obligation to give reasons.

***Delegation***

- 12.2 Each of the Security Trustee and any Receiver may delegate (either generally or specifically) by power of attorney or in any other manner to any person any right, power, authority or discretion conferred on it by this Deed (including the power of attorney).
- 12.3 Any such delegation may be made upon such terms and conditions (including the power to sub-delegate) as the Security Trustee or any Receiver (as the case may be) shall think fit.
- 12.4 Neither the Security Trustee nor any Receiver shall be in any way liable or responsible to the Chargor for any loss or liability arising from any act, default, omission or misconduct on the part of any Delegate.

**13. POWER OF ATTORNEY*****Appointment and Powers***

- 13.1 Subject to clause 13.2, the Chargor, by way of security, irrevocably appoints the Security Trustee, every Receiver and every Delegate severally and independently to be its attorney and in its name, on its behalf and as its act and deed to execute, deliver and perfect all documents and do all things which the attorney may consider to be required or desirable for:
- 13.1.1 carrying out any obligation imposed on the Chargor by this Deed; and/or
  - 13.1.2 enabling the Security Trustee or any Receiver or Delegate to exercise, or delegate the exercise of, any of the rights, powers, authorities and discretions conferred on it or him by or pursuant to this Deed or by law (including the exercise of any right of an absolute legal or beneficial owner of the Charged Property).
- 13.2 The Security Trustee, any Receiver and any of their respective delegates or sub-delegates may only exercise the power of attorney pursuant to Clause 13.1 above:
- 13.2.1 if an Event of Default has occurred and is continuing; or
  - 13.2.2 the Chargor failed to perform any further assurance, registration or perfection obligation under or relating to the Finance Documents within five Business Days of written notice from the Security Trustee requiring such action.

***Ratification***

- 13.3 The Chargor shall ratify and confirm whatever any attorney does or purports to do pursuant to its appointment under clause 13.1 (*Appointment and Powers*).

**14. PROTECTION OF PURCHASERS*****Consideration***

- 14.1 The receipt of the Security Trustee or any Receiver or Delegate shall be a conclusive discharge to a purchaser and, in making any sale or other disposal of any of the Charged Property (including a disposal by a Receiver or Delegate to any subsidiary of the Chargor) or in making any acquisition in the exercise of their respective powers, the Security Trustee, every Receiver and every Delegate may do so for such consideration, in such manner and on such terms as it or he thinks fit.

***Protection of Third Parties***

- 14.2 No person (including a purchaser) dealing with the Security Trustee, any Receiver or any Delegate shall be bound to enquire:
- 14.2.1 whether the Secured Liabilities have become payable; or
  - 14.2.2 whether any power which the Security Trustee or any Receiver or Delegate is purporting to exercise has arisen or become exercisable; or
  - 14.2.3 whether any money remains due under the Finance Documents; or
  - 14.2.4 how any money paid to the Security Trustee or to any Receiver or Delegate is to be applied,

or shall be concerned with any propriety, regularity or purpose on the part of the Security Trustee or any Receiver or Delegate in such dealings or in the exercise of any such power.

**15. APPLICATION OF PROCEEDS*****Order of Application***

- 15.1 All moneys received or recovered by the Security Trustee, any Receiver or any Delegate pursuant to this Deed, after the security constituted by this Deed has become enforceable in accordance with clause 8.1 (*Enforcement of security*), shall (subject to the claims of any person having prior rights thereto and by way of variation of the provisions of the LPA) be applied in accordance with the Facility Agreement.
- 15.2 Clause 15.1 (*Order of Application*) will override any appropriation made by the Chargor.

***New Accounts***

- 15.3 If the Security Trustee (acting in its capacity as trustee for the Finance Parties or otherwise) or any other Finance Party at any time receives, or is deemed to have received, notice of any subsequent Security or other interest affecting any Charged Property, the Security Trustee and/or any other relevant Finance Party may open a new account with the Chargor.
- 15.4 If the Security Trustee and/or any other Finance Party does not open a new account, it shall nevertheless be treated as if it had done so at the time when it received, or was deemed to have received, such notice. As from that time all payments made by or on behalf of the Chargor to the Security Trustee (whether in its capacity as trustee for the Finance Parties or otherwise) and/or any other Finance Party shall be credited or be treated as having been credited to the new account of the Chargor and not as having been applied in reduction of the Secured Liabilities.

***Currency Conversion***

- 15.5 For the purpose of or pending the discharge of any of the Secured Liabilities, the Security Trustee and each other Finance Party may (in its absolute discretion) convert any moneys received or recovered by it or any Receiver or Delegate pursuant to this Deed or any moneys subject to application by it or any Receiver or Delegate pursuant to this Deed from one currency to another and any such conversion shall be made at the Security Trustee's (or that Finance Party's) spot rate of exchange for the time being for obtaining such other currency with the first currency and the Secured Liabilities shall be discharged only to the extent of the net proceeds of such conversion realised by the Security Trustee or that Finance Party. Nothing in this Deed shall require the Security Trustee to make, or shall impose any duty of care on the Security Trustee or any other Finance Party in respect of, any such currency conversion.

**16. NO LIABILITY AS MORTGAGEE IN POSSESSION**

- 16.1 Neither the Security Trustee nor any Receiver or Delegate shall in any circumstances (either by reason of entering into or taking possession of any Charged Property or for any other reason and whether as mortgagee in possession or on any other basis) be liable to account to the Chargor for anything, except actual receipts, or be liable to the Chargor for any costs, charges, losses, liabilities or expenses arising from the realisation of any Charged Property or from any act, default or omission of the Security Trustee, any Receiver, any Delegate or any of their respective officers, agents or employees in relation to the Charged Property or from any exercise or purported exercise or non-exercise by the Security Trustee or any Receiver or Delegate of any power, authority or discretion provided by or pursuant to this Deed or by law or for any other loss of any nature whatsoever in connection with the Charged Property or the Finance Documents.

**17. SET-OFF**

- 17.1 Without limiting any other rights conferred on the Security Trustee and/or any other Finance Party by law or by any other agreements entered into with the Chargor, the Security Trustee and each other Finance Party may (but shall not be obliged to) set off any matured obligation due from the Chargor under this Deed (to the extent beneficially owned by the Security Trustee or, as the case may be, that Finance Party) against any obligation (whether matured or not) owed by the Security Trustee or, as the case may be, that Finance Party to the Chargor, regardless of the place of payment, booking branch or currency of either obligation. If the obligations are in different currencies, the Security Trustee or, as the case may be, that Finance Party may convert either obligation at a market rate of exchange in its usual course of business for the purpose of the set-off. If the obligation owed by the Security Trustee and/or any other Finance Party is unliquidated or unascertained, the Security Trustee or, as the case may be, that Finance Party may set off in an amount estimated by it in good faith to be the amount of that obligation.

**18. EFFECTIVENESS OF SECURITY*****Continuing Security***

- 18.1 The security constituted by this Deed shall remain in full force and effect as a continuing security for the Secured Liabilities, unless and until discharged by the Security Trustee, and

will extend to the ultimate balance of all the Secured Liabilities, regardless of any intermediate payment or discharge in whole or in part.

***Cumulative Rights***

- 18.2 The security constituted by this Deed and all rights, powers and remedies of the Security Trustee provided by or pursuant to this Deed or by law shall be cumulative and in addition to, and independent of, any other guarantee or Security now or subsequently held by the Security Trustee or any other Finance Party for the Secured Liabilities or any other obligations or any rights, powers and remedies provided by law. No prior Security held by the Security Trustee (whether in its capacity as trustee or otherwise) or any of the other Finance Parties over the whole or any part of the Charged Property shall be superseded by, or supersede or merge into, the security constituted by this Deed.

***Reinstatement***

- 18.3 If any discharge, release or arrangement (whether in respect of the obligations of an Obligor or any Security for those obligations or otherwise) is made by the Security Trustee or any other Finance Party in whole or in part on the faith of any payment, Security or other disposition which is avoided or must be restored in insolvency, liquidation, administration or otherwise, without limitation, then the liability of the Chargor under, the security constituted by this Deed will continue or be reinstated as if the discharge, release or arrangement had not occurred.
- 18.4 The Security Trustee may concede or compromise any claim that any payment or any discharge is liable to avoidance or restoration.

***No Security held by Chargor***

- 18.5 The Chargor shall not take or receive any Security from an Obligor or any other person in connection with its liability under this Deed. However, if any such Security is so taken or received by the Chargor:
- 18.5.1 it shall be held by the Chargor on trust for the Security Trustee (as trustee for the Finance Parties), together with all moneys at any time received or held in respect of such Security, for application in or towards payment and discharge of the Secured Liabilities; and
- 18.5.2 on demand by the Security Trustee, the Chargor shall promptly transfer, assign or pay to the Security Trustee all Security and all moneys from time to time held on trust by it under this clause 18.5.

**19. CERTIFICATES AND DETERMINATIONS**

- 19.1 Any certificate or determination by the Security Trustee of a rate or amount under this Deed is, in the absence of manifest error, conclusive evidence of the matters to which it relates.

**20. PARTIAL INVALIDITY**

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

if any part of the security constituted, or intended to be constituted, by this Deed is invalid, unenforceable or ineffective for any reason, that shall not affect or impair any other part of the security.

## **21. REMEDIES AND WAIVERS**

21.1 No failure to exercise, nor any delay in exercising, on the part of the Security Trustee, any right, remedy or power under this Deed shall operate as a waiver, nor shall any single or partial exercise of any right, remedy or power prevent any further or other exercise or the exercise of any other right, remedy or power. The rights, remedies and powers provided in this Deed are cumulative and not exclusive of any rights, remedies or powers provided by law.

21.2 Any amendment, waiver or consent by the Security Trustee under this Deed must be in writing and may be given subject to any conditions thought fit by the Security Trustee. Any waiver or consent shall be effective only in the instance and for the purpose for which it is given.

## **22. COUNTERPARTS**

22.1 This Deed may be executed in any number of counterparts and by each party on separate counterparts. Each counterpart is an original, but all counterparts shall together constitute one and the same instrument. Delivery of a counterpart of this Deed by e-mail attachment or telecopy shall be an effective mode of delivery.

## **23. ASSIGNMENT**

23.1 The Security Trustee may assign, charge or transfer all or any of its rights under this Deed without the consent of the Chargor. The Security Trustee may disclose any information about the Chargor and this Deed as the Security Trustee shall consider appropriate to any actual or proposed direct or indirect successor or to any person to whom information is required to be disclosed by any applicable law or regulation.

## **24. RELEASES**

24.1 Upon the expiry of the Liability Period and subject to clauses 18.3 and 18.4 (*Reinstatement*), the Security Trustee shall, at the request and cost of the Chargor, take whatever action is necessary to release the Charged Property from the security constituted by this Deed.

## **25. GOVERNING LAW**

25.1 This Deed and any non-contractual obligations arising out of or in connection with it are governed by English law.

## **26. ENFORCEMENT**

### ***Jurisdiction***

26.1 The courts of England have exclusive jurisdiction to settle any dispute arising out of or in connection with this Deed (including a dispute regarding the existence, validity or termination of this Deed or any non-contractual obligation arising out of or in connection with this Deed) (a “**Dispute**”).

- 26.2 The Chargor agrees that the courts of England are the most appropriate and convenient courts to settle Disputes and accordingly it will not argue to the contrary or take proceedings relating to a Dispute in any other courts.
- 26.3 Clauses 26.1 and 26.2 above are for the benefit of the Security Trustee only. As a result, the Security Trustee shall not be prevented from taking proceedings relating to a Dispute in any other courts with jurisdiction. To the extent allowed by law, the Security Trustee may take concurrent proceedings in any number of jurisdictions.
- 26.4 The Chargor irrevocably waives any right it may have to the trial by jury in any proceedings relating to a Dispute.

***Waiver of Immunity***

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

**IN WITNESS** of which this Deed has been entered into as a deed and is intended to be and is delivered on the day and year first before written.



**SCHEDULE 1  
SECURITIES**

<b>Details of company in which shares are held</b>	<b>Number of shares</b>	<b>Description of shares (class, par value etc)</b>	<b>Registered holder</b>	<b>Share certificate numbers/ Uncertificated?</b>
KrakenFlex Limited	899,046	£0.001 Ordinary Shares (899,046)	Kraken Technologies Limited	Certificate no. 50
Smart Pear Limited	1,000	£1.00 A Ordinary Shares (1,000)	Kraken Technologies Limited	Certificate no. 23
Smart Pear Limited	10	£0.01 B Ordinary Shares (10)	Kraken Technologies Limited	Certificate no. 24
Kraken Labs Limited	100	£1.00 Ordinary Shares (100)	Kraken Technologies Limited	Certificate no. 2
Sennen Tech Limited	133,060 A Ordinary shares of £0.001 each	£0.001 A Ordinary shares (133,060)	Kraken Technologies Limited	Certificate no. 43
	7,728 Preferred Shares of £0.001 each	£0.001 Preferred Shares (7,728)		Certificate no. 44

**SCHEDULE 2  
MORTGAGED PROPERTY**

None as at the date of this Deed.

**SCHEDULE 3  
INSURANCES**

<b>Policy Number</b>	<b>Policy Type</b>	<b>Insurer</b>
██████████	Public (General) & Employer's Liability Insurance	Chubb European Group SE
██████████	Public (General) & Employer's Liability Insurance	American International Group UK Limited QBE
██████████	Property Damage & Business Interruption	Chubb European Group SE
██████████	Injury & Travel Insurance	Chubb European Group SE
██████████	Directors' & Officers' Liability Insurance	Aviva Insurance Limited (Non-EEA) Aviva Insurance Ireland DAC
██████████	Directors' & Officers' Liability Insurance	Liberty Mutual Insurance Europe SE
██████████	Directors' & Officers' Liability Insurance	Lloyds' Underwriter Syndicate No. 5000 TRV (non-EEA) Lloyd's Insurance Company S.A. TRV 5384 Reinsured by Lloyd's syndicate TRV 5000 (EEA) Allianz Global Corporate and Specialty SE
██████████	Professional Indemnity Insurance	Markel International Insurance Company Ltd. (MIICL T3902 – ROW / MISE T4405 – EEA)
██████████	Data Protection and Technology E&O Insurance	Munich Re Syndicate 0457 Axis Insurance

**SCHEDULE 4**  
**FORM OF NOTICE OF CHARGE – ACCOUNTS NOT WITH THE SECURITY TRUSTEE**

**Part 1**  
**Form of Notice**

To: [Name of relevant bank or financial institution]

Address: [ ] [Date]

Dear Sirs, Dear Madams

BNP Paribas, London Branch (the “**Security Trustee**”) and Kraken Technologies Limited (the “**Company**”) HEREBY GIVE NOTICE that by a charge contained in a mortgage debenture dated [•] and made between the Company and the Security Trustee (the “**Debenture**”) the Company charged to the Security Trustee by way of first fixed charge all of its present and future right, title and interest in and to all moneys from time to time deposited in or standing to the credit of any bank account with any bank or financial institution, including the following account(s) (each a “**Relevant Account**”) maintained with you:

[Specify accounts: account name, account number, details of branch etc].

Accordingly, the Company hereby irrevocably and unconditionally instructs and authorises you:

- (a) to disclose to the Security Trustee, without any reference to or further authority from the Company and without any enquiry by you as to the justification for such disclosure, such information relating to any of the Relevant Accounts and the moneys from time to time deposited in or standing to the credit of any of the Relevant Accounts as the Security Trustee may at any time and from time to time request you to disclose to it;
- (b) following notice from the Security Trustee to this effect following the occurrence of an Event of Default which is continuing, to hold all moneys from time to time deposited in or standing to the credit of any of the Relevant Accounts to the order of the Security Trustee and to pay or release all or any part of such moneys in accordance with the written instructions of the Security Trustee at any time and from time to time; and
- (c) to comply with the terms of any other written notice or instructions that you receive at any time and from time to time from the Security Trustee in any way relating to the Debenture, any of the Relevant Accounts or the moneys from time to time deposited in or standing to the credit of any of the Relevant Accounts without any reference to or further authority from the Company and without any enquiry by you as to the justification for or validity of such notice or instructions.

The Security Trustee has agreed that the Company may receive, utilise, transfer or withdraw any moneys from any of the Relevant Accounts without any reference to or further authority from the Security Trustee except to the extent that the Security Trustee gives you notice to the contrary. Upon and after the giving of such notice, the Company shall cease to be entitled to make any such withdrawal to the extent specified in the notice.

The Company confirms that:

- (i) in the event of any conflict between communications received from it and from the Security Trustee, the communication from the Security Trustee shall prevail;

- (ii) none of the instructions, authorisations or confirmations in this Notice of Charge (the “**Notice**”) can be revoked or varied in any way except with the Security Trustee’s specific written consent; and
- (iii) any written notice or instructions given to you by the Security Trustee in accordance with this Notice shall be conclusive.

Kindly acknowledge receipt of this Notice and confirm your agreement to it by signing the enclosed form of acknowledgement and returning it to the Security Trustee at 10 Harewood Avenue London, NW1 6AA for the attention of David Wheeler, Astrid Perrin-Megret or Bassam Talsi.

This Notice and any non-contractual obligations arising out of or in connection with it are governed by English law.

Yours faithfully,

.....	.....
for and on behalf of	for and on behalf of
Kraken Technologies Limited	BNP Paribas, London Branch

**Part 2**  
**Form of Acknowledgement**  
*[on duplicate]*

To: BNP Paribas, London Branch

Address: 10 Harewood Avenue London, NW1 6AA

Attention: David Wheeler, Astrid Perrin-Megret or Bassam Talsi [Date]

Dear Sirs, Dear Madams

We acknowledge receipt of the Notice of Charge of which this is a copy. Terms and expressions defined in that Notice shall have the same meanings when used in this acknowledgment. We agree to and confirm the following:

- (a) we accept and will comply with the terms of the Notice;
- (b) we have not received notice of any other charge, assignment or other third party right or interest whatsoever in, of, over or affecting any of the Relevant Accounts;
- (c) we have not claimed or exercised and will not claim or exercise (except with the Security Trustee’s prior written consent) any security interest, right of set-off, consolidation or counterclaim or any other right against or in respect of any of the Relevant Accounts, except

***Execution Version***

in respect of our usual administrative and transactional fees and charges in relation to the Relevant Account in question; and

- (d) we shall not permit the Company to make any withdrawal from any of the Relevant Accounts after receipt by us of a notice from the Security Trustee prohibiting such withdrawals to the extent specified in that notice.

Yours faithfully

.....

for and on behalf of

*[name of relevant bank or financial institution]*

SCHEDULE 5  
FORM OF NOTICE OF ASSIGNMENT – INSURANCES

Part 1  
Form of Notice

To: [Insurer]  
Address: [ ] [Date]  
Dear [Addressee]

[Name of Chargor] - Insurance Polic[y][ies] Number[s] [•] [and [•]

We give you notice that, by a Debenture dated [•] (the “**Debenture**”), we have assigned to BNP Paribas, London Branch (the “**Security Trustee**”) all our right, title and interest in and to the proceeds of [insert details of relevant insurance policy] (the “**Policy of Insurance**”).

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

- 1. continue to deal with us in relation to the Policy of Insurance until you receive written notice to the contrary from the Security Trustee. Thereafter, we will cease to have any right to deal with you in relation to the Policy of Insurance and therefore from that time you should deal only with the Security Trustee;
- 2. after receipt of written notice in accordance with paragraph 1 above, make all payments and claims [in excess of £ [•]] under or arising from the Policy of Insurance to the Security Trustee [insert relevant account number and sort code] or to its order as it may specify in writing from time to time; and
- 3. disclose to the Security Trustee, without further approval from us, such information regarding the Policy of Insurance as the Security Trustee may from time to time request and to send it copies of all notices issued by you under the Policy of Insurance.

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

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

Please acknowledge receipt of this notice by signing the acknowledgement on the enclosed copy letter and returning it to the Security Trustee at 10 Harewood Avenue London, NW1 6AA for the attention of David Wheeler, Astrid Perrin-Megret or Bassam Talsi.

Yours faithfully,

.....	.....
.....	.....
for and on behalf of Kraken Technologies Limited	for and on behalf of BNP Paribas, London Branch

**Part 2**  
**Form of Acknowledgement**  
**[on duplicate]**

To: BNP Paribas, London Branch

Address: 10 Harewood Avenue London, NW1 6AA

Attention: David Wheeler, Astrid Perrin-Megret or Bassam Talsi [Date]

Dear [*Addressee*]

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

- (a) any assignment or charge of or over any of the rights, interests and benefits specified in such notice; or
- (b) the interest of any third party in any of the rights, interests and benefits specified in such notice, and will make all payments in the manner and to the account specified in that notice.

We further confirm that:

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

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

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



Yours faithfully

.....

for and on behalf of

*[Insert name of insurer]*

Authorised signatory