

**THE COMPANIES ACTS 1985 AND 2006**  
**PRIVATE COMPANY LIMITED BY SHARES**  
**WRITTEN RESOLUTION**

-of-

**YASA LIMITED**

(the "Company")

**Passed on 8 August 2019 (the "Circulation Date")**

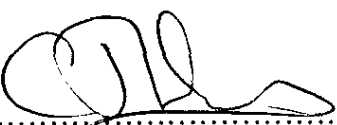
Pursuant to Chapter 2 of Part 13 of the Companies Act 2006 ("2006 Act"), the following ordinary and special resolutions were passed by the Company as written resolutions:

*Ordinary Resolutions*

1. That, in accordance with section 551 of the 2006 Act, the Directors of the Company be and they are hereby generally and unconditionally authorised to the exclusion of and in substitution for any and all previous authorities (which are hereby revoked save to the extent they have been utilised prior to the date of this resolution) to exercise any power of the Company to allot, and grant rights to subscribe for shares or convert securities into shares up to an aggregate issued share capital of £2,615.40 at any time or times until the date being 2 years from the date of passing of this resolution, unless sooner revoked or altered by the Company in general meeting, and the Directors may, after that period, allot any shares upon the exercise of such rights to subscribe or convert issued by the Company within that period as if the authority conferred hereby had not expired.

*Special Resolutions*

2. That the articles of association contained in the document attached to these written resolutions (the "New Articles") be approved and adopted as the new articles of association of the Company in substitution for and to the entire exclusion of the existing articles of association.
3. That in accordance with article 5.1.1 of the New Articles, the pre-emption rights set out in article 5.1 shall be disapplied and the Directors of the Company shall be generally and unconditionally empowered to exercise any power of the Company to (i) allot up to 50,394 ordinary shares of £0.01 each to such persons as the Directors shall determine in their absolute discretion at any time or times until the date being one year from the date of passing of this resolution, provided that any shares allotted and issued pursuant to this authority shall be allotted and issued at a price per share of no less than £386.95; and (ii) to grant warrants to subscribe for ordinary shares, or allot shares upon exercise of such warrants, under a warrant instrument entered into by the Company on or around the date of this special resolution.

  
.....  
Director

THURSDAY



A20 \*A8BWWSUB\* 15/08/2019 #297  
COMPANIES HOUSE

Company No. 6975790

The Companies Act 2006  
Private Company Limited by Shares

**ARTICLES OF ASSOCIATION**  
**of**  
**YASA LIMITED**

**Adopted by special resolution passed on:**

---

## CONTENTS

---

1	Preliminary .....	1
2	Share Capital .....	6
3	Rights Attaching to Shares .....	6
4	Class Rights .....	6
5	Allotment of Shares .....	7
6	Lien on Shares .....	8
7	Transfer of Shares .....	8
8	Mandatory Transfers .....	11
9	Permitted Transfers .....	12
10	Information About Shareholdings And Transfers .....	14
11	Tag Along Rights .....	14
12	Drag Along Rights .....	15
13	co-sale .....	19
14	Proceedings at General Meetings .....	20
15	Directors: Number and Appointment of Directors .....	20
16	Alternate Directors .....	20
17	Appointment of Secretary .....	21
18	Remuneration of Directors .....	21
19	Powers of Directors .....	21
20	Proceedings of the Directors .....	22
21	Interests of Directors .....	23
22	Notices .....	23
23	Indemnity and Insurance .....	24

**THE COMPANIES ACT 2006**  
**PRIVATE COMPANY LIMITED BY SHARES**

**ARTICLES OF ASSOCIATION**

OF

**YASA LIMITED**

(Adopted by Special Resolution passed on )

**1 PRELIMINARY**

1.1 In these Articles, if not inconsistent with the context, the following expressions have the following meanings:

**Acting in Concert** has the meaning given to it in The City Code on Takeovers and Mergers published by the Panel on Takeovers and Mergers (as amended from time to time);

**Articles** mean these articles of association;

**Associate** means any person who:

- (i) in relation to an individual Shareholder is a Family Member; and
- (ii) in relation to an individual or corporate Shareholder, any company which is his or its Associated Company;
- (iii) in relation to Seven Spires is a Jameel Family Member or a Family Trust of such Jameel Family Member;

**Associated Company** means any body corporate 50% of the equity share capital of which is owned directly by the Shareholder in question or in the case of Seven Spires is beneficially owned by a Jameel Family Member;

**Auditors** mean the auditors for the time being of the Company;

**CA 2006** means the Companies Act 2006 including any statutory re-enactment or modification thereof from time to time in force;

**Co-Sale Notice** has the meaning set out in Article 13;

**Controlling Interest** means an interest in shares giving to the holder or holders control of the Company within the meaning of section 1124 of the Corporation Tax Act 2010;

**Departing Shareholder** means any person, other than an Investor Director who is employed, contracted or engaged by or a Director of any Group Company who for whatever reason ceases to be employed, contracted or engaged by or a Director of that company and does not forthwith become or continue to be employed, contracted or engaged by or a Director of any other Group Company;

**EIS Provisions** means the provisions of Part 5 of ITA and sections 150 A,B and C and Schedule 5B of the Taxation of Chargeable Gains Act 1992 (in each case as inserted and/or amended from time to time) or otherwise;

**EIS Reliefs** means the reliefs in respect of income tax and capital gains tax available to certain subscribers of shares pursuant to the EIS Provisions;

**electronic communication** has the meaning given to it in the Electronic Communications Act 2000;

**Equity Holder** has the meaning set out in Article 13;

**Family Member** means the spouse (or widow or widower), mother, father, grandmother, grandfather, child or grandchild (including any step and adopted child and its issue) of any Shareholder who is an individual;

**Family Trust** means a trust established by a Shareholder (being an individual) which only permits such Shareholder and his Family Members to be beneficiaries thereof or a trust established by a Jameel Family Member which only permits Jameel Family Members to be beneficiaries thereof;

**Founders** mean Dr Malcolm McCulloch, Dr Tim Woolmer and Dr Marcus Leong;

**Fund Manager** means a person whose principal business is to make, manage or advise upon investments in securities;

**Group** means the Company and its Subsidiaries for the time being and **Group Company** means any of them;

**Holding Company** means a company which is incorporated (or acquired) for the purpose of becoming the sole shareholder of the Company;

**Holding Company Reorganisation** means any transaction involving the issue of shares in the capital of a Holding Company to the Shareholders, the object or intent of which is to interpose the Holding Company as the sole owner of the Company such that immediately subsequent to such transaction:

- (i) the number and class of shares comprised in the issued share capital of the Holding Company, the identity of the shareholders of the Holding Company, and the number and class of shares held by each such person is the same or materially similar (save for the fact that such shares are issued by a different company and save as may be required to deal with matters such as fractional entitlements) as the issued share capital of the Company and the identity of the shareholders of the Company and the number and class of shares held by each such person immediately prior to such transaction;
- (ii) the rights attaching to each class of share comprised in the Holding Company are the same or materially similar (save for the fact that such shares are issued by a different company) as those rights attaching to the like class of share comprised in the share capital of the Company immediately prior to such transaction; and

- (iii) the constitutional documents of the Holding Company are the same or materially similar in substantive effect (save for the fact that they apply in respect of a different company) as the articles of association of the Company immediately prior to such acquisition;

**in writing** means written, or produced by any visible substitute for writing, which is in or capable of being converted into non transitory form or partly one and partly another;

**Inovia Capital** means Inovia Investment Fund 2018, L.P. and Inovia Investment Fund-A 2018, L.P.;

**Investor Consent** means the prior written consent of the holders of at least 62.5 per cent of the issued Ordinary Shares, excluding any Shares held by a Founder and any Shares acquired on exercise of options granted pursuant to the Share Option Scheme;

**Investor Director** means any director appointed and designated as an "Investor Director" pursuant to the terms of any shareholders' agreement entered into between the Company and all or any of the Shareholders;

**Investor Majority** means the holders of at least 62.5 per cent of the issued Ordinary Shares excluding any Shares held by a Founder and any Shares acquired on exercise of options granted pursuant to the Share Option Scheme;

**Jameel Family Member** means a Family Member of Mohammed Jameel but shall also include siblings of Mohammed Jameel and their issue;

**Member of the same Fund Group** means if a Shareholder is a fund, partnership, company, syndicate or other entity whose business is managed by a Fund Manager (an **Investment Fund**) or a nominee of that person:

- (a) any participant or partner in or member of any such Investment Fund or the holders of any unit trust which is a participant or partner in or member of any Investment Fund (but only in connection with the dissolution of the Investment Fund or any distribution of assets of the Investment Fund pursuant to the operation of the Investment Fund in the ordinary course of business);
- (b) any Investment Fund managed by that Fund Manager;
- (c) any Parent Undertaking or Subsidiary Undertaking (as such terms are defined in the CA 2006) of that Fund Manager, or any Subsidiary Undertaking of any Parent Undertaking of that Fund Manager; or
- (d) any trustee, nominee or custodian of such Investment Fund and vice versa;

**Non-selling Party** has the meaning set out in Article 11.1;

**Offer** has the meaning set out in Article 7.10;

**Offer Period** has the meaning set out in Article 7.11;

**Ordinary Shares** means the ordinary shares of 1p each in the capital of the Company having the rights set out of these Articles; and **Ordinary Shareholder** means a person who is registered as a holder of Ordinary Shares;

**OSI** means Oxford Sciences Innovation PLC;

**Parkwalk** means Parkwalk Advisors Limited (company number 06925696) whose registered office is at University House, 11-13 Lower Grosvenor Place, London, SW1W 0EX acting as manager for and on behalf of the Parkwalk Funds (defined below);

**Parkwalk Funds** means any fund or funds whether constituted as approved or unapproved EIS funds, limited partnerships, limited liability partnerships, own funds or otherwise in each case managed by Parkwalk that have an interest in Shares from time to time or, as the context requires, in the future invests in Shares and Parkwalk Fund shall be construed accordingly. For the sake of clarity this also includes any nominee Parkwalk or their custodian may use, in this case "Share Nominees Ltd";

**Permitted Transfer** means a transfer made in accordance with Article 9;

**Permitted Transferee** means a person to whom Shares are transferred pursuant to Article 9;

**Proposed Purchaser** means a proposed purchaser of Shares;

**Proposing Seller** means any person proposing to transfer any shares in the capital of the Company;

**Relevant Shareholder** has the meaning set out in Article 13;

**Relevant Transfer** means a sale or transfer within two years from the date of adoption of these Articles in which the aggregate proceeds of such sale or transfer are less than £200,000,000;

**Remuneration Committee** means the remuneration committee established by the directors of the Company;

**Sale** means the sale of (or the grant of a right to acquire or to dispose of) any of the shares in the capital of the Company (in one transaction or as a series of transactions) which will result in the purchaser of those shares (or grantee of that right) and persons acting in concert with him together acquiring a Controlling Interest in the Company, except where following completion of the sale the shareholders and the proportion of shares held by each of them are the same as the Shareholders and their shareholdings in the Company immediately prior to the sale;

**Sale Price** has the meaning set out in Article 7.7;

**Sale Shares** has the meaning set out in Article 7.5.1;

**Seven Spires** means Seven Spires Investments Limited, a company incorporated in the British Virgin Islands under number 554558 and any other person or entity to whom from time to time it transfers its Shares in accordance with Article 9 (**Permitted Transfers**);

**Seven Spires Group** means, in relation to Seven Spires, its Associates, holding companies and Associates of its holding companies;

**Share Option Scheme** means any share option scheme in favour of the Company's employees as agreed from time to time by the Board (with Investor Consent) or any option deed for non-employees in such form as may be agreed from time to time by the Board (with Investor Consent);

**Shares** means the Ordinary Shares;

**Shareholder** means a person who is registered as a holder of Shares;

**Subsidiary** means a subsidiary undertaking for the purposes of the CA 2006 and **Subsidiaries** shall be construed accordingly;

**Table A** means Table A in the Schedule to the Companies (Tables A to F) Regulations 1985, as amended and in force at the date of these Articles;

**Tag Along Offer** has the meaning set out in Article 11.1;

**Transfer Entitlement** has the meaning set out in Article 7.10;

**Transfer Notice** has the meaning set out in Article 7.5;

**Universal** means Universal Partners Limited (company registration number 38035) whose registered office is at Level 3, Alexander House, 35 Cybercity, Ebene 72201, Mauritius;

**Universal Group** means, in relation to Universal, its Associates, holding companies and Associates of its holding companies;

**University** means The Chancellor, Masters and Scholars of the University of Oxford; and

**Warrants** means the warrants to subscribe for additional Ordinary Shares (subject to certain conditions) granted to certain Shareholders pursuant to a warrant instrument entered into by the Company on or around the date of adoption of these Articles.

1.2 In these Articles:

1.2.1 use of the singular includes the plural and vice versa;

1.2.2 use of any gender includes the other genders;

1.2.3 any reference to a person includes natural persons, firms, partnerships, companies, corporations, associations, organisations, governments, states, foundations or trusts; and

1.2.4 headings are included for convenience only and do not affect the interpretation of these Articles.



- 1.3 Save as aforesaid any words or expressions contained in these Articles shall bear the same meaning as in the CA 2006 but excluding any statutory modification thereof not in force when these Articles became binding on the Company.
- 1.4 Subject to Article 1.3 any reference to any section or provision of the CA 2006 shall be deemed to include a reference to any statutory re-enactment or modification thereof from time to time in force.
- 1.5 The Regulations contained in Table A shall apply to the Company except in so far as they are excluded by or are inconsistent with these Articles.
- 1.6 Regulations 2, 64, 82, 89, 90, 91, 92 94 and 118 of Table A shall not apply to the Company.

## **2 SHARE CAPITAL**

- 2.1 Intentionally left blank.

## **3 RIGHTS ATTACHING TO SHARES**

### ***Income***

- 3.1 Any profits resolved to be distributed in any financial year or period shall be distributed amongst the Shareholders *pari passu*.

### ***Capital***

- 3.2 On a return of assets on liquidation (save for a voluntary liquidation or winding up for the purposes of a reorganisation pursuant to s110 Insolvency Act 1986), the surplus assets of the Company remaining after payment of its liabilities shall belong to and be distributed amongst the shareholders *pari passu*.

### ***Voting Rights Attaching to Shares***

- 3.3 The Shareholders shall be entitled to receive notice of and to attend either in person or by proxy any general meeting of the Company.
- 3.4 Each Shareholder present at a general meeting of the Company in person, or by proxy, or by a duly authorised representative shall (save as specified below) be entitled on a show of hands to one vote and on a poll to one vote for every Share held by him.

## **4 CLASS RIGHTS**

- 4.1 Whenever the capital of the Company is divided into different classes of shares the special rights attached to any class may be varied or abrogated, either whilst the Company is a going concern or during or in contemplation of a winding up, with the consent in writing of the holders of 75% of the issued shares of that class or with the sanction of a special resolution passed at a separate meeting of the holders of the shares of that class but not otherwise. To every such separate meeting all the provisions of these Articles relating to general meetings of the Company shall apply, with any necessary modifications, except that:

- 4.1.1 the necessary quorum shall be one or more persons holding or representing by proxy at least one third in nominal amount of the issued shares of the class (but so

that if at any adjourned meeting of such holders a quorum is not present those shareholders who are present shall be a quorum);

4.1.2 any holder of shares of the class present in person or by proxy may demand a poll; and

4.1.3 such holders of shares of the class shall, on a poll, have one vote in respect of every share of the class held by them respectively.

## **5 ALLOTMENT OF SHARES**

5.1 Save as may be provided by regulation 110 of Table A, all Shares which the directors propose to issue shall be dealt with in accordance with the following provisions of this Article 5.1:

5.1.1 any shares (of whatever class) proposed to be issued shall be offered to the Shareholders in proportion to the number of existing Shares held by them respectively unless the Company shall by special resolution otherwise direct PROVIDED ALWAYS that such special resolution shall set out a time period in which such shares shall be issued and the price at which such shares shall be issued;

5.1.2 each such offer shall be made by notice specifying the total number of shares being offered to the Shareholders as a whole, the proportionate entitlement of the Shareholder to whom the offer is made and the price per share and shall require each Shareholder to state in writing within a period (not being less than fourteen days) specified in the notice whether he is willing to take any and, if so, what maximum number of the said shares up to his proportionate entitlement;

5.1.3 an offer, if not accepted within the period specified in the notice as regards any shares, will be deemed to be declined as regards those shares. After the expiration of such period any shares so deemed to be declined shall be offered in the proportion aforesaid to the holders of Shares who have accepted the offer pursuant to Article 5.1.2 in proportion to the number of Shares in the capital of the Company held by them respectively; such further offers shall be made in the same manner and limited by a like period as the original offer;

5.1.4 any Shares not accepted pursuant to such offer and further offers made in accordance with this Article 5.1 or not capable of being offered as aforesaid except by way of fractions shall not be issued;

5.1.5 any shares released from the provisions of this Article 5.1 by special resolution in accordance with Article 5.1.1 shall be under the control of the Directors, who may, subject to the forms of such resolution, allot, grant options over or otherwise dispose of the same to such persons, on such terms, and in such manner as they think fit.

5.2 The provisions of Article 5.1 shall:

5.2.1 have effect subject to section 551 of CA 2006;

5.2.2 not apply to shares issued pursuant to a Share Option Scheme; and

5.2.3 not apply to the issue of shares pursuant to the Warrants.

5.3 Regulation 4 of Table A and, in accordance with section 567 of CA 2006, sections 561(1) and 562(1) to (5) (inclusive) of CA 2006 shall not apply to the Company.

## **6 LIEN ON SHARES**

6.1 The Company shall have a first and paramount lien on every Share registered in the name of any Shareholder (whether solely or jointly with others and whether or not it is a fully paid Share) for all monies (whether presently payable or not and whether by way of nominal value or premium) due to the Company from him or his estate, whether solely or jointly with any person (whether a Shareholder or not). The Directors may at any time declare any Share to be wholly or in part exempt from the provisions of this Article. The Company's lien on a Share shall extend to all dividends and other monies payable thereon.

## **7 TRANSFER OF SHARES**

### ***Registration of transfers***

7.1 The transferor of a Share shall be deemed to remain the holder of the Share until the name of the transferee is entered in the register of members of the Company in respect thereof.

7.2 Subject to and in accordance with the provisions of section 771 CA 2006, the Company shall refuse to register any instrument of transfer of shares which has not been entered into in accordance with the provisions of these Articles unless the Board, with Investor Consent, consents to such transfer.

7.3 The Directors may, at their discretion, refuse to register a transfer of a Share on which the Company has a lien.

7.4 The Directors shall refuse to register an allottee or transferee of Shares or a person entitled to Shares by transmission if he is required by any investment agreement to execute a deed of adherence under which he undertakes to adhere to and be bound by the provisions of any investment agreement as if he were an original party to it and fails to do so.

### ***Pre-emption rights applicable to Shares***

#### ***Transfer notices***

7.5 Subject to Article 8 (*Mandatory Transfers*) and Article 9 (*Permitted Transfers*), any Shareholder who wishes to transfer any Shares or any interest in Shares, or grant any rights or options over or in respect of any Shares (**Seller**) shall give to the Company notice thereof in writing (**Transfer Notice**) and such notice shall specify:

7.5.1 the number of Shares the Seller wishes to transfer (**Sale Shares**), which may be all or part only of the Shares then held by the Seller; and

7.5.2 whether or not the Seller has received an offer from a third party for the Sale Shares and if so the identity, and details of the business activities, of the third party and the price (including all relevant terms) offered for the Sale Shares,

Except as otherwise expressly provided in these Articles a Transfer Notice shall be irrevocable without the consent of all the Directors, who may impose such conditions to any consent as they think fit.

- 7.6 A Transfer Notice may specify that unless acceptances are received for all the Sale Shares then none of the Sale Shares shall be sold (an **all or nothing** provision).

*Sale price*

- 7.7 A Transfer Notice shall constitute the Company as the Seller's agent for the sale of the Sale Shares at a price (**Sale Price**) specified in the Transfer Notice relating to the Sale Shares or, if no such price is specified, agreed upon by the Seller and the Directors. In the absence of such agreement within 30 days after the service of the Transfer Notice, the Sale Price shall be the price which the Auditors or, if the Auditors are unwilling to act or the Seller so elects, an independent valuer agreed upon by the parties and appointed by the Directors for the purpose or if the Directors do not appoint such valuer or the parties do not agree then such independent valuer appointed by the President for the time being of the Institute of Chartered Accountants (acting as experts and not as arbitrators) shall certify to be in their opinion the fair value on the open market having regard to the fair value of the business as a going concern and on the basis of an arms length transaction as between a willing vendor and willing seller and having no regard to the fact that the sale share comprise a majority or minority shareholder thereof as at the date of the Transfer Notice.

- 7.8 The Auditors' or valuer's certificate (as the case may be) shall be final and binding for all purposes save in the case of manifest error. The cost of obtaining the certificate shall be borne by the Seller.

- 7.9 If the Auditors or valuer are asked to certify the Sale Price pursuant to Article 7.7 the Company shall within seven days of the issue of the certificate furnish a copy of it to the Seller and the Seller shall be entitled, by notice in writing given to the Company within 28 days of the same being served on him to withdraw the Transfer Notice.

*Offer and allocation of the Sale Shares*

- 7.10 Upon the Sale Price being fixed in accordance with Article 7.7, and provided that the Seller does not withdraw the Transfer Notice, the Directors shall offer the Sale Shares to the Shareholders (other than the Seller) pro rata to their respective holdings of Shares by notice in writing (the **Offer**) and the number of Shares so offered shall be the **Transfer Entitlement**.

- 7.11 The Offer shall be open for the period specified by the Directors (**Offer Period**), being not less than 14 nor more than 28 days from the date upon which the relevant Offer is made, save for where the Seller is proposing to transfer shares to a direct competitor of the Company in which case such Offer Period will be no less than 60 days and no more than 90 days, during which time each Shareholder must state in writing to the Company the number of Sale Shares (if any) he would like to buy, and may indicate that they would like to buy more than their Transfer Entitlement and so that any Shareholder who fails to do so shall be deemed to have rejected the Offer made to him.

7.12 If on the expiry of the Offer Period the Directors shall not have received valid acceptances in respect of all the Sale Shares, the Directors shall, unless the Transfer Notice contained an all or nothing provision, allocate the Sale Shares amongst the Shareholders as follows:

7.12.1 to each Shareholder who has agreed to purchase Shares, his Transfer Entitlement or such lesser number of Sale Shares for which he may have applied;

7.12.2 if any Shareholder has applied for less than his Transfer Entitlement, the excess shall be allocated to those Shareholders who have applied for more than their Transfer Entitlement in proportion to the number of Shares then held by each of them respectively (but without allocating to any Shareholder an aggregate number of Sale Shares greater than the maximum number applied for by him) and any remaining excess shall be apportioned by applying this Article 7.12.2, disregarding any Shareholder whose application has already been satisfied in full.

7.13 If any of the Sale Shares shall not be capable of being offered under this Article 7 without involving fractions, such Sale Shares shall be allocated amongst the Shareholders in such proportions as the Directors shall think fit.

*Completing the sale of the Sale Shares*

7.14 Within 7 days of the conclusion of the Offer Period, or, if the Transfer Notice validly contained an all or nothing provision and valid acceptances have not been received in respect of all the Sale Shares, within 7 days of the Seller confirming that it wishes to proceed with the transfer of the Sale Shares, the Directors shall notify the Seller of the number of Sale Shares taken up in the Offer and shall notify each offeree who has accepted the Offer (**Buyer**) in writing that a contract has been concluded for the sale and purchase of the Sale Shares allocated to the Buyer.

7.14.1 The Seller and the respective Buyers shall be bound to give effect to such contracts and shall within 14 days of notice being given in accordance with this Article 7.14 execute instruments of transfers of the Sale Shares and deliver share certificates and effect payment of the Sale Price for the respective Sale Shares.

7.14.2 The Seller shall sell the Sale Shares to the Buyers with full title guarantee, free from all charges, liens and encumbrances and with the benefit of all rights attaching to them (including all dividends and distributions) as at the date of the relevant contract.

7.14.3 The Buyer shall, subject to payment of the Sale Price and receipt of a duly stamped transfer, be registered as the holder of the Sale Shares in the register of members and a share certificate in respect of such Shares shall be delivered.

7.15 If the Seller shall fail to comply with its obligation under Article 7.14 the Company:

7.15.1 may receive the purchase price and the Directors may appoint a person to execute instruments of transfer of the Sale Shares in favour of the Buyers who have accepted the Offer;

7.15.2 shall, subject to receipt of the Sale Price and the relevant transfer being submitted by each such Buyer duly stamped, cause the names of those Buyers to be entered in the register of members of the Company as the holders of the Sale Shares; and

7.15.3 shall hold the proceeds of sale in trust for the Seller.

The receipt of the Company shall be a good discharge to those Buyers and, after their names have been entered in the register of members of the Company under this Article, the validity of the transactions shall not be questioned by any person.

*Partial acceptance of Offer in the case of all or nothing Transfer Notices*

7.16 If an all or nothing provision is included in the Transfer Notice then upon completion of the Offer, if acceptances have not been received in respect of all of the Sale Shares, the Company shall forthwith in writing notify the Seller whereupon the Seller shall be entitled, by notice in writing:

7.16.1 to withdraw the Transfer Notice (in which event neither the Seller nor the Buyers will have any further obligations in respect of any offer made for the Sale Shares and the Company shall forthwith notify the Buyers accordingly); or

7.16.2 at any time within one month of notification, to transfer; (a) all of the Shares comprised in the Transfer Notice (in which event neither the Seller nor the Buyers will have any further obligations in respect of any offer made for the Sale Shares and the Company shall forthwith notify the Buyers accordingly); or (b) the balance of any Sale Shares not the subject of an accepted Offer (in which event the sale of Sale Shares already the subject of an accepted Offer shall proceed forthwith in accordance with Article 7.14) to any person on a bona fide arm's length sale at any price not less than the Sale Price.

*Failure to complete through no fault of the Seller*

7.17 Where through no default of the Seller any purchase of Sale Shares is not duly completed by a Buyer, the Directors shall notify such Buyer of Sale Shares in that it has seven days to have completed the purchase of the Sale Shares and if it does not do so, the Seller shall be entitled to sell such Sale Shares to any person on the terms mentioned in Article 7.16.

## **8 MANDATORY TRANSFERS**

***Change of control***

8.1 If a corporate Shareholder, excluding the University, Seven Spires, the Parkwalk Funds, Universal, OSI and Inovia Capital, ceases to be within the control (as defined by section 1124 of the Corporation Tax Act 2010) of the person who controlled it on the date when it became a Shareholder or on the date of adoption of these Articles (whichever is later), unless at such time alternative arrangements have been agreed by the Board (with Investor Consent), it will be deemed to have given a Transfer Notice in respect of all the Shares then registered in its name and all Shares held by its Associates (also together **Relevant Shares**).

### ***Existing Transfer Notices***

- 8.2 Once a Transfer Notice is deemed to have been given by virtue of Article 8.1, all prior outstanding Transfer Notices in respect of the Relevant Shares (or any of them) shall be immediately cancelled and no further Transfer Notices may be served in respect of any of the Relevant Shares until the Company has notified the Seller in accordance with Article 7.14 that not all of the Sale Shares have been sold in accordance with the provisions of Article 7.

### ***Voting rights***

- 8.3 Unless the Board determines otherwise, all voting rights attached to Shares held by a Departing Shareholder shall at the time he becomes a Departing Shareholder forthwith be suspended.

## **9 PERMITTED TRANSFERS**

- 9.1 The restrictions on transfers contained in Article 7 (*Transfers of Shares*) shall not apply to:
- 9.1.1 any transfer of Shares by a Shareholder to an Associate;
  - 9.1.2 any transfer of Shares held by Seven Spires to another member of the Seven Spires Group, provided that if any such transferee ceases to be a member of the Seven Spires Group it shall forthwith transfer the relevant Shares to Seven Spires or to a member of the Seven Spires Group;
  - 9.1.3 any transfer of Shares held by Universal to another member of the Universal Group, provided that if any such transferee ceases to be a member of the Universal Group it shall forthwith transfer the relevant Shares to Universal or to a member of the Universal Group;
  - 9.1.4 any transfer of Shares by the University to any investment vehicle in which the University and/or any colleges of the University are participants;
  - 9.1.5 any transfer of Shares by a Shareholder who is an individual to a Family Member or to trustees of a Family Trust;
  - 9.1.6 any transfer of Shares by trustees of a Family Trust in their capacity as trustees of that Family Trust on a change of trustees to the new trustees of that Family Trust;
  - 9.1.7 any transfer of Shares by trustees of a Family Trust in their capacity as trustees of that Family Trust to a person who has an immediate beneficial interest under the Family Trust;
  - 9.1.8 any transfer by Seven Spires to a Jameel Family Member or the Family Trust of such Jameel Family Member;
  - 9.1.9 any transfer of Shares by a Shareholder who is an Investment Fund to a Member of the same Fund Group, provided that if any such transferee ceases to be a Member of the same Fund Group it shall forthwith transfer the relevant Shares to

- the original Shareholder or to a Member of the same Fund Group as that Shareholder;
- 9.1.10 without prejudice to Articles 11 and 12 (*Tag Along Rights* and *Drag Along Rights*), any transfer of Shares made with the consent of the Board (with Investor Consent); or
  - 9.1.11 any transfer of Shares pursuant to an offer made in accordance with Article 11 (*Tag Along*) or 12 (*Drag Along*);
  - 9.1.12 any transfer of Shares by the Parkwalk Funds (or any nominee holding shares on behalf of a Parkwalk Fund) to:
    - (a) any other Parkwalk Fund which is managed or advised by the Investment Manager of such Parkwalk Fund, or to any subsidiary or holding companies from time to time (including any subsidiary of its holding company) of such Parkwalk Fund; or
    - (b) an investor in the relevant Parkwalk Fund;
  - 9.1.13 any transfer of Shares by OSI (or any nominee holding shares on behalf of OSI) to:
    - (a) any other Investment Fund which is managed or advised by the Investment Manager of OSI, or to any subsidiary or holding companies from time to time (including any subsidiary of its holding company) of OSI; or
    - (b) an investor in OSI;
  - 9.1.14 any transfer of Share by Inovia Capital (or any nominee holding shares on behalf of Inovia Capital) to any other Investment Fund which is managed or advised by the Investment Manager of Inovia Capital, or any Associate of the Investment Manager of Inovia Capital.
- 9.2 If a Family Trust as constituted whose assets include Shares ceases to be a Family Trust, the trustees shall without delay notify the Company that such event has occurred and shall give a Transfer Notice in respect of those Shares and, if the trustees fail to so notify the Company or to give a Transfer Notice, they shall be deemed to have served the Company with a Transfer Notice in respect of those Shares.
- 9.3 If a person to whom Shares have been transferred pursuant to Article 9.1.1 shall cease to be an Associate, such person shall be bound, when required in writing by the Directors to do so, to give a transfer Notice in respect of the Shares concerned.
- 9.4 Any Shares may at any time be transferred where there is a sale of the entire issued share capital of the Company to a Holding Company, which has been approved by a majority of the Board and an Investor Majority.
- 9.5 No shares may be transferred under this Article 9 if they are the subject of a Transfer Notice given or deemed to be given pursuant to Article 7.5.



## **10 INFORMATION ABOUT SHAREHOLDINGS AND TRANSFERS**

10.1 For the purpose of ensuring that a transfer of Shares is duly authorised under the Articles or that no circumstances have arisen whereby a Transfer Notice is required to be given, the Directors may from time to time require:

10.1.1 any Shareholder;

10.1.2 the legal personal representatives of any deceased individual Shareholder;

10.1.3 any person named as transferee in any transfer lodged for registration; or

10.1.4 any person who was, is, or may be an Associate of any of the foregoing;

to provide the Company with such information and evidence as the Directors may think fit including (but not limited to) the names and addresses and interests of all persons having interests in the shares from time to time registered in the Shareholder's name.

10.2 If such information or evidence discloses that a Transfer Notice ought to have been given in respect of any Shares the Directors may by notice in writing require that a Transfer Notice be given in respect of the Shares concerned.

10.3 If such information or evidence is not provided to the satisfaction of the Directors within 14 days after request, the Directors:

10.3.1 shall refuse to register the transfer in question or (if there is no transfer in question) require by notice in writing to the holder of the relevant Shares that a Transfer Notice be given in respect of the Shares concerned; and

10.3.2 may serve a notice on the Shareholder or other person entitled or claiming to be entitled to be registered as the holder of the Shares stating that the Shareholder or such other person may not:

(a) attend or vote (personally or by proxy) at any general meeting or at any class meeting; or

(b) receive dividends on his Shares

until the evidence or information has been provided to the Directors' satisfaction.

## **11 TAG ALONG RIGHTS**

11.1 Except in the case of Permitted Transfers (provided such Permitted Transfer does not cause the Company to cease to satisfy the independence requirements in the EIS Provisions) or transfers pursuant to Article 8, if any Proposing Seller, on his own or Acting in Concert with one or more other Proposing Sellers, proposes to sell or transfer, in one or a series of related transactions, any Shares (including, for the avoidance of doubt, any shares to be acquired pursuant to any options or other rights) which would, if put into effect, result in any Proposed Purchaser (and Associates of his or persons Acting in Concert with him) acquiring a Controlling Interest in the Company the Proposing Seller shall procure, before the sale or transfer, that the Proposed Purchaser makes a bona fide written offer (**Tag Along Offer**) to

each of the other Shareholders and any person who has the right to acquire shares pursuant to options or other rights held at the date of the Tag Along Offer and in respect of which such options have vested (or will have vested) at the time of acceptance of the Tag Along offer if accepted (each a **Non-selling Party**) to buy the Non-selling Party's Shares for the same price per Share and otherwise on the same terms and conditions as those applying to the proposed sale or transfer by the Proposing Seller of his Shares.

11.2 Each Tag Along Offer shall specify:

11.2.1 the price for the Shares and any other principal terms and conditions of the proposed sale or transfer; and

11.2.2 the period (being not less than 14 days from service of the Tag Along Offer) for acceptance by each Non-selling Party.

11.3 If within the period specified in each Tag Along Offer any Non-selling Party accepts the offer in writing, then the Proposing Seller shall procure that the sale by that Non-selling Party of his Shares shall proceed on the same financial terms (including price per Share) and at the same time as the sale of the Proposing Seller's Shares.

11.4 Any acceptance by a Non-selling Party of a Tag Along Offer shall be irrevocable, but no sale of that Proposing Seller's Shares pursuant to its acceptance shall take place unless and until the sale of the Non Selling Party's Shares is completed.

**12 DRAG ALONG RIGHTS**

12.1 Subject to Article 12.8, the provisions of this Article 12 shall apply if any Shareholder (on his own or Acting in Concert with one or more other Shareholders) (together the **Selling Shareholders**) proposes to sell or transfer Shares (**Sale Shares**) that in aggregate constitute more than 75% of all the Shares in issue at the time of the proposed sale or transfer as part of a bona fide arm's length transaction to a third party Proposed Purchaser.

12.2 The Selling Shareholders shall have the option (the **Drag Along Option**) to compel each other holder of Shares (each a **Called Shareholder** and together the **Called Shareholders**) to sell and transfer all their Shares to the Proposed Purchaser or as the Proposed Purchaser shall direct (the **Drag Purchaser**) in accordance with the provisions of this Article. The Selling Shareholders may exercise the Drag Along Option by giving a written notice to that effect may to the Company. That notice (**Sale Notice**) will include:

12.2.1 details of the Sale Shares and the proposed price per Sale Share to be paid by the Drag Purchaser (which may be cash or non-cash consideration or a combination of both provided that the Drag Consideration shall be paid to the Called Shareholders in the same manner and at the same time as paid to the Selling Shareholders) (the **Drag Consideration**);

12.2.2 details of the Drag Purchaser and the place, date and time of completion of the proposed purchase (the **Drag Along Completion**); and

12.2.3 the form of any sale agreement or form of acceptance or any other document of similar effect that the Shareholders are required to sign in connection with such sale (the **Sale Agreement**),

(and, in the case of Articles 12.2.1 and 12.2.2, whether actually specified or to be determined in accordance with a mechanism described in the Sale Notice). No Sale Notice or Sale Agreement may require a Called Shareholder to agree to any terms unless such terms are (a) specifically provided for or referred to in this Article; or (b) apply equally (or on a substantially equivalent basis) to each Selling Shareholder that holds the same class of Shares. Notwithstanding the above, any Founder or employee that holds Shares (whether a Selling Shareholder or a Called Shareholder) may be offered a different form of consideration to other Shareholders.

12.3 In respect of a transaction that is the subject of a Sale Notice and with respect to any Drag Document, a Called Shareholder shall only be obliged to undertake to transfer his Shares with full title guarantee (and provide an indemnity for lost certificate in a form acceptable to the Board if so necessary) on receipt of the Drag Consideration when due and:

12.3.1 may be required to accept that some or all of the Drag Consideration will be paid as deferred consideration, provided that the Called Shareholders shall receive any Drag Consideration due to them no later than the Selling Shareholders;

12.3.2 may be required to make a contribution towards any escrow, retention of consideration or similar arrangement on the same basis as the Selling Shareholders, on a pro-rata basis to their respective entitlement to the total consideration payable to all Shareholders;

12.3.3 shall only be required to provide representations and warranties related to capacity, authority, ownership and the ability to convey title to the Called Shares, including, but not limited to, representations and warranties that the Called Shareholder holds all right, title and interest in and to the Called Shares such Called Shareholder purports to hold, free and clear of all encumbrances, on a several and not joint basis with any other person.

12.4 Within three Business Days of receipt of a Sale Notice, the Company shall give notice in writing (**Drag Along Notice**) to each of the Shareholders (including those persons who have rights to acquire shares pursuant to options or other rights held at the date of the Sale Notice in respect of which such options or other rights have vested or will vest on the completion of any such transfer) giving the details contained in the Sale Notice and requiring each of them to sell to the Drag Purchaser at the Drag Along Completion all Shares held by them (and any of their Permitted Transferees to which Shares have been transferred pursuant to Article 9) (including, for the avoidance of doubt, any shares acquired pursuant to any options or other rights in respect of which such options or other rights have vested or will vest on the completion of any such transfer), provided that the Selling Shareholders may withdraw a Sale Notice at any time prior to the Drag Along Completion by written notice to the Company to that effect and, on service of that notice, each Drag Along Notice shall no longer be binding and shall cease to have any effect. The Selling Shareholders may specify more than one date for Drag Along Completion in their notice if necessary for ensuring that the rights to acquire Shares are exercisable.

- 12.5 Within three Business Days of the Company sending the Drag Along Notice to the Called Shareholders (or such later date as may be specified in the Drag Along Notice) (the **Drag Completion Date**), each Called Shareholder shall, in respect of all the Shares (including, for the avoidance of doubt, any shares acquired pursuant to any options or other rights in respect of which such options or other rights have vested or will vest on the completion of any such transfer) held by such Called Shareholder, deliver:
- 12.5.1 duly executed stock transfer form(s) for its Shares in favour of the Drag Purchaser;
  - 12.5.2 the relevant share certificate(s) (or a duly executed indemnity for lost certificate in a form acceptable to the Board) to the Company; and
  - 12.5.3 duly executed Sale Agreement, if applicable, in the form specified in the Drag Along Notice or as otherwise specified by the Company,
- (together the **Drag Documents**).
- 12.6 If any of the Called Shareholders or their Permitted Transferees (each a **Defaulting Shareholder**) shall fail to comply with the terms of Article 12.5 in any respect:
- 12.6.1 the Company shall be constituted the agent of each Defaulting Shareholder for the sale of his Shares (together with all rights then attached to those Shares) referred to in his Drag Along Notice in accordance with that notice;
  - 12.6.2 the Board may authorise a Director to execute and deliver on behalf of each Defaulting Shareholder the Drag Documents;
  - 12.6.3 the Company may receive the Drag Consideration in trust for each Defaulting Shareholder and cause the Drag Purchaser to be registered as the holder of such Shares;
  - 12.6.4 the receipt by the Company of the Drag Consideration pursuant to those transfers shall constitute a good and valid discharge to the Drag Purchaser (who shall not be bound to see to the application of those monies);
  - 12.6.5 after the Drag Purchaser has been registered in purported exercise of the powers in this Article 12.5.1, the validity of the proceedings shall not be questioned by any person; and
  - 12.6.6 the Company shall not pay the Drag Consideration to a Defaulting Shareholder until he shall, in respect of the shares subject to the Drag Along Notice, have delivered a share certificate or a suitable indemnity and the necessary transfers to the Company.
- 12.7 The expression **price per Sale Share** used in Articles 12.2 and 12.5 shall be deemed to include an amount equal to the relevant proportions of any other consideration (in cash or otherwise) received or receivable by the holders of the Shares in question which, having regard to the substance of the transaction as a whole, can reasonably be regarded as an addition to the price paid or payable for the specified Shares, and in the event of disagreement, the calculation of the price shall be referred to a chartered accountant or

other expert (acting as an expert and not as arbitrator) nominated by the parties concerned (or in the event of disagreement as to nomination, appointed by the President for the time being of the Institute of Chartered Accountants in England and Wales) whose decision shall, in the absence of fraud or manifest error, be final and binding.

- 12.8 This Article 12 shall not apply on a Relevant Transfer unless the consent of Parkwalk, Universal and OSI has been obtained.

*New Holding Company*

- 12.9 In the event of a Holding Company Reorganisation:

12.9.1 approved by: (i) the Board and (ii) an Investor Majority (a **Proposed Reorganisation**); and

12.9.2 for which the Company has obtained any necessary advance approvals from HMRC, including assurance as to any EIS Reliefs attributable to the Shares continuing to be available to shares in the Holding Company,

all Shareholders shall: (i) consent to, vote for, raise no objections to and waive any applicable rights in connection with the Proposed Reorganisation; and (ii) take all such actions to tender their Shares as required pursuant to the Proposed Reorganisation (the **Reorganisation Actions**). The Shareholders shall be required to take all Reorganisation Actions with respect to the Proposed Reorganisation as are required by the Board to facilitate the Proposed Reorganisation. If any Shareholder fails to comply with the provisions of this Article, the Company shall be constituted the agent of each defaulting Shareholder for taking the Reorganisation Actions as are necessary to effect the Proposed Reorganisation and the Directors may authorise an officer or member to execute and deliver on behalf of such defaulting Shareholder the necessary documents to effect the Proposed Reorganisation, including, without limitation, any share exchange agreement and/or stock transfer form.

- 12.10 The Company shall procure that the Holding Company shall ensure that the shares issued by it to the Shareholders (or a subsequent holder, as the case may be) pursuant to the Holding Company Reorganisation will be credited as fully paid as to the amount determined in accordance with this Article and which new shares shall be subject to the constitutional documents of the Holding Company and otherwise (subject to the express provisions of such constitutional documents) have the same rights as all other Holding Company shares of the same class in issue at the time (other than as regards any dividend or other distribution payable by reference to a record date preceding the date of allotment and issue of such Holding Company shares).

- 12.11 On any person, following the date of completion of a Holding Company Reorganisation, becoming a Shareholder pursuant to the exercise of a pre-existing option or warrant to acquire Shares in the Company or pursuant to the conversion of any convertible security of the Company or otherwise (a **New Reorganisation Shareholder**), the New Reorganisation Shareholder shall then be bound to do all such acts and things necessary in order to transfer all such resulting Shares to the Holding Company, and the provisions of this Article shall apply with the necessary changes to the New Reorganisation Shareholder.

### 13 CO-SALE

13.1 No transfer (other than a Permitted Transfer) of any Shares may be made or validly registered unless the relevant Shareholder (a **Relevant Shareholder**) shall have observed the following procedures of this Article.

13.2 After the Relevant Shareholder has gone through the pre-emption process set out in Article 5, the Relevant Shareholder shall give to each other Shareholder (an **Equity Holder**) and to the Company not less than 15 Business Days' notice in advance of the proposed sale (a **Co-Sale Notice**). The Co-Sale Notice shall specify:

- (a) the identity of the proposed purchaser;
- (b) the price per share which the Proposed Purchaser is proposing to pay;
- (c) the manner in which the consideration is to be paid;
- (d) the number of Shares which the Relevant Shareholder proposes to sell;  
and
- (e) the address where the counter-notice should be sent.

13.3 Each Equity Holder shall be entitled within fourteen days after receipt of the Co-Sale Notice, to notify the Seller that they wish to sell a certain number of Shares held by them at the proposed sale price, by sending a counter-notice which shall specify the number of Shares which such Equity Holder wishes to sell. The maximum number of shares which an Equity Holder can sell under this procedure shall be:

$$\left( \frac{X}{Y} \right) \times Z$$

where:

X is the number of Shares held by the Equity Holder;

Y is the total number of Shares held by the Equity Holders;

Z is the number of Shares the Relevant Shareholder proposes to sell.

Any Equity Holder who does not send a counter-notice within such fourteen day period shall be deemed to have specified that they wish to sell no shares.

13.4 Following the expiry of fourteen days from the date the Equity Holders receive the Co-Sale Notice, the Relevant Shareholder shall be entitled to sell to the Proposed Purchaser on the terms notified to the Equity Holders a number of shares not exceeding the number specified in the Co-Sale Notice less any shares which Equity Holders have indicated they wish to sell, provided that at the same time the Proposed Purchaser (or another person) purchases from the Equity Holders the number of shares they have respectively indicated they wish to sell on terms no less favourable than those obtained by the Relevant Shareholder from the Proposed Purchaser.

13.5 No sale by the Relevant Shareholder shall be made pursuant to any Co-Sale Notice more than three months after service of that Co-Sale Notice.

13.6 Sales made in accordance with this Article 13 shall not be subject to Article 5.

#### **14 PROCEEDINGS AT GENERAL MEETINGS**

No business shall be transacted at any general meeting unless a quorum of Shareholders is present throughout the meeting. A quorum shall consist of such number of Shareholders as represents an Investor Majority present in person or by proxy or (in the case of a Shareholder being a corporation) by representative save that if and for so long as the Company has only one person as a Shareholder, one Shareholder present in person or by proxy shall be a quorum.

14.1 If a quorum is not present within half an hour from the time appointed for a general meeting the general meeting shall stand adjourned to the same day in the next week at the same time and place or to such other day and at such other place as the Directors may determine, and if at the adjourned general meeting a quorum is not present within half an hour from the time appointed therefore such adjourned general meeting shall be dissolved. Regulation 41 of Table A shall not apply to the Company.

14.2 At any general meeting a resolution put to the vote of the meeting shall be decided on a show of hands unless a poll is (before, or on the declaration of the result of, the show of hands) demanded by the Chairman or by any Shareholder present in person or by proxy. Unless a poll be so demanded a declaration by the Chairman that a resolution has on a show of hands been carried or carried unanimously, or by a particular majority, or lost, and an entry to that effect in the book containing the minutes of the proceedings of the Company shall be conclusive evidence of the fact without proof of the number or proportion of the votes recorded in favour of or against such resolution. The demand for a poll may be withdrawn.

#### **15 DIRECTORS: NUMBER AND APPOINTMENT OF DIRECTORS**

15.1 No shareholding qualification for Directors or alternate Directors shall be required, but nevertheless they shall be entitled to attend and speak at any general meeting of the Company.

15.2 In the case of any equality of votes, the Chairman of the Directors shall have a second or casting vote.

#### **16 ALTERNATE DIRECTORS**

16.1 Each Director (other than an alternate Director) shall have the power at any time to appoint as an alternate Director either another Director or any other person approved for that purpose by a resolution of the Directors (such approval not to be unreasonably withheld), and, at any time, to terminate such appointment. Every appointment and removal of an alternate Director shall be in writing signed by the appointor and (subject to any approval required) shall (unless all the Directors agree otherwise) only take effect upon receipt of such written appointment or removal at the registered office of the Company.

- 16.2 An alternate Director so appointed shall not be entitled as such to receive any remuneration from the Company except only such part (if any) of the remuneration otherwise payable to his appointor as such appointor may by notice in writing to the Company from time to time direct, but shall otherwise be subject to the provisions of these Articles with respect to Directors. An alternate Director shall during his appointment be an officer of the Company and shall not be deemed to be an agent of his appointor.
- 16.3 An alternate Director shall (subject to his giving to the Company an address at which notice may be served upon him) be entitled to receive notices of all meetings of the Directors and of any committee of the Directors of which his appointor is a Shareholder and to attend and to vote as a Director at any such meeting at which his appointor is not personally present and generally in the absence of his appointor to perform and exercise all functions, rights, powers and duties as a Director of his appointor and to receive notice of all general meetings. Regulation 66 of Table A shall not apply.
- 16.4 The appointment of an alternate Director shall automatically cease on the happening of any event which if he were a Director would cause him to vacate such office or if his appointor shall cease for any reason to be a Director otherwise than by retiring and being re-appointed at the same meeting. Regulation 67 of Table A shall not apply.
- 16.5 A Director or any other person may act as alternate Director to represent more than one Director and an alternate Director shall be entitled at meetings of the Directors of any committee of the Directors to one vote for every Director whom he represents in addition to his own vote (if any) as a Director, but he shall count as only one for the purpose of determining whether a quorum is present. The last sentence of each of Regulations 88 and 89 of Table A shall not apply.

## **17 APPOINTMENT OF SECRETARY**

- 17.1 The Directors may appoint a Company Secretary for such term, at such remuneration and subject to such conditions as they may think fit; and any Secretary so appointed may be removed by them.

## **18 REMUNERATION OF DIRECTORS**

- 18.1 Each of the Directors shall be entitled to fees for his services at such rate as may from time to time be determined by the Directors on the recommendation of the Remuneration Committee. The Directors shall also be entitled to be repaid by the Company all such reasonable expenses (including travelling, hotel and incidental expenses) as they may incur in attending meetings of the Directors, or of committees of the Directors, or general meetings, or separate meetings of the holders of any class of shares or which they may otherwise properly incur in or about the business of the Company.

## **19 POWERS OF DIRECTORS**

- 19.1 The Directors may on the recommendation of the Remuneration Committee (by establishment or maintenance of schemes or otherwise) pay or procure the payment of pensions, annuities, allowances, gratuities and superannuation or other benefits to or for the benefit of past or present Directors or employees who are or were at any time employed by or in the service of the Company or held any place of profit with the Company or any of its



subsidiaries or any company associated with, or any business acquired by, any of them or to or for the benefit of persons who are or were related to or dependants of any such Directors or employees and may make contributions to any fund and pay premiums for the purchase or payment of any such pension, annuity, allowance, gratuity, superannuation or other benefit or may make payments for or towards the insurance of any such person.

## **20 PROCEEDINGS OF THE DIRECTORS**

20.1 The Directors may meet together for the dispatch of business, adjourn and otherwise regulate its meetings as they think fit. A meeting of the Directors at which a quorum is present shall be competent to exercise all powers, authorities and discretions for the time being vested in or exercisable by the Directors. Matters arising at any meeting shall be determined by a majority of votes and in the case of any equality of votes, the Chairman of the Directors shall have a second or casting vote. A Director may, and the Secretary if any on the requisition of a Director shall, call a meeting of the Directors. Notice of any meeting of the Directors shall be in writing and shall be given to all Directors, whether within or outside the UK at the address specified by such Directors for the service of such notice, not less than seven days before the proposed date of the meeting. A Director may waive notice of any meeting either before or after the meeting.

20.2 The quorum necessary for the transaction of business of the Directors shall be, where the Board consists of eight directors or less, five directors or, where the Board consists of nine directors or more, be six directors, in each case including two Investor Directors and in each case present in person or represented by an alternate.

20.3 If a quorum is not present or ceases to be present, the meeting shall be adjourned to the same day in the next week at the same time and place. If at that adjourned meeting a quorum is not present within half an hour of the time appointed, then the meeting shall proceed.

20.4 Any or all of the Directors may take part in a meeting of the Directors:

20.4.1 by way of a conference telephone or similar equipment that allows all persons participating in the meeting to hear and speak to each other; or

20.4.2 by a series of telephone calls from the chairman of the meeting.

Each Director taking part in this way shall be counted as being present at the meeting. A meeting which takes place by a series of calls from the chairman shall be treated as taking place where the chairman is calling from. Otherwise meetings shall be treated as taking place where most of the participants are or, if there is no such place, where the chairman of the meeting is.

20.5 All acts done by any meeting of the Directors, or of a committee or sub-committee of the Directors, or by any person acting as a Director or by an alternate Director, shall, notwithstanding it be afterwards discovered that there was some defect in the appointment or continuance in office of any Director, alternate Director or person acting as aforesaid, or that they or any of them were disqualified, or had vacated office or were not entitled to vote, be as valid as if every such person had been duly appointed or had duly continued in office