



Registration of a Charge

Company Name: **COCKPIT HOTEL (LONDON) LIMITED**

Company Number: **03405105**



Received for filing in Electronic Format on the: **26/02/2024**

XCXOQ40J

Details of Charge

Date of creation: **20/02/2024**

Charge code: **0340 5105 0020**

Persons entitled: **HSBC UK BANK PLC**

Brief description: **ALL THAT LEASEHOLD PROPERTY KNOWN AS THE HOTEL IBIS LONDON EARLS COURT, 47 LILLIE ROAD, LONDON SW6 1UD COMPRISED IN THE LEASE BETWEEN (1) THE LILLIE INVESTMENTS LIMITED AS LANDLORD AND (2) THE CHARGOR AS TENANT AND REGISTERED AT THE LAND REGISTRY WITH TITLE NUMBER BGL132743. ALL THAT LEASEHOLD PROPERTY KNOWN AS THE HOTEL IBIS LONDON EARL'S COURT, 47 LILLIE ROAD, LONDON SW6 1UD COMPRISED IN THE REVERSIONARY LEASE BETWEEN (1) LILLIE INVESTMENTS LIMITED AS LANDLORD AND (2) THE CHARGOR AS TENANT DATED 7 JUNE 2022 AND REGISTERED AT THE LAND REGISTRY WITH TITLE NUMBER BGL170346. ALL THAT LEASEHOLD PROPERTY KNOWN AS THE HOTEL IBIS LONDON EARL'S COURT, 47 LILLIE ROAD, LONDON, SW6 1UD COMPRISED IN THE REVERSIONARY LEASE BETWEEN (1) LILLIE INVESTMENTS LIMITED AS LANDLORD AND (2) THE CHARGOR AS TENANT DATED 15 NOVEMBER 2022 AND REGISTERED AT THE LAND REGISTRY WITH TITLE NUMBER BGL179417.**

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: 3405105

Charge code: 0340 5105 0020

The Registrar of Companies for England and Wales hereby certifies that a charge dated 20th February 2024 and created by COCKPIT HOTEL (LONDON) LIMITED was delivered pursuant to Chapter A1 Part 25 of the Companies Act 2006 on 26th February 2024 .

Given at Companies House, Cardiff on 27th February 2024

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



Companies House



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



Dated 20 February **2024**

COCKPIT HOTEL (LONDON) LIMITED
as Chargor

HSBC UK BANK PLC
as Security Agent

DEBENTURE

Contents

Clause	Page
1 Definitions and interpretation.....	1
2 Existing Debentures	5
3 Undertaking to pay	6
4 First legal mortgage	6
5 Fixed security	6
6 Floating security	8
7 Notices of assignment	8
8 Debts	9
9 Group Shares and Investments.....	10
10 Negative undertakings.....	12
11 Undertakings relating to the Charged Property	12
12 Enforcement of security.....	13
13 Powers of Receiver and Security Agent.....	15
14 Exclusion of liability	16
15 Application of proceeds	16
16 Protection of persons dealing with Security Agent Receiver or Delegate	18
17 Notice of subsequent charge.....	18
18 Further assurance	18
19 Power of attorney by Chargor	18
20 Discharge of security	19
21 Redemption	19
22 Miscellaneous.....	19
23 Law	21
24 Jurisdiction.....	21
Schedule 1	
The Property	22
Schedule 2	
List of Group Shares.....	23
Schedule 3	
Assigned Agreements	24
Schedule 4	
Part 1 - Form of notice to Account Bank	25
Part 2 - Acknowledgement	26
Schedule 5	
Part 1 - Notice of assignment to tenant	27
Part 2 – Acknowledgement	29
Schedule 6	
Part 1 - Notice of Assigned Agreement	30
Part 2 - Acknowledgement	32

This Debenture is made on

20 February 2024

Between

- (1) **Cockpit Hotel (London) Limited** (No. 03405105) whose registered office is at 47 Lillie Road, London SW6 1UD (**Chargor**); and
- (2) **HSBC UK Bank plc** as security trustee for the Secured Parties (**Security Agent**).

It is agreed

1 Definitions and interpretation

1.1 Definitions

To the extent not defined herein, capitalised terms and expressions used in this deed shall have the same meaning as ascribed to them in the Facilities Agreement, and in this deed:

2017 Debenture means the debenture dated 16 May 2017 entered into by the Chargor in favour of the Security Agent

2020 Debenture means the debenture dated 9 December 2020 entered into by the Chargor in favour of the Security Agent

2022 Debenture means the debenture dated 7 June 2022 entered into by the Chargor in favour of the Security Agent

2017 Legal Charge means the legal charge dated 16 May 2017 entered into by the Chargor in favour of the Security Agent

2020 Legal Charge means the legal charge dated 9 December 2020 entered into by the Chargor in favour of the Security Agent

Account means the Operating Account

Administrator means any one or more persons appointed as an administrator of the Chargor by the Security Agent under paragraph 14 of schedule B1 to the Insolvency Act

Assigned Agreements means the agreements and other documents listed in Schedule 3 (Assigned Agreements)

Charged Property means the assets mortgaged, charged or assigned by the Chargor under this deed

Debts means all book and other debts and rights to money and income (other than Operating Income, Rental Income, any rights assigned under clause 5(d) or 5(e), any Dividends and any Related Rights) liquidated and unliquidated due or owing to the Chargor including the benefit of all negotiable instruments, securities, guarantees and indemnities for such debts and rights but excluding cash at bank

Designated Account means an account of the Chargor (including each of the Accounts) opened at the request of or with the consent of the Security Agent with the Account Bank or any other account which is opened in place of such account at the request of or with the consent of the Security Agent

Dividends means all dividends, interest and other money payable in respect of the Group Shares and Investments

Existing Debentures means the:

- (a) 2017 Debenture
- (b) 2020 Debenture and
- (c) 2022 Debenture.

Existing Legal Charges means the:

- (a) 2017 Legal Charge and
- (b) 2020 Legal Charge

Facilities Agreement means a facilities agreement dated 12 May 2017 as amended on 15 May 2017, as further amended on 29 March 2019, as amended and restated on 9 December 2020, as further amended on 15 April 2021, 8 November 2021 and 27 April 2022, as amended and restated on 7 June 2022 and as amended and restated on or around the date of this deed between Lillie Investments Limited as borrower (1), the Chargor as guarantor (2), the financial institutions listed in schedule 2 to such facilities agreement as original lenders (3), the financial institutions listed in schedule 3 to such facilities agreement as original hedge counterparty (4) and HSBC UK Bank Plc as the Agent, Arranger and Security Agent (5)

Financial Collateral Regulations means the Financial Collateral Arrangements (No 2) Regulations 2003 SI 2003/3226

Group Shares means all the shares specified in Schedule 2 and any offer, right or benefit in respect of any such shares other than Dividends

Hedging Agreement means any master agreement, confirmation, transaction, schedule or other agreement entered into or to be entered into by the Chargor with the Hedge Counterparty for the purpose of hedging interest payable under the Facilities Agreement

Hotel means the hotel at the Property

Insolvency Act means the Insolvency Act 1986

Intellectual Property means:

- (a) any patents, trade marks, service marks, designs, business names, copyrights, database rights, design rights, domain names, moral rights, inventions, confidential information, know-how and other intellectual property rights and interests (which may now or in the future subsist), whether registered or unregistered and
- (b) the benefit of all applications and rights to use such assets of the Chargor (which may now or in the future subsist).

Investment means any:

- (a) stock, share, bond or any form of loan capital of or in any legal entity excluding the Group Shares

- (b) unit in any unit trust or similar scheme
- (c) warrant or other right to acquire any such investment, and any offer, right or benefit in respect of any such investment other than Dividends

LPA means the Law of Property Act 1925

Management Agreement means the hotel management agreement dated 31 August 2022 entered into between the Chargor and the Operator, pursuant to which the Operator is appointed to manage and operate the Hotel

Operating Account means a current account of the Chargor with the Account Bank and to be designated "Cockpit Hotel (London) Limited Operating Account" with account number 52115832 and sort code 40-05-20 or any replacement account opened by the Chargor at the request of or with the consent of the Agent

Operating Income means all revenues and income of any kind derived directly or indirectly from the operation of the Hotel including, but not limited to, total room sales, food and beverage sales and other charges, rentals, laundry sales, telephone, internet, telex and fax charges and all other revenues (including rentals or other payments from sub-lessees, licensees or other concessionaries)

Plant and Equipment means any fittings, plant, equipment, machinery, tools, vehicles, furniture and other tangible movable property which are not Real Property

Property means the property described in Schedule 1

Real Property means:

- (a) any freehold, leasehold or immoveable property (including the Property)
- (b) any buildings, fixtures, fittings, fixed plant or machinery from time to time situated on or forming part of such property

Related Rights means, in relation to an agreement, any guarantee or security for the performance of any such agreement, any money now or at any time in the future due or owing to the Chargor under or in connection with any such agreement, all claims for damages or other remedies in respect of any present or future breach of such agreement and all rights and remedies for enforcing such agreement

Rental Income means the aggregate of all amounts paid or payable to or for the account of the Chargor in connection with the letting, licence or grant of other rights of use or occupation of any part of the Property, including each of the following amounts:

- (a) rent, licence fees and equivalent amounts paid or payable
- (b) any sum received or receivable from any deposit held as security for performance of a tenant's obligations
- (c) a sum equal to any apportionment of rent allowed in favour of the Chargor
- (d) any other moneys paid or payable in respect of occupation and/or usage of the Property and any fixture and fitting on the Property including any fixture or fitting on the Property for display or advertisement, on licence or otherwise

- (e) any sum paid or payable under any policy of insurance in respect of loss of rent or interest on rent
- (f) any sum paid or payable, or the value of any consideration given, for the grant, surrender, amendment, supplement, waiver, extension or release of any Lease Document
- (g) any sum paid or payable in respect of a breach of covenant or dilapidations under any Lease Document
- (h) any sum paid or payable by or distribution received or receivable from any guarantor of any occupational tenant under any Lease Document
- (i) if relevant, any Tenant Contributions and
- (j) any interest paid or payable on, and any damages, compensation or settlement paid or payable in respect of, any sum referred to above less any related fees and expenses incurred (which have not been reimbursed by another person) by the Chargor

Secured Liabilities means all present and future obligations and liabilities (whether actual or contingent and whether owed jointly or severally as principal or surety or in any other capacity whatsoever) of each Transaction Obligor and the Chargor owed or expressed to be owed to any Secured Party under or in connection with each Finance Document and

Tenant Contributions means:

- (a) any amount paid or payable to the Chargor by any tenant under a Lease Document or any other occupier of the Property:
 - (i) by way of contribution to:
 - (A) ground rent
 - (B) insurance premia
 - (C) the cost of an insurance valuation
 - (D) a service or other charge in respect of the Chargor's costs in connection with any management, repair, maintenance or similar obligation or in providing services to a tenant of, or with respect to, the Property or
 - (E) a reserve or sinking fund
 - (ii) by way of VAT or
- (b) any other amount from time to time agreed between the Agent and the Chargor in writing

1.2 Interpretation

In this deed, unless a contrary indication appears:

- (a) this deed is a Finance Document.

- (b) the provisions of clause 1.2 (Construction) of the Facilities Agreement shall be deemed to be incorporated into this deed.
- (c) **obligations** means obligations and liabilities;
- (d) references to obligations and liabilities include the whole or any part of them, present and future, actual and contingent;
- (e) any reference to **powers** includes rights, powers, discretions and authorities;
- (f) any reference to any asset includes any proceeds of sale of any such asset;
- (g) reference to **winding up, liquidation** or **dissolution** includes any equivalent or analogous proceedings under the laws of any jurisdiction and any reference to a **liquidator, receiver, trustee** or **manager** includes the equivalent official in any jurisdiction;
- (h) a reference to **administration** shall include any equivalent or analogous proceedings under the laws of any applicable jurisdiction and any reference to an **administrator** or an **administrative receiver** shall include the equivalent official in any applicable jurisdiction; and
- (i) references to the Security created by this deed having become enforceable are references to the Security having become enforceable pursuant to, and in accordance with clause 12 (Enforcement of security).

1.3 Construction of charging clause

Each of the security interests created by clause 4 (First legal mortgage) and clause 5 (Fixed security) shall be construed as separate and distinct interests over the relevant assets so that the recharacterisation for any reason of any security interest over any one asset shall not affect the nature of the security interest created over any other asset.

1.4 Incorporation

This deed incorporates the terms of the Finance Documents and any side letters between the parties to the extent required to ensure the validity of any purported disposition under this deed of any freehold or leasehold property under s2(1) of the Law of Property (Miscellaneous Provisions) Act 1989.

2 Existing Debentures

- (a) This deed is in addition, and without prejudice, to the Existing Debentures. The parties agree that:
 - (i) the Existing Debentures continue in full force and effect and continue to secure the Secured Liabilities (as defined therein);
 - (ii) they are entering into this deed:
 - (A) in case, notwithstanding their agreement set out in clause 2(a)(i), the Existing Debentures are or become ineffective in any way; and
 - (B) in order for the Chargor to assume its additional obligations contained in this deed.

- (iii) without prejudice to the Existing Debentures, any references in this deed to the Security created hereunder being first ranking are subject to any prior ranking Security created under the Existing Debentures.

- (b) In the event of any inconsistency between the Existing Debentures and this deed, this deed shall prevail.

3 Undertaking to pay

The Chargor undertakes with the Security Agent to pay the Secured Liabilities to the Security Agent when due.

4 First legal mortgage

The Chargor charges by way of first legal mortgage its Property.

5 Fixed security

As continuing security for the payment of the Secured Liabilities the Chargor with full title guarantee:

- (a) charges to the Security Agent by way of first fixed charge all of its rights, title and interest from time to time in and to all interests and estates in any freehold, leasehold or commonhold property now or subsequently owned by it (other than any freehold, leasehold or commonhold property effectively charged by way of legal mortgage under clause 4 (First legal mortgage));
- (b) assigns to the Security Agent by way of fixed security its rights and interest in all present or future Rental Income;
- (c) assigns to the Security Agent by way of fixed security its rights and interest in all present or future Operating Income;
- (d) assigns to the Security Agent by way of fixed security its rights and interest in any present or future compensation and damages for the compulsory purchase of, or any blight or disturbance affecting, any Real Property;
- (e) assigns to the Security Agent by way of fixed security its rights and interest in any claim against any the provider of any certificate of or report on title or the provider of any other due diligence report (in its capacity as provider of the same) in connection with the acquisition, Capex Works, development, financing or refinancing of any Real Property;
- (f) assigns to the Security Agent by way of fixed security its rights and interest in:
 - (i) any present or future right to occupy any Real Property under licence;
 - (ii) rights under any present or future contract for the purchase of any Real Property and any Related Rights;
- (g) assigns to the Security Agent by way of equitable mortgage its rights and interest in:
 - (i) the Group Shares;
 - (ii) any present or future Dividends in respect of the Group Shares;

- (h) assigns to the Security Agent by way of equitable mortgage its rights and interest in:
 - (i) any present or future Investments other than the Group Shares;
 - (ii) any present or future Dividends in respect of any such Investments;
- (i) charges to the Security Agent by way of fixed charge its rights and interest in:
 - (i) any Plant and Equipment;
 - (ii) the benefit of all contracts, licences and warranties relating to any Plant and Equipment;
 - (iii) its present or future goodwill (including but not limited to the goodwill in respect of any business now or at any time after the date of this deed carried on by the Chargor at the Property) and uncalled capital;
 - (iv) any present or future Debts owing to the Chargor;
 - (v) any money now or at any time after the date of this deed standing to the credit of any Designated Account;
 - (vi) any present or future Intellectual Property;
- (j) charges to the Security Agent by way of fixed charge its rights and interest in any money now or at any time after the date of this deed standing to the credit of the Operating Account;
- (k) charges to the Security Agent by way of fixed charge its rights and interest in any present or future contract of insurance effected by or for the benefit of the Chargor and any Related Rights;
- (l) assigns to the Security Agent by way of fixed security its rights and interest in any present or future Hedging Agreement and any Related Rights including any amount payable to the Chargor as a result of a termination or closing out under a Hedging Agreement;
- (m) charges to the Security Agent by way of fixed charge (to the extent not otherwise charged or assigned under this deed) the benefit of all licences, consents, agreements and Authorisations held or used in connection with the business of the Chargor or the use of any of the Chargor's assets;
- (n) charges to the Security Agent by way of fixed charge its rights and interest in any proceeds arising from any Recovery Claims received by the Chargor;
- (o) assigns to the Security Agent by way of fixed security its rights and interest in each Assigned Agreement and any Related Rights to the extent capable of assignment without infringing any provision of such agreement and if the terms of any Assigned Agreement require the consent of any party to such agreement to the assignment to the Security Agent which consent has not been obtained at the date of this deed such assignment shall take effect immediately on such consent being obtained;
- (p) to the extent that any Assigned Agreement is not capable of assignment without infringing any provision of such agreement but is capable of being charged, charges to

the Security Agent by way of fixed security its rights and interest in such agreement and any Related Rights;

- (q) to the extent that any Assigned Agreement is not capable of assignment or charge without infringing any provision of such agreement, charges to the Security Agent the proceeds of any Related Rights in respect of such agreement; and
- (r) to the extent that any assignment in this clause 5 is ineffective as an assignment, charges to the Security Agent the assets referred to in that clause.

6 Floating security

6.1 Floating charge

As continuing security for the payment of the Secured Liabilities the Chargor charges to the Security Agent by way of floating charge with full title guarantee the whole of its present or future assets to the extent that such assets are not effectively mortgaged, charged or assigned to the Security Agent by way of fixed security under clause 4 (First legal mortgage) or clause 5 (Fixed security).

6.2 Conversion

Subject to clause 6.3, the Security Agent may at any time by written notice to the Chargor convert the floating charge created by clause 6.1 into a fixed charge as regards any assets specified in the notice if:

- (a) an Event of Default has occurred and is continuing; or
- (b) in the opinion of the Security Agent (acting reasonably) such assets are at risk of becoming subject to any Security (other than created pursuant to the Security Documents) or are otherwise at risk of ceasing to be within the ownership or control of the Chargor.

6.3 Moratorium under Insolvency Act

- (a) Subject to clause 6.3(b) below, the Security Agent shall not be entitled to convert the floating charge created by clause 6.1 into a fixed charge as a result only of the Chargor obtaining a moratorium or anything done with a view to obtaining a moratorium under Part A1 to the Insolvency Act.
- (b) Clause (a) above does not apply in respect of any floating charge referred to in subsection (4) of section A52 of Part A1 of the Insolvency Act.

6.4 Qualifying floating charge

Paragraph 14(2)(a) of schedule B1 to the Insolvency Act applies to the floating charge created by clause 6.1 which is a "qualifying floating charge" for the purpose of paragraph 14(1) of schedule B1 to the Insolvency Act.

7 Notices of assignment

7.1 Prohibited dealings

The Chargor shall not and shall procure that the Borrower shall not, without first obtaining the written consent of the Security Agent compound, release or do anything which would be

reasonably likely to result in the collection and/or recovery of any of the Opco Rental Income, the Rental Income or Operating Income being impeded, delayed or prevented.

7.2 Notice of charge of Accounts

The Chargor shall give notice of the charge of each of the Accounts substantially in the form set out in Part 1 of Schedule 4 to each bank at which such accounts are held (if not the Security Agent) and shall procure that each bank at which such accounts are held (if not the Security Agent) executes and delivers to the Security Agent an acknowledgement of such notice substantially in the form set out in Part 2 of Schedule 4.

7.3 Notice of assignment of Rental Income and acknowledgement

The Chargor shall if required by the Security Agent, following the occurrence of an Event of Default which is continuing, give notice of assignment of the Rental Income substantially in the form set out in Part 1 of Schedule 5 to each tenant of the Property and shall use reasonable endeavours to procure that each such tenant executes and delivers to the Security Agent an acknowledgement of such notice substantially in the form set out in Part 2 of Schedule 5.

7.4 Notice of assignment of Assigned Agreements

The Chargor shall give notice of the assignment of any Assigned Agreement in substantially the form set out in Part 1 of Schedule 6 to the other party or parties to such Assigned Agreement and shall use reasonable endeavours to procure that such party or parties executes and delivers to the Security Agent an acknowledgement of such notice substantially in the form set out in Part 2 of Schedule 6.

7.5 Security Agent may give notice

Nothing in this clause 7 shall prevent the Security Agent from giving any notice it considers necessary or desirable in relation to the Security created over any Charged Property.

7.6 Assignment of Hedging Agreement

The assignment of any Hedging Agreement in this deed is without prejudice to, and after giving effect to, the operation of any payment or close-out netting in respect of amounts owing under such Hedging Agreement.

7.7 Prior Notices

The Chargor shall not be required to give the notices or procure the acknowledgements referenced in this clause 7 where such equivalent notices have previously been served under the Existing Debentures and the Existing Legal Charges save that where an Event of Default has occurred, the Chargor shall immediately on request by the Security Agent serve such notices and procure acknowledgments in accordance with this clause 7.

8 Debts

8.1 Dealings with Debts

The Chargor shall:

- (a) use its reasonable endeavours to realise the Debts and not give any release or waiver or do anything which may prejudice the collection and recovery of any of the Debts;

- (b) from time to time if reasonably required by the Security Agent provide the Security Agent with the names and addresses of the debtors of the Chargor and the amount of the Debts owing from each of them and such other information relating to the Debts as the Security Agent may reasonably require;
- (c) pay the proceeds of realisation of any Debt into the Designated Account in accordance with the terms of the Facilities Agreement and not, subject to the terms of the Facilities Agreement withdraw any money from the Designated Account without first obtaining the consent in writing of the Security Agent (such consent not to be unreasonably withheld or delayed); and
- (d) permit the Account Bank (if not the Security Agent) to disclose to the Security Agent from time to time upon request full details of all the Chargor's accounts with such bank and any other information relating to the Chargor held by such bank.

8.2 Notice of charge of Designated Account

If the Account Bank is not the Security Agent the Chargor shall give notice of the charge of the Designated Account to the Account Bank in substantially the form set out in Part 1 of Schedule 4 and shall procure that the Account Bank executes and delivers to the Security Agent an acknowledgement of the rights of the Security Agent in respect of such account substantially in the form set out in Part 2 of Schedule 4.

9 Group Shares and Investments

9.1 Deposit of certificates

The Chargor shall deposit with the Security Agent:

- (a) on or before the date of this deed, the certificates or other documents of title to each Group Share and Investment owned by the Chargor on such date;
- (b) on the date of the acquisition of any Group Share or Investment acquired by the Chargor after the date of this deed or on the withdrawal of any Group Share or Investment owned by the Chargor from any clearance system, the certificates or other documents of title to each such Investment;
- (c) together with the certificates or other documents of title referred to in clauses 9.1(a) and 9.1(b), duly executed undated blank transfers in respect of each such Group Share or Investment and forms of waiver of any preemption rights necessary to enable such transfers to be registered.

9.2 Payment of money due

The Chargor shall promptly pay all money which may from time to time be due in respect of any Group Share or Investment forming part of the Charged Property.

9.3 Nominees

If any Group Share or Investment forming part of the Charged Property is registered in the name of a nominee the Chargor shall on demand provide to the Security Agent an equitable mortgage over such Group Share or Investment or power of attorney or acknowledgement of the rights created by this deed over such Group Share or Investment in favour of the Security Agent in

such terms as the Security Agent may reasonably require duly executed by or on behalf of such nominee.

9.4 **Completion of transfers**

The Security Agent may at any time, after the occurrence of an Event of Default which is continuing, complete any transfers of any Group Share or Investment delivered to it under clause 9.1(c) in favour of itself or any nominee for it as transferee and may present the same for registration.

9.5 **Dividends and voting rights before Event of Default**

The Chargor shall be entitled to exercise each of the following rights until this deed becomes enforceable and the Security Agent has given written notice of its intention to exercise any of such rights:

- (a) to receive all Dividends in respect of any Group Share or Investment free from the security created by this deed; and
- (b) to exercise all voting rights attached to any Group Share or Investment and if the Security Agent is registered as the holder of any such Group Share or Investment it will exercise all voting rights attached to it as directed by the Chargor.

9.6 **Dividends and voting rights after Event of Default**

The Security Agent shall be entitled to exercise each of the following rights at any time after this deed becomes enforceable and the Security Agent has given the Chargor written notice of its intention to exercise such right itself:

- (a) to receive all Dividends and apply them in reduction of the Secured Liabilities whether or not any Group Share or Investment is registered in the name of the Security Agent or any nominee for the Security Agent or in the name of the Chargor or any nominee for the Chargor;
- (b) at its discretion to exercise or procure the exercise of all voting rights attached to any Group Share or Investment registered in the name of the Security Agent or any nominee for the Security Agent for the purpose only of preserving the value of such Group Share or Investment or realising the security over such Investment created by this deed; and
- (c) to require the Chargor to exercise any voting rights attached to any Group Share or Investment registered in the name of the Chargor or any nominee for the Chargor as directed by the Security Agent for the purpose mentioned in clause 9.6(b).

9.7 **Security Agent may give up voting rights**

The Security Agent may at any time by giving written notice to the Chargor give up any right it may have under clause 9.6(b) or clause 9.6(c) in relation to any of the Group Shares or Investments specified in such notice (**Notified Shares**) whereupon the Chargor may exercise all voting rights in relation to the Notified Shares subject to the terms of the Finance Documents.

9.8 Dematerialisation

The Chargor must promptly take all action required for the rematerialisation of any Group Share or Investment forming part of the Charged Property held in dematerialised form in a clearance system.

10 Negative undertakings

10.1 Negative pledge

The Chargor shall not create or permit to subsist any Security over any of the Charged Property other than as permitted pursuant to clause 22.3(c) (Negative Pledge) of the Facilities Agreement.

10.2 Disposals

Except as permitted by clause 22.4 (Disposals) of the Facilities Agreement, the Chargor shall not sell, transfer, lease or otherwise dispose or purport or agree to dispose of:

- (a) any of its assets which are expressed to be mortgaged by way of legal or equitable mortgage, assigned by way of security or charged by way of fixed security or charge to the Security Agent under clause 4 (First legal mortgage) or clause 5 (Fixed security); or
- (b) any of its other assets other than on arm's length terms in the ordinary course of its trading.

11 Undertakings relating to the Charged Property

11.1 Proprietorship

The Chargor shall not permit any person:

- (a) to be registered as proprietor under the Land Registration Act 2002 of any Charged Property nor create or permit to arise any interest referred to in schedule 1 or schedule 3 of such Act affecting any Charged Property; or
- (b) to become entitled to any proprietary right or interest which might affect the value of any Charged Property.

11.2 Powers of leasing

The Chargor's statutory and any other powers of entering into any Lease Document and accepting or agreeing to accept surrenders of any Lease Document are excluded except to the extent (if any) specifically provided in the Facilities Agreement.

11.3 Identification plate

The Chargor shall if so requested by the Security Agent (acting reasonably):

- (a) place and maintain on any Plant and Equipment forming part of the Charged Property, in a conspicuous place, a clearly legible identification plate containing the following wording:

"NOTICE OF CHARGE

This [description of item] and ancillary equipment is subject to a fixed charge in favour of ♦";

- (b) obtain from any landlord of premises on which any such Plant and Equipment is located a waiver of such landlord's rights of distress in form and substance satisfactory to the Security Agent.

11.4 The Assigned Agreements

Save as permitted under the Facilities Agreement, the Chargor shall:

- (a) comply with the provisions of each Assigned Agreement and not do or omit to do anything which is reasonably likely to result in any impairment of any of the rights and benefits assigned by this deed; and
- (b) not, without first obtaining the consent in writing of the Security Agent (such consent not to be unreasonably withheld or delayed), commence arbitration or other legal proceedings under or in connection with any Assigned Agreement.

11.5 Failure to comply

If the Chargor fails to comply with any of its obligations under this deed the Security Agent may take such steps as it considers appropriate to procure compliance with such obligations at the cost of the Chargor.

12 Enforcement of security

12.1 Security Agent's powers

On the occurrence of an Event of Default which is continuing or if the Chargor requests that the Security Agent exercises any of its powers under this clause 12.1, this deed shall become enforceable and the Security Agent may immediately or at any time thereafter:

- (a) appoint one or more persons as an Administrator of the Chargor in accordance with schedule B1 to the Insolvency Act;
- (b) exercise the power of sale and all other powers conferred by s101 of the LPA as varied or extended by this deed;
- (c) subject to clause 6.3 (Moratorium under Insolvency Act), by written notice to the Chargor convert the floating charge created by clause 6.1 (Floating charge) into a fixed charge as regards any assets specified in the notice;
- (d) make any lease or agreement for lease or accept surrenders of leases and grant options on such terms as it thinks fit without needing to comply with sections 99 and 100 of the LPA;
- (e) subject to s72A of and paragraph 43 of Schedule A1 to the Insolvency Act, appoint one or more persons as a Receiver of any Charged Property;
- (f) exercise all the powers conferred on a Receiver by this deed, the LPA and the Insolvency Act;

- (g) by notice to the Chargor end the Chargor's right to possession of all or any Real Property forming part of the Charged Property and enter into possession of all or such part of such Real Property;
- (h) secure and perfect its title to all or any part of the Charged Property and/or transfer any asset into the name of its nominee; and
- (i) to the extent that this deed constitutes a **security financial collateral arrangement** as defined in the Financial Collateral Regulations, appropriate any Charged Property which constitutes **financial collateral** as defined in the Financial Collateral Regulations in or towards satisfaction of the Secured Liabilities and the Security Agent shall value such Charged Property by reference to an independent valuation or other procedure selected by the Security Agent acting reasonably.

12.2 Powers under the LPA

- (a) Section 103 of the LPA will not apply to this deed.
- (b) The power of sale and all other powers conferred by s101 of the LPA as varied or extended by this deed will arise upon execution of this deed by the Chargor.

12.3 Cash cover

After the occurrence of an Event of Default which is continuing the Chargor shall, immediately on written demand, provide to the Security Agent full cash cover for any contingent liabilities forming part of the Secured Liabilities including liabilities arising in respect of bills of exchange or promissory notes accepted, endorsed or discounted and bonds, guarantees, indemnities, documentary or other credits or other instruments from time to time entered into by any Finance Party.

12.4 Administrators

If the Security Agent appoints two or more persons as Administrator of the Chargor, the appointment may specify whether those persons are to act jointly or concurrently.

12.5 Receivers

- (a) The Security Agent may appoint any Receiver upon such terms as to remuneration and otherwise as the Security Agent thinks fit and the maximum rate specified in s109(6) of the LPA shall not apply.
- (b) Any Receiver will be the agent of the Chargor for all purposes and the Chargor will be responsible for such Receiver's acts and defaults and for his remuneration, costs, fees, taxes and expenses to the exclusion of liability on the part of the Security Agent.
- (c) Where two or more persons are appointed as Receiver any act authorised to be done by the Receiver may be done by all of them acting jointly or by any one or more of them acting severally.
- (d) The Security Agent may at any time by writing remove any Receiver (subject to the obtaining of any required order of the court in the case of an administrative receiver) whether or not the Security Agent appoints any other person as Receiver in his place.

13 Powers of Receiver and Security Agent

13.1 Statutory powers

A Receiver shall have and be entitled to exercise all the powers conferred on a receiver by the LPA and, whether or not such a Receiver is an administrative receiver, all the powers conferred upon an administrative receiver by Schedule 1 to the Insolvency Act which powers are incorporated in this deed provided that references in that Schedule to "the property of the Company" will be deemed to be references to the Charged Property for the purposes of this deed.

13.2 Additional powers

By way of addition to and without limiting any other powers referred to in this clause a Receiver shall have power (both before and after the commencement of any liquidation of the Chargor) to do every act and thing and exercise every power:

- (a) which the Chargor would have been entitled to do or exercise if no Receiver had been appointed or which the Receiver would have been entitled to do or exercise if the Receiver were the absolute legal and beneficial owner of the Charged Property;
- (b) which such Receiver in his absolute discretion considers necessary or desirable for maintaining or enhancing the value of any Charged Property or for or in connection with the enforcement of the Security created by this deed or the realisation of any Charged Property;
- (c) which such Receiver in his absolute discretion considers necessary or desirable for completing the Capex Works including continuing and performing the Capex Works, or any part of them, or any other development, entering into a building contract or other contract or agreement for or relating to the Capex Works, or any part of them, or any other development, purchasing such materials and other articles and things as he may think fit in connection with the Capex Works, discontinuing the Capex Works or any part of them, or any other development, and repudiating and rescinding any building contract or other contract or agreement, and may use the name of the Chargor in connection with any exercise of such powers.

13.3 Consideration

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

13.4 Prior encumbrances

At any time after the security given by this deed has become enforceable, the Security Agent may redeem any prior Security against the Charged Property or procure a transfer of such Security to itself and may agree the accounts of the person entitled to that Security and any accounts so agreed will be binding on the Chargor. Any money paid by the Security Agent in connection with a redemption or transfer of any prior Security will form part of the Secured Liabilities.

13.5 Possession

If the Security Agent, any Receiver or any Delegate takes possession of any Charged Property it may go out of possession at any time.

14 Exclusion of liability

14.1 No obligation to recover

None of the Security Agent, any Receiver or any Delegate is under any obligation to take action to collect any money or enforce any rights comprised in the Charged Property whether or not it is in possession of the relevant Charged Property.

14.2 Liability as mortgagee in possession

If the Security Agent, any Receiver or any Delegate takes possession of any Charged Property, it will not be liable to account to the Chargor for anything except actual receipts or be liable to the Chargor for any loss arising from any realisation of any Charged Property or for any default or omission for which a receiver or mortgagee in possession would be liable.

14.3 Losses on enforcement

No Secured Party will be liable to the Chargor for any loss or damage arising from:

- (a) any sale of any Charged Property;
- (b) any act, default or omission of any Secured Party in relation to any Charged Property; or
- (c) any exercise or non-exercise by any Secured Party of any power conferred upon it in relation to any Charged Property by or pursuant to this deed or by the LPA, unless such loss or damage is caused by the fraud, gross negligence or wilful misconduct of such Secured Party.

15 Application of proceeds

15.1 Order of application

Subject to clause 15.2 and to claims having priority to the Security created by this deed and by way of variation to the provisions of the LPA, all amounts from time to time received or recovered by the Security Agent in connection with the realisation or enforcement of all or any part of the Security constituted by this deed (for the purposes of this clause the **Recoveries**) shall be held by the Security Agent on trust to apply them at any time as the Security Agent (in its discretion) sees fit, to the extent permitted by applicable law (and subject to the provisions of this clause), in the following order:

- (a) in payment of all costs and expenses incurred by any Secured Party in connection with any realisation or enforcement of this deed and of all outgoings properly payable by any Secured Party;
- (b) in payment of remuneration to any Receiver;
- (c) for application in accordance with clause 32.5 (Partial Payments) of the Facilities Agreement; and

- (d) the balance (if any) will be applied as required by law.

15.2 Prospective liabilities

The Security Agent may, in its discretion, hold any amount of the Recoveries in an interest bearing suspense or impersonal account(s) in the name of the Security Agent (or at its option the name of any other Finance Party any of whose Secured Liabilities are at that time still contingent) with such financial institution (including itself) and for so long as the Security Agent shall think fit (the interest being credited to the relevant account) for later application under clause 15.1 in respect of:

- (a) any sum owing to the Security Agent, any Receiver or any Delegate; and
- (b) any part of the Secured Liabilities, that the Security Agent reasonably considers, in each case, might become due or owing at any time in the future.

15.3 Investment of proceeds

Prior to the application of the proceeds of the Recoveries in accordance with clause 15.1 the Security Agent may, in its discretion, hold all or part of those proceeds in an interest bearing suspense or impersonal account(s) in the name of the Security Agent with such financial institution (including itself) and for so long as the Security Agent shall think fit (the interest being credited to the relevant account) pending the application from time to time of those moneys in the Security Agent's discretion in accordance with clause 15.1.

15.4 Currency conversion

- (a) For the purpose of, or pending the discharge of, any of the Secured Liabilities the Security Agent may convert any moneys received or recovered by the Security Agent from one currency to the currency in which the Secured Liabilities are denominated, at a market rate of exchange.
- (b) The obligations of the Chargor to pay in the due currency shall only be satisfied to the extent of the amount of the due currency purchased after deducting the costs of conversion.

15.5 Permitted deductions

The Security Agent shall be entitled, in its discretion:

- (a) to set aside by way of reserve amounts required to meet, and to make and pay, any deductions and withholdings (on account of taxes or otherwise) which it is or may be required by any applicable law to make from any distribution or payment made by it under this deed; and
- (b) to pay all Taxes which may be assessed against it in respect of any of the Charged Property, or as a consequence of performing its duties, or by virtue of its capacity as Security Agent under any of the Finance Documents or otherwise (other than in connection with its remuneration for performing its duties under the Facilities Agreement).

16 Protection of persons dealing with Security Agent Receiver or Delegate

No person dealing with the Security Agent or any Receiver or Delegate will be concerned to enquire:

- (a) whether any event has happened upon which any of the powers conferred by this deed may have arisen or be exercisable;
- (b) otherwise as to the propriety or regularity of any exercise of the powers conferred by this deed or of any act purporting or intended to be in exercise of such powers; or
- (c) whether any Secured Liabilities remain owing.

17 Notice of subsequent charge

If any Finance Party receives notice of any Security or other interest affecting any Charged Property:

- (a) it may open a new account for the Chargor in its books and may transfer any outstanding balance owing by the Chargor to such new account;
- (b) if it does not open a new account then, unless it gives express written notice to the contrary to the Chargor, all payments made by the Chargor to it will as from the time of receipt of such notice be treated as having been credited to a new account of the Chargor and not as having been applied in reduction of the Secured Liabilities.

18 Further assurance

When required by the Security Agent or any Receiver the Chargor shall, at its own cost:

- (a) execute a charge by way of legal mortgage, assignment by way of security or fixed charge over any assets of the Chargor and such legal mortgage, assignment or charge shall secure the Secured Liabilities and contain a power of sale which arises immediately upon execution, provisions excluding s93 of the LPA and the restrictions contained in s103 of the LPA and such other provisions including any similar to those in this deed as the Security Agent may reasonably require;
- (b) execute any documents or do any other thing which the Security Agent or any Receiver may require for perfecting or protecting any Security created by this deed or in connection with the exercise of any powers given to the Security Agent or any Receiver under this deed; and
- (c) convey, transfer, assign or otherwise deal with any Charged Property in such manner as the Security Agent or any Receiver may require in connection with any enforcement of any Security created by this deed.

19 Power of attorney by Chargor

- 19.1 Subject to clause 19.2 below, the Chargor irrevocably and by way of security appoints each of the Security Agent, any person selected by the Security Agent and any Receiver as its attorney in each case (with full power to appoint substitutes and to delegate) severally in its name and on its behalf to execute any document or do any act or thing which:

- (a) the Chargor is entitled to execute or do in relation to the Charged Property including giving a receipt for any money and exercising any rights or remedies forming part of the Charged Property; or
- (b) the Chargor is obliged to execute or do under this deed.

19.2 The powers granted in clause 19.1 above shall take effect upon the date of this deed, but may only be exercised by the Security Agent, any person selected by the Security Agent or any Receiver:

- (a) on and from the occurrence of an Event of Default which is continuing; or
- (b) where the Chargor has failed to do anything which the Chargor is obliged to do under this deed and has not done so within a period of five Business Days following request by the Security Agent.

20 Discharge of security

20.1 Discharge conditional

Any discharge of the Chargor by the Security Agent in reliance on a payment or security received by the Security Agent will cease to be effective if that payment or security is avoided, reduced or invalidated for any reason and the Security Agent will be entitled to recover from the Chargor on demand the amount of the Secured Liabilities discharged by such payment or security.

20.2 Retention of security

Following any discharge of the Chargor made by the Security Agent in reliance on a payment or security the Security Agent may retain the security constituted by this deed (and all documents of title or other documents necessary to protect such Security) until the expiry of the maximum period within which such payment or security can be avoided, reduced or invalidated for any reason. If the person making such payment or giving such security goes into liquidation or administration or equivalent proceedings in any foreign jurisdiction within that period the Security Agent may retain the security constituted by this deed for as long as it thinks fit.

21 Redemption

If the Security Agent determines in accordance with the Facilities Agreement that all of the Secured Liabilities have been fully and finally discharged and no Secured Party is under any commitment, obligation or liability (actual or contingent) to make advances or provide other financial accommodation to any Obligor pursuant to the Finance Documents the Security Agent shall release, without recourse or warranty:

- (a) all of the Security constituted by this deed; and
- (b) the rights of the Security Agent under this deed, and re-assign and return all deeds and documents of title delivered to the Security Agent.

22 Miscellaneous

22.1 Trust

The Security Agent holds the benefit of this deed as trustee for the Secured Parties on the terms set out in the Facilities Agreement.

22.2 Possession

The Chargor shall be entitled to possession of any Real Property forming part of the Charged Property until termination of such right by the Security Agent under clause 12.1 (Security Agent's powers).

22.3 Third party rights

- (a) Unless expressly provided to the contrary, a person who is not a party to this deed has no right under the Third Parties Act to enforce or to enjoy the benefit of any term of this deed.
- (b) Notwithstanding any term of this deed, the consent of any person other than the Chargor and the Security Agent is not required to rescind or vary this deed at any time.
- (c) A Secured Party may, subject to this clause 22.3 and the Third Parties Act, rely on any provision of this deed which expressly confers rights on it.

22.4 No assumption of obligations

The Security Agent will not be liable to comply with the obligations assumed by the Chargor under any Assigned Agreement or in respect of any of the Charged Property and the Security Agent will not be under any obligation or liability by reason of, or arising out of, this deed nor will the Security Agent be required to make any enquiry as to the nature or sufficiency of any payment received by the Security Agent or to present or file any claim or take any other action to collect or enforce the payment of any amount or to enforce any other right to which the Security Agent may be entitled by virtue of this deed at any time.

22.5 Continuing security

This deed is a continuing security and extends to the balance from time to time of the Secured Liabilities irrespective of any intermediate payment of the Secured Liabilities.

22.6 Other security

This deed is in addition to and will not in any way be prejudiced or affected by the holding or release by the Security Agent or any other person of any other security at any time held by the Security Agent.

22.7 Consolidation

The restrictions on the right of consolidating mortgage securities contained in s93 of the LPA will not apply to this deed.

22.8 Land Registry consent

By executing this deed the Chargor consents to the entry of the following restriction against any registered titles (and any unregistered properties subject to compulsory first registration) which are at any time subject to this deed:

"No disposition of the registered estate by the proprietor of the registered estate is to be registered without a written consent signed by the proprietor for the time being of the charge [date] in favour of HSBC UK Bank plc referred to in the charges register".

22.9 Counterparts

- (a) 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.
- (b) This document takes effect as a deed notwithstanding the fact that one party may only execute this document under hand.

23 Law

This deed and any non-contractual obligations arising out of or in connection with this deed shall be governed by English law.

24 Jurisdiction

24.1 Jurisdiction of English courts

- (a) The courts of England have exclusive jurisdiction to settle any dispute arising out of or in connection with this deed (including a dispute regarding the existence, validity or termination of this deed and a dispute regarding a non-contractual obligation referred to in clause 23 (Law)) (**Dispute**).
- (b) The Security Agent and the Chargor agree that the courts of England are the most appropriate and convenient courts to settle Disputes. The Chargor will not argue to the contrary.
- (c) This clause is for the benefit of the Security Agent only. As a result, the Security Agent shall not be prevented from taking proceedings relating to a Dispute in any other courts with jurisdiction. To the extent allowed by law, the Security Agent may take concurrent proceedings in any number of jurisdictions.

Executed as a deed by the parties or their duly authorised representatives on but not delivered until the date of this Deed.

Schedule 1**The Property**

All that leasehold property known as the Hotel Ibis London Earls Court, 47 Lillie Road, London SW6 1UD comprised in the lease between (1) the Lillie Investments Limited as landlord and (2) the Chargor as tenant and registered at the Land Registry with Title Number BGL132743.

All that leasehold property known as the Hotel Ibis London Earl's Court, 47 Lillie Road, London SW6 1UD comprised in the reversionary lease between (1) Lillie Investments Limited as landlord and (2) the Chargor as tenant dated 7 June 2022 and registered at the Land Registry with Title Number BGL170346.

All that leasehold property known as the Hotel Ibis London Earl's Court, 47 Lillie Road, London SW6 1UD comprised in the reversionary lease between (1) Lillie Investments Limited as landlord and (2) the Chargor as tenant dated 15 November 2022 and registered at the Land Registry with Title Number BGL179417.

Schedule 2

List of Group Shares

None at the date of this deed.

Schedule 3**Assigned Agreements**

- 1 Any agreement or document relating to the acquisition, construction, management, design, servicing, marketing, development, refurbishment, repair, letting, servicing, operation or use of any Real Property (or any part of it) in respect of which the Chargor has an interest or the Hotel (but not including the Management Agreement).
- 2 Any Hedging Agreement.
- 3 Any section 106 agreement, any section 278 agreement, all warranty agreements in favour of the Chargor which relate to the Capex Works, and any other agreement or document relating to the acquisition, construction, management, design, servicing, marketing, Capex Works, operation or use of any Real Property (or any part of it) in respect of which the Borrower has an interest.

Schedule 4**Part 1 - Form of notice to Account Bank**

To: [insert name and address of Account Bank] (**Account Bank**)

Dated: ♦

Dear Sirs

We refer to the account of Cockpit Hotel (London) Limited (**Chargor**) with you numbered ♦.

We give you notice that, by a debenture dated ♦ the Chargor has charged to HSBC UK Bank plc (**Security Agent**) its interest in and to the money from time to time standing to the credit of the account referred to above (**Charged Account**) and to all interest (if any) accruing on the Charged Account.

We irrevocably authorise and instruct you:

- 1 to disclose to the Security Agent any information relating to the Chargor and the Charged Account which the Security Agent may from time to time request you to provide;
- 2 with effect from your receiving written notice from the Security Agent that it intends to operate the Charged Account:
 - (a) to pay all or any part of monies from time to time standing to the credit of the Charged Account to the Security Agent (or as it may direct) promptly following receipt of written instructions from the Security Agent to that effect; and
 - (b) not to permit the Chargor to receive, withdraw or otherwise transfer any credit balance from time to time on the Charged Account without first obtaining the consent in writing of the Security Agent.

This notice and any non-contractual obligations arising out of or in connection with this notice are governed by the law of England.

Would you please acknowledge receipt of this letter and your acceptance of the above by signing the attached form of acknowledgement and returning it to the Security Agent at FAO Matt Hessey, HSBC UK Bank plc, Level 6, 71 Queen Victoria Street, London, EC4V 4AY.

Yours faithfully

Cockpit Hotel (London) Limited

Part 2 - Acknowledgement

To: HSBC UK Bank plc

Level 6, 71 Queen Victoria Street, London, EC4V 4AY

FAO: Matt Hessey

[Date]

Dear Sirs

We acknowledge receipt of a notice (a copy of which is attached) dated ♦ and addressed to us by Cockpit Hotel (London) Limited (**Chargor**). Expressions defined in such notice have the same meanings in this acknowledgement.

We acknowledge and confirm that:

- 1 we accept the instructions in the notice and will act in accordance with the provisions of such notice until the Security Agent notifies us in writing that the notice is revoked;
- 2 we have not received notice that any third party has any interest in the Charged Account;
- 3 we have not claimed or exercised, nor will we claim or exercise against the Chargor, any right of set-off, lien, combination of accounts, counterclaim or other right relating to the Charged Account.

This acknowledgement and any non-contractual obligations arising out of or in connection with this acknowledgement are governed by the law of England and in connection with any proceedings with respect to this acknowledgment and any such non-contractual obligations we submit to the jurisdiction of the Courts of England for your exclusive benefit.

Yours faithfully

♦

Schedule 5**Part 1- Notice of assignment to tenant**

To: ♦

[Date]

Dear Sirs

We refer to a lease dated ♦ (**Lease**) between us and you in respect of ♦ (**Demised Property**).

We give you notice by a debenture dated ♦ entered into between us and HSBC UK Bank plc (**Security Agent**), we have assigned to the Security Agent all our rights and interest in all amounts now or at any time in the future payable to us under or in connection with the Lease including but not limited to each of the following amounts:

- 1 rent, licence fees and equivalent amounts paid or payable;
- 2 any sum received or receivable from any deposit held as security for performance of your obligations;
- 3 a sum equal to any apportionment of rent allowed our favour;
- 4 any other moneys paid or payable in respect of occupation and/or usage of the Demised Property and any fixture and fitting on the Demised Property including any fixture or fitting on the Demised Property for display or advertisement, on licence or otherwise;
- 5 any sum paid or payable, or the value of any consideration given, for the grant, surrender, amendment, supplement, waiver, extension or release of the Lease;
- 6 any sum paid or payable in respect of a breach of covenant or dilapidations under the Lease;
- 7 any sum paid or payable by or distribution received or receivable from any guarantor of your obligations under the Lease;
- 8 any amount paid or payable to us by you by way of contribution to ground rent, insurance premia, the cost of an insurance valuation, a service or other charge in respect of our costs in connection with any management, repair, maintenance or similar obligation or in providing services to a tenant of, or with respect to, the Demised Property or a reserve or sinking fund or by way of VAT; and
- 9 any interest paid or payable on, and any damages, compensation or settlement paid or payable in respect of, any sum referred to above;

(together the **Rental Income**).

We irrevocably instruct and authorise you notwithstanding any previous instructions which we may have given to you to the contrary to pay all Rental Income to such account and/or bank as may from time to time be notified to you by the Security Agent all moneys forming part of the Rental Income and otherwise to act in accordance with the instructions of the Security Agent in connection with the Rental Income.

This notice and any non-contractual obligations arising out of or in connection with this notice are governed by the law of England.

Would you please acknowledge receipt of this notice and your acceptance of the instructions and authorisations contained in it by signing the attached form of acknowledgement and returning it to the Security Agent at FAO Matt Hessey, HSBC UK Bank plc, Level 6, 71 Queen Victoria Street, London, EC4V 4AY.

Yours faithfully,

COCKPIT HOTEL (LONDON) LIMITED

Part 2 – Acknowledgement

To: HSBC UK Bank plc

Level 6, 71 Queen Victoria Street, London, EC4V 4AY

FAO: Matt Hessey

[Date]

Dear Sirs

We acknowledge receipt of a notice (a copy of which is attached) dated ♦ and addressed to us by Cockpit Hotel (London) Limited (**Chargor**). Expressions defined in such notice have the same meanings in this acknowledgement.

We acknowledge and confirm that:

- 1 we will pay the Rental Income into such account and/or bank as the Security Agent may from time to time notify to us;
- 2 we have not, as at the date of this letter, received any notice that any third party has or will have any right or interest in or has made or will be making any claim or demand or taking any action against the Rental Income.

This acknowledgement and any non-contractual obligations arising out of or in connection with this acknowledgement are governed by the law of England and in connection with any proceedings with respect to this acknowledgement and any such non-contractual obligations we submit to the jurisdiction of the Courts of England for your exclusive benefit.

Yours faithfully,

♦

Schedule 6**Part 1 - Notice of Assigned Agreement**

To: ♦

[Date]

Dear Sirs

We refer to an agreement dated ♦ (as such agreement may be amended or supplemented, the **Assigned Agreement**) between us and you a copy of which is attached.

We give you notice that by a debenture dated ♦ (**Debenture**) entered into between us and HSBC UK Bank plc (**Security Agent**) we have assigned to the Security Agent all our present and future rights and interest in:

- 1 the Assigned Agreement and any money now or at any time in the future due or owing to us under or in connection with the Assigned Agreement; and
- 2 all guarantees, indemnities, mortgages, charges and other security of whatever nature now or in the future held by us in respect of the Assigned Agreement including all money now or at any time in the future due or owing to us under or in connection with the same and all rights and remedies for enforcing the same,

(together the **Assigned Assets**).

We irrevocably and unconditionally instruct and authorise you (notwithstanding any previous instructions whatsoever which we may have given to you to the contrary):

- (a) to pay to the Security Agent at such account or accounts and/or bank or banks as may from time to time be notified to you by the Security Agent) all moneys forming part of the Assigned Assets and otherwise to act in accordance with the instructions of the Security Agent in connection with the Assigned Assets;
- (b) to comply with the terms of any written notice, statement or instructions in any way relating or purporting to relate to the Assignment and/or the Assigned Assets which you receive at any time from the Security Agent; and
- (c) to disclose to the Security Agent, such information relating to the Assigned Assets as the Security Agent may, at any time request.

In each case without any reference to or further authority from us and without any enquiry by you as to the justification for such instructions, notice, statement, instructions or disclosure.

The instructions and authorisations which are contained in this letter will remain in full force and effect until the Security Agent gives you notice in writing revoking them.

This letter and any non-contractual obligations arising out of or in connection with this letter are governed by the law of England.

Would you please acknowledge receipt of this letter and your acceptance of the instructions and authorisations contained in it by signing the attached form of acknowledgement and returning it to the Security Agent at FAO Matt Hessey, HSBC UK Bank plc, Level 6, 71 Queen Victoria Street, London, EC4V 4AY.

Yours faithfully

Cockpit Hotel (London) Limited

Part 2 - Acknowledgement

To: HSBC UK Bank plc

Level 6, 71 Queen Victoria Street, London, EC4V 4AY

FAO: Matt Hessey

[Date]

Dear Sirs

We acknowledge receipt of a letter (a copy of which is attached) dated ♦ and addressed to us by Cockpit Hotel (London) Limited (**Chargor**) with respect to the Debenture. Expressions defined in such letter have the same meanings in this acknowledgement.

We acknowledge and confirm that:

- 1 we have not claimed or exercised, have no outstanding right to claim or exercise and will not exercise, any right of set-off, counterclaim or other right relating to any payments to be made by it in respect of our indebtedness under the Assigned Agreement;
- 2 we have not received any notice that any third party has or will have any right or interest in or has made or will be making any claim or demand or taking any action against the Assigned Agreement; and
- 3 we agree that you do not have any obligations, liabilities or responsibilities under or in respect of the Assigned Agreement.

We have made the acknowledgements and confirmations and have given the undertakings set out in this letter in the knowledge that they are required by you in connection with the security which is to be constituted by the Chargor in your favour under the Debenture.

This letter and any non-contractual obligations arising out of or in connection with this letter are governed by the law of England and in connection with any proceedings with respect to this letter and any such non-contractual obligations we submit to the jurisdiction of the Courts of England for your exclusive benefit.

Yours faithfully

♦

The Chargor

Executed as a deed by
Cockpit Hotel (London) Limited
acting by a director in the presence of

)
)
) Director

.....
Signature of witness

Name Tan Sheng Tean

Address

.....
.....

The Security Agent

Signed by
duly authorised for and on behalf of
HSBC UK Bank plc
the Security Agent

)
)
)
[Redacted Signature]
Rosa Delchini
