



Registration of a Charge

Company name: **MARSTON BIDCO LIMITED**

Company number: **07999493**

Received for Electronic Filing: **22/12/2014**



X3NAVW3

Details of Charge

Date of creation: **18/12/2014**

Charge code: **0799 9493 0007**

Persons entitled: **FIVE ARROWS MANAGERS SA (AS SECURITY TRUSTEE)**

Brief description:

Contains fixed charge(s).

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

Contains negative pledge.

Authentication of Form

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

Authentication of Instrument

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

**FOR REGISTRATION IS A CORRECT COPY OF THE ORIGINAL
INSTRUMENT.**

Certified by:

PINSENT MASONS LLP



CERTIFICATE OF THE REGISTRATION OF A CHARGE

Company number: 7999493

Charge code: 0799 9493 0007

The Registrar of Companies for England and Wales hereby certifies that a charge dated 18th December 2014 and created by MARSTON BIDCO LIMITED was delivered pursuant to Chapter A1 Part 25 of the Companies Act 2006 on 22nd December 2014 .

Given at Companies House, Cardiff on 23rd December 2014

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



Companies House



THE OFFICIAL SEAL OF THE
REGISTRAR OF COMPANIES

DATED 18 December 2014

(1) THE CHARGORS

(2) FIVE ARROWS MANAGERS SA
(as Security Trustee)

DEBENTURE



Pinsent Masons

CONTENTS

Clause	Page
1 INTERPRETATION	1
2 COVENANT TO PAY	5
3 CHARGES	6
4 CRYSTALLISATION OF FLOATING CHARGE	7
5 PERFECTION OF SECURITY	8
6 RESTRICTIONS AND FURTHER ASSURANCE	10
7 SHARES AND SECURITIES	10
8 ACCOUNTS	12
9 MONETARY CLAIMS	13
10 INSURANCES	13
11 DEMAND AND ENFORCEMENT	14
12 RECEIVERS	15
13 APPLICATION OF MONEYS	16
14 POWER OF ATTORNEY	16
15 CONSOLIDATION	17
16 PROTECTION OF THIRD PARTIES	17
17 PROTECTION OF THE SECURITY TRUSTEE, THE SECURED FINANCE PARTIES AND ANY RECEIVER	18
18 PROVISIONS RELATING TO THE SECURITY TRUSTEE	19
19 PRESERVATION OF SECURITY	20
20 RELEASE	22
21 MISCELLANEOUS PROVISIONS	23
22 GOVERNING LAW	23
23 ENFORCEMENT	23
24 ENFORCEMENT	23
SCHEDULE 1 - THE CHARGORS	25
SCHEDULE 2 - DETAILS OF LAND	27
SCHEDULE 3 - DETAILS OF SHARES	28

SCHEDULE 4 - DETAILS OF MATERIAL INSURANCES	29
SCHEDULE 5 - DETAILS OF INTELLECTUAL PROPERTY	30
SCHEDULE 6 - DEED OF ACCESSION	31
SCHEDULE 7 - FORM OF NOTICE OF ASSIGNMENT OF INSURANCE	35
SCHEDULE 8 - FORM OF NOTICE OF ASSIGNMENT OF ASSIGNED ACCOUNTS	37
SCHEDULE 9 - FORM OF NOTICE OF ASSIGNMENT OF SPECIFIC CONTRACT	39

THIS DEED is made on 18 December 2014

BETWEEN:-

- (1) **THE COMPANIES** whose names and registered offices are set out in Schedule 1 (together with each company which becomes a party to this Deed by executing a Deed of Accession, each a "**Chargor**" and together the "**Chargors**"); and
- (2) **FIVE ARROWS MANAGERS SA** (the "**Security Trustee**") as agent and trustee for itself and each of the Secured Finance Parties (as defined below).

THIS DEED WITNESSES as follows:-

1. **INTERPRETATION**

1.1 **Definitions**

In this Deed:-

"Account"	means any account opened or maintained by any Chargor at any bank or financial institution
"Assigned Account"	means any Holding Account and any Mandatory Prepayment Account (and any renewal or redesignation of such accounts) and any other Account that may from time to time be agreed by the Security Trustee and the Parent to be an Assigned Account
"Charged Property"	means all the assets and undertaking of the Chargors which from time to time are, or purport to be, the subject of the security created in favour of the Security Trustee by or pursuant to this Deed
"Declared Default"	means an Event of Default which has resulted in the Mezzanine Agent exercising any of its rights under Clause 24.19 (<i>Acceleration</i>) of the Mezzanine FACS Facility Agreement
"Deed of Accession"	means a deed substantially in the form of Schedule 6 (<i>Deed of Accession</i>) executed, or to be executed, by a person becoming a Chargor
"Default Rate"	means the rate specified in Clause 2.2
"Event of Default"	has the meaning given to that term in the Mezzanine FACS Facility Agreement
"Fixed Plant and Equipment"	means all plant, machinery or equipment of each Chargor of any kind which does not for any reason constitute a Fixture, but is now or at any time directly or indirectly attached by any means and for any purpose to any land or building, whether or not it is removable or intended to form part of the land or building
"Fixtures"	means all things of any kind now or at any time affixed to land for any purpose, including, without limitation, trade and tenants fixtures
"Group"	has the meaning given in the Intercreditor Agreement

"Holding Account"	has the meaning given to that term in the Mezzanine FACS Facility Agreement
"Insurances"	means, together with those insurance policies details of which are set out in Schedule 4 (<i>Details of Material Insurances</i>), or in Schedule 3 to any Deed of Accession by which a Chargor becomes a party to this Deed, any policy of insurance or assurance, including, without limitation, each Key-man Policy
"Intellectual Property"	<p>means together with, but not limited to, the intellectual property details of which are set out in Schedule 5 (<i>Details of Intellectual Property</i>), or in Schedule 4 to any Deed of Accession by which a Chargor becomes a party to this Deed, any of the following:-</p> <ul style="list-style-type: none"> (a) any registered intellectual property right in any territory or jurisdiction, including, without limitation, patents, trade marks, service marks, registered designs, and any similar right in any territory or jurisdiction and any applications or right to apply for any of the above; (b) any invention, copyright, design right or performance right; (c) any trade secrets, know-how and confidential information; and (d) the benefit of any agreement or licence for the use of any such right
"Intercreditor Agreement"	means the intercreditor agreement dated on or about the date of this Deed and made between the Parent, the other Obligors, the Security Trustee, the Senior Creditors, the Mezzanine Creditors, the Investors and certain others (all as defined in the Intercreditor Agreement)
"Key-man Policy"	has the meaning given to that term in the Mezzanine FACS Facility Agreement
"Land"	means any estate, right or interest in or over land, whether legal or equitable, and wherever the land is situated including, without limitation, any buildings and Fixtures on land, and the benefit of any covenants or rights owed to any person or enforceable by him by virtue of the ownership possession or occupation of land but for these purposes "Land" excludes heritable property situated in Scotland
"Loose Plant and Equipment"	means, in relation to each Chargor, all plant, machinery, equipment and motor vehicles now or at any time owned by such Chargor as a capital asset which is not Fixed Plant and Equipment
"LPA"	means the Law of Property Act 1925
"Mandatory Prepayment"	has the meaning given to that term in the Mezzanine

"Account"	FACS Facility Agreement
"Mezzanine Agent"	has the meaning given in the Intercreditor Agreement
"Mezzanine Discharge Date"	has the meaning given in the Intercreditor Agreement
"Mezzanine FACS Facility Agreement"	means the mezzanine facility agreement dated on or about the date of this Deed between, among others, the Parent, the Mezzanine Agent and the Security Trustee
"Mezzanine Finance Documents "	has the meaning given to the term "Mezzanine Finance Documents" in the Mezzanine FACS Facility Agreement
"Monetary Claims"	means all book and other debts and monetary claims now or in the future owing to each Chargor (whether alone or jointly with any other person), whenever payable and whether liquidated or unliquidated, certain or contingent including, without limitation, credit balances on any Account, and together with all cheques, bills of exchange, negotiable instruments, credits and securities at any time given in relation to, or to secure payment of, any such debt
"Notice of Assignment"	means a notice of assignment in substantially the form set out in Schedule 7 (<i>Form of Notice of Assignment of Insurance</i>), Schedule 8 (<i>Form of Notice of Assignment of Assigned Accounts</i>), Schedule 9 (<i>Form of Notice of Assignment of Specific Contract</i>) or in such form as may be specified by the Security Trustee
"Obligors"	has the meaning given in the Intercreditor Agreement
"Parent"	means Marston Topco Limited, company number 07999459
"Party"	means a party to this Deed
"Receiver"	means any receiver, receiver and manager or administrative receiver of the whole or any part of the Charged Property
"Regulations"	means the Financial Collateral Arrangements (No2) Regulations 2003 (S.I. 2003/3226) or equivalent legislation in any applicable jurisdiction bringing into effect Directive 2002/47/EC on financial collateral arrangements, and " Regulation " means any of them
"Related Rights"	means in relation to any Charged Property: <ul style="list-style-type: none"> (a) the proceeds of sale of any part of that Charged Property; (b) all rights under any licence, agreement for sale or agreement for lease in respect of that Charged Property; (c) all rights, benefits, claims, contracts, warranties, remedies, security, indemnities or covenants for title in respect of that Charged

	Property; and
	(d) any moneys and proceeds paid or payable in respect of that Charged Property
"Secured Finance Documents"	means the Mezzanine Finance Documents
"Secured Finance Party"	means a Mezzanine Creditor other than the Mezzanine Quintus Lender (each as defined in the Intercreditor Agreement (together the "Secured Finance Parties"))
"Secured Liability"	means any liability expressed to be due, owing or payable by any Chargor under or in connection with any of the Secured Finance Documents (together the "Secured Liabilities")
"Securities"	means all the right, title and interest of a Chargor, now or in the future, in any:- <ul style="list-style-type: none"> (a) stocks, shares, bonds, deeds, loan stocks, or other securities issued by any person; (b) warrants, options or other rights to subscribe, purchase or otherwise acquire any stocks, shares, bonds, deeds, loan stocks or other securities or investments issued by any person; and (c) units or other interests in any unit trust or collective investment scheme, other than the Shares
"Security Trustee"	includes the Security Trustee's successors in title and any successor appointed in accordance with the Secured Finance Documents
"Security"	means a mortgage, charge, pledge, lien or any other security interest securing any obligation of any person or any other agreement or arrangement having a similar effect
"Shares"	means all of the shares in the capital of each of the companies specified in 3 (<i>Details of Shares</i>) and any Shares in the capital of any other member of the Group owned by any Chargor or held by any nominee on behalf of any Chargor at any time, or in Schedule 2 to any Deed of Accession by which a Chargor becomes a party to this Deed, held by, to the order of or on behalf of, any Chargor at any time
"Specific Contracts"	means any agreement specified in Schedule 5 to any Deed of Accession by which a Chargor becomes a party to this Deed
"Transaction Security Documents"	has the meaning given in the Intercreditor Agreement

"Transaction Security" means the Security created or expressed to be created in favour of the Security Trustee pursuant to the Transaction Security Documents

1.2 Incorporation of terms

Unless the context otherwise requires or unless defined in this Deed, all words and expressions defined or whose interpretation is provided for in the Mezzanine FACS Facility Agreement shall have the same meanings in this Deed.

1.3 Interpretation

The principles of interpretation set out in Clause 1 of the Mezzanine FACS Facility Agreement shall apply to this Deed insofar as they are relevant to it and in this Deed, unless the context otherwise requires, a reference to a **"Secured Finance Document"** or any other agreement or instrument is a reference to that Secured Finance Document or other agreement or instrument as amended, novated, supplemented, restated or replaced (however fundamentally) and includes any increase in, extension of, or change to, any facility made available under that Secured Finance Document or other agreement or instrument and includes any increase in, extension of or change to any facility made available under that Secured Finance Document or other agreement or instrument. In the event of any inconsistency between the Intercreditor Agreement and this Deed, the provisions of the Intercreditor Agreement shall prevail.

1.4 Acknowledgement

Each Chargor acknowledges that the Security Trustee enters into this Deed for itself and as trustee for the Secured Finance Parties who shall be entitled to the full benefit of this Deed.

1.5 Effect as a deed

This Deed shall take effect as a deed even if it is signed under hand on behalf of the Security Trustee.

1.6 Law of Property (Miscellaneous Provisions) Act 1989

The terms of the other Secured Finance Documents and of any side letters between any parties in relation to any Secured Finance Document are incorporated in this Deed to the extent required to ensure that any purported disposition of an interest in Land contained in this Deed is a valid disposition in accordance with Section 2(1) of the Law of Property (Miscellaneous Provisions) Act 1989.

1.7 Third party rights

1.7.1 Unless expressly provided to the contrary in this Deed a person who is not a Party has no right under the Contracts (Rights of Third Parties) Act 1999 (the **"Third Parties Act"**) to enforce or enjoy the benefit of any term of this Deed.

1.7.2 Notwithstanding any term of this Deed, the consent of any person who is not a Party is not required to rescind or vary this Deed at any time.

2. COVENANT TO PAY

2.1 Secured Liabilities

Each Chargor covenants that it will on demand of the Security Trustee pay and discharge any or all of the Secured Liabilities when due and payable.

2.2 Interest

Each Chargor covenants (without providing for a double recovery of default interest under any of the other Secured Finance Documents) to pay interest to the Security Trustee upon any sum demanded in accordance with Clause 2.1 (*Secured Liabilities*) until payment (both before and after any judgment) at two per cent. above the rate applicable to that sum immediately before demand (or, if there was no such applicable rate, at two per cent. above the Security Trustee's base rate).

3. CHARGES

3.1 Mortgages and Fixed Charges

As a continuing security for payment and discharge of the Secured Liabilities, each Chargor with full title guarantee charges to the Security Trustee all its right, title and interest from time to time in each of the following assets:-

- 3.1.1 by way of first legal mortgage all Land which is described in Schedule 2 or in Schedule 1 to any Deed of Accession by which a Chargor becomes party to this Deed and all other Land now vested in any Chargor;
- 3.1.2 by way of first fixed charge all other Land now vested in any Chargor (to the extent not effectively charged by Clause 3.1.1) and all Land acquired by any Chargor after the date of this Deed;
- 3.1.3 by way of equitable mortgage or (if or to the extent that this Deed does not take effect as a mortgage) by way of first fixed charge the Shares;
- 3.1.4 by way of first fixed charge:-
 - (a) the Securities;
 - (b) the Intellectual Property;
 - (c) the Monetary Claims;
 - (d) the Fixed Plant and Equipment;
 - (e) the Loose Plant and Equipment;
 - (f) the Accounts (other than the Assigned Accounts);
 - (g) the Related Rights under or in connection with the Shares, the Securities, the Accounts (other than the Assigned Accounts), the Intellectual Property, the Monetary Claims, the Fixed Plant and Equipment and the Loose Plant and Equipment;
 - (h) to the extent not assigned or effectively assigned by Clause 3.3 (*Assignments*), the Specific Contracts, the Insurances, the Assigned Accounts and other agreements and all Related Rights in respect of such Charged Property; and
 - (i) its present and future goodwill and uncalled capital.

3.2 Floating Charge

As continuing security for payment and discharge of the Secured Liabilities, each Chargor with full title guarantee charges to the Security Trustee by way of first floating charge the whole of such Chargor's undertaking and assets, present and future and wherever situated, which are not for any reason effectively charged or assigned

(whether in law or equity) by way of fixed security by this Deed, including, without limitation, any heritable property of such Chargor situated in Scotland.

3.3 Assignments

As continuing security for payment and discharge of the Secured Liabilities, each Chargor with full title guarantee assigns absolutely in favour of the Security Trustee, but subject to the right of such Chargor to redeem such assignment upon the full payment or discharge of the Secured Liabilities, its right, title and interest from time to time in each of the following assets:-

- 3.3.1 the Specific Contracts;
- 3.3.2 the Insurances;
- 3.3.3 the Assigned Accounts, other than those which are held by the Security Trustee (if any); and
- 3.3.4 all rights under any agreement to which it is a party and which is not mortgaged or charged under Clause 3.1 (*Mortgages and Fixed Charges*),

together with all Related Rights in respect of such Charged Property, provided that each Chargor is entitled until the occurrence of a Declared Default to exercise all rights assigned under this Clause 3.3 (*Assignments*) (subject to the terms of the Secured Finance Documents) and the Security Trustee will reassign any such rights to the extent necessary to enable such Chargor to do so.

3.4 Trust

If or to the extent that for any reason the assignment or charging of any Charged Property is prohibited, the relevant Chargor shall hold it on trust for the Security Trustee.

3.5 Qualifying floating charge

Paragraph 14 of Schedule B1 to the Insolvency Act 1986 will apply to any floating charge created by this Deed.

4. CRYSTALLISATION OF FLOATING CHARGE

4.1 Crystallisation: By Notice

The Security Trustee may at any time by notice in writing to any Chargor convert the floating charge created by Clause 3.2 (*Floating Charge*) with immediate effect into a fixed charge as regards any property or assets specified in the notice if:-

- 4.1.1 an Event of Default has occurred and is continuing; or
- 4.1.2 the Security Trustee considers (acting reasonably) that any of the Charged Property may be in jeopardy or in danger of being seized or sold pursuant to any form of legal process; or
- 4.1.3 the Security Trustee considers (acting reasonably) that it is necessary in order to protect the priority of the Security created by or pursuant to this Deed.

4.2 Crystallisation: Automatic

The floating charge created by Clause 3.2 (*Floating Charge*) will automatically be converted (without notice) with immediate effect into a fixed charge as regards all of the undertaking and assets subject to the floating charge if:-

- 4.2.1 any Chargor creates or attempts to create any Security (other than Permitted Security (as defined in the Mezzanine FACS Facility Agreement) over any of the Charged Property; or
- 4.2.2 any person levies or attempts to levy any distress, execution or other process against any of the Charged Property; or
- 4.2.3 any step is taken (including the presentation of a petition, the passing of a resolution or the making of an application) to appoint a liquidator, provisional liquidator, administrator or Receiver in respect of any Chargor, over all or any part of its assets, or if such person is appointed.

4.3 Crystallisation: Moratorium where directors propose voluntary arrangement

The floating charge created by Clause 3.2 (*Floating Charge*) may not be converted into a fixed charge solely by reason of:

- 4.3.1 the obtaining of a moratorium; or
- 4.3.2 anything done with a view to obtaining a moratorium

under Schedule A1 to the Insolvency Act 1986.

5. PERFECTION OF SECURITY

5.1 Notices of Assignment

The Chargors shall (subject to the requirement of any senior chargee or covenants or requirements under the Intercreditor Agreement) deliver to the Security Trustee (or procure delivery of) Notices of Assignment duly executed by, or on behalf of, the applicable Chargors:-

- 5.1.1 in respect of each Specific Contract, promptly upon entering into any further Specific Contract after the date of this Deed;
- 5.1.2 in respect of the Insurances, on the date of this Deed and promptly upon purchasing any further Insurance after the date of this Deed;
- 5.1.3 in respect of each Assigned Account which is not held by the Security Trustee, on the date of this Deed and promptly upon the designation at any time by the Security Trustee of any Account as an Assigned Account; and
- 5.1.4 in respect of any other asset which is the subject of an assignment pursuant to Clause 3.3 (*Assignments*), promptly upon the request of the Security Trustee from time to time,

and in each case shall use all reasonable endeavours to procure that each notice is acknowledged by the party to whom such Notice of Assignment is addressed.

5.2 Notices of Charge

The Chargors shall (subject to the requirement of any senior chargee or covenants or requirements under the Intercreditor Agreement) if requested by the Security Trustee from time to time promptly deliver to the Security Trustee (or procure delivery of)

notices of charge (in form and substance satisfactory to the Security Trustee) duly executed by, or on behalf of, the applicable Chargor and shall use reasonable endeavours to procure that each notice is acknowledged by each of the banks or financial institutions with which any of the Accounts are opened or maintained. The execution of this Deed by the Chargors and the Security Trustee shall constitute notice to the Security Trustee of the charge created over any Account opened or maintained with the Security Trustee (including, for the avoidance of doubt, any Assigned Account).

5.3 Delivery of Documents of Title

The Chargors shall (subject to the requirement of any senior chargee or covenants or requirements under the Intercreditor Agreement) upon the execution of this Deed (or, if later, as soon as is practicable upon receipt or entitlement thereof), and upon the acquisition by any Chargor of any interest in any Land deliver (or procure delivery) to the Security Trustee of either:-

- 5.3.1 all deeds, certificates and other documents relating to such Land (which the Security Trustee shall be entitled to hold and retain); or
- 5.3.2 an undertaking from the Parent's solicitors (in form and substance acceptable to the Security Trustee) to hold all deeds, certificates and other documents of title relating to such Land strictly to the order of the Security Trustee.

5.4 Application to the Land Registry

Each Chargor and the Security Trustee apply to the Land Registry for the following to be entered on the registered title to any Land now or in the future owned by it:-

- 5.4.1 a restriction in the following terms:

"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 [insert date] in favour of Five Arrows Manager's SA referred to in the charges register (Form P)".

- 5.4.2 a notice that the Lenders are under an obligation to make further advances on the terms and subject to the conditions of the Finance Documents and the security created by the charge dated [insert date] in favour of Five Arrows Managers SA (as trustee for the Secured Finance Parties referred to in that charge) has been created for the purpose of securing such further advances.

5.5 Delivery of Share Certificates

The Chargors shall (subject to the requirement of any senior chargee or covenants or requirements under the Intercreditor Agreement):-

- 5.5.1 on the date of this Deed, deposit with the Security Trustee (or procure the deposit of) all certificates or other documents of title to the Shares, and stock transfer forms relating to the Shares (stamped and executed in blank by or on behalf of the applicable Chargor); and
- 5.5.2 promptly upon the accrual, offer or issue of any stocks, shares, warrants or other securities in respect of or derived from the Shares, deliver to the Security Trustee (a) all certificates or other documents of title representing such items and (b) such stock transfer forms or other instruments of transfer

(stamped and executed in blank on behalf of the applicable Chargor) in respect of such stocks, shares, warrants or other securities as the Security Trustee may request.

5.6 Intellectual Property

Each Chargor shall (subject to any covenants or requirements under the Intercreditor Agreement), if requested by the Security Trustee and at such Chargor's cost, execute all such further assignments, transfers, charges or other documents in such form as the Security Trustee may require and do all acts that the Security Trustee may require to perfect the Security taken by, or to record the interest of, the Security Trustee in any registers relating to any registered Intellectual Property.

6. RESTRICTIONS AND FURTHER ASSURANCE

6.1 Security

Each Chargor undertakes that it shall not create or permit to subsist any Security over any Charged Property, nor do anything else prohibited by Clause 23.16 (*Negative pledge*) of the Mezzanine FACS Facility Agreement, except as expressly permitted under the terms of the Secured Finance Documents or the Intercreditor Agreement.

6.2 Disposal

Each Chargor undertakes that it shall not enter into or agree to enter into at any time during the subsistence of this Deed, a single transaction or a series of transactions (whether related or not and whether voluntary or involuntary) to sell, lease, license, sub-license, transfer or otherwise dispose of any Charged Property except as permitted by Clause 23.17 of the Mezzanine FACS Facility Agreement and any Charged Property which is not at the relevant time expressed to be subject to a fixed charge or mortgage.

6.3 Further assurance

Each Chargor shall promptly do whatever the Security Trustee reasonably requires to:-

6.3.1 perfect or protect the Security created or expressed to be created by this Deed, or its priority; or

6.3.2 following the occurrence of a Declared Default, facilitate the realisation of the Charged Property or the exercise of any rights vested in the Security Trustee or any Receiver,

including executing any transfer, conveyance, charge, assignment or assurance of the Charged Property (whether to the Security Trustee or its nominees or otherwise), making any registration and giving any notice, order or direction.

7. SHARES AND SECURITIES

7.1 Shares: Before a Declared Default

Prior to the occurrence of a Declared Default, the Chargors shall:-

7.1.1 pay all dividends, interest and other monies arising from the Shares into an Account; and

7.1.2 exercise all voting rights in relation to the Shares for any purpose not inconsistent with the terms of the Secured Finance Documents.

7.2 Shares: After a Declared Default

After the occurrence of a Declared Default, the Security Trustee may (subject to the requirement of any senior chargee or covenants or requirements under the Intercreditor Agreement), at its discretion (in the name of any Chargor or otherwise and without any further consent or authority from any Chargor):-

- 7.2.1 exercise (or refrain from exercising) any voting rights in respect of the Shares;
- 7.2.2 apply all dividends, interest and other monies arising from the Shares in accordance with Clause 13 (*Application of Moneys*);
- 7.2.3 transfer the Shares into the name of such nominee(s) of the Security Trustee as it shall require; and
- 7.2.4 exercise (or refrain from exercising) the powers and rights conferred on or exercisable by the legal or beneficial owner of the Shares, including the right, in relation to any company whose shares or other securities are included in the Charged Property, to concur or participate in:-
 - (a) the reconstruction, amalgamation, sale or other disposal of such company or any of its assets or undertaking (including the exchange, conversion or reissue of any shares or securities as a consequence of such reconstruction, amalgamation, sale or other disposal);
 - (b) the release, modification or variation of any rights or liabilities attaching to such shares or securities; and
 - (c) the exercise, renunciation or assignment of any right to subscribe for any shares or securities,

in each case in such manner and on such terms as the Security Trustee may think fit, and the proceeds of any such action shall form part of the Charged Property.

7.3 Securities and Shares: Payment of Calls

The Chargors shall pay when due all calls or other payments which may be or become due in respect of any of the Securities and Shares which are not fully paid (unless reasonably contested), and in any case of default by any Chargor in such payment, the Security Trustee may, if it thinks fit, make such payment on behalf of such Chargor in which case any sums paid by the Security Trustee shall (subject to the requirements under the Intercreditor Agreement) be reimbursed by the Chargor to the Security Trustee on demand and shall carry interest from the date of payment by the Security Trustee until reimbursed at the rate notified to the Chargor by the Security Trustee.

7.4 Securities: Delivery of Documents of Title

After the occurrence of an Event of Default which is continuing, the Chargors shall (subject to the requirement of any senior chargee or covenants or requirements under the Intercreditor Agreement) promptly on the request of the Security Trustee deliver (or procure delivery) to the Security Trustee, and the Security Trustee shall be entitled to retain, all of the Securities and any certificates and other documents of title representing the Securities to which any Chargor (or its nominee(s)) is or becomes entitled together with any other document which the Security Trustee may request (in such form and executed as the Security Trustee may require) with a view to perfecting

or improving its security over the Securities or to registering any Securities in its name or the name of any nominee(s).

7.5 Securities: Exercise of Rights

The Chargors shall not exercise any of their respective rights and powers in relation to any of the Securities in any manner which, in the opinion of the Security Trustee, would prejudice the effectiveness of, or the ability of the Security Trustee to realise, the security created by or pursuant to this Deed.

8. ACCOUNTS

8.1 Accounts: Notification and Variation

The Chargors, during the subsistence of this Deed:-

8.1.1 shall promptly deliver to the Security Trustee on the date of this Deed (and, if any change occurs after the date of this Deed, on that date), details of each Account maintained by it with any bank or financial institution (other than with the Security Trustee); and

8.1.2 shall not, without the Security Trustee's prior written consent, permit or agree to any variation of the rights attaching to any Account or close any Account unless such account closure is notified in advance to the Security Trustee.

8.2 Accounts: Operation Before an Event of Default

The Chargors shall, prior to the occurrence of an Event of Default which is continuing, be entitled to receive, withdraw or otherwise transfer any credit balance from time to time on any Account (other than an Assigned Account).

8.3 Accounts: Operation After an Event of Default

After the occurrence of an Event of Default which is continuing, the Chargors shall not be entitled to receive, withdraw or otherwise transfer any credit balance from time to time on any Account except with the prior consent of the Security Trustee.

8.4 Assigned Accounts

8.4.1 The Chargors shall not be entitled to receive, withdraw or otherwise transfer any credit balance from time to time on any Assigned Account except with the prior consent of the Security Trustee or as expressly permitted pursuant to the terms of the Secured Finance Documents.

8.4.2 The Security Trustee shall, upon the occurrence of an Event of Default which is continuing, be entitled without notice to exercise from time to time all rights, powers and remedies held by it as assignee of the Assigned Accounts and to:-

(a) demand and receive all and any monies due under or arising out of each Assigned Account; and

(b) exercise all such rights as the Chargors were then entitled to exercise in relation to such Assigned Account or might, but for the terms of this Deed, exercise.

8.5 Accounts: Application of Monies

The Security Trustee shall, upon the occurrence of a Declared Default be entitled without notice to apply, transfer or set-off any or all of the credit balances from time to

time on any Account in or towards the payment or other satisfaction of all or part of the Secured Liabilities in accordance with Clause 13 (*Application of Moneys*) subject to the provisions of the Intercreditor Agreement.

9. MONETARY CLAIMS

9.1 No dealing with Monetary Claims

The Chargors shall not at any time during the subsistence of this Deed, without the prior written consent of the Security Trustee or as permitted pursuant to the terms of the Secured Finance Documents, sell, factor, discount, transfer, assign, lend or otherwise dispose of any of the Monetary Claims or enter into any agreement to do any of the foregoing.

9.2 Proceeds of Monetary Claims

The Chargors shall get in and realise the Monetary Claims in the ordinary course of business and pay the proceeds of those Monetary Claims into an Account (and, where required under the Secured Finance Documents, an Assigned Account).

10. INSURANCES

10.1 Insurances: Undertakings

The Chargors shall at all times during the subsistence of this Deed:-

10.1.1 keep the Charged Property insured in accordance with the terms of the Secured Finance Documents;

10.1.2 (subject to the requirement of any senior chargee or covenants or requirements under the Intercreditor Agreement) if required by the Security Trustee and legally possible to do so, cause each Insurance relating to the Charged Property other than any Insurances which have been the subject of a Notice of Assignment pursuant to Clause 5 (*Perfection of Security*) to contain (in form and substance satisfactory to the Security Trustee) an endorsement naming the Security Trustee as sole loss payee in respect of all claims;

10.1.3 promptly pay all premiums and other moneys payable under all its Insurances or procure that such is done and promptly upon request, produce to the Security Trustee a copy of each policy and evidence (acceptable to the Security Trustee acting reasonably) of the payment of such sums (or procure that such is done); and

10.1.4 if required by the Security Trustee, provide a copy of all Insurances relating to the Charged Property to the Security Trustee.

10.2 Insurance: Default

If any Chargor defaults in complying with Clause 10.1 (*Insurance: Undertakings*), the Security Trustee may effect or renew any such Insurance on such terms, in such name(s) and in such amount(s) as is in the opinion of the Security Trustee (acting reasonably) usual for companies carrying on the same or substantially the same business, and all moneys expended by the Security Trustee in doing so shall be reimbursed by the Chargors to the Security Trustee on demand and shall carry interest from the date of payment by the Security Trustee until reimbursed at the rate specified in Clause 2 (*Covenant to Pay*).

10.3 Application of Insurance Proceeds

All moneys received under any Insurance relating to the Charged Property shall, prior to the occurrence of an Event of Default which is continuing, be applied in accordance with the terms of the Secured Finance Documents and the Intercreditor Agreement. After the occurrence of an Event of Default which is continuing the Chargors shall hold such moneys upon trust for the Security Trustee pending payment to the Security Trustee for application in accordance with Clause 13 (*Application of Moneys*) and each Chargor waives any right it may have to require that any such moneys are applied in reinstatement of any part of the Charged Property.

11. DEMAND AND ENFORCEMENT

11.1 Enforcement

The Security created by this Deed shall become enforceable in respect of and against any Chargor upon:-

- 11.1.1 the occurrence of an Event of Default which is continuing;
- 11.1.2 the occurrence of any event described as a Change of Control in the Mezzanine FACS Facility Agreement;
- 11.1.3 any request being made by a Chargor to the Security Trustee for the appointment of a Receiver or an administrator, or for the Security Trustee to exercise any other power or right available to it; or
- 11.1.4 the occurrence of any event causing, or purporting to cause, the floating charge created by this Deed to become fixed in relation to any Charged Property.

11.2 Powers on enforcement

At any time after the Security created by this Deed has become enforceable, the Security Trustee may (without prejudice to any other rights and remedies and without notice to the Chargors) do all or any of the following:-

- 11.2.1 exercise the power of sale under section 101 of the LPA together with all other powers and rights conferred on mortgagees by the LPA, as varied and extended by this Deed, without the restrictions contained in sections 103 or 109(1) of the LPA;
- 11.2.2 exercise the power of leasing, letting, entering into agreements for leases or lettings or accepting or agreeing to accept surrenders of leases in relation to any Charged Property, without the restrictions imposed by sections 99 and 100 of the LPA;
- 11.2.3 to the extent that any Charged Property constitutes Financial Collateral, as defined in the Regulations, appropriate it and transfer the title in and to it to the Security Trustee insofar as not already transferred, subject to paragraphs (1) and (2) of Regulation 18; and
- 11.2.4 subject to Clause 12.1 (*Method of appointment or removal*), appoint one or more persons to be a Receiver or Receivers of all or any of the Charged Property; and
- 11.2.5 appoint an administrator of any Chargor.

11.3 Disposal of the Charged Property

In exercising the powers referred to in Clause 11.2 (*Powers on enforcement*), the Security Trustee or any Receiver may sell or dispose of all or any of the Charged Property at the times, in the manner and order, on the terms and conditions and for the consideration determined by it.

11.4 Same rights as Receiver

Any rights conferred by any Secured Finance Document upon a Receiver may be exercised by the Security Trustee, or to the extent permitted by law, an administrator, after the Security created by this Deed has become enforceable, whether or not the Security Trustee shall have taken possession or appointed a Receiver of the Charged Property.

11.5 Delegation

The Security Trustee may delegate in any manner to any person any rights exercisable by the Security Trustee under any Secured Finance Document. Any such delegation may be made upon such terms and conditions (including power to sub-delegate) as the Security Trustee thinks fit.

12. RECEIVERS

12.1 Method of appointment or removal

Every appointment or removal of a Receiver, any delegate or any other person by the Security Trustee under this Deed shall be in writing under the hand of any officer or manager of the Security Trustee (subject to any requirement for a court order in the case of the removal of an administrative receiver).

12.2 Removal

The Security Trustee may (subject to the application of section 45 of the Insolvency Act 1986) remove any person from office in relation to all or any part of the Charged Property of which he is the Receiver and at any time (before or after any person shall have vacated office or ceased to act as Receiver in respect of any of such Charged Property) appoint a further or other Receiver or Receivers over all or any part of such Charged Property.

12.3 Powers

Every Receiver shall have and be entitled to exercise all the powers:-

- 12.3.1 of the Security Trustee under this Deed;
- 12.3.2 conferred by the LPA on mortgagees in possession and on receivers appointed under the LPA;
- 12.3.3 of an administrative receiver set out in Schedule 1 to the Insolvency Act 1986, whether or not the Receiver is an administrative receiver;
- 12.3.4 in relation to any Charged Property, which he would have if he were its only beneficial owner; and
- 12.3.5 to do all things incidental or conducive to any functions, powers, authorities or discretions conferred or vested in the Receiver.

12.4 Receiver as agent

The Receiver shall be the agent of the relevant Chargor (which shall be solely liable for his acts, defaults, remuneration, losses and liabilities) unless and until such Chargor goes into liquidation, from which time he shall act as principal and shall not become the agent of the Security Trustee.

12.5 Joint or several

If two or more persons are appointed as Receivers of the same assets, they may act jointly and/or severally so that (unless any instrument appointing them specifies to the contrary) each of them may exercise individually all the powers and discretions conferred on Receivers by this Deed.

12.6 Receiver's remuneration

Every Receiver shall be entitled to remuneration for his services at a rate to be fixed by the Security Trustee and the maximum rate specified in section 109(6) of the LPA shall not apply.

13. APPLICATION OF MONEYS

13.1 Application of moneys

All sums received by virtue of this Deed and/or any other Transaction Security Documents by the Security Trustee or any Receiver shall, subject to the payment of any claim having priority to this Deed, be paid or applied in the following order of priority:-

13.1.1 **first**, in or towards satisfaction pro rata of, or the provision pro rata for, all costs, charges and expenses incurred and payments made by the Security Trustee as agent for the Secured Finance Parties and/or as trustee in relation to the Transaction Security Documents, or by any Receiver (including legal expenses), together with interest at the Default Rate (both before and after judgment) from the date those amounts became due until the date they are irrevocably paid in full;

13.1.2 **secondly**, in or towards the payment pro rata of, or the provision pro rata for, any unpaid fees, commission or remuneration of the Security Trustee or any Receiver;

13.1.3 **thirdly**, in or towards payment of the Secured Liabilities in accordance with the Intercreditor Agreement;

13.1.4 **fourthly**, in the payment of the surplus (if any), to the Chargor concerned or any other person entitled to it,

and section 109(8) of the LPA shall not apply.

14. POWER OF ATTORNEY

14.1 Appointment

Each Chargor irrevocably and by way of security appoints:-

14.1.1 the Security Trustee (whether or not a Receiver has been appointed);

14.1.2 any delegate or sub delegate of, or other person nominated in writing by, an officer of the Security Trustee; and

14.1.3 (as a separate appointment) each Receiver,

severally as such Chargor's attorney and attorneys with power to do any act, and execute and deliver any deed or other document, on behalf of and in the name of such Chargor, which such Chargor could be required to do or execute under any provision of this Deed or enabling the Security Trustee or the Receiver to exercise any of its rights or powers under this Deed.

14.2 Ratification

Each Chargor ratifies and confirms and agrees to ratify and confirm whatever any attorney appointed pursuant to Clause 14.1 (*Appointment*) lawfully does or purports to do in good faith in the exercise or purported exercise of all or any of the powers, acts or other matters referred to in Clause 14.1 (*Appointment*).

15. CONSOLIDATION

15.1 Combination of accounts

In addition to any general lien, right to combine accounts, right of set-off or other right which it may at any time have when an Event of Default has occurred and is continuing, the Security Trustee and each Secured Finance Party may at any time after this Deed has become enforceable, without notice to the Chargor, combine or consolidate all or any accounts which it then has in relation to such Chargor (in whatever name) and any Secured Liabilities owed by such Chargor to the Security Trustee or that Secured Finance Party, and/or set-off or transfer any amounts standing to the credit of one or more accounts of such Chargor in or towards satisfaction of any Secured Liabilities owed it on any other account or otherwise.

15.2 Application

The Security Trustee's and each Secured Finance Party's rights under Clause 15.1 (*Combination of accounts*) apply:-

- 15.2.1 whether or not any demand has been made under this Deed, or any liability concerned has fallen due for payment;
- 15.2.2 whether or not any credit balance is immediately available or subject to any restriction;
- 15.2.3 irrespective of the currencies in which any balance or liability is denominated, and the Security Trustee and the relevant Secured Finance Party may for the purpose of exercising its right elect to convert any sum or liability in one currency into any other at its spot rate applying at or about 11.00am on the date of conversion; and
- 15.2.4 in respect of any Secured Liabilities owed by the relevant Chargor, whether owed solely or jointly, certainly or contingently, presently or in the future, as principal or surety, and howsoever arising.

16. PROTECTION OF THIRD PARTIES

16.1 Statutory powers

In favour of any purchaser, the statutory powers of sale and of appointing a Receiver which are conferred upon the Security Trustee, as varied and extended by this Deed, and all other powers of the Security Trustee, shall be deemed to arise (and the Secured Liabilities shall be deemed due and payable for that purpose) immediately after the execution of this Deed.

16.2 Purchasers

No purchaser from or other person dealing with the Security Trustee, any person to whom it has delegated any of its powers, or the Receiver shall be concerned:-

- 16.2.1 to enquire whether any of the powers which the Security Trustee or a Receiver have exercised has arisen or become exercisable;
- 16.2.2 to enquire whether the Secured Liabilities remain outstanding or whether any event has happened to authorise the Receiver to act; or
- 16.2.3 as to the propriety or validity of the exercise of those powers,

and the title and position of a purchaser or such person shall not be impeachable by reference to any of those matters.

16.3 Receipts

All the protection to purchasers contained in sections 104 and 107 of the LPA, section 42(3) of the Insolvency Act 1986 or in any other applicable legislation shall apply to any person purchasing from or dealing with the Security Trustee, any other Secured Finance Party, any Receiver or any person to whom any of them have delegated any of their powers.

17. PROTECTION OF THE SECURITY TRUSTEE, THE SECURED FINANCE PARTIES AND ANY RECEIVER

17.1 No liability

None of the Security Trustee, the other Secured Finance Parties, any Receiver or any of their respective officers, employees or delegates shall be liable in respect of any cost, liability, expense, loss or damage which arises out of the exercise, or attempted or purported exercise of, or the failure to exercise, any of their respective rights under this Deed, save in the case of fraud, gross negligence or wilful misconduct.

17.2 Not mortgagee in possession

Without prejudice to any other provision of this Deed, entry into possession of any Charged Property shall not render the Security Trustee, any Receiver or any of their respective officers or employees liable:-

- 17.2.1 to account as mortgagee in possession;
- 17.2.2 for any loss on realisation; or
- 17.2.3 for any default or omission for which a mortgagee in possession might be liable,

and if and whenever the Security Trustee or any Receiver enters into possession of any Charged Property it shall be entitled at any time it or he thinks fit to relinquish possession.

17.3 Indemnity

Each Chargor shall indemnify and keep indemnified the Security Trustee, each other Secured Finance Party, any Receiver, and their respective officers, employees and delegates, against all claims, costs, expenses and liabilities reasonably incurred by them in respect of all or any of the following:-

- 17.3.1 any act or omission by any of them in relation to all or any of the Charged Property;
- 17.3.2 any payment relating to or in respect of all or any of the Charged Property which is made at any time by any of them;
- 17.3.3 any stamp, registration or similar Tax or duty which becomes payable in connection with the entry into, or the performance or enforcement of, this Deed;
- 17.3.4 exercising or purporting to exercise or failing to exercise any of the rights, powers and discretions conferred on them or permitted under this Deed; and
- 17.3.5 any breach by the relevant Chargor of any of its covenants or other obligations to the Security Trustee or any other Secured Finance Party,

except in the case of gross negligence or wilful misconduct on the part of that person.

17.4 Interest

Each Chargor shall pay interest at the Default Rate on the sums payable under this Clause 17 (*Protection of the Security Trustee, the Secured Finance Parties and any Receiver*) from the date on which the liability was incurred to the date of actual payment (both before and after judgment).

17.5 Indemnity out of the Charged Property

The Security Trustee, the other Secured Finance Parties, any Receiver and their respective officers, employees and delegates shall be entitled to be indemnified out of the Charged Property in respect of the actions, proceedings, demands, claims, costs, expenses and liabilities referred to in Clause 17.3 (*Indemnity*).

17.6 Continuing protection

The provisions of this Clause 17 (*Protection of the Security Trustee, the Secured Finance Parties and any Receiver*) shall continue in full force and effect notwithstanding any release or discharge of this Deed or the discharge of any Receiver from office.

18. PROVISIONS RELATING TO THE SECURITY TRUSTEE

18.1 Powers and discretions

The rights, powers and discretions given to the Security Trustee in this Deed:-

- 18.1.1 may be exercised as often as, and in such manner as, the Security Trustee thinks fit;
- 18.1.2 are cumulative, and are not exclusive of any of its rights under the general law; and
- 18.1.3 may only be waived in writing and specifically, and any delay in exercising, or non-exercise of, any right, is not a waiver of it.

18.2 Certificates

A certificate by an officer of the Security Trustee :-

- 18.2.1 as to any amount for the time being due to the Secured Finance Parties or any of them; or

18.2.2 as to any sums payable to the Security Trustee under this Deed, shall (save in the case of manifest error) be conclusive and binding upon the Chargors for all purposes.

18.3 Assignment

The Security Trustee may assign this Deed to any successor in title to any of the Secured Liabilities or to a replacement Security Trustee appointed in accordance with the provisions of the Intercreditor Agreement, and each Secured Finance Party may assign its interest in this Deed in whole or in part to any successor in title to any of the Secured Liabilities, and the Security Trustee and any Secured Finance Party may disclose any information in its possession relating to any Chargor, its affairs or the Secured Liabilities to any actual or prospective assignee, provided that the assignment or transfer and disclosure of information is in accordance with the Security Trustee's obligations under the Mezzanine FACS Facility Agreement.

18.4 Trusts

The perpetuity period for any other constituted by this Deed shall be 125 years.

19. PRESERVATION OF SECURITY

19.1 Continuing Security

This Deed shall be a continuing security to the Security Trustee and shall remain in force until expressly discharged in writing by the Security Trustee notwithstanding any intermediate settlement of account or other matter or thing whatsoever.

19.2 Additional Security

This Deed is without prejudice and in addition to, and shall not merge with, any other right, remedy or Security of any kind which the Security Trustee or any other Secured Finance Party may have now or at any time in the future for or in respect of any of the Secured Liabilities.

19.3 Waiver of Defences

Neither the Security created by this Deed nor the obligations of the Chargor under this Deed will be affected by an act, omission, matter or thing which, but for this Clause, would reduce, release or prejudice that Security or any of those obligations (whether or not known to it, the Security Trustee or any other Secured Finance Party) including:-

19.3.1 any time, waiver or consent granted to, or composition with, any Obligor or other person;

19.3.2 the release of any Obligor or any other person under the terms of any composition or arrangement with any person;

19.3.3 the taking, variation, compromise, exchange, renewal, enforcement or release of, or refusal or neglect to perfect, take up or enforce, any rights against, or Security over, assets of any Obligor or other person or any non-presentation or non-observance of any formality or other requirement in respect of any instrument or any failure to realise the full value of any Security;

- 19.3.4 any incapacity or lack of power, authority or legal personality of or dissolution or change in the members or status of any Obligor or any other person;
- 19.3.5 any amendment (however fundamental), replacement, variation, novation, assignment or the avoidance or termination of a Secured Finance Document or any other document or Security;
- 19.3.6 any unenforceability, illegality or invalidity of any obligation of, or any Security created by, any person under any Secured Finance Document or any other document; or
- 19.3.7 an insolvency, liquidation, administration or similar procedure.

19.4 Immediate recourse

Each Chargor waives any right it may have of first requiring the Security Trustee or any other Secured Finance Party (or any trustee or agent on its behalf) to proceed against or enforce any other rights of Security or claim payment from any person before claiming from a Chargor under this Deed. This waiver applies irrespective of any law or any provision of a Secured Finance Document to the contrary.

19.5 Appropriations

During the Security Period the Security Trustee and each Secured Finance Party may:-

- 19.5.1 refrain from applying or enforcing any monies, Security or rights held or received by it (or any trustee or agent on its behalf) in respect of the Secured Liabilities, or, subject to Clause 13.1 (*Application of moneys*), apply and enforce the same in such manner and order as it sees fit (whether against the Secured Liabilities or otherwise) and the relevant Chargor shall not be entitled to the same; and
- 19.5.2 hold in an interest-bearing suspense account any moneys received from the relevant Chargor on or account of the Secured Liabilities.

19.6 New Accounts

If the Security Trustee or any other Secured Finance Party receives notice (whether actual or otherwise) of any subsequent Security over or affecting any of the Charged Property or if a petition is presented or a resolution passed in relation to the winding up of a Chargor, the Security Trustee and the relevant Secured Finance Party or Secured Finance Parties may close the current account or accounts and/or open a new account or accounts for such Chargor. If the Security Trustee or any other Secured Finance Party does not open a new account or accounts immediately it shall nevertheless be treated as if it had done so at the time when the relevant event occurred, and as from that time all payments made by such Chargor to the Security Trustee or that Secured Finance Party shall be credited or be treated as having been credited the new account or accounts and shall not operate to reduce the Secured Liabilities.

19.7 Tacking

For the purposes of section 94(1) of the LPA and section 49(3) of the Land Registration Act 2002 the Security Trustee confirms on behalf of the Lenders that the Lenders shall make further advances to the Chargors on the terms and subject to the conditions of the Secured Finance Documents.

19.8 Deferral of Chargor's rights

During the Security Period and unless the Security Trustee otherwise directs, no Chargor shall exercise any rights which it may have by reason of performance by its obligations under this Deed or the enforcement of the Security created by this Deed:-

- 19.8.1 to receive or claim payment from, or be indemnified by an Obligor unless otherwise permitted under the Mezzanine FACS Facility Agreement;
- 19.8.2 to claim any contribution from any guarantor of, or provider of Security in respect of, any Obligor's obligations under the Secured Finance Documents;
- 19.8.3 to take the benefit (in whole or in part and whether by way of subrogation or otherwise) of any rights of any Secured Finance Party under any Secured Finance Document or of any guarantee or Security taken pursuant to, or in connection with, the Secured Finance Documents by any Secured Finance Party;
- 19.8.4 to exercise any right of set-off against any Obligor; and/or
- 19.8.5 to claim or prove as a creditor of any Obligor in competition with any Secured Finance Party.

20. RELEASE

20.1 Release

Upon the irrevocable and unconditional payment and discharge in full of the Secured Liabilities and the termination of all facilities which might give rise to Secured Liabilities, the Security Trustee shall, or shall procure that its appointees will, at the request and cost of the Chargors:-

- 20.1.1 release the Charged Property from this Deed; and
- 20.1.2 re-assign the Charged Property that has been assigned to the Security Trustee under this Deed.

20.2 Reinstatement

If the Security Trustee considers that any amount paid or credited to any Secured Finance Party under any Secured Finance Document (whether in respect of the obligations of any Obligor or any Security for those obligations or otherwise) is capable of being avoided, reduced or otherwise set aside:-

- 20.2.1 that amount shall not be considered to have been paid for the purposes of determining whether the Secured Liabilities have been irrevocably and unconditionally paid and discharged; and
- 20.2.2 the liability of the relevant Chargor and the Security created by this Deed shall continue as if that amount had not been paid or credited.

20.3 Consolidation

Section 93 of the LPA dealing with the consolidation of mortgages shall not apply to this Deed.

21. MISCELLANEOUS PROVISIONS

21.1 Severability

If any provision of this Deed is illegal, invalid or unenforceable in any jurisdiction, that shall not affect:-

21.1.1 the validity or enforceability of any other provision, in any jurisdiction; or

21.1.2 the validity or enforceability of that particular provision, in any other jurisdiction.

21.2 Information

The Security Trustee may from time to time seek from any other person having dealings with the Chargors such information about the Chargors and their affairs as the Security Trustee may think fit and each Chargor authorises and requests any such person to provide any such information to the Security Trustee and agrees to provide such further authority in this regard as the Security Trustee may from time to time require.

21.3 Joint and separate liability

Unless the context otherwise requires, all covenants, agreements, representations and warranties on the part of the Chargors contained in this Deed are given by them jointly and separately and shall be construed accordingly.

21.4 Counterparts

This Deed may be executed in any number of counterparts, and this has the same effect as if the signatures on the counterparts were on a single copy of this Deed.

21.5 Deeds of accession

Each of the parties agrees that each Deed of Accession shall be supplemental to this Deed and be binding on and enure to the benefit of all the parties to this Deed.

21.6 Intercreditor Agreement

This Deed is subject to the terms of the Intercreditor Agreement.

22. GOVERNING LAW

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

23. NOTICES

The provisions of Clause 33 (*Notices*) of the Mezzanine FACS Facility Agreement shall apply to this Deed as if set out in this Deed.

24. ENFORCEMENT

24.1 Jurisdiction of English Courts

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

24.1.2 The parties to this Deed agree that the courts of England are the most appropriate and convenient courts to settle disputes and accordingly no such party will argue to the contrary.

24.1.3 This Clause 24.1 (*Jurisdiction of English Courts*) is for the benefit of the Secured Finance Parties only. As a result, no Secured Finance Party shall be prevented from taking proceedings relating to a Dispute in any other courts with jurisdiction. To the extent allowed by law, the Secured Finance Parties may take concurrent proceedings in any number of jurisdictions.

24.2 Service of Process

Without prejudice to any other mode of service allowed under any relevant law, each Chargor (other than a Chargor incorporated in England and Wales):

24.2.1 irrevocably appoints the Parent as its agent for service of process in relation to any proceedings before the English courts in connection with any Secured Finance Document (and the Parent by its execution of this Deed, accepts that appointment); and

24.2.2 agrees that failure by a process agent to notify the relevant Chargor of the process will not invalidate the proceedings concerned.

24.2.3 if any person appointed as process agent is unable for any reason to act as agent for service of process, the Parent (on behalf of all the Chargors) must immediately (and in the event within five days of such event taking place) appoint another agent on terms acceptable to the Security Trustee. Failing this, the Security Trustee may appoint another agent for this purpose.

and each Chargor expressly agrees and consents to the provisions of this Clause 24 (*Enforcement*) and Clause 22 (*Governing Law*).

EXECUTED AND DELIVERED AS A DEED on the date set out at the beginning of this Deed.

Schedule 1
THE CHARGORS

Company name	No	Address for service and fax number
MARSTON TOPCO LIMITED	07999459	RUTLAND HOUSE 8TH FLOOR 148 EDMUND STREET BIRMINGHAM UNITED KINGDOM B3 2JR Fax: + 44 (0)1992 803 286
MARSTON MIDCO LIMITED	07999470	RUTLAND HOUSE 8TH FLOOR 148 EDMUND STREET BIRMINGHAM B3 2JR Fax: + 44 (0)1992 803 286
MARSTON BIDCO LIMITED	07999493	RUTLAND HOUSE 8TH FLOOR 148 EDMUND STREET BIRMINGHAM B3 2JR Fax: + 44 (0)1992 803 286
MARSTON (HOLDINGS) LIMITED	04305487	RUTLAND HOUSE 8TH FLOOR 148 EDMUND STREET BIRMINGHAM B3 2JR Fax: + 44 (0)1992 803 286
MARSTON GROUP LIMITED	02512508	RUTLAND HOUSE 8TH FLOOR 148 EDMUND STREET BIRMINGHAM B3 2JR Fax: + 44 (0)1992 803 286

Company name	No	Address for service and fax number
CW HARRISON & CO HIGH COURT ENFORCEMENT LIMITED	07860238	RUTLAND HOUSE 8TH FLOOR 148 EDMUND STREET BIRMINGHAM B3 2JR Fax: + 44 (0)1992 803 286
ROSSENDALES CORPORATE LIMITED	06094878	RUTLAND HOUSE 8TH FLOOR 148 EDMUND STREET BIRMINGHAM B3 2JR Fax: + 44 (0)1992 803 286
ROSSENDALES COLLECT LIMITED	05070065	RUTLAND HOUSE 8TH FLOOR 148 EDMUND STREET BIRMINGHAM B3 2JR Fax: + 44 (0)1992 803 286
ROSSENDALES LIMITED	01501584	RUTLAND HOUSE 8TH FLOOR 148 EDMUND STREET BIRMINGHAM B3 2JR Fax: + 44 (0)1992 803 286
SWIFT CREDIT SERVICES LIMITED	01159954	RUTLAND HOUSE 8TH FLOOR 148 EDMUND STREET BIRMINGHAM B3 2JR Fax: + 44 (0)1992 803 286
COLLECTICA LIMITED	03517395	RUTLAND HOUSE 8TH FLOOR, 148 EDMUND STREET BIRMINGHAM B3 2JR Fax: + 44 (0)1992 803 286

Schedule 2

DETAILS OF LAND

REGISTERED LAND

Title number	Description	Chargor

UNREGISTERED LAND

Description	Chargor

Schedule 3

DETAILS OF SHARES

Name of Company	Description and Number of Shares	Name of Shareholder
Marston Midco Limited (07999470)	78,995 £1.00 Ordinary Shares	Marston Topco Limited
Marston Bidco Limited (07999493)	78,895 £1.00 Ordinary Shares	Marston Midco Limited
Marston (Holdings) Limited (04305487)	12,935,359 £1.00 Ordinary Shares	Marston Bidco Limited
Marston Group Limited (02512508)	99 £1.00 Ordinary Shares	Marston (Holdings) Limited
CW Harrison and Co High Court Enforcement Limited (07860238)	1 £1.00 Ordinary Shares	Marston (Holdings) Limited
Collectica Limited (03517395)	1,000 £1.00 Ordinary Shares 4 £1.00 Ordinary C Shares	Marston (Holdings) Limited
Swift Credit Services Limited (01159954)	15,100 £1.00 Ordinary Shares	Marston (Holdings) Limited
Rossendales Collect Limited (05070065)	1,155 £1.00 Ordinary Shares	Marston (Holdings) Limited
Rossendales Limited (01501584)	1,189 £1.00 Ordinary Shares	Marston (Holdings) Limited
Rossendales Corporate Limited (06094878)	100 £1.00 Ordinary Shares	Marston (Holdings) Limited

DETAILS OF MATERIAL INSURANCES

Cover	Period	Insurer	Indemnity
[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]
[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]
[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]
[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]
[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]
[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED] [REDACTED]
[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]
[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]
[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]
[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]

Schedule 5

DETAILS OF INTELLECTUAL PROPERTY

Schedule 6

DEED OF ACCESSION

THIS DEED OF ACCESSION is made on []

BETWEEN:-

- (1) [] (the "New Chargor"), a company incorporated in England or Wales whose registered office is at [];
- (2) **MARSTON TOPCO LIMITED** (the "Parent") for itself and as agent for and on behalf of each of the other Chargors named in the Debenture referred to below; and
- (3) **FIVE ARROWS MANAGERS SA** as the Security Trustee.

WHEREAS:-

- (A) The New Chargor is, or will on the date of this Deed of Accession become, a wholly-owned Subsidiary of the Parent.
- (B) The Parent has entered into a deed dated [] (as supplemented and amended by Deeds of Accession or otherwise from time to time, the "Debenture") between the Parent, each of the companies named in the Debenture as Chargors, and Five Arrows Managers SA as agent and trustee for the Secured Finance Parties.
- (C) The New Chargor at the request of the Parent and in consideration of the Secured Finance Parties making or continuing to make facilities available to the Parent or any other member of its group and after giving due consideration to the terms and conditions of the Secured Finance Documents and the Debenture and satisfying itself that there are reasonable grounds for believing that the entry into this Deed of Accession by it will be of benefit to it, has decided in good faith and for the purpose of carrying on its business to enter into this Deed and become a Chargor under the Debenture.

IT IS AGREED as follows:-

1. DEFINITIONS AND INTERPRETATION

- 1.1 Terms defined in the Debenture shall have the same meaning in this Deed.
- 1.2 The principles of interpretation set out in Clause 1.3 of the Debenture shall apply to this Deed of Accession insofar as they are relevant to it, as they apply to the Debenture.

2. ACCESSION

The New Chargor agrees:-

- 2.1 to become a party to and to be bound by the terms of the Debenture as a Chargor with immediate effect and so that the Debenture shall be read and construed for all purposes as if the New Chargor had been an original party in the capacity of Chargor (but so that the security created consequent on such accession shall be created on the date of this Deed of Accession); and
- 2.2 to be bound by all the covenants and agreements in the Debenture which are expressed to be binding on a Chargor.

3. SECURITY

The New Chargor mortgages, charges and assigns to the Security Trustee, as agent and trustee for the Secured Finance Parties, all its business, undertaking and assets on the terms of Clause 3 of the Debenture, provided that:-

- 3.1 the Land charged by way of legal mortgage shall be the Land referred to in Schedule 1 (*Details of Land*);
- 3.2 the Shares mortgaged or (if or to the extent that the mortgage does not take effect as a mortgage) charged shall include the Shares referred to in Schedule 2 (*Details of Shares*);
- 3.3 the Insurances assigned or (to the extent not assigned or effectively assigned) charged shall include the insurances referred to in Schedule 3 (*Details of Material Insurances*);
- 3.4 the Intellectual Property charged shall include the Intellectual Property referred to in Schedule 4 (*Details of Intellectual Property*); and
- 3.5 the Specific Contracts assigned or (to the extent not assigned or effectively assigned) charged shall include the Specific Contracts referred to in Schedule 5 (*Details of Specific Contracts*).

4. EFFECT ON DEBENTURE

The Debenture and this Deed of Accession shall be read as one so that references in the Debenture to "this Deed", "herein", and similar phrases shall be deemed to include this Deed of Accession.

5. GOVERNING LAW

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

EXECUTED AS A DEED AND DELIVERED on the date set out at the beginning of this Deed.

Schedule 1 - Details of Land

Schedule 2 - Details of Shares

Schedule 3 - Details of Material Insurances

Schedule 4 - Details of Intellectual Property

Schedule 5 - Details of Specific Contracts

SIGNATURES TO DEED OF ACCESSION

The New Chargor

EXECUTED as a Deed)
by [NAME OF COMPANY] [LIMITED] [PLC])
acting by two Directors or a Director and its)
Secretary:-)
)

Director

Director/Secretary

Or EXECUTED as a Deed by [NAME OF)
COMPANY] [LIMITED] [PLC])
acting by [NAME OF DIRECTOR], a)
Director, in the presence of:-)
)

Signature of witness:

Director

Name of witness:

Address:

Occupation:

[Note that the director and witness method of execution is not our preferred method and should not be used in a first draft]

[If using Director and witness method of execution, check that it is authorised in board minutes, if supplied]

The Parent

EXECUTED (but not delivered
until the date hereof) **AS A DEED**
by **MARSTON TOPCO LIMITED**
acting by:-

)
)
)
)

Director

Director/Secretary

The Security Trustee

EXECUTED as a **DEED**
(but not delivered until dated) by
FIVE ARROWS MANAGERS SA
acting by

)
)
)
)
)

in the presence of:-

Authorised signatory

Signature of witness:

Name of witness:

Address:

Occupation:

Schedule 7

FORM OF NOTICE OF ASSIGNMENT OF INSURANCE

To: [Insurer]

Date: []

Dear Sirs,

We give you notice that we have assigned and charged to Five Arrows Managers SA (the "**Security Trustee**") pursuant to a deed entered into by us in favour of the Security Trustee dated [] all our right, title and interest in and to the proceeds of [insert details of relevant insurance policy] (the "**Policy of Insurance**").

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

- (1) following the Security Trustee's notification to you that an Event of Default has occurred and is continuing make all payments and claims under or arising from the Policy of Insurance to the Security Trustee [insert an account number if required] or to its order as it may specify in writing from time to time;
- (2) note the interest of the Security Trustee on the Policy of Insurance; and
- (3) disclose to the Security Trustee, without further approval from us, such information regarding the Policy of Insurance as the Security Trustee may from time to time request and to send it copies of all notices issued by you under the Policy of Insurance.

[With effect from your receipt of this notice all rights, interests and benefits whatsoever accruing to or for the benefit of ourselves arising from the Policy of Insurance (including all rights to compel performance) belong to and are exercisable by the Security Trustee.]

Please acknowledge receipt of this notice (substantially in the form of the attached) by signing the acknowledgement on the enclosed copy letter and returning it to the Security Trustee at [] marked for the attention of [].

Yours faithfully,

for and on behalf of
MARSTON TOPCO LIMITED

[On copy only:

To: **SECURITY TRUSTEE**

We acknowledge receipt of a notice in the terms set out above and confirm that we have not received notice of any previous assignments or charges of or over any of the rights, title and interests and benefits referred to in such notice and that we will comply with the terms of that notice.

We further confirm that no amendment or termination of the Policy of Insurance shall be effective unless we have given the Security Trustee thirty days written notice of it or, if it is not possible to comply with such notification to the Security Trustee in accordance with the provisions of the relevant Policy of Insurance, the notice will be provided to the Security Trustee in relation to such termination as soon as possible.

For and on behalf of []

By: []

Dated: []

Schedule 8

FORM OF NOTICE OF ASSIGNMENT OF ASSIGNED ACCOUNTS

To: [Account Bank]

Date: []

Dear Sirs,

We give you notice that we have assigned and charged to Five Arrows Managers SA (the "**Security Trustee**") all of our right, title and interest in and to account number [], account name [] (including any renewal or redesignation of the account) and all monies standing to the credit of that account from time to time (the "**Account**").

[With effect from the date of your receipt of this notice:

- (1) any existing payment instructions affecting the Account are to be terminated and all payments and communications in respect of the Account should be made to the Security Trustee or to its order (with a copy to the Parent); and
- (2) all rights, interests and benefits whatsoever accruing to or for the benefit of ourselves arising from the Account belong to the Security Trustee.]

Please accept this notice by signing the enclosed acknowledgement and returning it to the Security Trustee at [] marked for the attention of [].

Yours faithfully

for and on behalf of
MARSTON TOPCO LIMITED

[on copy only]

To: **SECURITY TRUSTEE**

Date: []

At the request of the Security Trustee and Marston Topco Limited we acknowledge receipt of the notice of assignment and charge, on the terms attached, in respect of the Account (as described in those terms). We confirm that:-

- (1) the balance standing to the Account at today's date is [], no fees or periodic charges are payable in respect of the Account and there are no restrictions on (a) the payment of the credit balance on the Account or (b) the assignment of the Account to the Security Trustee or any third party;
- (2) we have not received notice of any previous assignments of, charges over or trusts in respect of, the Account and we will not, without the Security Trustee's consent (a) exercise any right of combination, consolidation or set-off which we may have in respect of the Account or (b) amend or vary any rights attaching to the Account; and
- (3) we will act only in accordance with the instructions given by persons authorised by the Security Trustee and we shall send all statements and other notices given by us relating to the Account to the Security Trustee.

For and on behalf of []

By: []

Schedule 9

FORM OF NOTICE OF ASSIGNMENT OF SPECIFIC CONTRACT

To: []

Date: []

Dear Sirs,

We give you notice that we have assigned and charged to Five Arrows Managers SA ("**Security Trustee**") pursuant to a deed entered into by us in favour of the Security Trustee dated [] all our right, title and interest in and to [details of contract] (the "**Contract**") including all moneys which may be payable in respect of the Contract.

[With effect from your receipt of this notice:-

- (1) following the Security Trustee's notification to you that an Event of Default has occurred and is continuing, all payments by you to us under or arising from the Contract should be made to the Security Trustee or to its order as it may specify in writing from time to time;
- (2) all remedies provided for in the Contract or available at law or in equity are exercisable by the Security Trustee;
- (3) all rights to compel performance of the Contract are exercisable by the Security Trustee although the Company shall remain liable to perform all the obligations assumed by it under the Contract;
- (4) all rights, interests and benefits whatsoever accruing to or for the benefit of ourselves arising from the Contract belong to the Security Trustee and no changes may be made to the terms of the Contract nor may the Contract be terminated without the Security Trustee's consent; and
- (5) you are authorised and instructed, without requiring further approval from us, to provide the Security Trustee with such information relating to the Contract as it may from time to time request and to send it copies of all notices issued by you under the Contract to the Security Trustee as well as to us.]

These instructions may not be revoked, nor may the terms of the Contract be amended, varied or waived without the prior written consent of the Security Trustee.

Please acknowledge receipt of this notice by signing the acknowledgement on the enclosed copy letter and returning it to the Security Trustee at [] marked for the attention of [].

Yours faithfully,

for and on behalf of
[Chargor]

[On copy only:]

To: **SECURITY TRUSTEE**

We acknowledge receipt of a notice in the terms set out above and confirm that we have not received notice of any previous assignments or charges of or over any of the rights, interests and benefits in and to the Contract and that we will comply with the terms of that notice.

We further confirm that:-

- (1) no amendment, waiver or release of any of such rights, interests and benefits shall be effective without the prior written consent of the Security Trustee;
- (2) no termination of such rights, interests or benefits shall be effective unless we have given the Security Trustee thirty days written notice of the proposed termination (or if notice is not possible within that period, as soon as possible), specifying the action necessary to avoid such termination; and
- (3) no breach or default on the part of the [*insert name of relevant Chargors*] of any of the terms of the Contract shall be deemed to have occurred unless we have given notice of such breach to the Security Trustee specifying how to make good such breach.

For and on behalf of []

By: []

Dated: []

The Parent

Director

Signature of witness:

Name of witness:

Address:

Squire Patton Boggs (UK) LLP
7 Devonshire Square
London
EC2M 4YH

The Chargers

Director

Signature of witness:

Name of witness:

Address:

Squire Patton Boggs (UK) LLP
7 Devonshire Square
London
EC2M 4YH

Director

Signature of witness:

Name of witness:

Address:

Squire Patton Boggs (UK) LLP
7 Devonshire Square
London
EC2M 4YH

EXECUTED (but not delivered until the date)
hereof) AS A DEED by a director of)
MARSTON BIDCO LIMITED in the presence)
of:)

Director

Signature of witness:

Name of witness:

Address: Squire Patton Boggs (UK) LLP
7 Devonshire Square
London
EC2M 4YH

EXECUTED (but not delivered until the date)
hereof) AS A DEED by a director of)
MARSTON GROUP LIMITED in the presence)
of:)

Director

Signature of witness:

Name of witness:

Address: Squire Patton Boggs (UK) LLP
7 Devonshire Square
London
EC2M 4YH

EXECUTED (but not delivered until the date)
hereof) AS A DEED by a director of)
MARSTON (HOLDINGS) LIMITED in the)
presence of:)

Director

Signature of witness:

Name of witness:

Address: Squire Patton Boggs (UK) LLP
7 Devonshire Square
London
EC2M 4YH

EXECUTED (but not delivered until the date)
hereof) AS A DEED by a director of CW)
HARRISON & CO HIGH COURT)
ENFORCEMENT LIMITED in the presence of:)

Director

Signature of witness:

Name of witness:

Address: Squire Patton Boggs (UK) LLP
7 Devonshire Square
London
EC2M 4YH

EXECUTED (but not delivered until the date)
hereof) AS A DEED by a director of)
ROSSENDALES CORPORATE LIMITED in)
the presence of:)

Director

Signature of witness:

Name of witness:

Address: Squire Patton Boggs (UK) LLP
7 Devonshire Square
London
EC2M 4YH

EXECUTED (but not delivered until the date)
hereof) AS A DEED by a director of)
ROSSENDALES COLLECT LIMITED in the)
presence of:)

Director

Signature of witness:

Name of witness:

Address: Squire Patton Boggs (UK) LLP
7 Devonshire Square
London
EC2M 4YH

EXECUTED (but not delivered until the date)
hereof) AS A DEED by a director of)
ROSSENDALES LIMITED in the presence of:)

Director

Signature of witness:

Name of witness:

Address: Squire Patton Boggs (UK) LLP
7 Devonshire Square
London
EC2M 4YH

EXECUTED (but not delivered until the date)
hereof) AS A DEED by a director of)
SWIFT CREDIT SERVICES LIMITED in the presence)
of:)

Director

Signature of witness:

Name of witness:

Address: Squire Patton Boggs (UK) LLP
7 Devonshire Square
London
EC2M 4YH

EXECUTED (but not delivered until the date)
hereof) **AS A DEED** by a director of)
COLLECTICA LIMITED in the presence of:)

Director

Signature of witness:

Name of witness:

Address: Squire Patton Boggs (UK) LLP
7 Devonshire Square
London
EC2M 4YH

The Security Trustee

EXECUTED as a **DEED**)
(but not delivered until dated) by)
FIVE ARROWS MANAGERS SA)
acting by)

.....
Name:
Title:

.....
Name:
Title: