

MR01

Particulars of a charge

225909/13

IRIS Laserform

A fee is payable with this form.  
Please see 'How to pay' on the  
last page


You can use the WebFiling service to file this form online  
Please go to [www.companieshouse.gov.uk](http://www.companieshouse.gov.uk)

☒ **What this form is for**  
You may use this form to register  
a charge created or evidenced by  
an instrument

☒ **What this form is NOT for**  
You may not use this form to  
register a charge where there is  
an instrument Use form MR08

For further information, please  
refer to our guidance at

This form **must be delivered to the Registrar for registration within  
21 days** beginning with the day after the date of creation of the charge. If  
delivered outside of the 21 days it will be rejected unless it is accompanied  
court order extending the time for delivery

 You **must** enclose a certified copy of the instrument with this form. This will  
be scanned and placed on the public record



\*A28LCMZT\*

A29

17/05/2013

#70

COMPANIES HOUSE

FRIDAY

**1** Company details

Company number 0 7 7 8 9 5 7 4

Company name in full NOVA ELECTRIC IMMOBILIZATION DEVICES PLC

For official use

→ **Filing in this form**  
Please complete in typescript or in  
bold black capitals

All fields are mandatory unless  
specified or indicated by \*

**2** Charge creation date

Charge creation date 03 00 00 04 02 00 01 03

**3** Names of persons, security agents or trustees entitled to the charge

Please show the names of each of the persons, security agents or trustees  
entitled to the charge

Name TCA GLOBAL CREDIT MASTER FUND, LP

Name

Name

Name

If there are more than four names, please supply any four of these names then  
tick the statement below

☐ I confirm that there are more than four persons, security agents or  
trustees entitled to the charge

# MR01

## Particulars of a charge

4

### Description

Please give a short description of any land (including buildings), ship, aircraft or intellectual property registered (or required to be registered) in the UK which is subject to this fixed charge or fixed security

#### Continuation page

Please use a continuation page if you need to enter more details

Description

All Properties acquired by the Chargor in the future

All present and future interests of the Chargor not effectively mortgaged or charged under the above provisions in, or over, freehold or leasehold property

All present and future rights, licences, guarantees, rents, deposits, contracts, covenants and warranties relating to each Property.

All licences, consents and authorisations (statutory or otherwise) held or required in connection with the Chargor's business or the use of any Secured Asset, and all rights in connection with them.

All the Intellectual Property.

DEFINITIONS OF ABOVE DEFINED WORDS INCLUDED ON CONTINUATION PAGE 1.

5

### Fixed charge or fixed security

Does the instrument include a fixed charge or fixed security over any tangible or intangible (or in Scotland) corporeal or incorporeal property not described above? Please tick the appropriate box

☒ Yes

☐ No

6

### Floating charge

Is the instrument expressed to contain a floating charge? Please tick the appropriate box

☒ Yes Continue

☐ No Go to Section 7

Is the floating charge expressed to cover all the property and undertaking of the company?

☒ Yes

7

### Negative Pledge

Do any of the terms of the charge prohibit or restrict the chargor from creating any further security that will rank equally with or ahead of the charge? Please tick the appropriate box

☒ Yes

☐ No

MR01

Particulars of a charge

8

**Trustee statement** ①

You may tick the box if the company named in Section 1 is acting as trustee of the property or undertaking which is the subject of the charge

☐

① This statement may be filed after the registration of the charge (use form MR06)

9

**Signature**

Please sign the form here

Signature

Signature

X Reed Smith LLP

X

This form must be signed by a person with an interest in the charge

MR01

Particulars of a charge



**Presenter information**

We will send the certificate to the address entered below. All details given here will be available on the public record. You do not have to show any details here but, if none are given, we will send the certificate to the company's Registered Office address.

Contact name Danny Bloom

Company name Reed Smith

Address The Broadgate Tower

20 Primrose Street

Post town London

County/Region

Postcode EC2A 2RS

Country UK

DX DX 1066/DX 18 City/London

Telephone 020 3116 3000



**Certificate**

We will send your certificate to the presenter's address if given above or to the company's Registered Office if you have left the presenter's information blank.



**Checklist**

**We may return forms completed incorrectly or with information missing**

**Please make sure you have remembered the following.**

- ☐ The company name and number match the information held on the public Register
- ☐ You have included a certified copy of the instrument with this form
- ☐ You have entered the date on which the charge was created
- ☐ You have shown the names of persons entitled to the charge
- ☐ You have ticked any appropriate boxes in Sections 3, 5, 6, 7 & 8
- ☐ You have given a description in Section 4, if appropriate
- ☐ You have signed the form
- ☐ You have enclosed the correct fee
- ☐ Please do not send the original instrument, it must be a certified copy



**Important information**

Please note that all information on this form will appear on the public record.



**How to pay**

A fee of £13 is payable to Companies House in respect of each mortgage or charge filed on paper.

Make cheques or postal orders payable to 'Companies House'



**Where to send**

You may return this form to any Companies House address. However, for expediency, we advise you to return it to the appropriate address below.

**For companies registered in England and Wales:**  
The Registrar of Companies, Companies House,  
Crown Way, Cardiff, Wales, CF14 3UZ  
DX 33050 Cardiff

**For companies registered in Scotland**  
The Registrar of Companies, Companies House,  
Fourth floor, Edinburgh Quay 2,  
139 Fountainbridge, Edinburgh, Scotland, EH3 9FF  
DX ED235 Edinburgh 1  
or LP - 4 Edinburgh 2 (Legal Post)

**For companies registered in Northern Ireland.**  
The Registrar of Companies, Companies House,  
Second Floor, The Linenhall, 32-38 Linenhall Street,  
Belfast, Northern Ireland, BT2 8BG  
DX 481 NR Belfast 1



**Further information**

For further information, please see the guidance notes on the website at [www.companieshouse.gov.uk](http://www.companieshouse.gov.uk) or email [enquiries@companieshouse.gov.uk](mailto:enquiries@companieshouse.gov.uk)

This form is available in an alternative format. Please visit the forms page on the website at [www.companieshouse.gov.uk](http://www.companieshouse.gov.uk)

# MR01 - continuation page

## Particulars of a charge

4

### Description

Please give a short description of any land (including buildings), ship, aircraft or intellectual property registered (or required to be registered) in the UK which is subject to this fixed charge or fixed security

Description

DEFINITIONS (AS DEFINED IN THE DEBENTURE) .

Properties is defined as all freehold and leasehold properties (whether registered or unregistered) and all commonhold properties, now or in the future (and from time to time) owned by the Chargor, or in which the Chargor holds an interest (including, but not limited to, the properties specified in Schedule 1). Property means any of the Properties

Secured Assets is defined as all the assets, property and undertaking for the time being subject to the Security Interests created by, or pursuant to, this deed

Security Interest is defined as any mortgage, charge (whether fixed or floating, legal or equitable), pledge, lien, assignment by way of security or other security interest securing any obligation of any person, or any other agreement or arrangement having a similar effect.

Intellectual Property is defined as the Chargor's present and future patents, trade marks, service marks, trade names, designs, copyrights, inventions, topographical or similar rights, confidential information and know-how and any interest in any of these rights, whether or not registered, including all applications and rights to apply for registration and all fees, royalties and other rights derived from, or incidental to, these rights

Chargor means Nova Electric Immobilization Devices PLC, a company incorporated in England and Wales under registered number 07789574 whose registered office address is at Suite 48, 88-90 Hatton Garden, London, EC1N 8PN, United Kingdom.



**FILE COPY**

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

Company number: 7789574

Charge code: 0778 9574 0001

The Registrar of Companies for England and Wales hereby certifies that a charge dated 30th April 2013 and created by NOVA ELECTRIC IMMOBILIZATION DEVICES PLC was delivered pursuant to Chapter A1 Part 25 of the Companies Act 2006 on 17th May 2013

Given at Companies House, Cardiff on 22nd May 2013



DATED AS OF JANUARY 31, 2013, BUT MADE  
EFFECTIVE AS OF APRIL 30, 2013

- (1) NOVA ELECTRIC IMMOBILIZATION DEVICES  
PLC
- (2) TCA GLOBAL CREDIT MASTER FUND, LP

## DEBENTURE

Save for material redacted pursuant to  
§ 859G of the Companies Act 2006,  
WE HEREBY CERTIFY THAT THIS IS A  
TRUE COPY OF THE ORIGINAL

Reed Smith LLP  
REED SMITH LLP  
DATED 15/05/13

## **CONTENTS**

### **CLAUSE**

1	DEFINITIONS AND INTERPRETATION	2
2	COVENANT TO PAY	8
3	GRANT OF SECURITY	9
4	LIABILITY OF THE CHARGOR	12
5	REPRESENTATIONS AND WARRANTIES	13
6	GENERAL COVENANTS	15
7	PROPERTY COVENANTS	21
8	INVESTMENTS COVENANTS	26
9	EQUIPMENT COVENANTS	30
10	BOOK DEBTS COVENANTS	31
11	RELEVANT AGREEMENTS COVENANTS	32
12	INTELLECTUAL PROPERTY COVENANTS	33
13	POWERS OF THE LENDER	33
14	WHEN SECURITY BECOMES ENFORCEABLE	37
15	ENFORCEMENT OF SECURITY	37
16	RECEIVER	41
17	POWERS OF RECEIVER	42
18	DELEGATION	47
19	APPLICATION OF PROCEEDS	48
20	COSTS AND INDEMNITY	49
21	FURTHER ASSURANCE	50
22	POWER OF ATTORNEY	51
23	RELEASE	51
24	ASSIGNMENT AND TRANSFER	52
25	FURTHER PROVISIONS	52
26	NOTICES	55
27	GOVERNING LAW AND JURISDICTION	56

### **SCHEDULE**

SCHEDULE 1	58
PROPERTY	58
PART 1	58
REGISTERED PROPERTY	58
PART 2	58
UNREGISTERED PROPERTY	58
SCHEDULE 2	59
RELEVANT AGREEMENTS	59



THIS DEED is dated as of January 31, 2013, but made effective as of April 30, 2013 and made  
**BETWEEN**

- (1) **NOVA ELECTRIC IMMOBILIZATION DEVICES PLC** a company incorporated in England and Wales under registered number 07789574 whose registered office address is at Suite 48, 88-90 Hatton Garden, London, EC1N 8PN, United Kingdom (the "**Chargor**"), and
- (2) **TCA GLOBAL CREDIT MASTER FUND, LP** a limited partnership registered in the Cayman Islands whose principal address is 5th Floor, Admiral Financial Center Grand Cayman, KY1-1208 Cayman Islands (the "**Lender**" which terms shall include its successors and assigns

#### **BACKGROUND**

The Lender has agreed, pursuant to the Credit Agreement, to provide the Chargor with loan facilities on a secured basis

Under this deed, the Chargor provides security to the Lender for the loan facilities made available under the Credit Agreement

#### **AGREED TERMS**

##### **1 DEFINITIONS AND INTERPRETATION**

##### **1.1 Definitions**

The following definitions apply in this deed

**'Administrator'** means an administrator appointed to manage the affairs, business and property of the Chargor pursuant to clause 13.9,

**'Book Debts'** means all present and future book and other debts, and monetary claims due or owing to the Chargor, and the benefit of all security, guarantees and other rights of any nature enjoyed or held by the Chargor in relation to any of them,

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

**'Credit Agreement'** means the credit agreement dated as of 31 January 2013 and made effective on or about the date of this deed between the Chargor, the Lender and Nova Security Group, Inc for the provision of the loan facilities of up to US\$5,000,000 secured by this deed,

**'Delegate'** means any person appointed by the Lender or any Receiver pursuant to clause 18 and any person appointed as attorney of the Lender, Receiver or Delegate,

**'Designated Account'** means any account of the Chargor nominated by the Lender as a designated account for the purposes of this deed,

**'Environment'** means the natural and man-made environment including all or any of the following media, namely air, water and land (including air within buildings and other natural or man-made structures above or below the ground) and any living organisms (including man) or systems supported by those media,

**'Environmental Law'** means all applicable laws, statutes, regulations, secondary legislation, bye-laws, common law, directives, treaties and other measures, judgments and decisions of any court or tribunal, codes of practice and guidance notes in so far as they relate to or apply to the Environment,

**'Equipment'** means all present and future equipment, plant, machinery, tools, vehicles, furniture, fittings, installations and apparatus and other tangible moveable property for the time being owned by the Chargor, including any part of it and all spare parts, replacements, modifications and additions,

**'Event of Default'** has the meaning given to that expression in the Credit Agreement,

**'Financial Collateral'** means shall have the meaning given to that expression in the Financial Collateral Regulations,

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

**'Insurance Policy'** means each contract and policy of insurance effected or maintained by the Chargor from time to time in respect of its assets or business (including, without limitation, any insurances relating to the Properties or the Equipment),

**'Intellectual Property'** means the Chargor's present and future patents, trade marks, service marks, trade names, designs, copyrights, inventions, topographical or similar rights, confidential information and know-how and any interest in any of these rights, whether or not registered, including all applications and rights to apply for registration and all fees, royalties and other rights derived from, or incidental to, these rights,

**'Investments'** means all present and future certificated stocks, shares, loan capital, securities, bonds and investments (whether or not marketable) for the time being owned (at law or in equity) by the Chargor, including any

- (a) dividend, interest or other distribution paid or payable in relation to any of the Investments, and
- (b) right, money, shares or property accruing, offered or issued at any time in relation to any of the Investments by way of redemption, substitution, exchange, conversion, bonus, preference or otherwise, under option rights or otherwise,

but excluding any securities issued by the Chargor

**'LPA 1925'** means Law of Property Act 1925,

**'Obligations'** has the meaning set out in the Credit Agreement,

**'Properties'** means all freehold and leasehold properties (whether registered or unregistered) and all commonhold properties, now or in the future (and from time to

time) owned by the Chargor, or in which the Chargor holds an interest (including, but not limited to, the properties specified in Schedule 1), and **'Property'** means any of them,

**'Receiver'** means a receiver, receiver and manager or administrative receiver of any or all of the Secured Assets appointed by the Lender under clause 16,

**'Relevant Agreement'** means each agreement specified in Schedule 2,

**'Secured Assets'** means all the assets, property and undertaking for the time being subject to the Security Interests created by, or pursuant to, this deed,

**'Secured Liabilities'** means the Obligations and all present and future monies, obligations and liabilities owed by the Chargor to the Lender under or in connection with this deed (including, without limitation, those arising under clause 25.3.2), together with all interest (including, without limitation, default interest) accruing in respect of those monies or liabilities,

**'Security Financial Collateral Arrangement'** means shall have the meaning given to that expression in the Financial Collateral Regulations,

**'Security Interest'** means any mortgage, charge (whether fixed or floating, legal or equitable), pledge, lien, assignment by way of security or other security interest securing any obligation of any person, or any other agreement or arrangement having a similar effect,

**'Security Period'** means the period starting on the date of this deed and ending on the date on which the Lender is satisfied that all the Secured Liabilities have been unconditionally and irrevocably paid and discharged in full and no further Secured Liabilities are capable of being outstanding

## **12 Interpretation**

In this deed

- 1 2 1** reference to a statute, statutory provision or subordinate legislation is a reference to it as it is in force for the time being, taking account of any amendment or re-enactment or extension and includes any former statute, statutory provision or subordinate legislation which it amends or re-enacts,
- 1 2 2** unless the context otherwise requires, a reference to one gender shall include a reference to the other genders,
- 1 2 3** unless the context otherwise requires, words in the singular include the plural and in the plural include the singular,
- 1 2 4** a reference to a clause or Schedule is to a clause of, or Schedule to, this deed, unless the context otherwise requires,
- 1 2 5** a reference to **continuing** in relation to an Event of Default means an Event of Default which has not been remedied or waived,
- 1 2 6** a reference to **this deed** (or any provision of it) or any other document shall be construed as a reference to this deed, that provision or that document as it is in force for the time being and as amended in accordance with its terms or with the agreement of the relevant parties,
- 1 2 7** a reference to a **person** shall include a reference to an individual, firm, company, corporation, partnership, unincorporated body of persons, or any state or any agency of any person,
- 1 2 8** a reference to an **amendment** includes a novation, re-enactment, supplement or variation (and **amended** shall be construed accordingly),
- 1 2 9** a reference to **assets** includes present and future properties, undertakings, revenues, rights and benefits of every description,
- 1 2 10** a reference to an **authorisation** includes an approval, authorisation, consent, exemption, filing, licence, notarisation, registration and resolution,

**1 2 11** a reference to a **regulation** includes any regulation, rule, official directive, request or guideline (whether or not having the force of law) of any governmental, inter-governmental or supranational body, agency, department or regulatory, self-regulatory or other authority or organisation,

**1 2 12** a reference to **determines** or **determined** means, unless the contrary is indicated, a determination made at the discretion of the person making it,

**1 2 13** a reference to the **Chargor** or the **Lender** shall include its successors, permitted transferees and permitted assigns,

**1 2 14** clause and schedule headings shall not affect the interpretation of this deed, and

**1 2 15** where any statement is qualified by the expression so far as the Chargor is aware or to Chargor's knowledge or any similar expression, that statement shall be deemed to include an additional statement that it has been made after due and careful enquiry

**1 3     Clawback**

If the Lender considers that an amount paid by the Chargor in respect of the Secured Liabilities is capable of being avoided or otherwise set aside on the liquidation or administration of the Chargor or otherwise, then that amount shall not be considered to have been irrevocably paid for the purposes of this deed

**1 4     Nature of security over real property**

A reference in this deed to a charge or mortgage of or over any Property includes

**1 4 1** all buildings and fixtures and fittings (including trade and tenant's fixtures and fittings) that are situated on or form part of that Property at any time,

**1 4 2** the proceeds of the sale of any part of that Property and any other monies paid or payable in respect of or in connection with that Property,

**143** the benefit of any covenants for title given, or entered into, by any predecessor in title of the Chargor in respect of that Property, and any monies paid or payable in respect of those covenants, and

**144** all rights under any licence, agreement for sale or agreement for lease in respect of that Property

**15 Law of Property (Miscellaneous Provisions) Act 1989**

For the purposes of section 2 of the Law of Property (Miscellaneous Provisions) Act 1989, the terms of the Credit Agreement and of any side letters between any parties in relation to the Credit Agreement are incorporated into this deed

**16 Third party rights**

A third party has no right under the Contracts (Rights of Third Parties) Act 1999 to enforce, or to enjoy the benefit of, any term of this deed

**17 Perpetuity period**

If the rule against perpetuities applies to any trust created by this deed, the perpetuity period shall be 125 years (as specified by section 5(1) of the Perpetuities and Accumulations Act 2009)

**18 Schedules**

The Schedules form part of this deed and shall have effect as if set out in full in the body of this deed Any reference to this deed includes the Schedules

**2 COVENANT TO PAY**

The Chargor shall, on demand, pay to the Lender and discharge the Secured Liabilities when they become due

**3 GRANT OF SECURITY**

**3 1 Legal mortgage**

As a continuing security for the payment and discharge of the Secured Liabilities, the Chargor with full title guarantee charges to the Lender, by way of first legal mortgage, each Property specified in Schedule 1

**3 2 Fixed charges**

As a continuing security for the payment and discharge of the Secured Liabilities, the Chargor with full title guarantee charges to the Lender by way of first fixed charge

- 3 2 1** all Properties acquired by the Chargor in the future,
- 3 2 2** all present and future interests of the Chargor not effectively mortgaged or charged under the preceding provisions of this clause 3 in, or over, freehold or leasehold property,
- 3 2 3** all present and future rights, licences, guarantees, rents, deposits, contracts, covenants and warranties relating to each Property,
- 3 2 4** all licences, consents and authorisations (statutory or otherwise) held or required in connection with the Chargor's business or the use of any Secured Asset, and all rights in connection with them,
- 3 2 5** all its present and future goodwill,
- 3 2 6** all its uncalled capital,
- 3 2 7** all the Equipment,
- 3 2 8** all the Intellectual Property,
- 3 2 9** all the Book Debts,



**3 2 10** all the Investments, and

**3 2 11** all monies from time to time standing to the credit of its accounts with any bank, financial institution or other person (including each Designated Account)

**3 3 Assignment**

As a continuing security for the payment and discharge of the Secured Liabilities, the Chargor with full title guarantee assigns to the Lender absolutely, subject to a proviso for reassignment on irrevocable discharge in full of the Secured Liabilities

**3 3 1** all its rights in each Insurance Policy, including all claims, the proceeds of all claims and all returns of premium in connection with each Insurance Policy, and

**3 3 2** the benefit of each Relevant Agreement and the benefit of any guarantee or security for the performance of an Relevant Agreement

**3 4 Floating charge**

As a continuing security for the payment and discharge of the Secured Liabilities, the Chargor with full title guarantee charges to the Lender, by way of first floating charge, all the undertaking, property, assets and rights of the Chargor at any time not effectively mortgaged, charged or assigned pursuant to clause 3 1 to clause 3 3 inclusive

**3 5 Qualifying floating charge**

Paragraph 14 of Schedule B1 to the Insolvency Act 1986 applies to the floating charge created by clause 3 4

**3 6 Automatic crystallisation of floating charge**

The floating charge created by clause 3 4 shall automatically and immediately (without notice) be converted into a fixed charge over the assets subject to that floating charge if

**3 6 1 the Chargor**

- (a) creates, or attempts to create, without the prior written consent of the Lender, a Security Interest or a trust in favour of another person over all or any part of the Secured Assets (except as expressly permitted by the terms of this deed or the Credit Agreement), or
- (b) disposes, or attempts to dispose of, all or any part of the Secured Assets (other than Secured Assets that are only subject to the floating charge while it remains uncrystallised),

**3 6 2** any person levies (or attempts to levy) any distress, attachment, execution or other process against all or any part of the Secured Assets, or

**3 6 3** a resolution is passed or an order is made for the winding-up, dissolution, administration or re-organisation of the Chargor

**3 7 Crystallisation of floating charge by notice**

The Lender may, in its sole discretion, by written notice to the Chargor, convert the floating charge created under this deed into a fixed charge as regards any part of the Secured Assets specified by the Lender in that notice if

**3 7 1** an Event of Default occurs and is continuing, or

**3 7 2** the Lender considers, in good faith, those assets to be in danger of being seized or sold under any form of distress, attachment, execution or other legal process or to be otherwise in jeopardy

**3 8     Assets acquired after any floating charge has crystallised**

Any asset acquired by the Chargor after any crystallisation of the floating charge created under this deed that, but for that crystallisation, would be subject to a floating charge under this deed, shall (unless the Lender confirms otherwise to the Chargor in writing) be charged to the Lender by way of first fixed charge

**4        LIABILITY OF THE CHARGOR**

**4 1     Liability not discharged**

The Chargor's liability under this deed in respect of any of the Secured Liabilities shall not be discharged, prejudiced or affected by

**4 1 1**   any security, guarantee, indemnity, remedy or other right held by, or available to, the Lender that is, or becomes, wholly or partially illegal, void or unenforceable on any ground,

**4 1 2**   the Lender renewing, determining, varying or increasing any facility or other transaction in any manner or concurring in, accepting or varying any compromise, arrangement or settlement, or omitting to claim or enforce payment from any other person, or

**4 1 3**   any other act or omission that, but for this clause 4 1, might have discharged, or otherwise prejudiced or affected, the liability of the Chargor

**4 2     Immediate recourse**

The Chargor waives any right it may have to require the Lender to enforce any security or other right, or claim any payment from, or otherwise proceed against, any other person before enforcing this deed against the Chargor provided that this waiver shall not apply in relation to any fraud or criminal act of the Lender

**5 REPRESENTATIONS AND WARRANTIES**

**5.1 Representations and warranties**

The Chargor makes the representations and warranties set out in this clause 5 to the Lender

**5.2 Ownership of Secured Assets**

The Chargor is the legal and beneficial owner of the Secured Assets

**5.3 No Security Interests**

The Secured Assets are free from any Security Interest other than the Security Interests created by this deed

**5.4 No adverse claims**

The Chargor has not received, or acknowledged notice of, any adverse claim by any person in respect of the Secured Assets or any interest in them

**5.5 No adverse covenants**

There are no covenants, agreements, reservations, conditions, interests, rights or other matters whatsoever that materially and adversely affect the Secured Assets

**5.6 No breach of laws**

There is no breach of any law or regulation that materially and adversely affects the Secured Assets

**5.7 No interference in enjoyment**

No facility necessary for the enjoyment and use of the Secured Assets is subject to terms entitling any person to terminate or curtail its use

**5 8 No overriding interests**

Nothing has arisen, has been created or is subsisting, that would be an overriding interest in any Property

**5 9 Avoidance of security**

No Security Interest expressed to be created under this deed is liable to be avoided, or otherwise set aside, on the liquidation or administration of the Chargor or otherwise

**5 10 No prohibitions or breaches**

There is no prohibition on assignment in any Insurance Policy or Relevant Agreement and the entry into this deed by the Chargor does not, and will not, constitute a breach of any Insurance Policy, Relevant Agreement or any other agreement or instrument binding on the Chargor or its assets

**5 11 Environmental compliance**

The Chargor has, at all times, complied in all material respects with all applicable Environmental Law

**5 12 Enforceable security**

This deed constitutes and will constitute the legal, valid, binding and enforceable obligations of the Chargor, and is and will continue to be effective security over all and every part of the Secured Assets in accordance with its terms

**5 13 Times for making representations and warranties**

The representations and warranties set out in clause 5 2 to clause 5 12 are made by the Chargor on the date of this deed and are deemed (save for the representations and warranties set out in clause 5 4) to be repeated on each day of the Security Period with reference to the facts and circumstances existing at the time of repetition]

## **6 GENERAL COVENANTS**

### **6.1 Negative pledge and disposal restrictions**

The Chargor shall not at any time, except with the prior written consent of the Lender

**6.1.1** create, purport to create or permit to subsist any Security Interest on, or in relation to, any Secured Asset other than any Security Interest created by this deed,

**6.1.2** sell, assign, transfer, part with possession of, or otherwise dispose of in any manner (or purport to do so), all or any part of, or any interest in, the Secured Assets (except, in the ordinary course of business, Secured Assets that are only subject to an uncrystallised floating charge), or

**6.1.3** create or grant (or purport to create or grant) any interest in the Secured Assets in favour of a third party

### **6.2 Preservation of Secured Assets**

The Chargor shall not do, or permit to be done, any act or thing that would or might depreciate, jeopardise or otherwise prejudice the security held by the Lender, or materially diminish the value of any of the Secured Assets or the effectiveness of the security created by this deed

### **6.3 Compliance with laws and regulations**

**6.3.1** The Chargor shall not, without the Lender's prior written consent, use or permit the Secured Assets to be used in any way contrary to law

**6.3.2** The Chargor shall

(a) comply with the requirements of any law and regulation relating to or affecting the Secured Assets or the use of it or any part of them,

- (b) obtain, and promptly renew from time to time, and comply with the terms of all authorisations that are required in connection with the Secured Assets or their use or that are necessary to preserve, maintain or renew any Secured Asset, and
- (c) promptly effect any maintenance, modifications, alterations or repairs that are required by any law or regulation to be effected on or in connection with the Secured Assets.

#### **6 4 Enforcement of rights**

The Chargor shall use its best endeavours to

- 6 4 1** procure the prompt observance and performance of the covenants and other obligations imposed on the Chargor's counterparties (including each counterparty in respect of a Relevant Agreement and each insurer in respect of an Insurance Policy), and
- 6 4 2** enforce any rights and institute, continue or defend any proceedings relating to any of the Secured Assets which the Lender may require from time to time

#### **6 5 Notice of misrepresentation and breaches**

The Chargor shall, promptly on becoming aware of any of the same, give the Lender notice in writing of

- 6 5 1** any representation or warranty set out in this deed that is incorrect or misleading in any material respect when made or deemed to be repeated, and
- 6 5 2** any breach of any covenant set out in this deed

**6 6     Title documents**

The Chargor shall, as so required by the Lender, deposit with a reputable escrow agent nominated by Lender and such escrow agent shall, for the duration of this deed be entitled to hold

- 6 6 1** all deeds and documents of title relating to the Secured Assets that are in the possession or control of the Chargor (and if these are not within the possession or control of the Chargor, the Chargor undertakes to obtain possession of all these deeds and documents of title),
- 6 6 2** all Insurance Policies and any other insurance policies relating to any of the Secured Assets that the Chargor is entitled to possess,
- 6 6 3** all deeds and documents of title (if any) relating to the Book Debts as the Lender may specify from time to time, and
- 6 6 4** copies of all the Relevant Agreements, certified to be true copies by either a director of the Chargor or by the Chargor's solicitors

provided that (i) any fees and expenses of the escrow agent shall be paid by the Chargor and if the Chargor fails to pay the same when due the Lender shall be entitled to require that such items are held by the Lender, and (ii) the Lender shall at any time after the security constituted by this deed has become enforceable be entitled to require that any such items held by the escrow agent are transferred immediately to the Lender or its nominee

**6 7     Insurance**

- 6 7 1** The Chargor shall insure and keep insured (or where, in the case of any leasehold property, insurance is the responsibility of the landlord under the terms of the lease, either procure that the landlord insures and keeps insured or, if and to the extent that the landlord does not do so, itself insure and keep insured) the Secured Assets against



- (a) loss or damage by fire or terrorist acts,
- (b) other risks, perils and contingencies that would be insured against by reasonably prudent persons carrying on the same class of business as the Chargor, and
- (c) any other risk, perils and contingencies as the Lender may reasonably require

Any such insurance must be with an insurance company or underwriters, and on such terms, as are reasonably acceptable to the Lender, and must be for not less than the replacement value of the Secured Assets

**6 7 2** The Chargor shall, if requested by the Lender, produce to the Lender the policy, certificate or cover note relating to the insurance required by clause 6 7 1 (or where, in the case of any leasehold property, that insurance is effected by the landlord, such evidence of insurance as the Chargor is entitled to obtain from the landlord under the terms of the relevant lease)

**6 7 3** The Chargor shall, if requested by the Lender, procure that a note of the Lender's interest is endorsed upon each insurance policy maintained by it or any person on its behalf in accordance with clause 6 7 1 and that the terms of each insurance policy require the insurer not to invalidate the policy as against the Lender by reason of the act or default of any other joint or named insured and not to cancel it without giving at least 30 days' prior written notice to the Lender

**6 8 Insurance premiums**

The Chargor shall

**6 8 1** promptly pay all premiums in respect of each insurance policy maintained by it in accordance with clause 6 7 1 and do all other things necessary to keep that policy in full force and effect, and

**6 8 2** (if the Lender so requires) produce to, or deposit with, the Lender the receipts for all premiums and other payments necessary for effecting and keeping up each insurance policy maintained by it in accordance with clause 6 7 1

**6 9 No invalidation of insurance**

The Chargor shall not do or omit to do, or permit to be done or omitted, any act or thing that may invalidate or otherwise prejudice any insurance policy maintained by it in accordance with clause 6 7 1

**6 10 Proceeds of insurance policies**

All monies received or receivable by the Chargor under any insurance policy maintained by it in accordance with clause 6 7 1 (including all monies received or receivable by it under any Insurance Policy) at any time (whether or not the security constituted by this deed has become enforceable) shall

**6 10 1** immediately be paid into a Designated Account,

**6 10 2** if they are not paid directly to the Lender by the insurers, be held by the Chargor as trustee of the same for the benefit of the Lender (and the Chargor shall account for them to the Lender), and

**6 10 3** be applied in making good or recouping expenditure in respect of the loss or damage for which those monies are received or, after the security constituted by this deed has become enforceable and if the Lender so directs, in or towards discharge or reduction of the Secured Liabilities

**6 11 Notices to be given by the Chargor**

The Chargor shall immediately on the execution of this deed (or, if later, the date of acquisition of the relevant Secured Asset)

6 11 1 give notice to each insurer that it has assigned its rights and interest in and under each Insurance Policy under clause 3 3 1 and procure that each addressee of any such notice promptly provides within five Business Days to the Lender an acknowledgement of the notice of the Lender's interest,

6 11 2 give notice to each counterparty to a Relevant Agreement that it has assigned its rights and interest in and under that Relevant Agreement under clause 3 3 2 and procure that each addressee of any such notice promptly provides within five Business Days to the Lender an acknowledgement of the notice of the Lender's interest,

6 11 3 give notice to any bank, financial institution or other person (excluding the Lender) with whom it has an account that it has charged to the Lender its rights and interests under that account under clause 3 2 11 and procure that each addressee of any such notice promptly provides within five Business Days to the Lender an acknowledgement of the notice of the Lender's interest

The Chargor shall obtain the Lender's prior approval of the form of any notice or acknowledgement to be used under this clause 6 11

**6 12 Information**

The Chargor shall

6 12 1 give the Lender such information concerning the location, condition, use and operation of the Secured Assets as the Lender may require,

6 12 2 permit any persons designated by the Lender and any Receiver to enter on its premises and inspect and examine any Secured Asset, and the records relating to that Secured Asset, at all reasonable times and on reasonable prior notice, and

6 12 3 promptly notify the Lender in writing of any action, claim or demand made by or against it in connection with any Secured Asset or of any fact, matter or circumstance which may, with the passage of time, give rise to such an action, claim or demand,

together with, in each case, the Chargor's proposals for settling, liquidating, compounding or contesting any such action, claim or demand and shall, subject to the Lender's prior approval, implement those proposals at its own expense

**6 13 Payment of outgoings**

The Chargor shall promptly pay all taxes, fees, licence duties, registration charges, insurance premiums and other outgoings in respect of the Secured Assets and, on demand, produce evidence of payment to the Lender

**6 14 Chargor's waiver of set-off**

The Chargor waives any present or future right of set-off it may have in respect of the Secured Liabilities (including sums payable by the Chargor under this deed)

**7 PROPERTY COVENANTS**

**7 1 Maintenance**

The Chargor shall keep all buildings and all fixtures on each Property in good and substantial repair and condition

**7 2 Preservation of Property, fixtures and Equipment**

The Chargor shall not, without the prior written consent of the Lender

**7 2 1** pull down or remove the whole, or any part of, any building forming part of any Property or permit the same to occur,

**7 2 2** make or permit any material alterations to any Property, or sever or remove, or permit to be severed or removed, any of its fixtures, or

**7 2 3** remove or make any material alterations to any of the Equipment belonging to, or in use by, the Chargor on any Property (except to effect necessary repairs or replace them with new or improved models or substitutes)

**7.3 Conduct of business on Properties**

The Chargor shall carry on its trade and business on those parts (if any) of the Properties as are used for the purposes of trade or business in accordance with the standards of good management from time to time current in that trade or business

**7.4 Planning information**

The Chargor shall

**7.4.1** give full particulars to the Lender of any notice, order, direction, designation, resolution or proposal given or made by any planning authority or other public body or authority (**Planning Notice**) that specifically applies to any Property, or to the locality in which it is situated, within seven days after becoming aware of the relevant Planning Notice, and

**7.4.2** (if the Lender so requires) immediately, and at the cost of the Chargor, take all reasonable and necessary steps to comply with any Planning Notice, and make, or join with the Lender in making, any objections or representations in respect of that Planning Notice that the Lender may desire

**7.5 Compliance with covenants and payment of rent**

The Chargor shall

**7.5.1** observe and perform all covenants, stipulations and conditions to which each Property, or the use of it, is or may be subjected, and (if the Lender so requires) produce evidence sufficient to satisfy the Lender that those covenants, stipulations and conditions have been observed and performed,

**7.5.2** diligently enforce all covenants, stipulations and conditions benefiting each Property and shall not (and shall not agree to) waive release or vary any of the same, and

**7 5 3** (without prejudice to the generality of the foregoing) where a Property, or part of it, is held under a lease, duly and punctually pay all rents due from time to time, and perform and observe all the tenant's covenants and conditions

**7 6 Payment of rent and outgoings**

The Chargor shall

**7 6 1** where a Property, or part of it, is held under a lease, duly and punctually pay all rents due from time to time, and

**7 6 2** pay (or procure payment of the same) when due all charges, rates, taxes, duties, assessments and other outgoings relating to or imposed on each Property or on its occupier

**7.7 Maintenance of interests in Properties**

The Chargor shall not, without the prior written consent of the Lender

**7 7 1** grant, or agree to grant, any licence or tenancy affecting the whole or any part of any Property, or exercise, or agree to exercise, the statutory powers of leasing or of accepting surrenders under sections 99 or 100 of the Law of Property Act 1925, or

**7 7 2** in any other way dispose of, surrender or create, or agree to dispose of surrender or create, any legal or equitable estate or interest in the whole or any part of any Property

**7 8 Registration restrictions**

If the title to any Property is not registered at the Land Registry, the Chargor shall procure that no person (other than itself) shall be registered under the Land Registration Acts 1925 to 2002 as proprietor of all or any part of any Property without the prior written consent of the Lender The Chargor shall be liable for the costs and

expenses of the Lender in lodging cautions against the registration of the title to the whole or any part of any Property from time to time

**7 9 Development restrictions**

The Chargor shall not, without the prior written consent of the Lender

**7 9 1** make or, insofar as it is able, permit others to make any application for planning permission or development consent in respect of the Property, or

**7 9 2** carry out, or permit, or suffer to be carried out on any Property any development as defined in the Town and Country Planning Act 1990 and the Planning Act 2008, or change or permit or suffer to be changed the use of any Property

**7.10 Environment**

The Chargor shall

**7 10 1** comply with all the requirements of Environmental Law both in the conduct of its general business and in the management, possession or occupation of each Property, and

**7 10 2** obtain and comply with all authorisations, permits and other types of licences necessary under Environmental Law

**7 11 No restrictive obligations**

The Chargor shall not, without the prior written consent of the Lender, enter into any onerous or restrictive obligations affecting the whole or any part of any Property, or create or permit to arise any overriding interest, easement or right whatever in or over the whole or any part of any Property

**7 12 Proprietary rights**

The Chargor shall procure that no person shall become entitled to assert any proprietary or other like right or interest over the whole or any part of any Property without the prior written consent of the Lender

**7 13 Inspection**

The Chargor shall permit the Lender, any Receiver and any person appointed by either of them to enter on and inspect any Property on reasonable prior notice

**7 14 Property information**

The Chargor shall inform the Lender promptly of any acquisition by the Chargor of, or contract made by the Chargor to acquire, any freehold, leasehold or other interest in any property

**7 15 VAT option to tax**

The Chargor shall not, without the prior written consent of the Lender

**7 15 1** exercise any VAT option to tax in relation to any Property, or

**7 15 2** revoke any VAT option to tax exercised, and disclosed to the Lender, before the date of this deed

**7 16 Registration at the Land Registry**

The Chargor consents to an application being made by the Lender to the Land Registrar for the following restriction in Form P to be registered against its title to each Property

"No disposition of the registered estate by the proprietor of the registered estate or by the proprietor of any registered charge, not being a charge registered before the entry



of this restriction is to be registered without a written consent signed by the proprietor for the time being of the charge dated [       ] 2013 in favour of TCA Global Credit Master Fund, LP referred to in the charges register [or [their conveyance or specify appropriate details]] "

**8       INVESTMENTS COVENANTS**

**8 1       Deposit of title documents**

**8 1 1       The Chargor shall**

- (a)       on the execution of this deed, deposit with the Lender all stock or share certificates and other documents of title or evidence of ownership relating to any Investments owned by the Chargor at that time, and
- (b)       on the purchase or acquisition by it of Investments after the date of this deed, deposit with the Lender all stock or share certificates and other documents of title or evidence of ownership relating to those Investments

**8 1 2       At the same time as depositing documents with the Lender in accordance with clause 8 1 1(a) or clause 8 1 1(b), the Chargor shall also deposit with the Lender**

- (a)       all stock transfers forms relating to the relevant Investments duly completed and executed by or on behalf of the Chargor, but with the name of the transferee, the consideration and the date left blank, and
- (b)       any other documents (in each case duly completed and executed by or on behalf of the Chargor) that the Lender may request in order to enable it or any of its nominees, or any purchaser or transferee, to be registered as the owner of, or otherwise obtain a legal title to, or to perfect its security interest in any of the relevant Investments,

so that the Lender may, at any time and without notice to the Chargor, complete and present those stock transfer forms and other documents to the issuer of the Investments for registration

**8 2     Nominations**

**8 2 1**    The Chargor shall terminate with immediate effect all nominations it may have made (including, without limitation, any nomination made under section 145 or section 146 of the Companies Act 2006) in respect of any Investments and, pending that termination, procure that any person so nominated

(a)     does not exercise any rights in respect of any Investments without the prior written approval of the Lender, and

(b)     immediately on receipt by it, forward to the Lender all communications or other information received by it in respect of any Investments for which it has been so nominated

**8 2 2**    The Chargor shall not, during the Security Period, exercise any rights (including, without limitation, any rights under sections 145 and 146 of the Companies Act 2006) to nominate any person in respect of any of the Investments

**8 3     Additional registration obligations**

The Chargor shall

**8 3 1**    obtain all consents, waivers, approvals and permissions that are necessary, under the articles of association of any issuer that is not a public company or otherwise, for the transfer of the Investments to the Lender or its nominee, or to a purchaser on enforcement of this deed, and

**8 3 2**    procure the amendment of the share transfer provisions (including, but not limited to, deletion of any pre-emption provisions) of the articles of association of each issuer

that is not a public company in any manner that the Lender may require in order to permit such a transfer

**8.4 Dividends and voting rights before enforcement**

**8.4.1** Before the security constituted by this deed becomes enforceable, the Chargor may retain and apply for its own use all dividends, interest and other monies paid or payable in respect of the Investments and, if any are paid or payable to the Lender or any of its nominees, the Lender will hold all those dividends, interest and other monies received by it for the Chargor and will pay them to the Chargor promptly on request, and

**8.4.2** Before the security constituted by this deed becomes enforceable, the Chargor may exercise all voting and other rights and powers in respect of the Investments or, if any of the same are exercisable by the Lender or any of its nominees, to direct in writing the exercise of those voting and other rights and powers provided that

(a) it shall not do so in any way that would breach any provision of the Credit Agreement or this deed or for any purpose inconsistent with the Credit Agreement or this deed, and

(b) the exercise of, or the failure to exercise, those voting rights or other rights and powers would not, in the Lender's opinion, have an adverse effect on the value of the Investments or otherwise prejudice the Lender's security under this deed

**8.4.3** The Chargor shall indemnify the Lender against any loss or liability incurred by the Lender (or its nominee) as a consequence of the Lender (or its nominee) acting in respect of the Investments at the direction of the Chargor

**8.4.4** The Lender shall not, by exercising or not exercising any voting rights or otherwise, be construed as permitting or agreeing to any variation or other change in the rights

attaching to or conferred by any of the Investments that the Lender considers prejudicial to, or impairing the value of, the security created by this deed

**8 5 Dividends and voting rights after enforcement**

After the security constituted by this deed has become enforceable

**8 5 1** all dividends and other distributions paid in respect of the Investments and received by the Chargor shall be held by the Chargor on trust for the Lender and immediately paid into a Designated Account or, if received by the Lender, shall be retained by the Lender, and

**8 5 2** all voting and other rights and powers attaching to the Investments shall be exercised by, or at the direction of, the Lender and the Chargor shall, and shall procure that its nominees shall, comply with any directions the Lender may give, in its absolute discretion, concerning the exercise of those rights and powers

**8 6 Calls on Investments**

The Chargor shall promptly pay all calls, instalments and other payments that may be or become due and payable in respect of all or any of the Investments. The Chargor acknowledges that the Lender shall not be under any liability in respect of any such calls, instalments or other payments

**8 7 No alteration of constitutional documents or rights attaching to Investments**

Save to the extent that required by law or court order or a government agency order the Chargor shall not, without the prior written consent of the Lender, amend, or agree to the amendment of

**8 7 1** the memorandum or articles of association, or any other constitutional documents, of any issuer that is not a public company, or

**8 7.2** the rights or liabilities attaching to any of the Investments

**8 8      Preservation of Investments**

The Chargor shall ensure (as far as it is able to by the exercise of all voting rights, powers of control and other means available to it) that any issuer that is not a public company shall not

**8 8 1**    consolidate or subdivide any of its Investments, or reduce or re-organise its share capital in any way,

**8 8 2**    issue any new shares or stock, or

**8 8 3**    refuse to register any transfer of any of its Investments that may be lodged for registration by, or on behalf of, the Lender or the Chargor in accordance with this deed

**8 9      Investments information**

The Chargor shall, promptly following receipt, send to the Lender copies of any notice, circular, report, accounts and any other document received by it that relates to the Investments

**9        EQUIPMENT COVENANTS**

**9 1      Maintenance of Equipment**

The Chargor shall

**9 1 1**    maintain the Equipment in good and serviceable condition (except for expected fair wear and tear) in compliance with all relevant manuals, handbooks, manufacturer's instructions and recommendations and maintenance or servicing schedules,

**9 1 2**    at its own expense, renew and replace any parts of the Equipment when they become obsolete, worn out or damaged with parts of a similar quality and of equal or greater value, and

**9 1 3** not permit any Equipment to be

- (a) used or handled other than by properly qualified and trained persons, or
- (b) overloaded or used for any purpose for which it is not designed or reasonably suitable

**9 2 Payment of Equipment taxes**

The Chargor shall promptly pay all taxes, fees, licence duties, registration charges, insurance premiums and other outgoings in respect of the Equipment and, on demand, produce evidence of such payment to the Lender

**9 3 Notice of charge**

The Chargor

**9 3 1** shall, if so requested by the Lender, affix to and maintain on each item of Equipment in a conspicuous place, a clearly legible identification plate containing the following wording

"NOTICE OF CHARGE

This [DESCRIBE ITEM] and all additions to it are subject to a fixed charge dated [ ] 2013 in favour of TCA Global Credit Master Fund, LP "

**9 3 2** shall not, and shall not permit any person to, conceal, obscure, alter or remove any plate affixed in accordance with clause 9 3 1

**10 BOOK DEBTS COVENANTS**

**10 1 Realising Book Debts**

The Chargor shall

- 10 1 1 as an agent for the Lender, collect in and realise all Book Debts, pay the proceeds into a Designated Account immediately on receipt and, pending that payment, hold those proceeds in trust for the Lender,
- 10 1 2 not, without the prior written consent of the Lender, withdraw any amounts standing to the credit of any Designated Account, and
- 10 1 3 if called on to do so by the Lender, execute a legal assignment of the Book Debts to the Lender on such terms as the Lender may require and give notice of that assignment to the debtors from whom the Book Debts are due, owing or incurred

**10 2 Preservation of Book Debts**

The Chargor shall not (except as provided by clause 10 1 or with the prior written consent of the Lender) release, exchange, compound, set-off, grant time or indulgence in respect of, or in any other manner deal with, all or any of the Book Debts

**11 RELEVANT AGREEMENTS COVENANTS**

**11 1 Relevant Agreements**

11 2 The Chargor shall, unless the Lender agrees otherwise in writing

11 2 1 comply with the terms of,

11 2 2 not amend or vary or agree to any change in, or waive any requirement of,

11 2 3 not settle, compromise, terminate, rescind or discharge (except by performance), and

11 2 4 not abandon, waive, dismiss, release or discharge any action, claim or proceedings against any counterparty to a Relevant Agreement or other person in connection with,

11 3 any Relevant Agreement and any other document, agreement or arrangement comprising the Secured Assets (other than the Insurance Policies)

**13 2 Exercise of rights**

The rights of the Lender under clause 13 1 are without prejudice to any other rights of the Lender under this deed. The exercise of any rights of the Lender under this deed shall not make the Lender liable to account as a mortgagee in possession.

**13 3 Power to dispose of chattels**

**13 3 1** At any time after the security constituted by this deed has become enforceable, the Lender or any Receiver may, as agent for the Chargor, dispose of any chattels or produce found on any Property.

**13 3 2** Without prejudice to any obligation to account for the proceeds of any disposal made under clause 13 3 1, the Chargor shall indemnify the Lender and any Receiver against any liability arising from any disposal made under clause 13 3 1.

**13 4 Lender has Receiver's powers**

To the extent permitted by law, any right, power or discretion conferred by this deed on a Receiver may, after the security constituted by this deed has become enforceable, be exercised by the Lender in relation to any of the Secured Assets whether or not it has taken possession of any Secured Assets and without first appointing a Receiver or notwithstanding the appointment of a Receiver.

**13 5 Conversion of currency**

**13 5 1** For the purpose of, or pending the discharge of, any of the Secured Liabilities, the Lender may convert any monies received, recovered or realised by it under this deed (including the proceeds of any previous conversion under this clause 13 5) from their existing currencies of denomination into any other currencies of denomination that the Lender may think fit.



## **12 INTELLECTUAL PROPERTY COVENANTS**

### **12.1 Preservation of rights**

The Chargor shall take all necessary action to safeguard and maintain present and future rights in, or relating to, the Intellectual Property including (without limitation) by observing all covenants and stipulations relating to those rights, and by paying all applicable renewal fees, licence fees and other outgoings

### **12.2 Registration of Intellectual Property**

The Chargor shall use all reasonable efforts to register applications for the registration of any Intellectual Property, and shall keep the Lender informed of all matters relating to each such registration

### **12.3 Maintenance of Intellectual Property**

Save to the extent that a governmental entity determines that a patent, trade mark or copyright of the Chargor is invalid or violates a third party's patent, trade mark or copyright the Chargor shall not permit any Intellectual Property to be abandoned, cancelled or to lapse

## **13 POWERS OF THE LENDER**

### **13.1 Power to remedy**

**13.1.1** The Lender shall be entitled (but shall not be obliged) to remedy, at any time, a breach by the Chargor of any of its obligations contained in this deed

**13.1.2** The Chargor irrevocably authorises the Lender and its agents to do all things that are necessary or desirable for that purpose

**13.1.3** Any monies expended by the Lender in remedying a breach by the Chargor of its obligations contained in this deed shall be reimbursed by the Chargor to the Lender on a full indemnity basis and shall carry interest in accordance with clause 20.1

**13 5 2** Any such conversion shall be effected at the then prevailing spot selling rate of exchange, as determined by the Lender, for such other currency against the existing currency

**13 5 3** Each reference in this clause 13 5 to a currency extends to funds of that currency and, for the avoidance of doubt, funds of one currency may be converted into different funds of the same currency

**13 6 New accounts**

**13 6 1** If the Lender receives, or is deemed to have received, notice of any subsequent Security Interest, or other interest, affecting all or part of the Secured Assets, the Lender may open a new account for the Chargor in the Lender's books. Without prejudice to the Lender's right to combine accounts, no money paid to the credit of the Chargor in any such new account shall be appropriated towards, or have the effect of discharging, any part of the Secured Liabilities

**13 6 2** If the Lender does not open a new account immediately on receipt of the notice, or deemed notice, under clause 13 6 1, then, unless the Lender gives express written notice to the contrary to the Chargor, all payments made by the Chargor to the Lender shall 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, as from the time of receipt of the relevant notice by the Lender

**13 7 Lender's set-off rights**

If the Lender has more than one account for the Chargor in its books, the Lender may at any time after

**13 7 1** the security constituted by this deed has become enforceable, or

**13 7 2** the Lender has received, or is deemed to have received, notice of any subsequent Security Interest or other interest affecting all or any part of the Secured Assets,

transfer, without prior notice, all or any part of the balance standing to the credit of any account to any other account that may be in debit. After making any such transfer, the Lender shall notify the Chargor of that transfer.

**13.8 Indulgence**

The Lender may, at its discretion, grant time or other indulgence, or make any other arrangement, variation or release with any person not being a party to this deed (whether or not any such person is jointly liable with the Chargor) in respect of any of the Secured Liabilities, or of any other security for them without prejudice either to this deed or to the liability of the Chargor for the Secured Liabilities.

**13.9 Appointment of an Administrator**

**13.9.1** The Lender may, without notice to the Chargor, appoint any one or more persons to be an Administrator of the Chargor pursuant to Paragraph 14 of Schedule B1 of the Insolvency Act 1986 if the security constituted by this deed becomes enforceable.

**13.9.2** Any appointment under this clause 13.9 shall

- (a) be in writing signed by a duly authorised signatory of the Lender, and
- (b) take effect, in accordance with paragraph 19 of Schedule B1 of the Insolvency Act 1986.

**13.9.3** The Lender may apply to the court for an order removing an Administrator from office and may by notice in writing in accordance with this clause 13.9 appoint a replacement for any Administrator who has died, resigned, been removed or who has vacated office upon ceasing to be qualified.

**14 WHEN SECURITY BECOMES ENFORCEABLE**

**14 1 Security becomes enforceable on Event of Default**

The security constituted by this deed shall be immediately enforceable if an Event of Default occurs

**14 2 Discretion**

After the security constituted by this deed has become enforceable, the Lender may, in its absolute discretion, enforce all or any part of that security at the times, in the manner and on the terms it thinks fit, and take possession of and hold or dispose of all or any part of the Secured Assets

**15 ENFORCEMENT OF SECURITY**

**15 1 Enforcement powers**

**15 1 1** The power of sale and other powers conferred by section 101 of the LPA 1925 (as varied or extended by this deed) shall, as between the Lender and a purchaser from the Lender, arise on and be exercisable at any time after the execution of this deed, but the Lender shall not exercise such power of sale or other powers until the security constituted by this deed has become enforceable under clause 14 1

**15 1 2** Section 103 of the LPA 1925 does not apply to the security constituted by this deed

**15 2 Extension of statutory powers of leasing**

The statutory powers of leasing and accepting surrenders conferred on mortgagees under the LPA 1925 and by any other statute are extended so as to authorise the Lender and any Receiver, at any time after the security constituted by this deed has become enforceable, whether in its own name or in that of the Chargor, to

**15 2 1** grant a lease or agreement to lease,

**15.2.2** accept surrenders of leases, or

**15.2.3** grant any option of the whole or any part of the Secured Assets with whatever rights relating to other parts of it,

whether or not at a premium and containing such covenants on the part of the Chargor, and on such terms and conditions (including the payment of money to a lessee or tenant on a surrender) as the Lender or Receiver thinks fit without the need to comply with any of the restrictions imposed by sections 99 and 100 of the LPA 1925

**15.3 Access on enforcement**

**15.3.1** At any time after the Lender has demanded payment of the Secured Liabilities or if the Chargor defaults in the performance of its obligations under this deed or the Credit Agreement, the Chargor will allow the Lender or its Receiver, without further notice or demand, immediately to exercise all its rights, powers and remedies in particular (and without limitation) to take possession of any Secured Asset and for that purpose to enter on any premises where a Secured Asset is situated (or where the Lender or a Receiver reasonably believes a Secured Asset to be situated) without incurring any liability to the Chargor for, or by any reason of, that entry

**15.3.2** At all times, the Chargor must use its best endeavours to allow the Lender or its Receiver access to any premises for the purpose of clause 15.3.1 (including obtaining any necessary consents or permits of other persons) and ensure that its employees and officers do the same

**15.4 Prior Security Interests**

At any time after the security constituted by this deed has become enforceable, or after any powers conferred by any Security Interest having priority to this deed shall have become exercisable, the Lender may

**15 4 1** redeem that or any other prior Security Interest,

**15 4 2** procure the transfer of that Security Interest to it, and

**15 4 3** settle and pass any account of the holder of any prior Security Interest

Any accounts so settled and passed shall be, in the absence of any manifest error, conclusive and binding on the Chargor. All monies paid by the Lender to an encumbrancer in settlement of any of those accounts shall, as from its payment by the Lender, be due from the Chargor to the Lender on current account and shall bear interest at the default rate of interest specified in the Credit Agreement and be secured as part of the Secured Liabilities.

**15 5 Protection of third parties**

No purchaser, mortgagee or other person dealing with the Lender, any Receiver or Delegate shall be concerned to enquire

**15 5 1** whether any of the Secured Liabilities have become due or payable, or remain unpaid or undischarged,

**15 5 2** whether any power the Lender, a Receiver or Delegate is purporting to exercise has become exercisable or is properly exercisable, or

**15 5 3** how any money paid to the Lender, any Receiver or any Delegate is to be applied

**15 6 Privileges**

Each Receiver and the Lender is entitled to all the rights, powers, privileges and immunities conferred by the LPA 1925 on mortgagees and receivers

**15.7 No liability as mortgagee in possession**

Neither the Lender, any Receiver, any Delegate nor any Administrator shall be liable to account as mortgagee in possession in respect of all or any of the Secured Assets, nor shall any of them be liable for any loss on realisation of, or for any neglect or default of any nature in connection with, all or any of the Secured Assets for which a mortgagee in possession might be liable as such

**15.8 Conclusive discharge to purchasers**

The receipt of the Lender or any Receiver or Delegate shall be a conclusive discharge to a purchaser and, in making any sale or other disposal of any of the Secured Assets or in making any acquisition in the exercise of their respective powers, the Lender, every Receiver and Delegate may do so for any consideration, in any manner and on any terms that it or he thinks fit

**15.9 Right of appropriation**

**15.9.1 To the extent that**

- (a) the Secured Assets constitute Financial Collateral, and
- (b) this deed and the obligations of the Chargor under it constitute a Security Financial Collateral Arrangement,

the Lender shall have the right, at any time after the security constituted by this deed has become enforceable, to appropriate all or any of those Secured Assets in or towards the payment or discharge of the Secured Liabilities in any order that the Lender may, in its absolute discretion, determine

**15.9.2 The value of any Secured Assets appropriated in accordance with this clause shall be the price of those Secured Assets at the time the right of appropriation is exercised as listed on any recognised market index, or determined by any other method that the Lender may select (including independent valuation)**

**15.9.3** The Chargor agrees that the methods of valuation provided for in this clause are commercially reasonable for the purposes of the Financial Collateral Regulations

## **16 RECEIVER**

### **16.1 Appointment**

At any time after the security constituted by this deed has become enforceable, or at the request of the Chargor, the Lender may, without further notice, appoint by way of deed, or otherwise in writing, any one or more persons to be a Receiver of all or any part of the Secured Assets

### **16.2 Removal**

The Lender may, without further notice (subject to section 45 of the Insolvency Act 1986), from time to time, by way of deed, or otherwise in writing, remove any Receiver appointed by it and may, whenever it thinks fit, appoint a new Receiver in the place of any Receiver whose appointment may for any reason have terminated

### **16.3 Remuneration**

The Lender may fix the remuneration of any Receiver appointed by it without the restrictions contained in section 109 of the LPA 1925, and the remuneration of the Receiver shall be a debt secured by this deed, which shall be due and payable immediately on its being paid by the Lender

### **16.4 Power of appointment additional to statutory powers**

The power to appoint a Receiver conferred by this deed shall be in addition to all statutory and other powers of the Lender under the Insolvency Act 1986, the LPA 1925 or otherwise, and shall be exercisable without the restrictions contained in sections 103 and 109 of the LPA 1925 or otherwise



**16 5 Power of appointment exercisable despite prior appointments**

The power to appoint a Receiver (whether conferred by this deed or by statute) shall be, and remain, exercisable by the Lender despite any prior appointment in respect of all or any part of the Secured Assets

**16 6 Agent of the Chargor**

Any Receiver appointed by the Lender under this deed shall be the agent of the Chargor and the Chargor shall be solely responsible for the contracts, engagements, acts, omissions, defaults, losses and remuneration of that Receiver and for liabilities incurred by that Receiver. The agency of each Receiver shall continue until the Chargor goes into liquidation and after that the Receiver shall act as principal and shall not become the agent of the Lender

**17 POWERS OF RECEIVER**

**17 1 General**

**17 1 1** Any Receiver appointed by the Lender under this deed shall, in addition to the powers conferred on him by statute, have the powers set out in clause 17 2 to clause 17 23

**17 1 2** If there is more than one Receiver holding office at the same time, each Receiver may (unless the document appointing him states otherwise) exercise all of the powers conferred on a Receiver under this deed individually and to the exclusion of any other Receiver

**17 1 3** Any exercise by a Receiver of any of the powers given by clause 17 may be on behalf of the Chargor, the directors of the Chargor (in the case of the power contained in clause 17 16) or himself

**17.2 Repair and develop Properties**

A Receiver may undertake or complete any works of repair, building or development on the Properties and may apply for and maintain any planning permission, development consent, building regulation approval or any other permission, consent or licence to carry out any of the same

**17.3 Surrender leases**

A Receiver may grant, or accept surrenders of, any leases or tenancies affecting any Property and may grant any other interest or right over any Property on any terms, and subject to any conditions, that he thinks fit.

**17.4 Employ personnel and advisors**

A Receiver may provide services and employ, or engage any managers, officers, servants, contractors, workmen, agents, other personnel and professional advisers on any terms, and subject to any conditions, that he thinks fit. A Receiver may discharge any such person or any such person appointed by the Chargor

**17.5 Make VAT elections**

A Receiver may make, exercise or revoke any value added tax option to tax as he thinks fit

**17.6 Remuneration**

A Receiver may charge and receive any sum by way of remuneration (in addition to all costs, charges and expenses incurred by him) that the Lender may prescribe or agree with him

**17 7 Realise Secured Assets**

A Receiver may collect and get in the Secured Assets or any part of them in respect of which he is appointed, and make any demands and take any proceedings as may seem expedient for that purpose, and take possession of the Secured Assets with like rights

**17 8 Manage or reconstruct the Chargor's business**

A Receiver may carry on, manage, develop, reconstruct, amalgamate or diversify or concur in carrying on, managing, developing, reconstructing, amalgamating or diversifying the business of the Chargor

**17 9 Dispose of Secured Assets**

A Receiver may sell, exchange, convert into money and realise all or any of the Secured Assets in respect of which he is appointed in any manner (including, without limitation, by public auction or private sale) and generally on any terms and conditions as he thinks fit Any sale may be for any consideration that the Receiver thinks fit and a Receiver may promote, or concur in promoting, a company to purchase the Secured Assets to be sold

**17 10 Sever fixtures and fittings**

A Receiver may sever and sell separately any fixtures or fittings from any Property without the consent of the Chargor

**17 11 Sell Book Debts**

A Receiver may sell and assign all or any of the Book Debts in respect of which he is appointed in any manner, and generally on any terms and conditions, that he thinks fit

**17 12 Valid receipts**

A Receiver may give valid receipt for all monies and execute all assurances and things that may be proper or desirable for realising any of the Secured Assets

**17 13 Make settlements**

A Receiver may make any arrangement, settlement or compromise between the Chargor and any other person that he may think expedient

**17 14 Bring proceedings**

A Receiver may bring, prosecute, enforce, defend and abandon all actions, suits and proceedings in relation to any of the Secured Assets as he thinks fit

**17 15 Improve the Equipment**

A Receiver may make substitutions of, or improvements to, the Equipment as he may think expedient

**17 16 Make calls on Chargor members**

A Receiver may make calls conditionally or unconditionally on the members of the Chargor in respect of uncalled capital with (for that purpose and for the purpose of enforcing payments of any calls so made) the same powers as are conferred by the articles of association of the Chargor on its directors in respect of calls authorised to be made by them

**17 17 Insure**

A Receiver may, if he thinks fit, but without prejudice to the indemnity in clause 20, effect with any insurer any policy of insurance either in lieu or satisfaction of, or in addition to, the insurance required to be maintained by the Chargor under this deed

**17 18 Powers under the LPA 1925**

A Receiver may exercise all powers provided for in the LPA 1925 in the same way as if he had been duly appointed under the LPA 1925, and exercise all powers provided for an administrative receiver in Schedule 1 to the Insolvency Act 1986

**17 19 Borrow**

A Receiver may, for any of the purposes authorised by this clause 17, raise money by borrowing from the Lender (or from any other person) either unsecured or on the security of all or any of the Secured Assets in respect of which he is appointed on any terms that he thinks fit (including, if the Lender consents, terms under which that security ranks in priority to this deed)

**17 20 Redeem prior Security Interests**

A Receiver may redeem any prior Security Interest and settle and pass the accounts to which the Security Interest relates. Any accounts so settled and passed shall be, in the absence of any manifest error, conclusive and binding on the Chargor, and the monies so paid shall be deemed to be an expense properly incurred by the Receiver

**17 21 Delegation**

A Receiver may delegate his powers in accordance with this deed

**17 22 Absolute beneficial owner**

A Receiver may, in relation to any of the Secured Assets, exercise all powers, authorisations and rights he would be capable of exercising, and do all those acts and things, as an absolute beneficial owner could exercise or do in the ownership and management of the Secured Assets or any part of the Secured Assets

**17 23 Incidental powers**

A Receiver may do any other acts and things

**17 23 1** that he may consider desirable or necessary for realising any of the Secured Assets,

**17 23 2** that he may consider incidental or conducive to any of the rights or powers conferred on a Receiver under or by virtue of this deed or law, and

**17 23 3** that he lawfully may or can do as agent for the Chargor

**18 DELEGATION**

**18 1 Delegation**

The Lender or any Receiver may delegate (either generally or specifically) by power of attorney or in any other manner to any person any right, power, authority or discretion conferred on it by this deed (including the power of attorney granted under clause 22 1)

**18 2 Terms**

The Lender and each Receiver may make a delegation on the terms and conditions (including the power to sub-delegate) that it thinks fit

**18 3 Liability**

Neither the Lender nor any Receiver shall be in any way liable or responsible to the Chargor for any loss or liability arising from any act, default, omission or misconduct on the part of any Delegate

## **19 APPLICATION OF PROCEEDS**

### **19.1 Order of application of proceeds**

All monies received by the Lender, a Receiver or a Delegate pursuant to this deed, after the security constituted by this deed has become enforceable, shall (subject to the claims of any person having prior rights and by way of variation of the LPA 1925) be applied in the following order of priority

**19.1.1** in or towards payment of or provision for all costs, charges and expenses incurred by or on behalf of the Lender (and any Receiver, Delegate, attorney or agent appointed by it) under or in connection with this deed, and of all remuneration due to any Receiver under or in connection with this deed,

**19.1.2** in or towards payment of or provision for the Secured Liabilities in any order and manner that the Lender determines, and

**19.1.3** in payment of the surplus (if any) to the Chargor or other person entitled to it

### **19.2 Appropriation**

Neither the Lender, any Receiver nor any Delegate shall be bound (whether by virtue of section 109(8) of the LPA 1925, which is varied accordingly, or otherwise) to pay or appropriate any receipt or payment first towards interest rather than principal or otherwise in any particular order between any of the Secured Liabilities

### **19.3 Suspense account**

All monies received by the Lender, a Receiver or a Delegate under this deed

**19.3.1** may, at the discretion of the Lender, Receiver or Delegate, be credited to any suspense or securities realised account,

**19 3 2** shall bear interest, if any, at the rate agreed in writing between the Lender and the Chargor, and

**19 3 3** may be held in that account for so long as the Lender, Receiver or Delegate thinks fit

## **20 COSTS AND INDEMNITY**

### **20 1 Costs**

The Chargor shall pay to, or reimburse, the Lender and any Receiver on demand, on a full indemnity basis, all costs, charges, expenses, taxes and liabilities of any kind (including, without limitation, legal, printing and out-of-pocket expenses) reasonably incurred by the Lender, any Receiver or any Delegate in connection with

**20 1 1** this deed or the Secured Assets,

**20 1 2** taking, holding, protecting, perfecting, preserving or enforcing (or attempting to do so) any of the Lender's, a Receiver's or a Delegate's rights under this deed,

**20 1 3** taking proceedings for, or recovering, any of the Secured Liabilities,

together with interest, which shall accrue and be payable (without the need for any demand for payment being made) from the date on which the relevant cost or expense arose until full discharge of that cost or expense (whether before or after judgment, liquidation, winding up or administration of the Chargor) at the rate and in the manner specified in the Credit Agreement

### **20 2 Indemnity**

The Chargor shall indemnify the Lender, each Receiver and each Delegate, and their respective employees and agents, on a full indemnity basis against any cost, charge, expense, tax, loss, liability or damage incurred by any of them as a result of



- 20 2 1 the exercise or purported exercise of any of the rights, powers, authorities or discretions vested in them under this deed or by law in respect of the Secured Assets,
- 20 2 2 taking, holding, protecting, perfecting, preserving or enforcing (or attempting to do so) the security constituted by this deed, or
- 20 2 3 any default or delay by the Chargor in performing any of its obligations under this deed

Any past or present employee or agent may enforce the terms of this clause 20 2 subject to and in accordance with the provisions of the Contracts (Rights of Third Parties) Act 1999

## **21 FURTHER ASSURANCE**

### **21 1 Further assurance**

- 21 2 The Chargor shall, at its own expense, take whatever action the Lender or any Receiver may reasonably require for
  - 21.2 1 creating, perfecting or protecting the security intended to be created by this deed,
  - 21 2 2 facilitating the realisation of any Secured Asset, or
  - 21 2 3 facilitating the exercise of any right, power, authority or discretion exercisable by the Lender or any Receiver in respect of any Secured Asset,
- 21 3 including, without limitation (if the Lender or Receiver thinks it expedient) the execution of any transfer, conveyance, assignment or assurance of all or any of the assets forming part of (or intended to form part of) the Secured Assets (whether to the Lender or to its nominee) and the giving of any notice, order or direction and the making of any registration

**25 3 Discharge conditional**

Any release, discharge or settlement between the Chargor and the Lender shall be deemed conditional on no payment or security received by the Lender in respect of the Secured Liabilities being avoided, reduced or ordered to be refunded pursuant to any law relating to insolvency, bankruptcy, winding-up, administration, receivership or otherwise. Despite any such release, discharge or settlement

**25 3 1** the Lender or its nominee may retain this deed and the security created by or pursuant to it, including all certificates and documents relating to the whole or any part of the Secured Assets, for any period that the Lender deems necessary to provide the Lender with security against any such avoidance, reduction or order for refund, and

**25 3 2** the Lender may recover the value or amount of such security or payment from the Chargor subsequently as if the release, discharge or settlement had not occurred

**25 4 Certificates**

A certificate or determination by the Lender as to any amount for the time being due to it from the Chargor under this deed shall be, in the absence of any manifest error, conclusive evidence of the amount due

**25 5 Rights cumulative**

The rights and remedies of the Lender conferred by this deed are cumulative, may be exercised as often as the Lender considers appropriate, and are in addition to its rights and remedies under the general law

**25 6 Variations and waivers**

Any waiver or variation of any right or remedy by the Lender (whether arising under this deed or under the general law), or any consent given under this deed, is only be effective if it is in writing and signed by the waiving, varying or consenting party, and

**24 ASSIGNMENT AND TRANSFER**

**24.1 Assignment by Lender**

**24.1.1** At any time, without the consent of the Chargor, the Lender may assign or transfer the whole or any part of the Lender's rights and/or obligations under this deed to any person

**24.1.2** The Lender may disclose to any actual or proposed assignee or transferee any information about the Chargor, the Secured Assets and this deed that the Lender considers appropriate

**24.2 Assignment by Chargor**

The Chargor may not assign any of its rights, or transfer any of its obligations, under this deed, or enter into any transaction that would result in any of those rights or obligations passing to another person

**25 FURTHER PROVISIONS**

**25.1 Independent security**

This deed shall be in addition to, and independent of, any other security or guarantee that the Lender may hold for any of the Secured Liabilities at any time. No prior security held by the Lender over the whole or any part of the Secured Assets shall merge in the security created by this deed

**25.2 Continuing security**

This deed shall remain in full force and effect as a continuing security for the Secured Liabilities, despite any settlement of account, or intermediate payment, or other matter or thing, unless and until the Lender discharges this deed in writing

## **22 POWER OF ATTORNEY**

### **22 1 Appointment of attorneys**

By way of security, the Chargor irrevocably appoints the Lender, every Receiver and every Delegate separately to be the attorney of the Chargor and, in its name, on its behalf and as its act and deed, to execute any documents and do any acts and things, at any time after the security constituted by this deed has become enforceable, that

**22 1 1** the Chargor is required to execute and do under this deed, or

**22 1 2** any attorney deems proper or desirable in exercising any of the rights, powers, authorities and discretions conferred by this deed or by law on the Lender, any Receiver or any Delegate

### **22 2 Ratification of acts of attorneys**

The Chargor ratifies and confirms, and agrees to ratify and confirm, anything that any of its attorneys may do in the proper and lawful exercise, or purported exercise, of all or any of the rights, powers, authorities and discretions referred to in clause 22 1

## **23 RELEASE**

**23 1** Subject to clause 25 3, on the expiry of the Security Period (but not otherwise), the Lender shall, at the request and cost of the Chargor, take whatever action is necessary to

**23 1 1** release the Secured Assets from the security constituted by this deed, and

**23 1 2** reassign the Secured Assets to the Chargor

applies only in the circumstances for which it was given, and shall not prevent the party giving it from subsequently relying on the relevant provision

**25.7 Further exercise of rights**

No act or course of conduct or negotiation by, or on behalf of, the Lender shall, in any way, preclude the Lender from exercising any right or remedy under this deed or constitute a suspension or variation of any such right or remedy

**25.8 Delay**

No delay or failure to exercise any right or remedy under this deed shall operate as a waiver of that right or remedy or constitute an election to affirm this deed. No election to affirm this deed on the part of the Lender shall be effective unless it is in writing

**25.9 Single or partial exercise**

No single or partial exercise of any right or remedy under this deed shall prevent any further or other exercise of that right or remedy, or the exercise of any other right or remedy under this deed

**25.10 Consolidation**

The restriction on the right of consolidation contained in section 93 of the LPA 1925 shall not apply to this deed

**25.11 Partial invalidity**

The invalidity, unenforceability or illegality of any provision (or part of a provision) of this deed under the laws of any jurisdiction shall not affect the validity, enforceability or legality of the other provisions. If any invalid, unenforceable or illegal provision would be valid, enforceable or legal if some part of it were deleted, the provision shall

apply with any modification necessary to give effect to the commercial intention of the parties

**25.12 Counterparts**

This deed may be executed and delivered in any number of counterparts, each of which is an original and which together have the same effect as if each party had signed the same document

**26 NOTICES**

**26.1 Service**

Each notice or other communication required to be given under, or in connection with, this deed shall be in writing, delivered personally or sent by pre-paid first-class letter to the relevant party's address stated on page 1 or to such other address as is notified in writing by one party to the other from time to time

**26.2 Receipt by Chargor**

Any notice or other communication that the Lender gives shall be deemed to have been received

**26.2.1** if given by hand, at the time of actual delivery, and

**26.2.2** if posted, on the second Business Day after the day it was sent by pre-paid first-class post

A notice or other communication given as described in clause 26.2.1 on a day that is not a Business Day, or after normal business hours, in the place it is received, shall be deemed to have been received on the next Business Day

**26 3    Receipt by Lender**

Any notice or other communication given to the Lender shall be deemed to have been received only on actual receipt

**27       GOVERNING LAW AND JURISDICTION**

**27 1    Governing law**

This deed and any dispute or claim arising out of or in connection with it or its subject matter or formation (including non-contractual disputes or claims) shall be governed by and construed in accordance with the law of England and Wales

**27 2    Jurisdiction**

The parties to this deed irrevocably agree that, subject as provided below, the courts of England and Wales shall have exclusive jurisdiction to settle any dispute or claim that arises out of, or in connection with, this deed or its subject matter or formation (including non-contractual disputes or claims) Nothing in this clause shall limit the right of the Lender to take proceedings against the Chargor in any other court of competent jurisdiction, nor shall the taking of proceedings in any one or more jurisdictions preclude the taking of proceedings in any other jurisdictions, whether concurrently or not, to the extent permitted by the law of that other jurisdiction

**27 3    Other service**

The Chargor irrevocably consents to any process in any proceedings under clause 27 2 being served on it in accordance with the provisions of this deed relating to service of notices Nothing contained in this deed shall affect the right to serve process in any other manner permitted by law

This document has been executed as a deed and is delivered and takes effect on the date stated at the beginning of it.



)  
)  
)  
)  
)

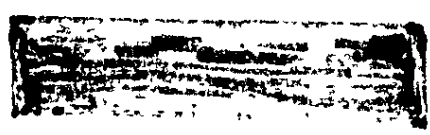
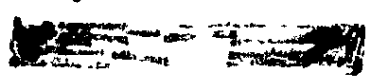
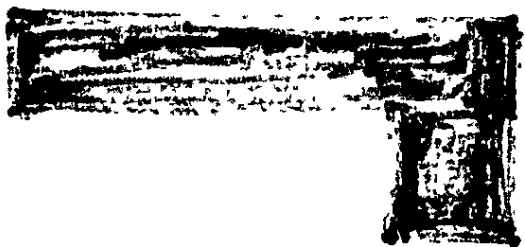
[REDACTED]

Amanda B. Leeth

\_\_\_\_\_

)  
)  
)  
)

**Witness address**



EXECUTED as a DEED by  
(authorised signatory) for and on  
behalf of NOVA ELECTRIC  
IMMOBILIZATION DEVICES  
PLC in the presence of

)

)

)

)

Witness signature:

Witness name: *Amanda B. Leeth*

Witness address

EXECUTED as a DEED by ROBERT  
PRESS (authorised signatory) for and  
on behalf of TCA GLOBAL CREDIT  
MASTER FUND, LP acting by its  
general partner TCA GLOBAL  
CREDIT FUND, GP, LTD in the  
presence of

)

)

)

)

Witness signature

Witness name

*David Khan*

Witness address

