



Registration of a Charge

Company Name: **HAMPDEN GROUP LIMITED**

Company Number: **NI011639**



XCI8XRGW

Received for filing in Electronic Format on the: **12/12/2023**

Details of Charge

Date of creation: **03/12/2023**

Charge code: **NI01 1639 0012**

Persons entitled: **ARK FINCO UK LIMITED**

Brief description: **N/A**

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: **ADDLESHAW GODDARD LLP**



CERTIFICATE OF THE REGISTRATION OF A CHARGE

Company number: NI11639

Charge code: NI01 1639 0012

The Registrar of Companies for Northern Ireland hereby certifies that a charge dated 3rd December 2023 and created by HAMPDEN GROUP LIMITED was delivered pursuant to Chapter A1 Part 25 of the Companies Act 2006 on 12th December 2023 .

Given at Companies House, Belfast on 13th December 2023

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 3 December 2023

HOMEBASE (UK & I) HOLDINGS LIMITED
as Transferor

ARK FINCO UK LIMITED
as Transferee

HHGL LIMITED
as Company

THE COMPANIES LISTED IN PART 1 OF SCHEDULE 1
as Borrowers

THE COMPANIES LISTED IN PART 2 OF SCHEDULE 1
as Guarantors

**DEED OF TRANSFER
IN RESPECT OF (1) THE
FACILITIES AGREEMENT
ORIGINALLY DATED 1
NOVEMBER 2018, AS
AMENDED AND RESTATED
ON 21 DECEMBER 2022 AND
AS AMENDED ON 27
SEPTEMBER 2023; AND (2)
THE SECURITY DOCUMENTS
RELATED THERETO**

Clause Page

1 Definition and Interpretation1

2 Transfer by Novation2

3 Consent and Acknowledgement by Obligors3

4 Confirmations3

5 Transferee's Notice Details3

6 Reorganisation3

7 Designation as Finance Document4

8 Counterparts4

9 Governing Law and Jurisdiction4

Schedule 1

The Obligors

Schedule 2

Security Documents

This Deed of Transfer is made on 3 December

2023

Between

- (1) **Homebase (UK &I) Holdings Limited**, a company incorporated and registered in England and Wales with number 09944258 whose registered office is 46/48 Beak Street, London England, W1F 9RJ (the **Transferor**);
- (2) **Ark Finco UK Limited**, a company incorporated and registered in England and Wales with number 10698683 whose registered office is 46/48 Beak Street, London England, W1F 9RJ (the **Transferee**);
- (3) **HHGL Limited**, a company incorporated and registered in England and Wales with number 00533033 whose registered office is Witan Gate House, 500-600 Witan Gate, Milton Keynes, United Kingdom, MK9 1BA (the **Company**);
- (4) **The companies listed in Part 1 of Schedule 1 to this Deed** (each a **Borrower**); and
- (5) **The companies listed in Part 2 of Schedule 1 to this Deed** (each a **Guarantor**, together with each Borrower, the **Obligors**).

Whereas

- (A) Whereas, the Transferor (as lender) has, further to the Facilities Agreement (defined below), provided certain revolving credit facilities to the Borrowers; and the Obligors have granted security and guarantee under the Security Documents (as defined below) in favour of the Transferor as security for the liabilities under the Facilities Agreement and other Finance Documents (as defined below).
- (B) Pursuant to clause 26.2 (Assignment) of the Facilities Agreement, the Transferor is entitled to assign, transfer or deal in any manner with its rights and obligations under the Facilities Agreement and other Finance Documents.
- (C) Further to this, in consideration of the release, termination and discharge of the indebtedness (and related security) in respect of that facility agreement dated 26 October 2018 (as amended from time to time) between the Transferee (as lender) and Transferor (as borrower), the Transferor has agreed to transfer all of its rights and obligations under the Finance Documents to the Transferee in accordance with the terms of this Deed.

1 Definition and Interpretation

1.1 In this Deed:

English Debenture means the composite guarantee and debenture dated 1 November 2018 between the Transferor (as lender), the Company and the Obligors (as chargors).

Facilities Agreement means the facilities agreement dated 1 November 2018 between the Transferor (as lender), the Company, the Borrowers and Guarantor, as amended and restated on 21 December 2022, as amended on 27 September 2023, and as amended, restated, varied, supplemented, or novated from time to time.

Finance Documents has the meaning given to that term in the Facilities Agreement and includes, without limitation, the Facilities Agreement, any Drawdown Confirmation, the Security

Documents, this Deed and any other document designated as a Finance Documents by the Transferee (as lender) and the Company.

Northern Irish Debenture means the debenture dated 1 November 2018 between the Transferor (as lender) and Hampden Group Limited (as chargor).

Security Documents has the meaning given to that term in the Facilities Agreement and includes, without limitation, each document listed in Schedule 2 (*Security Documents*), each as amended, modified and/or supplemented from time to time.

Transfer Date means the date of this Deed.

1.2 In this deed, unless the context otherwise requires:

- (a) a term defined in the Facilities Agreement has the same meaning when used in this Deed or any other documents issued under or in connection with this Deed;
- (b) references to the parties shall be construed so as to include their respective successors, nominees and permitted assigns;
- (c) references to this deed shall be to this deed as amended, varied, supplemented or novated from time to time;
- (d) headings are inserted for ease of reference only and shall be ignored in the construction of this deed;
- (e) references to any statute, law, decree or regulations shall be deemed to be references to such statute, law, decree or regulations as re-enacted, amended, extended or replaced from time to time; and
- (f) the singular includes the plural and vice versa and any gender includes any other.

2 Transfer by Novation

2.1 Each of the Transferor and the Transferee hereby agree to the transfer by novation, with effect from Transfer Date, all of the Transferor's rights, interests and obligations under the Facilities Agreement, the Security Documents (including, without limitation, in respect of the security constituted under thereunder) and the other Finance Documents.

2.2 With effect from the Transfer Date, the Transferee shall become a party to the Finance Documents as the Lender and/or the Chargee (as appropriate) and shall acquire such rights and interests and assume such obligations of the Lender and/or the Chargee (as appropriate) under the Finance Documents.

2.3 On the Transfer Date:

- (i). each of the Obligors and the Transferor shall be released from further obligations towards one another under the Finance Documents and their respective rights against one another under the Finance Documents shall be cancelled; and
- (ii). each of the Obligors and the Transferee shall assume obligations towards one another and/or acquire rights against one another as they would have acquired and assumed had the Transferee been an original Lender and/or Chargee (as appropriate) with the rights, and/or obligations acquired or assumed by it as a result of the transfer hereunder.

3 Consent and Acknowledgement by Obligors

- 3.1 Each of the Obligors hereby irrevocably consents to and acknowledges the transfer by novation of the Transferor's rights and obligations under the Finance Documents to the Transferee.
- 3.2 Each Obligor shall, at its own expense, promptly take any action and sign or execute any further documents which the Transferee and/or the Transferor may require in order to give effect to the requirements of this Deed

4 Confirmations

Without prejudice to the rights of the Lender which have arisen on or before the Transfer Date (which, for avoidance, are transferred by novation to the Transferee pursuant to this Deed):

- 4.1 each Obligor confirms that, on and after the Transfer Date:
- (i). the Facilities Agreement and the other Finance Documents (each as amended and novated by this Deed), will remain in full force and effect; and
 - (ii). the Security Documents to which it is a party will continue in full force and effect as a continuing security to secure all liabilities which are expressed to be secured by **them including, without limitation, each Obligor's obligations under the Finance Documents** (each as amended and novated by this Deed); and
- 4.2 Hampden Group Limited confirms that on and after the Transfer Date, the Northern Irish Debenture will continue in full force and effect as a continuing security to secure all liabilities which are expressed to be secured by it including, without limitation, each **Obligor's obligations under the Finance Documents** (each as amended and novated by this Deed); and
- 4.3 each Guarantor confirms that the guarantee and indemnity contained in clause 11 (Guarantee and indemnity) of the English Debenture continues in full force and effect and shall cover (without limitation) the obligations and liabilities of the Obligors under the Finance Documents (as amended and novated by this Agreement).

5 Transferee's Notice Details

The Address, email address and attention details for notices of the Transferee for the purposes of clause 19.2 (Notices) of the Facilities Agreement are set out below:

The Transferee (as the Lender)

Address: 46/48 Beak Street, London, England, W1F 9RJ

Email: inca@amcomri.com

For the attention of: Inca Ross, Company Secretary

6 Reorganisation

The parties acknowledge that the Group is undertaking certain steps in order to simplify the structure of the Group (the **Reorganisation**). The Transferor and Transferee hereby consent to the Reorganisation and waive any Default or Event of Default (howsoever described) which would occur but for such consent.

7 Designation as Finance Document

The parties hereby agreed that this Deed is designated a Finance Document.

8 Counterparts

This deed may be executed in any number of documents or counterparts each in the like form, all of which when taken together shall constitute one and the same document.

9 Governing Law and Jurisdiction

9.1 Other than as specified in clause 9.2 below, this deed and all non-contractual obligations arising out of or in connection with it shall be governed by and construed in accordance with English law in all respects and shall be subject to the exclusive jurisdiction of the English courts.

9.2 In respect of the transfer of the Northern Irish Debenture, this deed and all non-contractual obligations arising out of or in connection with it shall be governed by and construed in accordance with Northern Irish law in all respects and shall be subject to the exclusive jurisdiction of the Northern Irish courts.

This Deed has been entered into as a deed on the date given at the beginning of this Deed.

Schedule 1

The Obligors

A PART 1 – THE BORROWERS

Name of Borrower	Jurisdiction and Registered number	Registered address
Hampden Group Limited	Northern Ireland, NI011639	21 Arthur Street, Belfast, Northern Ireland, BT1 4GA
HHGL Limited	England and Wales, 00533033	Witan Gate House, 500-600 Witan Gate, Milton Keynes, United Kingdom, MK9 1BA
HHGL (ROI) Limited	Ireland, 127841	Riverside One, Sir John Rogerson's Quay, Dublin 2, D02X576

B PART 2 – THE GUARANTORS

Name of Guarantor	Jurisdiction and Registered number	Registered address
Hampden Group Limited	Northern Ireland, NI011639	21 Arthur Street, Belfast, Northern Ireland, BT1 4GA
HHGL Limited	England and Wales, 00533033	Witan Gate House, 500-600 Witan Gate, Milton Keynes, United Kingdom, MK9 1BA
HHGL (ROI) Limited	Ireland, 127841	Riverside One, Sir John Rogerson's Quay, Dublin 2, D02X576

Schedule 2

Security Documents

Document Name	Parties	Date
English law Debenture	(1) HHGL Limited; and (2) Homebase (UK&I) Holdings Limited.	29 October 2018
English law Composite Guarantee and Debenture	(1) HHGL Limited and others; and (3) Homebase (UK&I) Holdings Limited.	1 November 2018
Irish Debenture	(1) HHGL (ROI) Limited; and (2) Homebase (UK&I) Holdings Limited.	1 November 2018
Irish Equitable Charge Over Shares	(1) Hampden Group Limited; (2) HHGL Limited; and (3) Homebase (UK&I) Holdings Limited.	23 January 2019
Northern Ireland law Debenture	(1) Hampden Group Limited; and (3) Homebase (UK&I) Holdings Limited.	1 November 2018

SIGNATURE PAGE TO DEED

THE TRANSFEROR

Executed as a deed by)
Homebase (UK &I) Holdings Limited) Name: **Andy coleman**
acting by a director in the presence of) Director

Signature of witness

Name **Laura Coleman**

Address

I confirm that I was physically present when **Andrew Coleman** signed this deed.

THE TRANSFEREE

Executed as a deed by)
Ark Finco UK Limited) Name: **Paul Mc Gowan**
acting by a director in the presence of) Director

Signature of witness

Name **Inca Lockhart-Ross**

Address

I confirm that I was physically present when **Paul Mc Gowan** signed this deed.

THE COMPANY

Executed as a deed by)
HHGL Limited) Name: **Andy coleman**
acting by a director in the presence of) Director

Signature of witness

Name **Laura Coleman**

Address

I confirm that I was physically present when **Andrew Coleman** signed this deed.

THE BORROWERS

Executed as a deed by)
Hampden Group Limited) Name: **Andy coleman**
acting by a director in the presence of) Director

Signature of witness

Laura Coleman

Name

Address

I confirm that I was physically present when **Andrew Coleman** signed this deed.

Executed as a deed by)
HHGL Limited) Name: **Andy coleman**
acting by a director in the presence of) Director

Signature of witness

Name **Laura Coleman**

Address

I confirm that I was physically present when **Andy Coleman** signed this deed

SIGNED and DELIVERED as a Deed)
for and on behalf of) Name: **Andy coleman**
HHGL (ROI) Limited) Attorney
by its lawfully appointed attorney

in the presence of

Signature of witness

Name **Laura Coleman**

Address

I confirm that I was physically present when **Andy Coleman** signed this deed.

THE GUARANTORS

Executed as a deed by)
Hampden Group Limited) Name: **Andy coleman**
acting by a director in the presence of) Director

Signature of witness

Name **Laura Coleman**

Address

I confirm that I was physically present when **Andre Coleman** signed this deed.

Executed as a deed by)
HHGL Limited) Name: **Andy coleman**
acting by a director in the presence of) Director

Signature of witness

Name **Laura Coleman**

Address

I confirm that I was physically present when **Andy Coleman** signed this deed.

SIGNED and DELIVERED as a Deed)
for and on behalf of) Name: **Andy coleman**
HHGL (ROI) Limited) Attorney
by its lawfully appointed attorney

in the presence of

Signature of witness

Name **Laura Coleman**

Address

I confirm that I was physically present when **Andy Coleman** signed this deed.

Dated 1 November 2018

**THE COMPANIES LISTED IN SCHEDULE 1 TO THIS DEED
AS ORIGINAL CHARGORS**

**HOMEBASE (UK & I) HOLDINGS LIMITED
AS LENDER**

DEBENTURE

Contents

Clause	Page
1 Definitions and interpretation.....	1
2 Covenant to pay	6
3 Charging provisions.....	7
4 Continuing security.....	10
5 Negative pledge.....	10
6 Restrictions on disposals.....	11
7 Further assurance	11
8 Land Registry	12
9 Future property	12
10 Notices of assignments and charges	13
11 Not Used.....	14
12 Undertakings	14
If requested by the Lender, it shall promptly:	17
13 Power to remedy	20
14 Security power of attorney.....	21
15 Enforcement of security.....	21
16 Receiver	24
17 Delegation	29
18 Application of monies	29
19 Remedies and waivers	29
20 Protection of third parties.....	29
21 Additional security	30
22 Settlements conditional	30
23 Subsequent Security	30
24 Set-off	30
25 Notices.....	31
26 Invalidity.....	31
27 Assignment.....	31
28 Releases.....	31
29 Currency clauses.....	31
30 Certificates and determinations.....	32
31 Indemnity	32
32 Exclusion of liability	33
33 Fees, costs and expenses.....	33
34 Counterparts.....	34
35 Governing law.....	34
36 Enforcement.....	34
Schedule 1	
The Chargers.....	35

Schedule 2	
Properties	36
Schedule 3	
Subsidiary Shares	37
Schedule 4	
Relevant Agreements	38
Part 1 - Form of notice of Assignment	38
Part 2 - Form of acknowledgment	40
Schedule 5	
Relevant Policies	41
Part 1 - Form of notice of assignment	41
Part 2 - Form of acknowledgement	43
Schedule 6	
Accounts	44
Part 1 - Form of notice of charge	44
Part 2 - Form of acknowledgement	46
Schedule 7	
Form of Security Deed of Accession	47

This debenture is made on 1 November 2018

Between

- (1) The Subsidiaries of the Company listed in Schedule 1 (the Original Chargors); and
- (2) Homebase (UK & I) Holdings Limited (registered in England with number 09944258) (Lender).

It is agreed

1 Definitions and interpretation

1.1 Definitions

In this Deed:

Account has the meaning given to it in clause 3.4(i) (First fixed charges)

Additional Chargor means a company which creates Security over its assets and grants a guarantee in favour of the Lender by executing a Security Deed of Accession

Authorisation means an authorisation, consent, approval, resolution, licence, exemption, filing, notarisation or registration, or any other similar permission

Borrower means a company which is or becomes a borrower under the Facilities Agreement in accordance with the terms of the Facilities Agreement

Business Day means a day (other than a Saturday or Sunday) on which banks are open for general business in London

CA2006 means the Companies Act 2006

Chargor means an Original Chargor or an Additional Chargor

Chattels has the meaning given to it in clause 3.4(d) (First fixed charges)

Company means HHGL Limited, a company registered in England with registered number 00533033

Debts has the meaning given to it in clause 3.4(h) (First fixed charges)

Delegate means any delegate, agent, nominee, attorney or co-trustee appointed by the Lender

Direction has the meaning given to it in clause 12.1(d) (Planning directions)

English Law Composite Debenture and Guarantee means the English law composite guarantee and debenture between the Company, the Original Chargors as specified therein, (including the Original Chargors party to this Deed) and the Lender dated on or about the date of this Deed

Event of Default has the meaning given to such term in the Facilities Agreement

Environmental Law means any applicable law or regulation which relates to:

- (a) the pollution or protection of the environment
- (b) harm to or the protection of human health
- (c) the conditions of the workplace or
- (d) any emission or substance capable of causing harm to any living organism or the environment

Facilities Agreement means the facilities agreement between the Company, the Original Borrowers as specified therein, (including the Original Chargors) and the Lender dated on or about the date of this Deed under which the Lender agrees to make available to the Borrowers revolving credit facilities

Finance Document means the Facilities Agreement, this Deed any document governing or evidencing the terms of the Secured Obligations and any other document designated as a Finance Document by the Lender and the Company

Financial Indebtedness means any indebtedness for or in respect of:

- (a) monies borrowed
- (b) any amount raised by acceptance under any acceptance credit facility or dematerialised equivalent
- (c) any amount raised pursuant to any note purchase facility or the issue of bonds, notes, debentures, loan stock or any similar instrument
- (d) the amount of any liability in respect of any lease or hire purchase contract which would, in accordance with the generally accepted accounting principles in the United Kingdom, be treated as a finance or capital lease
- (e) receivables sold or discounted (other than any receivables to the extent they are sold on a non-recourse basis)
- (f) any Treasury Transaction (and, when calculating the value of that Treasury Transaction, only the marked to market value as at the relevant date on which Financial Indebtedness is calculated (or, if any actual amount is due as a result of the

termination or close-out of that Treasury Transaction, that amount) shall be taken into account)

- (g) any counter-indemnity obligation in respect of a guarantee, bond, standby or documentary letter of credit or any other instrument issued by a bank or financial institution
- (h) any amount of any liability under an advance or deferred purchase agreement if (a) one of the primary reasons behind entering into the agreement is to raise finance or (b) the agreement is in respect of the supply of assets or services and payment is due more than 60 Business Days after the date of supply
- (i) any amount raised under any other transaction (including any forward sale or purchase agreement and any sale and leaseback arrangement) having the commercial or economic effect of a borrowing and
- (j) the amount of any liability in respect of any guarantee for any of the items referred to in paragraphs (a) to (i)

Fixtures means in respect of any Secured Property, all fixtures and fittings (including trade fixtures and fittings) and fixed plant and machinery now or at any time after the date of this Deed on that Secured Property

Floating Charge Assets means all the assets and undertaking from time to time subject to the floating charge created under clause 3.5 (Floating charge)

Group means the Company and each of its Subsidiaries for the time being

Insurance Policies means in respect of a Chargor all policies of insurance present and future in which it has an interest

Intellectual Property means:

- (a) any patents, trade marks, service marks, designs, business names, copyrights, database rights, design rights, topography rights, domain names, moral rights, inventions, confidential information, knowhow and any other associated or similar intellectual property rights and interests anywhere in the world (which may now or in the future subsist), and in each case whether registered or unregistered and
- (b) the benefit of all applications, rights to apply for and rights to use such assets (including, without limitation, any licences and sub-licences of the same granted by it or to it) of each Chargor (which may now or in the future subsist)

Investments means any shares, stocks, debenture security, securities, bonds and investments of any type (other than the Subsidiary Shares) whatever, including but not limited

to, negotiable instruments, certificates of deposit, eligible debt securities, interests in collective investment schemes, or other investments referred to in section 22 of, and as defined in Part II of schedule 2 to, the Financial Services and Markets Act 2000 and Part III of the Financial Services and Markets Act 2000 (Regulated Activities) Order 2001, whether certificated or uncertificated, physical or dematerialised, registered or unregistered, held by the Chargor or by a trustee or clearance system or nominee

Occupational Lease means, in respect of a Chargor, a lease of a Secured Property in respect of which it is landlord

Participating Member State means any member state of the European Union that adopts or has adopted the euro as its lawful currency in accordance with legislation of the European Union

Party means a party to this Deed

Planning Acts means the Planning (Northern Ireland) Orders 1972 to 2003, the Planning Act (Northern Ireland) 2011, the Planning (Hazardous Substances) Regulations (Northern Ireland) 1993 and the Planning and Compensation Act (Northern Ireland) 2001 and any regulations or subordinate legislation made under any of the foregoing and any other statute or regulation governing or controlling the use or development of land and buildings

Premises means any building on a Secured Property

Properties mean the properties listed in Schedule 2 (Properties)

Receiver means any receiver, manager or administrative receiver appointed by the Lender in respect of any Chargor or any of the Secured Assets

Related Rights means, in respect of any Investment or Subsidiary Share:

- (a) all monies paid or payable in respect of that Investment or Subsidiary Share (whether as income, capital or otherwise)
- (b) all shares, investments or other assets derived from that Investment or Subsidiary Share and
- (c) all rights derived from or incidental to that Investment or Subsidiary Share

Relevant Agreement means each agreement designated as a Relevant Agreement by the Lender and the Company in writing

Relevant Policies means all Insurance Policies (other than policies in respect of third party liability) together with all monies payable in respect of those policies

Secured Assets means in respect of any Chargor, all of its assets and undertaking the subject of any Security created by, under or supplemental to, this Deed in favour of the Lender

Secured Obligations means in respect of any Chargor, all monies and liabilities now or after the date of this Deed due, owing or incurred by that Chargor to the Lender whatsoever, in any manner (including, without limitation, pursuant to the Facilities Agreement, the English Law Composite Debenture and Guarantee, this Deed or any other Finance Document) and in any currency or currencies and whether present or future, actual or contingent, whether incurred solely or jointly with any other person and whether as principal or surety, together with all interest accruing on such monies and liabilities and all costs, charges and expenses incurred by the Lender, except for any obligation which, if it were included here, would constitute unlawful financial assistance, or its equivalent in any other jurisdiction

Secured Property means at any time the Properties and all other freehold or leasehold property which is subject to any Security created by, under or supplemental to, this Deed

Security means a mortgage, charge, pledge, lien, assignment or other security interest securing any obligation of any person or any other agreement or arrangement having a similar effect

Security Deed of Accession means a deed in the form set out in Schedule 7 (Form of Security Deed of Accession) by which a person will become a party to this Deed as a Chargor

Security Period means the period beginning on the date of this Deed and ending on the date on which the Lender is satisfied that the Secured Obligations have been irrevocably and unconditionally satisfied in full and all facilities made available by the Lender to the Borrowers or any of them have been cancelled

Subsidiary means a subsidiary undertaking within the meaning of section 1162 of the CA2006 and any company which would be a subsidiary undertaking within the meaning of section 1162 of the CA2006 but for any Security subsisting over the shares in that company from time to time

Subsidiary Shares means, in respect of a Chargor, all shares present and future held by it in its Subsidiaries (including those listed in Schedule 3Schedule 3 (Error! Reference source not found.))

Treasury Transaction means any derivative transaction entered into in connection with protection against or benefit from fluctuation in any rate or price

Unpaid Sum means any sum due and payable to the Lender but unpaid by a Chargor

VAT means value added tax as provided for in the Value Added Tax Act 1994 and any other tax of a similar nature

1.2 Interpretation

- (a) Unless otherwise defined in this Deed a term defined in the Facilities Agreement has the same meaning when used in this Deed or any notices, acknowledgements or other documents issued under or in connection with this Deed.

- (b) In this Deed the term **dispose** includes any sale, lease, licence, transfer or loan.
- (c) Clauses 1.2 and 1.4 (Definitions and Interpretation) of the Facilities Agreement are incorporated in this Deed as if set out here in full but so that each reference in that clause to **this Agreement** shall be read as a reference to this Deed.

1.3 Third party rights

- (a) Unless expressly provided to the contrary in any Finance Document, a person who is not a Party has no right under the Contracts (Rights of Third Parties) Act 1999 to enforce or enjoy the benefit of any term of this Deed or any other Finance Document issued or entered into under or in connection with it.
- (b) Unless expressly provided to the contrary in any Finance Document the consent of any person who is not a Party is not required to rescind or vary this Deed or any other Finance Document entered into under or in connection with it.

1.4 Administration

- (a) Any reference in this Deed, or any other Finance Document entered into under or in connection with it, to the making of an administration order shall be treated as including a reference to the appointment of an administrator under paragraph 15 (by the holder of a qualifying floating charge in respect of a Chargor's assets) or 23 (by a Chargor or the directors of a Chargor) of Schedule B1 to the Insolvency (Northern Ireland) Order 1989 or any steps taken toward such order or appointment.
- (b) Any reference in this Deed or any other Finance Document entered into under or in connection with it, to making an application for an administration order by petition shall be treated as including a reference to making an administration application to the court under Schedule B1 to the Insolvency (Northern Ireland) Order 1989, appointing an administrator under paragraph 15 or 23 of that Schedule, or giving notice under paragraph 16 or 27 of that Schedule of intention to appoint an administrator or any steps taken towards such application or notice.

1.5 Incorporated terms

The terms of the Finance Documents and of any side letters relating to the Finance Documents and the Secured Obligations are incorporated into this Deed to the extent required for any purported disposition of any Secured Assets contained in this Deed to be a valid disposition.

2 Covenant to pay

Each Chargor covenants with the Lender to pay and discharge the Secured Obligations when they become due for payment and discharge.

3 Charging provisions

3.1 General

All Security created by a Chargor under clauses 3.2 to 3.5 inclusive is:

- (a) a continuing security for the payment and discharge of the Secured Obligations;
- (b) granted by such Chargor as beneficial owner;
- (c) granted in respect of all the right, title and interest (if any), present and future, of that Chargor in and to the relevant Secured Asset; and
- (d) granted in favour of the Lender.

3.2 First legal mortgages

Each Chargor:

- (a) **GRANTS and DEMISES** so much of the Properties and the Premises as is unregistered land and all Fixtures on same **TO HOLD** (i) as to so much thereof as is freehold unto the Lender for the term of 10,000 years from the date hereof and (ii) as to so much thereof as is leasehold unto the Lender for the residue or residues of the term or respective terms of years for which the same are held less the last 3 days of such term or of each of such terms and (b) as registered owner or the person entitled to become registered as owner **CHARGES BY WAY OF FIRST FIXED CHARGE** unto the Lender so much of the Properties and the Premises as is registered or as is required to be registered in the Land Registry of Northern Ireland and all Fixtures on same or otherwise and assents to the registration of the charge hereby created as a burden affecting such Properties and the Premises;
- (b) shall stand possessed of the reversion immediately expectant upon the term of years hereby granted in any part of the Properties and the Premises mortgaged by Clause 3.2(a) of this Deed in trust for the Lender and agrees, at any time this Deed has become enforceable, to assign, convey or dispose of the same as the Lender may direct (subject to the proviso for redemption contained in this Deed) and the Lender may, at any time this Deed has become enforceable remove the relevant Chargor or any other person, persons or body corporate from being a trustee of the trust declared by this Clause 3.2(b) and on the removal of the relevant Chargor or such other person, persons or body corporate appoint a new trustee or trustees in his, their or its place;

hereby attorns tenant to the Lender of any part of the Properties of the Premises mortgaged by Clause 3.2(a) at the yearly rent of five pence (if demanded) provided always that the Lender may, at any time this Deed has become enforceable determine the tenancy hereby created and enter upon such part of the Properties or the

Premises but so that neither the receipt of the said rent nor the said tenancy shall render the Lender liable to account to any person as mortgagee in possession.

3.3 Assignments

- (a) Each Chargor assigns:
 - (i) the Relevant Agreements to which it is a party; and
 - (ii) the Relevant Policies to which it is a party.
- (b) Each Chargor shall remain liable to perform all its obligations under the Relevant Agreements and the Relevant Policies to which it is a party.
- (c) Notwithstanding the other terms of this clause 3.3, prior to the occurrence of an Event of Default which is continuing, each Chargor may, subject to the other terms of the Finance Documents, continue to exercise all and any of its rights under and in connection with the Relevant Agreements.

3.4 First fixed charges

Each Chargor charges by way of first fixed charge:

- (a) all interests and estates in any freehold or leasehold property now or subsequently owned by it (other than any freehold or leasehold property effectively mortgaged or charged under clause 3.2) and, in each case, the Premises and Fixtures on each such property;
- (b) the proceeds of sale of its Secured Property and all licences to enter on or use any Secured Property;
- (c) the benefit of all other agreements, instruments and rights relating to its Secured Property;
- (d) all plant, machinery, vehicles, computers, office and other equipment, all furniture, furnishings, equipment and tools and any removals or replacement of them, (together **Chattels**) present and future and the benefit of all contracts, licences, warranties, maintenance contracts relating to them and any renewals and replacements of them;
- (e) the Subsidiary Shares together with all Related Rights;
- (f) the Investments together with all Related Rights;
- (g) the Relevant Policies and any other insurance policies from time to time and all proceeds of them;
- (h) all book and other debts due to the relevant Chargor and their proceeds (both collected and uncollected) (together **Debts**) and all rights, guarantees, security or

other collateral in respect of the Debts (or any of them) and the benefit of any judgment or order to pay a sum of money and all rights to enforce the Debts (or any of them);

- (i) all monies from time to time standing to the credit of each account held by the relevant Chargor with any bank, building society, financial institution or other person (each an **Account**);
- (j) all its Intellectual Property;
- (k) all its goodwill and uncalled capital;
- (l) the benefit of all Authorisations held or utilised by it in connection with its business or the use of any of its assets and the right to recover and receive compensation payable in respect of any of them; and
- (m) to the extent that any assignment in clause 3.3 is ineffective as an assignment, the assets referred to in that clause.

3.5 Floating charge

Each Chargor charges by way of first floating charge all its assets and undertaking wherever located both present and future other than any assets effectively charged by way of legal mortgage or fixed charge or assigned under clauses 3.2, 3.3 or 3.4.

3.6 Qualifying floating charge

This Deed contains a qualifying floating charge and paragraph 15 of Schedule B1 of the Insolvency (Northern Ireland) Order 1989 applies to the floating charge created by or under this Deed.

3.7 Conversion of floating charge to a fixed charge

The Lender may at any time by notice in writing to any Chargor convert the floating charge created under clause 3.5 into a fixed charge as regards any Floating Charge Asset as it shall specify in the notice if:

- (a) an Event of Default is continuing; or
- (b) in the opinion of the Lender that Floating Charge Asset is in danger of being seized or any legal process or execution is being enforced against that Floating Charge Asset.

3.8 Automatic conversion of floating charge to a fixed charge

If (unless permitted in writing by the Lender or expressly permitted under the terms of any Finance Document):

- (a) a Chargor creates or attempts to create any Security over any of its Floating Charge Assets;
- (b) any person levies or attempts to levy any distress, attachment, execution or other legal process against any Floating Charge Asset; or
- (c) any corporate action, legal proceedings or other procedures or steps are taken for the winding up, dissolution, administration or reorganisation of any Chargor,

the floating charge created by this Deed will automatically and immediately without notice be converted into a fixed charge over the relevant assets or, in the circumstances described in clause 3.8(c), over all of the Floating Charge Assets.

3.9 Small company moratorium

Where a Chargor is an eligible company within the meaning of paragraphs 2 to 4 (inclusive) of Schedule A1 to the Insolvency (Northern Ireland) Order 1989, then the obtaining of a moratorium, including any preliminary decision, or investigation in terms of paragraph 53 of Schedule A1 to the Insolvency (Northern Ireland) Order 1989 shall not cause the floating charge created by this Deed to crystallise into a fixed charge, nor cause restrictions which would not otherwise apply to be imposed on the disposal of its property and assets by that Chargor.

4 Continuing security

- 4.1 The Security constituted by this Deed shall be continuing security and shall remain in full force and effect regardless of any intermediate payment or discharge by any Chargor or any other person of the whole or any part of the Secured Obligations.

4.2 Recourse

The Security constituted by this Deed:

- (a) is in addition to any other Security which the Lender may hold at any time for the Secured Obligations (or any of them); and
- (b) may be enforced without first having recourse to any other rights of the Lender.

5 Negative pledge

- 5.1 No Chargor shall create or permit to subsist any Security over any of its assets.

5.2 No Chargor shall:

- (a) sell, transfer or otherwise dispose of any of its assets on terms whereby they are or may be leased to or re-acquired by it, a Chargor or any other member of the Group;
- (b) sell, transfer or otherwise dispose of any of its receivables on recourse terms;

(c) enter into any arrangement under which money or the benefit of a bank or other account may be applied, set-off or made subject to a combination of accounts; or

(d) enter into any other preferential arrangement having a similar effect,

in circumstances where the arrangement or transaction is entered into primarily as a method of raising Financial Indebtedness or of financing the acquisition of an asset.

5.3 Clauses 5.1 and 5.2 do not apply to any Security or arrangement which is permitted by the Lender in writing or expressly permitted under the terms of any Finance Document.

6 Restrictions on disposals

6.1 No Chargor shall 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 any Secured Assets.

6.2 Clause 6.1 does not apply to any disposal which is permitted by the Lender in writing or expressly permitted under the terms of any Finance Document.

7 Further assurance

7.1 Each Chargor shall promptly do all such acts and execute all such documents (including assignments, transfers, mortgages, charges, notices and instructions) as the Lender may reasonably specify (and in such form as the Lender may reasonably require) in favour of the Lender or its nominee(s):

(a) to create, perfect, protect and maintain the Security created or intended to be created under or evidenced by this Deed or for the exercise of any rights, powers and remedies of the Lender provided by or pursuant to this Deed or by law;

(b) to confer on the Lender Security over any property and assets of that Chargor located in any jurisdiction equivalent or similar to the Security intended to be conferred by or pursuant to this Deed; and/or

(c) (if an Event of Default is continuing) to facilitate the realisation of the assets which are, or are intended to be, the subject of the Security created by or under this Deed.

7.2 Each 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 Lender by or pursuant to this Deed.

7.3 Any document required to be executed by a Chargor under this clause 7 will be prepared at the cost of that Chargor.

8 Land Registry

8.1 Application for restriction

- (a) In relation to land and buildings situated in Northern Ireland title to which is registered or is to be registered at the Land Registry, each Chargor consents to an application being made to the Land Registrar for registration of an inhibition on the folios of all present and future registered freehold or leasehold property of that Chargor (and any unregistered properties subject to compulsory first registration at the date of this Deed) in the following terms:

"No disposition of the registered estate by the registered owner of the registered estate is to be registered without a written consent signed by the registered owner for the time being of the charge dated [] in favour of [] or, if appropriate, signed on such registered owner's behalf by its secretary, authorised signatory or solicitor.";

8.2 Tacking and further advances

The Lender is, subject to the terms of the Finance Documents, under an obligation to make further advances to the Borrowers and this security has been made for securing such further advances.

9 Future property

If a Chargor acquires (or intends to acquire) any freehold or leasehold or other interest in property after the date of this Deed it must:

- (a) notify the Lender immediately of such acquisition or its intention to acquire such property;
- (b) immediately on request by the Lender and at the cost of that Chargor, execute and deliver to the Lender, a legal mortgage in favour of the Lender of such property in such form as the Lender may require;
- (c) obtain such consents as are required for the Security referred to in this clause 9;
- (d) if the title to such freehold or leasehold property is registered at the Land registry or required to be so registered, to give the Land Registry written notice of the Security; and
- (e) if applicable, ensure that the Security is correctly noted against the relevant folio(s) at the Land Registry.

10 Notices of assignments and charges

10.1 Relevant Agreements

- (a) If requested by the Lender, each Chargor which is party to a Relevant Agreement shall promptly give notice in the form specified in **Error! Reference source not found.** (Form of notice of assignment) of **Error! Reference source not found.** to the other parties to each Relevant Agreement that the Chargor has assigned to the Lender all its right, title and interest in that Relevant Agreement.
- (b) The relevant Chargor shall use reasonable endeavours to procure that the recipient of each such notice acknowledges that notice in substantially the form specified in **Error! Reference source not found.** (Form of acknowledgement) of **Error! Reference source not found.** within 5 Business Days of that notice being given.

10.2 Insurance Policies

- (a) If requested by the Lender, each Chargor which is an insured party under a Relevant Policy shall promptly give notice in the form specified in Part 1 (Form of notice of assignment) of Schedule 5 to each insurer under each Relevant Policy that the Chargor has assigned to the Lender all its right, title and interest in that Relevant Policy.
- (b) The relevant Chargor shall use reasonable endeavours to procure that the recipient of each such notice acknowledges that notice in substantially the form specified in Part 2 (Form of acknowledgement) of Schedule 5 within 5 Business Days of that notice being given.

10.3 Charge over accounts

- (a) If requested by the Lender, each Chargor holding an Account shall promptly give notice in the form specified in Schedule 6 (Form of notice of charge) of Schedule 6 to the financial institution at which such Account is held (if such financial institution is not the Lender) that the Chargor has created a fixed charge over the balance standing to the credit of that Account.
- (b) The relevant Chargor shall use reasonable endeavours to procure that the recipient of each such notice acknowledges that notice substantially in the form specified in Part 2 (Form of acknowledgement) of Schedule 6 within 5 Business Days of that notice being given.

10.4 Register of Trade Marks

Each Chargor as registered proprietor hereby appoints the Lender as its agent to apply for the particulars of this Deed and the Lender's interest in the Intellectual Property and any other or future trade marks or trade mark applications registered or to be registered in the United Kingdom in the name of that Chargor, to be made on the Register of Trade Marks under

section 25(1) of the Trade Marks Act 1994. Each Chargor hereby agrees to execute all documents and forms required to enable such particulars to be entered on the Register of Trade Marks.

11 Not Used

12 Undertakings

Each Chargor undertakes to the Lender in accordance with this clause 12. The undertakings in this clause 12 shall remain in force during the Security Period.

12.1 Real property

(a) Access

It will permit the Lender and such person or persons as the Lender shall nominate at all reasonable times and on reasonable notice to enter on any part of its Secured Property.

(b) Repair

(i) It shall keep its Secured Property in good and substantial repair and condition and decorative order.

(ii) It shall repair any defect or damage to any of its Secured Property promptly and if it fails to do so the Lender may, but shall not be obliged to, do so.

(c) Planning

It shall not do or allow or omit to be done anything which may infringe or contravene the Planning Acts affecting its Secured Property, nor make any application for the grant of planning permission within the meaning of the Planning Acts without the prior written consent of the Lender.

(d) Planning directions

(i) Within 5 Business Days of receipt by it of any notice or order (**Direction**) served on or issued to it by any local or other authority (whether under the Planning Acts or otherwise) in respect of any part of its Secured Property, it shall give full particulars of the Direction to the Lender and, if so requested by the Lender, produce the Direction or a copy of it to the Lender.

(ii) It shall advise the Lender of all steps taken or proposed to be taken by it from time to time to comply with the terms of the Direction.

(iii) It shall take all necessary steps to comply with the Direction.

- (iv) It shall at the request of the Lender (but at the cost of the Chargor) make or join with the Lender in making such objections, representations against, appealing against or in respect of any proposal contained in the Direction as the Lender shall deem expedient in order to protect the Lender's interests.

(e) **Development**

- (i) It shall not carry out any development (as defined in the Planning Acts) on any part of its Secured Property without the prior written consent of the Lender.
- (ii) It shall not change the use of any part of its Secured Property without the prior written consent of the Lender.

(f) **Deposit of title deeds**

It shall deposit with the Lender all deeds and documents to title relating to its Secured Property.

(g) **Outgoings**

It will punctually pay and indemnify the Lender and any Receiver against all present and future rents, rates, taxes, assessments and outgoings of whatsoever nature imposed on or payable in respect of its Secured Property or any part of it or payable by the owner or occupier of it.

(h) **Investigation of title**

On request by the Lender, it shall grant the Lender or its advisers (at the cost of the Chargor) all facilities within its power to enable the Lender or its advisers or delegates to carry out such investigations of title to and enquiries into its Secured Property or other Secured Assets as may be carried out by a prudent mortgagee or chargee.

(i) **Notices**

It will deliver to the Lender promptly a certified true copy of any statutory or other notice (including any notice issued under the Fire and Rescue Services (Northern Ireland) Order 2006 and all regulations, guidance, measures and notices issued under it), in respect of the Secured Property.

12.2 Leases

(a) **Lease and covenant compliance**

It shall:

- (i) perform all the terms on its part contained in any lease or agreement for lease under which it holds an interest in a Secured Property or to which any of its Secured Property is subject;
- (ii) properly perform (and indemnify the Lender and each Receiver for any breach of) any covenants and stipulations of whatsoever nature affecting any of its Secured Property;
- (iii) not make any election or take any other action so as to alter the treatment of any Occupational Lease for the purposes of value added tax; and
- (iv) immediately notify the Lender of any notice received by it or any proceedings commenced or steps taken against it for the forfeiture of any lease under which it holds an interest in a Secured Property.

(b) Landlord's consent

If under the terms of any lease under which it holds an interest in any Secured Property, a Chargor is not permitted to charge its interest in such Secured Property without the consent of the landlord;

- (i) it undertakes promptly to make an application for landlord's consent to the creation of the fixed charge contained in clause 3.4 (First fixed charges) and any charge to be created under clause 7 (Further assurance), shall use all reasonable endeavours to obtain such consent as soon as possible and shall keep the Lender informed of the progress of its negotiations with such landlord;
- (ii) subject to clause 12.2(b)(iii):
 - (A) no breach of any representation in the Finance Documents shall occur by virtue of the relevant Chargor's failure to have obtained such landlord's consent; and
 - (B) if the landlord indicates in writing that it proposes to commence, or commences an action of forfeiture of the lease, the Lender shall release from such fixed charge, the relevant Chargor's interest in the lease;
- (iii) clause 12.2(b)(ii) shall only apply where the relevant Chargor has complied with its obligations under clause 12.2(b)(i), but the landlord has not given the consent requested of it;
- (iv) upon receipt by the Lender of evidence in writing of the consent of the landlord to the creation and existence of the fixed charge over the Chargor's interest in such lease, clause 12.2(b)(ii) shall cease to apply in respect of the relevant Secured Property.

(c) No variation to lease

It shall not without the prior written consent of the Lender alter or vary or agree to alter or vary the terms of any lease under which it holds any Secured Property or any lease to which any Secured Property is subject.

(d) No surrender or termination

It shall not without the prior written consent of the Lender surrender or otherwise terminate any lease under which it holds a Secured Property or terminate, forfeit or accept a surrender of any lease to which any Secured Property is subject.

(e) Compliance by tenants

It shall use reasonable endeavours to procure that each tenant under an Occupational Lease complies with the terms of that Occupational Lease.

(f) Lease or right to occupy

It will not without the prior written consent of the Lender:

- (i) grant any lease or tenancy or exercise any other power of leasing of the whole or part of any Secured Property; or
- (ii) grant any person any contractual licence or the right to occupy any Secured Property or part with possession of it.

(g) Forfeiture

It shall not do or permit anything which may render any lease or agreement for lease under which it holds an interest in a Secured Property, or to which the Secured Property is subject, liable to forfeiture or otherwise determinable.

12.3 Chattels

- (a) It will keep all Chattels comprised in its Secured Assets in good and substantial repair and in good working order and condition.
- (b) It shall repair any defect or damage to any of its Chattels promptly and if it fails to do so the Lender may, but shall not be obliged to, do so.

12.4 Subsidiary Shares and Investments

If requested by the Lender, it shall promptly:

- (A) deliver to the Lender all certificates of title and other documents of title or evidence of ownership in respect of its Subsidiary Shares or Investments and the Related Rights; and

- (B) deliver to the Lender such transfer documents (with the transferee left blank) or any other documents as the Lender may require or otherwise request in respect of those Subsidiary Shares, Investments and Related Rights.
- (b) Until any steps are taken to enforce the Security created by or under this Deed, it shall be entitled to receive and retain all dividends, distributions and other monies receivable in respect of its Subsidiary Shares, Investments and Related Rights.
- (c) It shall not exercise its voting and other rights in respect of its Subsidiary Shares, Investments and Related Rights in a manner which is likely to be prejudicial to the interests of the Lender.
- (d) It shall make all payments which may become due and payable in respect of any of its Subsidiary Shares, Investments and Related Rights. If it fails to make any such payments, the Lender may but shall not be obliged to make such payment on behalf of the relevant Chargor. Any sums so paid by the Lender shall be repayable by the relevant Chargor to the Lender on demand and pending such repayment shall constitute part of the Secured Obligations.
- (e) It shall remain liable to observe and perform all of the conditions and obligations assumed by it in respect of its Subsidiary Shares, Investments and Related Rights and the Lender shall not be required to perform or fulfil any obligation of any Chargor in respect of any Subsidiary Shares, Investments or Related Rights.
- (f) It shall comply with any notice served on it under CA 2006 or pursuant to the articles of association or any other constitutional document of any relevant entity in respect of or in connection with the Subsidiary Shares, Investments or Related Rights and will promptly provide to the Lender a copy of that notice.
- (g) It shall ensure that none of its Subsidiary Shares are converted into uncertificated form without the prior written consent of the Lender.
- (h) Immediately on conversion of any of its Subsidiary Shares, Investment or Related Rights from a certificated to an uncertificated form, and on the acquisition by it of any Subsidiary Shares, Investments or Related Rights in an uncertificated form, it shall give such instructions or directions and take such other steps and enter into such documentation as the Lender may require in order to protect or preserve the Security intended to be created by this Deed.
- (i) It shall ensure that all of its Subsidiary Shares are fully paid and not subject to any option to purchase or similar rights.
- (j) The constitutional documents of each company whose shares are Subsidiary Shares do not and could not restrict or inhibit any transfer of those Subsidiary Shares on creation or enforcement of the Security created pursuant to this Deed.

- (k) There are no agreements in force which provide for the issue or allotment of, or grant any person the right to call for the issue or allotment of, any share or loan capital of any company whose shares are Subsidiary Shares (including any option or right of pre-emption or conversion).

12.5 Insurance

- (a) It shall effect and maintain, in a form and amount and with an insurance company or underwriters acceptable to the Lender, such insurance on and in respect of its business and its assets as the Lender considers a prudent company carrying on the same or substantially similar business as that Chargor would effect.
- (b) It shall promptly pay all premiums and do all other things necessary to keep all of the policies of insurance in which it has an interest in full force and effect.
- (c) It shall ensure that:
 - (i) the name of the Lender be noted on each policy of insurance as mortgagee and first loss payee;
 - (ii) each policy of insurance shall contain a standard mortgagee clause whereby, among other things, the insurance shall not be vitiated or avoided as against a mortgagee notwithstanding that it could otherwise be so against any Chargor; and
 - (iii) each policy of insurance shall contain a provision to the effect that the insurance shall not be invalidated as against the Lender for non-payment of any premium due without the insurer first giving to the Lender not less than 14 days' written notice.
- (d) It shall not do or permit to be done anything to render the insurance void or voidable.
- (e) If a Chargor shall be in default of effecting or maintaining insurances or in producing any such policy or receipt to the Lender on demand, the Lender may take out or renew such insurances in any sum which the Lender may think expedient and all monies expended and costs incurred by the Lender under this provision shall be for the account of any such Chargor.
- (f) Subject to any statutory or contractual restriction arising before the date of this Deed, at the option of the Lender any proceeds of insurance shall be applied towards the repayment of the Secured Obligations.
- (g) Subject to clause 12.5(f) above with the prior written consent of the Lender, all proceeds of insurance shall be applied towards replacing or reinstating the property in respect of which the proceeds are received.

- (h) It shall procure that there is given to the Lender copies of the insurances in which it has an interest, and such other information in connection with them as the Lender may reasonably require. It will notify the Lender in writing of all renewals, material variations and cancellations of policies made or, to its knowledge of it, threatened or pending.

12.6 Book and other debts

- (a) It shall collect and realise the Debts in the ordinary course of trading as agent for the Lender and pay their proceeds into an Account immediately on receipt. It shall hold all such proceeds on trust for the Lender pending payment of them into an Account.
- (b) It shall not set off, postpone or release any of the Debts or do or omit to do anything which may delay or prejudice the full recovery of all Debts without the prior written consent of the Lender.

12.7 Intellectual Property

Each Chargor shall:

- (a) preserve and maintain the subsistence and validity of its Intellectual Property;
- (b) use reasonable endeavours to prevent any infringement in any material respect of its Intellectual Property;
- (c) make registrations and pay all registration fees and taxes necessary to maintain its Intellectual Property in full force and effect and record its interest in that Intellectual Property;
- (d) not use or permit its Intellectual Property to be used in a way or take any step or omit to take any step in respect of that Intellectual Property which may materially and adversely affect the existence or value of the Intellectual Property or imperil the right of any member of the Group to use such property; and
- (e) not discontinue the use of its Intellectual Property.

12.8 General

It shall not do or cause or permit to be done anything which may in any way materially depreciate, jeopardise or otherwise prejudice the value to the Lender of the Security created by or under this Deed.

13 Power to remedy

- 13.1 If a Chargor fails to comply with any of the undertakings set out in clause 12 (Undertakings), it shall allow and irrevocably authorises the Lender and/or such persons as it shall nominate to take such action on its behalf as shall be necessary to ensure that it complies with those undertakings.

- 13.2 If a Chargor fails to perform any obligation or other covenant affecting the Secured Property or other Secured Asset, each Chargor shall permit the Lender or its agents and contractors:
- (a) to enter on the Secured Property;
 - (b) to comply with or object to any notice served on any Chargor relating to the Secured Property or other Secured Asset; and
 - (c) to take any action the Lender may reasonably consider expedient to prevent or remedy any breach of any such term or to comply with or object to any such notice.
- 13.3 Each Chargor shall within 3 Business Days of demand indemnify the Lender against any cost, loss or liability incurred by it in taking any of the steps referred to in this clause 13.

14 Security power of attorney

Each Chargor, by way of security, irrevocably and severally appoints the Lender, each Receiver and any of their delegates or sub-delegates to be its attorney to take any action which the Chargor is obliged to take under this Deed. Each Chargor ratifies and confirms whatever any attorney does or purports to do pursuant to its appointment under this clause 14.

15 Enforcement of security

15.1 When security is enforceable

On the occurrence of any Event of Default which is continuing, the Security created by and under this Deed is immediately enforceable.

15.2 Acts of enforcement

The Lender may, at its absolute discretion, at any time after the Security created by or under this Deed is enforceable:

- (a) enforce all or any part of the Security created by or under this Deed in any manner it sees fit;
- (b) exercise its rights and powers conferred upon mortgagees by the Conveyancing and Law of Property Act 1881, as varied and extended by this Deed, and rights and powers conferred on a Receiver by this Deed, whether or not it has taken possession or appointed a Receiver to any of the Secured Assets;
- (c) appoint a Receiver to all or any part of the Secured Assets;
- (d) appoint an administrator in respect of any Chargor and take any steps to do so;
- (e) exercise its power of sale under section 19 of the Conveyancing and Law of Property Act 1881 Act and supplemented by Section 4 of the Conveyancing Act 1911 (as amended by this Deed); or

- (f) if permitted by law, appoint an administrative receiver in respect of any Chargor.

15.3 Right of appropriation

To the extent that the Security created by this Deed constitutes a "security financial collateral arrangement" and the Secured Assets constitute "financial collateral" for the purpose of the Financial Collateral Arrangements (No 2) Regulations 2003 (**Regulations**), the Lender shall have the right on giving prior notice to the relevant Chargor, at any time after the Security becomes enforceable, to appropriate all or any part of those Secured Assets in or towards discharge of the Secured Obligations. The Parties agree that the value of the appropriated Secured Assets shall be, in the case of cash, the amount of cash appropriated and, in the case of Subsidiary Shares and Investments, determined by the Lender by reference to any publicly available market price and, in the absence of which, by such other means as the Lender (acting reasonably) may select including, without limitation, an independent valuation. For the purpose of Regulation 18(1) of the Regulations, each Chargor agrees that any such determination by the Lender will constitute a valuation "in a commercially reasonable manner".

15.4 Statutory powers - general

- (a) For the purposes of all powers implied by statute, the Secured Obligations are deemed to have become due and payable on the date of this Deed.
- (b) Section 20 of the Conveyancing and Law of Property Act 1881 and section 17 of the Conveyancing and Law of Property Act 1881 do not apply to the Security constituted by or under this Deed.
- (c) The statutory powers of leasing conferred on the Lender are extended so that, without the need to comply with any provision of section 18 of Conveyancing and Law of Property Act 1881 or section 3 of the Conveyancing Act 1911, the Lender is empowered to lease and make agreements for lease at a premium or otherwise, accept surrenders of leases and grant options or vary or reduce any sum payable under any leases or tenancy agreements as it may think fit.
- (d) Each Receiver and the Lender is entitled to all the rights, powers, privileges and immunities conferred by the Conveyancing and Law of Property Act 1881, the Conveyancing Act 1911 and the Insolvency (Northern Ireland) Order 1989 on mortgagees and Receivers.

15.5 Contingencies

If the Lender enforces the Security constituted by or under this Deed at a time when no amounts are due to the Lender but at a time when amounts may or will become so due, the Lender (or the Receiver) may pay the proceeds of any recoveries effected by it into an interest bearing suspense account.

15.6 Mortgagee in possession - no liability

Neither the Lender nor any Receiver will be liable, by reason of entering into possession of a Secured Asset, to account as mortgagee in possession or for any loss on realisation or for any default or omission for which a mortgagee in possession might otherwise be liable.

15.7 Redemption of prior mortgages

At any time after the Security created by or under this Deed has become enforceable, the Lender may, at the sole cost of the Chargors (payable to the Lender on demand):

- (a) redeem any prior form of Security over any Secured Asset; and/or
- (b) procure the transfer of that Security to itself; and/or
- (c) settle and pass the accounts of any prior mortgagee, chargee or encumbrancer which once so settled and passed shall be conclusive and binding on the Chargors.

15.8 Subsidiary Shares and Investments – following an Event of Default

- (a) If an Event of Default is continuing, each Chargor shall on request by the Lender:
 - (i) deliver to the Lender such stock transfer forms or other transfer documents as the Lender may require to enable the Lender or its nominee or nominees to be registered as the owner of, and to obtain legal and beneficial title to, the Subsidiary Shares, the Investments and/or Related Rights referred to in such request;
 - (ii) provide to the Lender certified copies of all resolutions and authorisations approving the execution of such transfer forms and registration of such transfers as the Lender may reasonably require;
 - (iii) procure that each such transfer is promptly registered by the relevant company or other entity;
 - (iv) procure that, immediately on their issue, all share certificates or other documents of title in the appropriate form, in respect of the relevant Subsidiary Shares, Investments and/or Related Rights, are delivered to the Lender in each case showing the registered holder as the Lender or its nominee or nominees (as applicable); and
 - (v) exercise all voting rights in respect of its Subsidiary Shares, Investments and Related Rights only in accordance with the instructions of the Lender.
- (b) At any time while an Event of Default is continuing, the Lender may complete any transfer documents held by it in respect of the Subsidiary Shares, the Investments and/or the Related Rights in favour of itself or such other person or nominee as it shall select.

- (c) At any time after the Security created by or under this Deed has become enforceable, the Lender and its nominee or nominees may sell all or any of the Subsidiary Shares, Investments or Related Rights of the Chargors (or any of them) in any manner permitted by law and on such terms as the Lender shall in its absolute discretion determine.
- (d) If any Chargor receives any dividends, distributions or other monies in respect of its Subsidiary Shares, Investments and Related Rights at a time when the Lender has made a request under clause 15.8(a) or taken any steps to enforce the Security created by or under this Deed under clause 15.2, the relevant Chargor shall immediately pay such sums received directly to the Lender for application in accordance with clause 18 (Application of monies) and shall hold all such sums on trust for the Lender pending payment of them to such account as the Lender shall direct.

16 Receiver

16.1 Appointment of Receiver

- (a)
 - (i) At any time after any Security created by or under this Deed is enforceable, the Lender may appoint a Receiver to all or any part of the Secured Assets in accordance with clause 15.2(c) (Acts of enforcement).
 - (ii) At any time, if so requested in writing by any Chargor, without further notice, the Lender may appoint a Receiver to all or any part of the Secured Assets as if the Lender had become entitled under the Conveyancing and Law of Property Act 1881 to exercise the power of sale conferred under the Conveyancing and Law of Law of Property Act 1925/1881.
- (b) Any Receiver appointed under this Deed shall be the agent of the relevant Chargor and that Chargor shall be solely responsible for his acts or defaults and for his remuneration and liable on any contracts or engagements made or entered into by him and in no circumstances whatsoever shall the Lender be in any way responsible for any misconduct, negligence or default of the Receiver.
- (c) Where a Chargor is an eligible company within the meaning of paragraphs 2 to 4 (inclusive) of Schedule A1 to the Insolvency (Northern Ireland) Order 1989:
 - (i) obtaining a moratorium; or
 - (ii) anything done with a view to obtaining a moratorium including any preliminary decision or investigation in terms of paragraph 53 of Schedule A1 to the Insolvency (Northern Ireland) Order 1989,

shall not be grounds for appointment of a Receiver.

16.2 Removal

The Lender may by written notice remove from time to time any Receiver appointed by it (subject to the provisions of article 55 of the Insolvency (Northern Ireland) Order 1989 in the case of an administrative receiver) and, whenever it may deem appropriate, appoint a new Receiver in the place of any Receiver whose appointment has terminated.

16.3 Powers of Receiver

(a) General

- (i) In addition to those conferred by the Conveyancing and Law of Property Act 1881 and the Conveyancing Act 1911 on any Receiver appointed under that Act, each Receiver has, and is entitled to exercise, all of the rights, powers and discretions set out in this clause 16.3.
- (ii) If there is more than one Receiver holding office at the same time, unless the document appointing him states otherwise, each Receiver may exercise all of the powers conferred on a Receiver under this Deed or under the Insolvency (Northern Ireland) Order 1989 individually and to the exclusion of any other Receivers.
- (iii) A Receiver of a Chargor has all the rights, powers and discretions of an administrative receiver under the Insolvency (Northern Ireland) Order 1989.
- (iv) A Receiver may, in the name of any Chargor:
 - (A) do all other acts and things which he may consider expedient for realising any Secured Asset; and
 - (B) exercise in relation to any Secured Asset all the powers, authorities and things which he would be capable of exercising if he were its absolute beneficial owner.

(b) Borrow money

A Receiver may raise and borrow money (either unsecured or on the security of any Secured Asset, either in priority to the security constituted by this Deed or otherwise) on any terms and for whatever purpose which he thinks fit. No person lending that money need enquire as to the propriety or purpose of the exercise of that power or to check the application of any money so raised or borrowed.

(c) Carry on business

A Receiver may carry on the business of any relevant Chargor as he thinks fit and, for the avoidance of doubt, a Receiver may apply for such Authorisations as he considers in his absolute discretion appropriate.

(d) **Compromise**

A Receiver may settle, adjust, refer to arbitration, compromise and arrange any claims, accounts, disputes, questions and demands with or by any person who is or claims to be a creditor of any relevant Chargor or relating in any way to any Secured Asset.

(e) **Delegation**

A Receiver may delegate his powers in accordance with clause 17 (Delegation).

(f) **Employees**

For the purposes of this Deed, a Receiver as he thinks appropriate, on behalf of the relevant Chargor or for itself as Receiver, may:

- (i) appoint and discharge managers, officers, agents, accountants, servants, workmen and others upon such terms as to remuneration or otherwise as he may think proper; and
- (ii) discharge any such persons appointed by the relevant Chargor.

(g) **Leases**

A Receiver may let any Secured Asset for any term and at any rent (with or without a premium) which he thinks proper and may accept a surrender of any lease or tenancy of any Secured Assets on any terms which he thinks fit (including the payment of money to a lessee or tenant on a surrender).

(h) **Legal actions**

A Receiver may bring, prosecute, enforce, defend and abandon all actions, suits and proceedings or submit to arbitration or any form of alternative dispute resolution in the name of the relevant Chargor in relation to any Secured Asset as he considers expedient.

(i) **Possession**

A Receiver may take immediate possession of, get in and collect any Secured Asset.

(j) **Protection of assets**

A Receiver may, in each case as he may think fit:

- (i) make and effect all repairs and insurances and do all other acts which the relevant Chargor might do in the ordinary conduct of its business be they for the protection or for the improvement of the Secured Assets;

- (ii) commence and/or complete any building operations on the Secured Property or other Secured Asset; and
- (iii) apply for and maintain any planning permission, building regulation approval or any other permission, consent or licence.

(k) **Receipts**

A Receiver may give valid receipts for all monies and execute all assurances and things which may be expedient for realising any Secured Asset.

(l) **Sale of assets**

A Receiver may sell, exchange, convert into monies and realise any Secured Asset by public auction or private contract in any manner and on any terms which he thinks proper. The consideration for any such transaction may consist of cash, debenture or other obligations, shares, stock or other valuable consideration and any such consideration may be payable in a lump sum or by instalments spread over such period as he thinks fit. Fixtures and any plant and machinery annexed to any part of the Secured Property may be severed and sold separately from the property containing them without the consent of the relevant Chargor.

(m) **Subsidiaries**

A Receiver may form a Subsidiary of the relevant Chargor and transfer to that Subsidiary any Secured Asset.

(n) **Deal with Secured Assets**

A Receiver may, without restriction sell, let or lease, or concur in selling, letting or leasing, or vary the terms of, determine, surrender or accept surrenders of, leases or tenancies of, or grant options and licences over or otherwise dispose of or deal with, all or any part of the Secured Assets without being responsible for loss or damage, and so that any such sale, lease or disposition may be made for cash payable by instalments, loan stock or other debt obligations or for shares or securities of another company or other valuable consideration. The Receiver may form and promote, or concur in forming and promoting, a company or companies to purchase, lease, licence or otherwise acquire interests in all or any of the Secured Assets or otherwise, arrange for such companies to trade or cease to trade and to purchase, lease, license or otherwise acquire all or any of the Secured Assets on such terms and conditions whether or not including payment by instalments secured or unsecured as he may think fit.

(o) **Voting rights**

A Receiver may exercise all voting and other rights attaching to the Investments, Subsidiary Shares, Related Rights, and stocks, shares and other securities owned by

the relevant Chargor and comprised in the Secured Assets in such manner as he may think fit.

(p) Security

A Receiver may redeem any prior Security and settle and pass the accounts of the person entitled to the prior Security so that any accounts so settled and passed shall (subject to any manifest error) be conclusive and binding on the relevant Chargor and the money so paid shall be deemed to be an expense properly incurred by the Receiver.

(q) Acquire land

The Receiver may purchase or acquire any land and purchase, acquire or grant any interest in or right over land.

(r) Development

A Receiver may implement or continue the development of (and obtain all consents required in connection therewith) and/or complete any buildings or structures on, any real property comprised in the Secured Property and do all acts and things incidental to the Secured Property.

(s) Landlord's obligations

A Receiver may on behalf of a Chargor and without consent of or notice to that Chargor exercise all the powers conferred on a landlord or a tenant by any legislation from time to time in force in any relevant jurisdiction relating to rents or agriculture in respect of any part of the Secured Property.

(t) Uncalled capital

A Receiver may make calls conditionally or unconditionally on the members of any relevant Chargor in respect of uncalled capital.

(u) Incidental matters

A Receiver may do all other acts and things including without limitation, signing and executing all documents and deeds as may be considered by the Receiver to be incidental or conducive to any of the matters or powers listed here or granted by law or otherwise incidental or conducive to the preservation, improvement or realisation of the Secured Assets and to use the name of the relevant Chargor for all the purposes set out in this clause 16.

16.4 Remuneration

The Lender may from time to time fix the remuneration of any Receiver appointed by it.

17 Delegation

- 17.1 The Lender and any Receiver may delegate by power of attorney or in any other manner all or any of the powers, authorities and discretions which are for the time being exercisable by the Lender and the Receiver (as appropriate) under this Deed to any person or persons as it shall think fit. Any such delegation may be made upon such terms and conditions (including the power to sub-delegate) as the Lender and Receiver (as appropriate) may think fit.
- 17.2 The Lender and any Receiver will not be liable or responsible to any Chargor or any other person for any losses, liabilities or expenses arising from any act, default, omission or misconduct on the part of any delegate.

18 Application of monies

- 18.1 Sections 24(6) and (8) (Appointment, powers, remuneration and duties of receiver) of the Conveyancing and Law of Property Act 1881 shall not apply to a Receiver appointed under this Deed.
- 18.2 All monies received by the Lender or any Receiver under this Deed shall be applied in discharge of the Secured Obligations shall be applied to the Secured Obligations in such order as the Lender may determine.
- 18.3 The Lender and any Receiver may place any money received, recovered or realised pursuant to this Deed in an interest bearing suspense account and it may retain the same for such period as it considers expedient without having any obligation to apply the same or any part of it in or towards discharge of the Secured Obligations.

19 Remedies and waivers

- 19.1 No failure to exercise, nor any delay in exercising, on the part of the Lender or any Receiver, any right or remedy under this Deed shall operate as a waiver, nor shall any single or partial exercise of any right or remedy prevent any further or other exercise or the exercise of any other right or remedy. The rights and remedies provided in this Deed are cumulative and not exclusive of any rights or remedies provided by law.
- 19.2 A waiver given or consent granted by the Lender under this Deed will be effective only if given in writing and then only in the instance and for the purpose for which it is given.

20 Protection of third parties

- 20.1 No person (including a purchaser) dealing with the Lender or a Receiver or its or his agents has an obligation to enquire of the Lender, Receiver or others:
- (a) whether the Secured Obligations have become payable;
 - (b) whether any power purported to be exercised has become exercisable;
 - (c) whether any Secured Obligations or other monies remain outstanding;

- (d) how any monies paid to the Lender or to the Receiver shall be applied; or
 - (e) the status, propriety or validity of the acts of the Receiver or Lender.
- 20.2 The receipt by the Lender or any Receiver shall be an absolute and a conclusive discharge to a purchaser and shall relieve him of any obligation to see to the application of any monies paid to or by the direction of the Lender or any Receiver.
- 20.3 In clauses 20.1 and 20.2, **purchaser** includes any person acquiring, for money or monies worth, any lease of, or Security over, or any other interest or right whatsoever in relation to, the Secured Assets or any of them.

21 Additional security

The Security created by or under this Deed is in addition to and is not in any way prejudiced by any guarantee or security now or subsequently held by the Lender.

22 Settlements conditional

- 22.1 If the Lender (acting reasonably) believes that any amount paid by a Chargor or any other person in respect of the Secured Obligations is capable of being avoided or set aside for any reason, then for the purposes of this Deed, such amount shall not be considered to have been paid.
- 22.2 Any settlement, discharge or release between a Chargor and the Lender shall be conditional upon no Security or payment to or for the Lender by that Chargor or any other person being avoided or set aside or ordered to be refunded or reduced by virtue of any law relating to bankruptcy, insolvency or liquidation or otherwise.

23 Subsequent Security

If the Lender receives notice of any other subsequent Security or other interest affecting all or any of the Secured Assets it may open a new account or accounts for the relevant Chargor in its books. If it does not do so then, unless it gives express written notice to the contrary to that Chargor, as from the time of receipt of such notice by the Lender, all payments made by that Chargor to the Lender shall be treated as having been credited to a new account of that Chargor and not as having been applied in reduction of the Secured Obligations.

24 Set-off

The Lender may, set off any matured obligation due from a Chargor (to the extent beneficially owned by the Lender) against any matured obligation owed by the Lender to that Chargor, regardless of the place of payment, booking branch or currency of either obligation. If the obligations are in different currencies, the Lender may convert either obligation at a market rate of exchange in its usual course of business for the purpose of the set-off.

25 Notices**25.1 Communications in writing**

Any communication to be made under or in accordance with the terms of clause 19 (Notices) of the Facilities Agreement.

26 Invalidity

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 nor the legality, validity or enforceability of such provision under the law of any other jurisdiction will in any way be affected or impaired.

27 Assignment

The Lender may assign or otherwise transfer all or any part of its rights under this Deed or any Security created by or under it.

28 Releases

Upon the expiry of the Security Period, the Lender shall, at the request and cost of the Chargors, take whatever action is necessary to release and reassign to each relevant Chargor:

- (a) its rights arising under this Deed;
- (b) the Secured Assets from the Security created by and under this Deed,

and return all documents or deeds of title delivered to it under this Deed.

29 Currency clauses

29.1 Unless otherwise prohibited by law, if more than one currency or currency unit are at the same time recognised by the central bank of any country as the lawful currency of that country, then:

- (a) any reference in this Deed to, and any obligations arising under this Deed in, the currency of that country shall be translated into, or paid in, the currency or currency unit of that country designated by the Lender (after consultation with the Company); and
- (b) any translation from one currency or currency unit to another shall be at the official rate of exchange recognised by the central bank for the conversion of that currency or currency unit into the other, rounded up or down by the Lender (acting reasonably).

29.2 If a change in any currency of a country occurs, this Deed will, to the extent the Lender (acting reasonably and after consultation with the Company) specifies to be necessary, be amended

to comply with any generally accepted conventions and market practice in the London interbank market and otherwise to reflect the change in currency.

- 29.3 If a payment is made to the Lender under this Deed in a currency (**Payment Currency**) other than the currency in which it is expressed to be payable (**Contractual Currency**), the Lender may convert that payment into the Contractual Currency at the rate at which it (acting reasonably and in good faith) is able to purchase the Contractual Currency with the Payment Currency on or around the date of receipt of the payment and to the extent that the converted amount of the payment falls short of the amount due and payable the Chargors will remain liable for such shortfall.

30 Certificates and determinations

Any certification or determination by the Lender of a rate or amount under this Deed is, in the absence of manifest error, conclusive evidence of the matters to which it relates.

31 Indemnity

Chargors' indemnity

- (a) Each Chargor shall promptly indemnify the Lender and every Receiver and Delegate (each an **Indemnified Person**) against any cost, loss or liability together with any associated VAT incurred by any of them as a result of:
 - (i) the taking, holding, protection or enforcement of any Security Document;
 - (ii) the exercise of any of the rights, powers, discretions and remedies vested in the Lender and each Receiver and Delegate by the Finance Documents or by law; and
 - (iii) any default by any Chargor in the performance of any of the obligations expressed to be assumed by it in the Finance Document.
- (b) Each Chargor shall indemnify the Lender against any and all costs, losses, liabilities or expenses together with any associated VAT incurred by the Lender arising (directly or indirectly) out of or in connection with:
 - (i) any breach or potential breach of or liability (whether civil and/or criminal) under any Environmental Law;
 - (ii) any responsibility on the part of the Lender in respect of any clean-up, repair or other corrective action; or
 - (iii) the business or any real property of any Chargor.
- (c) The Lender may indemnify itself out in respect of, and pay and retain, all sums necessary to give effect to the indemnity in this clause and shall have a lien on this

Deed and the proceeds of the enforcement of the Security Documents for all monies payable to it.

32 Exclusion of liability

32.1 No liability

Neither the Lender nor any Receiver shall be liable in respect of all or any part of the Secured Assets or for any loss or damage which arises out of the exercise or the attempted or purported exercise of, or the failure to exercise any of, their respective powers unless such loss or damage is caused by its gross negligence or wilful acts of default and recklessness.

32.2 Officers and agents

No Chargor may take proceedings against any officer, employee or agent of the Lender in respect of any claim it might have against the Lender or in respect of any act or omission of any kind by that officer, employee or agent in relation to the Security Documents and any officer, employee or agent of the Lender may rely on this clause.

33 Fees, costs and expenses

33.1 Transaction expenses

The Chargor shall promptly on demand pay the Lender the amount of all costs, fees and expenses (including legal fees) together with any associated VAT reasonably incurred by it in connection with the negotiation, preparation, printing, execution and perfection of this Deed and each other Finance Document.

33.2 Amendment costs

If a Chargor requests an amendment, waiver or consent of this Deed or any other Finance Document, the Chargor shall, within 3 Business Days of demand, reimburse the Lender for the amount of all costs and expenses (including legal fees) together with any associated VAT reasonably incurred by the Lender in responding to, evaluating, negotiating or complying with the request or requirement.

33.3 Enforcement and preservation costs

The Chargor shall, within 3 Business Days of demand, pay to the Lender the amount of all costs, fees and expenses (including legal fees) together with any associated VAT incurred by the Lender in connection with the enforcement of or the preservation of any rights under any Finance Document and any proceedings instituted by or against the Lender as a consequence of taking or holding the Security created or expressed to be created in favour of the Lender under any Security Document or enforcing these rights.

33.4 Interest on late payments

- (a) If any Chargor fails to pay any amount payable by it under this Deed on its due date, interest shall accrue on the overdue amount from the due date up to the date of actual payment (both before and after judgment) at rate of interest provided for in clause 7 (Default Interest) of the Facilities Agreement. Any interest accruing under this clause 33.4 shall be immediately payable by the relevant Chargor on demand by the Lender.
- (b) Default interest (if unpaid) arising on Unpaid Sums will be compounded with the overdue amount at the end of each calendar month but will remain immediately due and payable.

34 Counterparts

This Deed or any Finance Document entered into under or in connection with 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 or any such Finance Document entered into under or in connection with this Deed by e-mail attachment or telecopy shall be an effective mode of delivery.

35 Governing law

This Deed and any non-contractual obligations arising out of or in connection with it are governed by the laws of Northern Ireland.

36 Enforcement**36.1 Jurisdiction of the courts of Northern Ireland**

- (a) The courts of Northern Ireland have exclusive jurisdiction to settle any dispute arising out of or in connection with this Deed (including a dispute relating to the existence, validity or termination of this Deed or any non-contractual obligation arising out of or in connection with this Deed) (**Dispute**).
- (b) The Parties agree that the courts of Northern Ireland are the most appropriate and convenient courts to settle Disputes and accordingly no Party will argue to the contrary.
- (c) This clause 36 is for the benefit of the Lender. As a result, the Lender shall not be prevented from taking proceedings relating to a Dispute in any other courts with jurisdiction. To the extent allowed by law, the Lender may take concurrent proceedings in any number of jurisdictions.

This Deed has been entered into as a deed on the date given at the beginning of this Deed.

Schedule 1

The Chargors

Name	Jurisdiction of Incorporation	Registered number
Hampden Group Limited	Northern Ireland	NI011639

Schedule 2

Properties

None at the date of this Deed

Schedule 3

Subsidiary Shares

Chargor	Name and registered number of Subsidiary	Number and class of shares
----------------	-----------------------------------------------------	---------------------------------------

None at the date of this Deed

Schedule 4

Relevant Agreements

Part 1- Form of notice of Assignment

To: ♦

Dated: ♦

Dear Sirs

The agreement described in the attached schedule (Agreement)

We hereby notify you that we have assigned to **Homebase (UK & I) Holdings Limited (Lender)** all our right, title and interest in and to the Agreement.

We hereby irrevocably and unconditionally authorise and instruct you:

- 1 without notice or reference to, or further authority from us and without enquiring as to the justification or the validity of those instructions, to comply only with any instructions from time to time received by you from the Lender relating to the Agreement and any rights under or in connection with the Agreement; and
- 2 to pay all sums payable by you under the Agreement directly to the Lender at:

Bank: ♦

Account number: ♦

Sort code: ♦

or such other account as the Lender may specify from time to time.

Please sign and return the acknowledgement attached to one enclosed copy of this notice to the Lender and the other copy to us.

The provisions of this notice (and any non-contractual obligations arising out of or in connection with it) are governed by the laws of Northern Ireland.

Yours faithfully

.....
for and on behalf of
♦ Limited

Schedule

Date	Parties	Description
◆	◆	◆

[Attach form of acknowledgment]

Part 2- Form of acknowledgment

To: Homebase (UK & I) Holdings Limited
[address]

To: [name of Chargor] (**Chargor**)
[address]

Dated: ♦

We acknowledge receipt of the notice of assignment (**Notice**) of which the above is a duplicate. Terms defined in the Notice shall have the same meaning when used in this acknowledgement. We confirm that:

- (a) there has been no amendment, waiver or release of any rights or interests in the Agreement since the date of the Agreement;
- (b) we will not agree to any amendment, waiver or release of any provision of the Agreement without the prior written consent of the Lender;
- (c) we shall act in accordance with the Notice;
- (d) as at the date of this acknowledgement we have not received any notice of assignment or charge of the Chargor's interest in the Agreement in favour of any other person;
- (e) as at the date of this acknowledgement, we are not aware of any breach by the Chargor of the terms of the Agreement; and
- (f) we do not have and have not claimed or exercised any right or claim against the Chargor or exercised or attempted to exercise any right of set-off, counterclaim or other right relating to the Agreement.

The provisions of this acknowledgement (and any non-contractual obligations arising out of or in connection with it) are governed by the laws of Northern Ireland.

For and on behalf of
♦

Schedule 5

Relevant Policies

Part 1 - Form of notice of assignment

To: [Insurer]

Dated: ♦

Dear Sirs

The insurance policies described in the attached schedule (Relevant Policies)

We hereby notify you that we have assigned to **Homebase (UK & I) Holdings Limited (Lender)** all our right, title and interest in and to the Relevant Policies.

We hereby irrevocably and unconditionally authorise and instruct you:

- 1 without notice or reference to or further authority from us and without enquiring as to the justification or the validity of those instructions, to comply only with any instructions from time to time received by you from the Lender relating to the Relevant Policies (or any of them); and
- 2 to pay all sums payable by you under the Relevant Policies (or any of them) directly to the Lender at:

Bank: ♦
 Account number: ♦
 Sort code: ♦

or such other account as the Lender may specify from time to time.

Please sign and return the acknowledgement attached to one enclosed copy of this notice to the Lender and the other copy to us.

The provisions of this notice (and any non-contractual obligations arising out of or in connection with it) are governed by the laws of Northern Ireland.

Yours faithfully

.....
 for and on behalf of
 ♦ Limited

Schedule

Date of policy	Insured	Policy type	Policy number
◆	◆	◆	◆

[Attach form of acknowledgment]

Part 2 - Form of acknowledgement

To: Homebase (UK & I) Holdings Limited
[address]

To: [name of Chargor] (Chargor)
[address]

Dated: ♦

We acknowledge receipt of the notice of assignment (**Notice**) of which the above is a duplicate. Terms defined in the Notice shall have the same meaning when used in this acknowledgement. We confirm that:

- (a) there has been no amendment, waiver or release of any rights or interests in any Relevant Policy since the date of such policy;
- (b) we have noted the Lender's interest as mortgagee and first loss payee on each Relevant Policy;
- (c) we will not agree to any amendment, waiver or release of any provision of any Relevant Policy without the prior written consent of the Lender;
- (d) we shall act in accordance with the Notice;
- (e) as at the date of this acknowledgement we have not received any notice of assignment or charge of the Chargor's interest in any Relevant Policy or the proceeds of any Relevant Policy in favour of any other person; and
- (f) we do not have and have not claimed or exercised any right or claim against the Chargor or exercised or attempted to exercise any right of set-off, counterclaim or other right relating to any Relevant Policy.

The provisions of this acknowledgement (and any non-contractual obligations arising out of or in connection with it) are governed by the laws of Northern Ireland.

For and on behalf of
[insurance company]

Schedule 6

Accounts

Part 1 - Form of notice of charge

To: *[insert name and address of account holding institution]*

Account number: ♦ (Account)

Sort code: ♦

Account holder: ♦ Limited

We hereby notify you that we have charged by way of first fixed charge to **Homebase (UK & I) Holdings Limited (Lender)** all our right, title and interest in and to the monies from time to time standing to the credit of the Account.

We hereby irrevocably and unconditionally authorise and instruct you:

- 1 to hold all monies from time to time standing to the credit of the Account to the order of the Lender and accordingly to pay all or any part of those monies to the Lender (or as it may direct) promptly following receipt of written instructions from the Lender to that effect; and
- 2 to disclose to the Lender such information relating to us and the Account as the Lender may from time to time request you to provide.

By countersigning this notice, the Lender authorises you to permit us to withdraw and otherwise deal with funds standing to the credit of the Account until:

- (a) you receive a notice in writing to the contrary from the Lender;
- (b) a petition is presented for a winding up order in respect of us or an application is made for an administration order in respect of us,

(whichever occurs first).

Please sign and return the acknowledgement attached to one enclosed copy of this notice to the Lender and the other copy to us.

The provisions of this notice (and any non-contractual obligations arising out of or in connection with it) are governed by the laws of Northern Ireland.

Yours faithfully

.....
for and on behalf of ♦ Limited

Countersigned for and on behalf of
the Lender:

.....

[Attach form of acknowledgment]

Part 2 - Form of acknowledgement

To: Homebase (UK & I) Holdings Limited
[Suite 1
3rd Floor
11-12 St James's Square
London
SW1Y 4LB]

To: [name of Chargor] (Chargor)
[address]

Dated: ♦

We acknowledge receipt of the notice of charge (**Notice**) of which the above is a duplicate. Terms defined in the Notice shall have the same meaning when used in this acknowledgement.

We confirm that:

- (a) we shall act in accordance with the Notice;
- (b) as at the date of this acknowledgement we have not received any notice of assignment or charge or other security over the Chargor's interest in the Account in favour of any other person; and
- (c) we will not exercise any right of combination of accounts, set-off or lien over any monies standing to the credit of the Account.

The provisions of this acknowledgement (and any non-contractual obligations arising out of or in connection with it) are governed by the laws of Northern Ireland.

For and on behalf of
[account holding institution]

Schedule 7

Form of Security Deed of Accession

This Deed is made on ♦

Between

- (1) ♦ (registered in ♦ with number ♦) for itself and for the Chargor (**Company**);
- (2) ♦ (registered in ♦ with number ♦) (**Acceding Chargor**); and
- (3) **Homebase (UK & I) Holdings Limited** (registered in England with number 09944258) whose registered office is at Suite 1, 3rd Floor, 11-12 St James's Square, London SW1Y 4LB (**Lender**).

Whereas

- (A) This Deed is supplemental to a debenture dated ♦ 2018 between, inter alia, the Company, the Chargor and the Lender (**Debenture**).
- (B) [The Acceding Chargor has also entered into an Accession Deed to the Facilities Agreement on or about the date of this Security Deed of Accession and by doing so appoints the Chargor as its agent on the terms set out in the Accession Deed.]

It is agreed

1 Definitions and interpretation

1.1 Definitions

- (c) Save to the extent otherwise defined in this Deed, terms defined in the Debenture have the same meaning when used in this Deed.
- (d) In this Deed, **Subsidiary Shares** means all shares present and future held by the Acceding Chargor or its Subsidiaries including those listed in schedule 2 (Subsidiary Shares) to this Deed.

1.2 Interpretation

Clauses 1.2 (Interpretation), 1.3 (Third party rights), 1.4 (Administration) and 1.5 (Incorporated terms of the Debenture) are incorporated in this Deed as if they were set out in full in this Deed, but so that references in those clauses to **this Deed** shall be construed as references to this Security Deed of Accession.

2 Accession of Acceding Chargor

2.1 Accession

The Acceding Chargor agrees to be a Chargor for the purposes of the Debenture with immediate effect and agrees to be bound by all of the terms of the Debenture as if it had originally been a party to it.

2.2 Covenant to pay

The Acceding Chargor covenants with the Lender that it will pay and discharge the Secured Obligations when they become due for payment and discharge.

2.3 Charging provisions

All security created by the Acceding Chargor under clauses 2.4 to 2.7 inclusive is:

- (a) a continuing security for the payment and discharge of the Secured Obligations;
- (b) granted by the Acceding Chargor as beneficial owner;
- (c) granted in respect of all the right, title and interest (if any), present and future of the Acceding Chargor in and to the relevant Secured Asset; and
- (d) in favour of the Lender.

2.4 First legal mortgages

The Acceding Chargor:

- (a) **GRANTS and DEMISES** so much of the Properties and the Premises described in schedule 1 (Properties) to this Deed and, in each case, all Premises and Fixtures on each of the Properties.as is unregistered land and all Fixtures on same **TO HOLD** (i) as to so much thereof as is freehold unto the Lender for the term of 10,000 years from the date hereof and (ii) as to so much thereof as is leasehold unto the Lender for the residue or residues of the term or respective terms of years for which the same are held less the last 3 days of such term or of each of such terms and (b) as registered owner or the person entitled to become registered as owner **CHARGES BY WAY OF FIRST FIXED CHARGE** unto the Lender so much of the Properties and the Premises described in schedule 1 (Properties) to this Deed and, in each case, all Premises and Fixtures on each of the Properties.as is registered or as is required to be registered in the Land Registry of Northern Ireland and all Fixtures on same or otherwise and assents to the registration of the charge hereby created as a burden affecting such Properties and the Premises;
- (b) shall stand possessed of the reversion immediately expectant upon the term of years hereby granted in any part of the Properties and the Premises mortgaged by Clause 3.2(a) of this Deed in trust for the Lender and agrees, at any time this Deed has

become enforceable, to assign, convey or dispose of the same as the Lender may direct (subject to the proviso for redemption contained in this Deed) and the Lender may, at any time this Deed has become enforceable remove the Acceding Chargor or any other person, persons or body corporate from being a trustee of the trust declared by this Clause 3.2(b) and on the removal of the Acceding Chargor or such other person, persons or body corporate appoint a new trustee or trustees in his, their or its place;

- (c) hereby attorns tenant to the Lender of any part of the Properties of the Premises mortgaged by Clause 3.2(a) at the yearly rent of five pence (if demanded) provided always that the Lender may, at any time this Deed has become enforceable determine the tenancy hereby created and enter upon such part of the Properties or the Premises but so that neither the receipt of the said rent nor the said tenancy shall render the Lender liable to account to any person as mortgagee in possession.

2.5 Assignments

- (a) The Acceding Chargor assigns:
 - (i) the agreements described in schedule 3 (Relevant Agreements) to this Deed; and
 - (ii) Its Relevant Policies.
- (b) The Acceding Chargor shall remain liable to perform all its obligations under the Relevant Agreements, and the Relevant Policies.
- (c) Notwithstanding the other terms of this clause 2.5, prior to the occurrence of an Event of Default which is continuing, the Acceding Chargor may, subject to the other terms of the Finance Documents, continue to exercise all and any of its rights under and in connection with the Relevant Agreements.

2.6 First fixed charges

The Acceding Chargor charges by way of first fixed charge:

- (a) all interests and estate in any freehold or leasehold property now or subsequently owned by it (other than any freehold or leasehold property effectively charged by way of legal mortgage under clause 2.4) and, in each case, the Premises and Fixtures on each such property;
- (b) the proceeds of sale of its Secured Property and all licences to enter on or use any Secured Property;
- (c) the benefit of all other agreements, instruments and rights relating to its Secured Property;

- (d) all plant, machinery, vehicles, computers, office and other equipment, all furniture, furnishings, equipment and tools and any removals or replacement of them, (together the **Chattels**) present and future and the benefit of all contracts, licences, warranties, maintenance contracts relating to them and any renewals and replacements of them;
- (e) the Subsidiary Shares together with all Related Rights;
- (f) the Investments together with all Related Rights;
- (g) the Relevant Policies and any other insurance policies from time to time and all proceeds of them;
- (h) all book and other debts due to the Acceding Chargor and their proceeds (both collected and uncollected) (together **Debts**) and all rights, guarantees, security or other collateral in respect of the Debts or any of them) and the benefit of any judgment or order to pay a sum of money and all rights to enforce the Debts (or any of them);
- (i) all monies from time to time standing to the credit of each account held by the Acceding Chargor with any bank, building society, financial institution or other person (each an **Account**);
- (j) all its Intellectual Property;
- (k) all its goodwill and uncalled capital;
- (l) the benefit of all Authorisations held or utilised by it in connection with its business or the use of any of its assets and the right to recover and receive compensation payable in respect of any of them;
- (m) its rights under any hedging agreement or other Treasury Transaction; and
- (n) to the extent that any assignment in clause 2.5 is ineffective as an assignment, the assets referred to in that clause.

2.7 Floating charge

The Acceding Chargor charges by way of first floating charge all its assets and undertaking wherever located both present and future other than any assets effectively charged by way of legal mortgage or fixed charge or assigned under clauses 2.4, 2.5 or 2.6.

2.8 Qualifying floating charge

This Deed contains a qualifying floating charge and paragraph 15 of Schedule B1 to the Insolvency (Northern Ireland) Order 1989 applies to the floating charge created by or under this Deed.

3 Consent of existing charging companies

The Chargor agree to the terms of this Deed and agree that its execution will in no way prejudice or affect any Security granted by any of them by or under the Debenture.

4 Security power of attorney

The Acceding Chargor, by way of security, irrevocably and severally appoints the Lender, each Receiver and any of their delegates or sub-delegates to be its attorney to take any action which the Acceding Chargor is obliged to take under this Deed or the Debenture. The Acceding Chargor ratifies and confirms whatever any attorney does or prompts to do pursuant to its appointment under this clause 4.

5 Notices

The Acceding Chargor confirms that its address details for notices in relation to clause 24 (Notices) of the Debenture are as follows:

Address: ◆

Facsimile: ◆

Attention: ◆

6 Counterparts

This 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 Deed.

7 Governing law and jurisdiction

Clause 34 (Governing law) of the Debenture shall be incorporated in this Deed as if set out here in full but so that references to the Debenture shall be construed as references to this Deed.

This Deed has been entered into as a deed on the date given at the beginning of this Deed.

Schedule 1

Properties

Schedule 2
Subsidiary Shares

Schedule 3
Relevant Agreements

SIGNATURES TO THE SECURITY DEED OF ACCESSION

Acceding Chargor

Executed as a deed by)
♦ Limited)	Director
acting by two directors or by a director and its)	
secretary)
)	Director/Secretary

OR

Executed as a deed by)	
♦ Limited/plc)
acting by a director in the presence of)	Director

.....
Signature of witness

Name

Address

.....

Lender

Executed as a deed by)
Homebase (UK &I) Holdings Limited)
acting by a director in the presence of) Director

.....
Signature of witness

Name

Address

.....

SIGNATURES TO THE DEBENTURE

Chargor

Executed as a deed by)
Hampden Group Limited)
acting by a director in the presence of) Director

[Redacted Signature]

[Redacted Signature]

Signature of witness

Name Simon Cuscombe

Address [Redacted Address]

[Redacted Address]

Address:

Facsimile:

Attention:

Lender

Executed as a deed by

Homebase (UK &I) Holdings Limited

acting by a director in the presence of

)

)

) Director

[Redacted]

Signature of witness

Name SEAN RYAN SHER

Address 80 NEW BOND STREET,

LONDON W1S 1SB