

# MR01

## Particulars of a charge



Companies House



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

☒ **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 no  
instrument. Use form MR08.

For further information, please  
refer to our guidance at:  
[www.gov.uk/companieshouse](http://www.gov.uk/companieshouse)

This form **must be delivered to the Registrar for registration with 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 by a court order extending the time for delivery.



You **must** enclose a certified copy of the instrument with this form. This must be scanned and placed on the public record. **Do not send the original.**

SATURDAY



\*A885IU0G\*

22/06/2019

#371

A10

COMPANIES HOUSE

1

### Company details

Company number 1 0 7 6 9 3 1 3

Company name in full Moneyplus Energy Limited

For official use

#### Filling 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 d 1 d 2 m 0 m 6 y 2 y 0 y 1 y 9

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 ☒ PNC Business Credit a trading style of  
PNC Financial Services UK Ltd

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

**Brief description**

Please give a short description of any land, ship, aircraft or intellectual property registered or required to be registered in the UK subject to a charge (which is not a floating charge) or fixed security included in the instrument.

Brief description

Please submit only a short description. If there are a number of plots of land, aircraft and/or ships, you should simply describe some of them in the text field and add a statement along the lines of, "for more details please refer to the instrument".

Please limit the description to the available space.

5

**Other charge or fixed security**

Does the instrument include a charge (which is not a floating 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 company from creating further security that will rank equally with or ahead of the charge? Please tick the appropriate box.

☒ **Yes**

☐ **No**

8

**Trustee statement<sup>1</sup>**

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.

☐

<sup>1</sup> This statement may be filed after the registration of the charge (use form MR06).

9

**Signature**

Please sign the form here.

Signature

Signature

X *Crowell & Moring* X

**Presenter information**

You do not have to give any contact information, but if you do, it will help Companies House if there is a query on the form. The contact information you give will be visible to searchers of the public record.

Contact name	Seye Olufunwa
Company name	Crowell & Moring
Address	Tower 42, 25 Old Broad Street
Post town	London
County/Region	
Postcode	E C 2 N 1 H Q
Country	United Kingdom
DX	
Telephone	02074130011

**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 £23 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 N.R. Belfast 1.

**Further information**

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



**FILE COPY**

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

Company number: 10769313

Charge code: 1076 9313 0001

The Registrar of Companies for England and Wales hereby certifies that a charge dated 12th June 2019 and created by MONEYPLUS ENERGY LIMITED was delivered pursuant to Chapter A1 Part 25 of the Companies Act 2006 on 22nd June 2019.

12

Given at Companies House, Cardiff on 28th June 2019



**Companies House**



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

DATED 12 June

2019

(1) PNC BUSINESS CREDIT  
a trading style of PNC FINANCIAL SERVICES UK LTD  
as PNC

- and -

(2) MONEYPLUS ENERGY LIMITED  
as Security Obligor

**COMPOSITE GUARANTEE AND  
DEBENTURE**

**Certified as a true  
and accurate copy  
of the original**

21 / 6 / 2019

*Crowell & Moring*

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THIS COMPOSITE GUARANTEE AND DEBENTURE is made on 12 June 2019

**BETWEEN**

- (1) **PNC BUSINESS CREDIT** a trading style of **PNC FINANCIAL SERVICES UK LTD** a company registered in England and Wales with the number 07341483 and having its registered office at PNC House, 34-36 Perrymount Road, Haywards Heath, West Sussex RH16 3DN ("PNC"); and
- (2) **THE COMPANY LISTED IN SCHEDULE 1 TO THIS DEED** (the "Security Obligor").

**IT IS AGREED** as follows:

**1. DEFINITIONS AND INTERPRETATION**

**1.1 Definitions**

In this Deed:

- (a) terms defined in, or construed for the purposes of, the Master Facilities Agreement (as defined below) have the same meanings when used in this Deed (unless the same are otherwise defined in this Deed); and
- (b) the following terms have the following meanings:

**"ABL Insurances"** means Inventory Insurances, P&M Insurances and Real Property Insurances and **"ABL Insurance"** means any policy of insurance falling within any of the definitions of Inventory Insurances, P&M Insurances and Real Property Insurances;

**"Act"** means the Law of Property Act 1925;

**"Assigned Assets"** means the Security Assets expressed to be assigned pursuant to clause 5.2 (*Security assignments*);

**"Charged Investments"** means the Charged Securities and all present and future Securities Rights accruing to all or any of the Charged Securities;

**"Charged Securities"** means the Securities specified in part 3 of schedule 3 (*Details of Security Assets*);

**"Collateral"** means, in relation to the Obligors and the Security Obligor, all property and assets, whether real or personal, tangible or intangible, in which the relevant Obligor and/or the Security Obligor may, at any time, have any right, title or interest;

**"Data and Records"** means in relation to the Security Obligor, all accounting, financial, customer, debtor management or other information and data of any nature (and in whatsoever form or media created or stored) held by or on behalf of or obtained by, it in relation to the conduct of its business and/or that of any other member of the Group, whether in machine readable or human readable form, including without limitation:

- (a) any output from processing tasks performed by the Security Obligor's computer systems;
- (b) any passwords necessary to obtain access to the same; and
- (c) any back-up tapes, disks or drives relating to or containing such output;

**"Debt"** means, in relation to the Security Obligor, all its present and future book debts and other monetary debts and claims, including but not limited to all its A/R;

**"Default"** has the meaning given to Potential Event of Default in the Master Facilities Agreement;

**"Guarantee"** means the guarantee and indemnity contained in clause 2 (*Guarantee and indemnity*) as extended by schedule 2 (*The Guarantee*);

**"Insurances"** means, save for the ABL Insurances, all policies of insurance (and all cover notes) which are at any time held by, or written in favour of, the Security Obligor or in which the Security Obligor from time to time has an interest;

**"Intellectual Property"** means all present and future Intellectual Property Rights;

**"Intellectual Property Rights"** means

- (a) any patents, trade marks, service marks, designs, business names, copyrights, design rights, moral rights, inventions, confidential information, know-how and other intellectual property rights and interests whether registered or unregistered; and
- (b) the benefit of all applications and rights to use such assets of the Security Obligor;

**"Inventory"** means raw materials, work in progress and finished goods of the Security Obligor;

**"Inventory Insurances"** means those policies of insurance (if any) specified in part 5 of schedule 3 (*Details of Security Assets*)) and any other policies of insurance which may replace those policies of insurance;

**"Master Facilities Agreement"** means the master facilities agreement dated the 3 June 2011 and made between (1) PNC and (2) Moneyplus Group Limited, as amended from time to time, including by way of amendment and restatement, pursuant to which PNC has agreed to make certain accounts receivables facilities and certain asset based lending facilities available to the Obligors;

**"Other Receivables"** means, save for A/R, all present and future book debts and other debts, rentals, royalties, fees, VAT and monetary claims and all other amounts at any time recoverable or receivable by, or due or owing to, the Security Obligor (whether actual or contingent and whether arising under contract or in any other manner whatsoever) together with:

- (a) the benefit of all rights, guarantees, Security Interests and remedies relating to any of the foregoing (including, without limitation, negotiable instruments,



indemnities, reservations of property rights, rights of tracing and unpaid vendor's liens and similar associated rights); and

- (b) all proceeds of any of the foregoing;

**"P&M"** means all plant, machinery, other capital equipment (excluding Inventory) owned by the Security Obligor from time to time wherever located and all spare parts, replacements, modifications and additions for or to the same and any manuals, logbooks or registration documents relating thereto;

**"P&M Insurances"** means those policies of insurance (if any) specified in part 6 of schedule 3 (*Details of Security Assets*)) and any other policies of insurance which may replace those policies of insurance;

**"Party"** means a party to this Deed;

**"Physical Materials"** means in relation to the Security Obligor, every items of physical material of any description or type whatever in respect of which its Intellectual Property Rights may subsist and in respect of each such item, the original copy or version or variant owned or produced by or delivered to or obtained by the Security Obligor, including, without limitation any and all:

- (d) log books, designs, sketches, calculations, diagrams, computations, source and/or object codes, models, prototypes and apparatus;
- (e) manuals, instruction books, guidance notes, policy statements and other documentation necessary or advisable to exploit, use or maintain the relevant rights of Intellectual Property (including without limitation those that relate to the Security Obligor's computer systems generally);
- (f) disks, tapes, recordings or other media, including all those back-up tapes, disks or drives referred to in sub-paragraph (c) of the definition of Data and Records;

**"Proceeds"** means all and any monies paid to a Collections Account;

**"Real Property"** means all estates and interests in freehold, leasehold and other immovable property (wherever situated) now or in future belonging to the Security Obligor, or in which the Security Obligor has an interest at any time, together with:

- (a) all buildings and fixtures (including trade fixtures) and fixed P&M at any time thereon;
- (b) all easements, rights and agreements in respect thereof; and
- (c) the benefit of all covenants given in respect thereof;

**"Real Property Insurances"** means those policies of insurance (if any) specified in part 7 of schedule 3 (*Details of Security Assets*)) and any other policies of insurance which may replace those policies of insurance;

**"Receiver"** means any receiver or receiver and manager appointed by PNC under this Deed;

**"Report on Title"** means any report on title in relation to Real Property provided or to be provided by or on behalf of the Security Obligor to PNC;

**"Secured Obligations"** means all present and future obligations and liabilities (whether actual or contingent and whether owed jointly or severally or alone or in any other capacity whatsoever) of any member of the Group to PNC under or pursuant to any Finance Document (including all monies covenanted to be paid under this Deed);

**"Securities"** means all stocks, shares, debentures, bonds, warrants, coupons, negotiable instruments, certificates of deposit or other securities or "*investments*" (as defined in part II of schedule II to the Financial Services and Markets Act 2000 as in force at the date of this Deed) now or in future owned (legally or beneficially) by the Security Obligor, held by a nominee on its behalf or in which the Security Obligor has an interest at any time;

**"Securities Rights"** means:

- (a) all dividends, distributions and other income paid or payable on the relevant Securities or Charged Securities or on any asset referred to in paragraph (b) of this definition;
- (b) all rights, monies or property accruing or offered at any time in relation to such Securities or Charged Securities whether by way of redemption, substitution, exchange, bonus or preference, under option rights or otherwise;

**"Security"** means the Security Interests created by or pursuant to this Deed;

**"Security Assets"** means all property and assets from time to time mortgaged, charged or assigned (or expressed to be mortgaged, charged or assigned) by or pursuant to this Deed;

**"Security Period"** means the period beginning on the date of this Deed and ending on the date on which:

- (a) all the Secured Obligations have been unconditionally and irrevocably paid and discharged in full;
- (b) the A/R Facility has been terminated according to its terms; and
- (c) PNC has no further commitment, obligation or liability under or pursuant to the Finance Documents;

**"Software"** means any and all rights of the Security Obligor in and to any proprietary software developed for use in the conduct of its business, together with all related materials, including but not limited to flow charts, logic diagrams, algorithms, binaries, object codes, source codes and listings whether in machine readable or human readable form and all improvements, extensions, implementations, modifications or updates to any of the same;

**"Specified P&M"** means the P&M (if any) specified in part 2 of schedule 3 (*Details of Security Assets*); and

**"Specified Real Property"** means the estates and interests in freehold, leasehold and other immovable property (if any) specified in part 1 of schedule 3 (*Details of Security Assets*), together with:

- (a) all buildings and fixtures (including trade fixtures) and fixed P&M at any time thereon;
- (b) all easements, rights and agreements in respect thereof; and
- (c) the benefit of all covenants given in respect thereof.

## 1.2 Interpretation

- (a) Unless a contrary indication appears, any reference in this Deed to:
  - (i) the **"Obligor"**, the **"Security Obligor"** or **"PNC"** shall be construed so as to include its successors in title, permitted assigns and permitted transferees;
  - (ii) **"this Deed"**, the **"Master Facilities Agreement"**, any other **"Finance Document"** or any other agreement or instrument shall be construed as a reference to this Deed, the Master Facilities Agreement, such other Finance Document or such other agreement or instrument as varied, amended, supplemented, extended, restated, novated and/or replaced in any manner from time to time (however fundamentally and even if any of the same increases the obligations of any member of the Group or provides for further advances);
  - (iii) **"assets"** includes any present and future properties, revenues and rights of every description and includes uncalled capital;
  - (iv) an Event of Default that is **"continuing"** shall be construed as meaning an Event of Default that has not been waived in writing by PNC, to the satisfaction of PNC and any waiver given by PNC shall only apply to the specific occurrence of the specific event referred to in such waiver;
  - (v) **"including"** or **"includes"** means including or includes without limitation;
  - (vi) **"Secured Obligations"** includes obligations and liabilities which would be treated as such but for the liquidation or dissolution of or similar event affecting any member of the Group;
  - (vii) a provision of law is a reference to that provision as amended or re-enacted; and
  - (viii) the singular includes the plural and vice versa.
- (b) References to clauses, paragraphs and schedules are to be construed, unless otherwise stated, as references to clauses, paragraphs and schedules of and to this Deed and references to this Deed include its schedules.

- (c) Clause and schedule headings are for convenience only and shall not affect the construction of this Deed.
- (d) Each undertaking of the Security Obligor contained in this Deed must be complied with at all times during the Security Period.
- (e) The terms of the other Finance Documents and of any side letters between any of the parties thereto in relation to any Finance Document are incorporated in this Deed to the extent required to ensure that any disposition of the property contained in this Deed is a valid disposition in accordance with section 2(1) of the Law of Property (Miscellaneous Provisions) Act 1989.
- (f) If PNC reasonably considers that an amount paid by the Security Obligor to PNC under a Finance Document is capable of being avoided or otherwise set aside on the liquidation or administration of the Security Obligor, then that amount shall not be considered to have been irrevocably paid for the purposes of this Deed.
- (g) The liabilities and obligations of the Security Obligor under this Deed and all other Finance Documents shall be joint and several.
- (h) The Parties intend that this document shall take effect as a deed notwithstanding the fact that a Party may only execute this document under hand.

### **1.3 Third party rights**

A person who is not a Party shall have no right under the Contracts (Rights of Third Parties) Act 1999 to enforce or enjoy the benefit of any term of this Deed.

## **2. GUARANTEE AND INDEMNITY**

### **2.1 Guarantee and indemnity**

The Security Obligor irrevocably and unconditionally:

- (a) guarantees in favour of PNC punctual performance by each member of the Group of all obligations of each member of the Group under the Finance Documents;
- (b) undertakes in favour of PNC that whenever a member of the Group does not pay any amount when due under, or in connection with, any Finance Document, the Security Obligor shall immediately on demand pay that amount as if it were the principal obligor; and
- (c) indemnifies PNC immediately on demand against any cost, loss or liability suffered by PNC, if any obligation guaranteed by it is or becomes unenforceable, invalid or illegal. The amount of the cost, loss or liability shall be equal to the amount which PNC would otherwise have been entitled to recover.

## **2.2 Extension of guarantee**

The guarantee set out in this clause 2 is given subject to and with the benefit of the provisions set out in schedule 2 (*The Guarantee*).

## **3. COVENANT TO PAY**

### **3.1 Covenant to pay**

The Security Obligor, as principal obligor and not merely as surety, covenants in favour of PNC that it will pay and discharge the Secured Obligations from time to time when they fall due.

### **3.2 Default interest**

- (a) Any amount which is not paid under this Deed when due shall bear interest (both before and after judgment and payable on demand) from the due date until the date on which such amount is unconditionally and irrevocably paid and discharged in full on a daily basis at the rate and in the manner agreed in the Finance Document under which such amount is payable and, in the absence of such agreement, at the Default Rate from time to time.
- (b) Default interest will accrue from day to day and will be compounded at such intervals as PNC states are appropriate.

## **4. GRANT OF SECURITY**

### **4.1 Nature of security**

All Security Interests and dispositions created or made by or pursuant to this Deed are created or made:

- (a) in favour of PNC;
- (b) with full title guarantee in accordance with the Law of Property (Miscellaneous Provisions) Act 1994; and
- (c) as continuing security for payment of the Secured Obligations.

### **4.2 Qualifying floating charge**

Paragraph 14 of schedule B1 to the Insolvency Act 1986 applies to any floating charge created by or pursuant to this Deed (and each such floating charge is a qualifying floating charge for the purposes of the Insolvency Act 1986).

## **5. FIXED SECURITY**

### **5.1 Fixed charges**

The Security Obligor charges and agrees to charge all of its present and future right, title and interest in and to the following assets which are at any time owned by it, or in which it from time to time has an interest:

- (a) by way of first legal mortgage the Specified Real Property;
  - (b) by way of first fixed charge:
    - (i) all Real Property and all interests in Real Property not charged by clause 5.1(a));
    - (ii) all licences to enter upon or use land and the benefit of all other agreements relating to land; and
    - (iii) the proceeds of sale of all Real Property other than Specified Real Property;
  - (c) by way of first fixed charge all Specified P&M;
  - (d) by way of first fixed charge the benefit of all contracts, licences and warranties relating to the Specified P&M;
  - (e) by way of first fixed charge all P&M (not charged by clauses 5.1(a), 5.1(b) or 5.1(c)) and the benefit of all contracts, licences and warranties relating to the same;
  - (f) by way of first fixed charge:
    - (i) all computers, vehicles, office equipment and other equipment (not charged by clause 5.1(c)); and
    - (ii) the benefit of all contracts, licences and warranties relating to the same,
- other than any which are for the time being part of the Security Obligor's Inventory;
- (g) by way of first fixed charge the Charged Securities;
  - (h) by way of first fixed charge all Securities Rights from time to time accruing to the Charged Securities;
  - (i) by way of first fixed charge all rights which the Security Obligor may have at any time against any clearance or settlement system or any custodian in respect of any Charged Securities;
  - (j) by way of first fixed charge all Securities (not charged by clause 5.1(g)),
  - (k) by way of first fixed charge (A) all Securities Rights from time to time accruing to those Securities and (B) all rights which the Security Obligor may have at any time against any clearance or settlement system or any custodian in respect of any Securities;
  - (l) in respect of the Obligors only, by way of first fixed charge all A/R and their proceeds now or in the future owing to the relevant Obligor;
  - (m) in respect of the Obligors only, by way of first fixed charge all Related Rights relating to any A/R;

- (n) in respect of the Obligors only, by way of first fixed charge all in its interests, rights and receipts in respect of moneys at any time standing to the credit of the relevant Obligor's Collections Account or Collections Accounts;
- (o) by way of first fixed charge all moneys at any time standing to the credit of any of its other bank accounts, but not, for the avoidance of doubt, any Client Monies;
- (p) the benefit of all present and future licences, consents and authorisations held in connection with its business or the use of any Security Asset and the right to recover and receive all compensation which may be payable in respect of them;
- (q) all other rights, money or property accruing or payable to it, whether now or in the future, under or by virtue of a Security Asset except to the extent that such rights, money or property are for the time being effectively assigned or charged by way of fixed charge under the foregoing provisions of this Deed.
- (r) in respect of the Obligors only, by way of first fixed charge all Proceeds;
- (s) by way of first fixed charge the Intellectual Property (if any) specified in part 4 of schedule 3 (*Details of Security Assets*);
- (t) by way of first fixed charge all Intellectual Property (if any) not charged by clause 5.1(q);
- (u) to the extent that any Assigned Asset is not effectively assigned under clause 5.2 (*Security assignments*), by way of first fixed charge, such Assigned Asset;
- (v) by way of first fixed charge (to the extent not otherwise charged or assigned in this Deed):
  - (i) the benefit of all licences, consents, agreements and authorisations held or used in connection with the business of the Security Obligor or the use of any of its assets; and
  - (ii) any letter of credit issued in favour of the Security Obligor and all bills of exchange and other negotiable instruments held by it; and
- (w) by way of first fixed charge all of the goodwill and uncalled capital of the Security Obligor.

## 5.2 Security assignments

The Security Obligor assigns and agrees to assign absolutely (subject to a proviso for reassignment on redemption) all its present and future right, title and interest in and to:

- (a) the proceeds of the sale of any Specified Real Property;
- (b) the proceeds of the sale of any Specified P&M;
- (c) the proceeds of the sale of any Charged Securities;

- (d) the proceeds of the sale of any Intellectual Property specified in part 4 of schedule 3 (*Details of Security Assets*);
- (e) the Inventory Insurances, all claims under the Inventory Insurances and the proceeds of the Inventory Insurances;
- (f) the P&M Insurances, all claims under the P&M Insurances and the proceeds of the P&M Insurances;
- (g) the Real Property Insurances, all claims under the Real Property Insurances and the proceeds of the Real Property Insurances;
- (h) the Insurances, all claims under the Insurances and all proceeds of the Insurances;
- (i) Other Receivables (not assigned under clauses 5.2(a) to 5.2(h) (inclusive) above; and
- (j) all Debt Management Agreements.

To the extent that any Assigned Asset described in clauses 5.2(a) to 5.2(j) inclusive is not assignable, the assignment which that clause purports to effect shall operate as an assignment of all present and future rights and claims of the Security Obligor to any proceeds of an Assigned Asset.

### **5.3 Assigned Assets**

PNC is not obliged to take any steps necessary to preserve any Assigned Asset, or to make any enquiries as to the nature or sufficiency of any payment received by it pursuant to this Deed.

## **6. FLOATING CHARGE**

The Security Obligor charges and agrees to charge by way of first floating charge all of its present and future:

- (a) assets and undertaking (wherever located) which are not effectively charged by way of first fixed mortgage or charge or assigned pursuant to clause 5.1 (*Fixed charges*), clause 5.2 (*Security assignments*) or any other provision of this Deed; and
- (b) (whether or not effectively so charged or assigned) heritable property and all other property and assets in Scotland.
- (c) in relation only to property and assets situated in Scotland, unless permitted in the Master Facilities Agreement or otherwise agreed in writing by PNC and subject to section 464(2) of the Companies Act 1985:
  - (i) each Security Obligor shall not create any fixed security or other floating charge over any part of the Security Assets ranking in priority to or equally with the Floating Charge after its execution of this Deed except any fixed or floating security in favour of PNC; and



- (ii) the floating charge created by way of this Clause 6 shall rank in priority to any fixed security or other floating charge created by a Security Obligor after its execution of this Deed, except any fixed security in favour of PNC.

## **7. CONVERSION OF FLOATING CHARGE**

### **7.1 Conversion by notice**

PNC may, by written notice to the Security Obligor, convert the floating charge created under this Deed into a fixed charge as regards all or any of the assets of the Security Obligor specified in the notice if:

- (a) an Event of Default has occurred and is continuing; or
- (b) PNC (acting reasonably) considers any Security Assets (whether or not those specified in the notice) 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.

### **7.2 Small companies**

The floating charge created under this Deed by the Security Obligor shall not convert into a fixed charge solely by reason of a moratorium being obtained under the Insolvency Act 2000 (or anything done with a view to obtaining such a moratorium) in respect of the Security Obligor.

### **7.3 Automatic conversion**

The floating charge created under this Deed shall (in addition to the circumstances in which the same will occur under general law) automatically convert into a fixed charge:

- (a) in relation to any Security Asset which is subject to a floating charge if:
  - (i) the Security Obligor creates (or attempts or purports to create) any Security Interest on or over the relevant Security Asset without the prior written consent of PNC; or
  - (ii) any third party levies or attempts to levy any distress, execution, attachment or other legal process against any such Security Asset; and
- (b) over all Security Assets of the Security Obligor which are subject to a floating charge if an administrator is appointed in respect of the Security Obligor or PNC receives notice of intention to appoint such an administrator.

### **7.4 Partial conversion**

The giving of a notice by PNC pursuant to clause 7.1 (*Conversion by notice*) in relation to any class of assets of the Security Obligor shall not be construed as a waiver or abandonment of the rights of PNC to serve similar notices in respect of any other class of assets or of any other right of PNC.

## **7.5 Conversion of Floating Charge affecting Scottish assets**

Clause 7 (*Conversion of floating charge*) shall not apply to any Security Assets situated in Scotland and the floating charge created by each Security Obligor pursuant to Clause 6 of this Deed shall, in respect of the Security Assets situated in Scotland, be converted to a fixed charge only in accordance with Scots law.

## **8. CONTINUING SECURITY**

### **8.1 Continuing security**

The Security is continuing and will extend to the ultimate balance of the Secured Obligations regardless of any intermediate payment or discharge in whole or in part. This Deed shall remain in full force and effect as a continuing security for the duration of the Security Period.

### **8.2 Additional and separate security**

This Deed is in addition to, without prejudice to, and shall not merge with, any other right, remedy, guarantee or Security Interest which PNC may at any time hold for any Secured Obligation.

### **8.3 Right to enforce**

This Deed may be enforced against each or the Security Obligor without PNC first having recourse to any other right, remedy, guarantee or Security Interest held by or available to it.

## **9. LIABILITY OF SECURITY OBLIGOR RELATING TO SECURITY ASSETS**

Notwithstanding anything contained in this Deed or implied to the contrary, the Security Obligor remains liable to observe and perform all conditions and obligations assumed by it in relation to the Security Assets. PNC is under no obligation to perform or fulfil any such condition or obligation or to make any payment in respect of any such condition or obligation.

## **10. ACCOUNTS**

No monies at any time standing to the credit of any account (of any type and however designated) of the Security Obligor with PNC or in which the Security Obligor has an interest (and no rights and benefits relating thereto) shall be capable of being assigned to any third party.

## **11. REPRESENTATIONS**

### **11.1 General**

The Security Obligor makes the representations and warranties set out in this clause 11 to PNC.

### **11.2 No Security Interests**

Its Security Assets are, or when acquired will be, beneficially owned by the Security Obligor free from any Security Interest other than:

- (a) as created by this Deed; and
- (b) as permitted by the Master Facilities Agreement.

### **11.3 No avoidance**

This Deed creates the Security Interests which it purports to create and is not liable to be avoided or otherwise set aside on the liquidation or administration of the Security Obligor or otherwise.

### **11.4 Ownership of Security Assets**

The Security Obligor is the sole legal and beneficial owner of all the Security Assets identified against its name in schedule 3 (*Details of Security Assets*) except in respect of those Charged Securities (if any) which are held by a nominee for the Security Obligor, in which case the Security Obligor is the beneficial owner only of such Charged Securities.

### **11.5 No proceedings pending or threatened**

The Security Obligor hereby gives the representation set out at paragraph 6(h) of Schedule 1 (*Common Terms*) of the Master Facilities Agreement as if the same were set out in this Deed, save that the reference to the "Obligor" is a reference to the Security Obligor.

### **11.6 Charged Securities**

- (a) All Securities (including any Charged Securities) are fully paid.
- (b) If any Charged Securities are listed in part 3 of schedule 3 (*Details of Security Assets*) those Charged Securities constitute the entire share capital owned by the Security Obligor in the relevant company.

### **11.7 Time when representations made**

- (a) All the representations and warranties in this clause 11 are made by the Security Obligor on the date of this Deed and are also deemed to be made by the Security Obligor on the date of each Notification.
- (b) Each representation or warranty deemed to be made after the date of this Deed shall be deemed to be made by reference to the facts and circumstances existing at the date the representation or warranty is deemed to be made.

## **12. UNDERTAKINGS BY SECURITY OBLIGOR**

### **12.1 Master Facilities Agreement**

On the Commencement Date, and until the end of the Security Period, the Security Obligor hereby:

- (a) gives the warranties and representations set out at paragraphs 6(a) to 6(f) inclusive, 6(i), 6(k), 6(l) and 6(o) of schedule 1 (*Common terms*) of the Master Facilities Agreement;

- (b) gives the covenants set out at paragraph 7 of schedule 1 (*Common terms*) of the Master Facilities Agreement; and
- (c) gives the undertakings set out at paragraphs 8(a) to 8(c) inclusive, 8(f), 8(g) and 8(k) of schedule 1 (*Common terms*) of the Master Facilities Agreement;

as if the same were set out in this Deed mutatis mutandis and (save for the reference to "Obligor" in paragraph 8(f)(ii)) references in those paragraphs to the "Obligor" are deemed to be references to the Security Obligor and references to "this Deed" are deemed to be references to this Deed.

## 12.2 Restrictions on dealing

The Security Obligor shall not do or agree to do any of the following without the prior written consent of PNC:

- (a) create or permit to subsist any Security Interest on any Security Assets except a Security Interest which is permitted by the Master Facilities Agreement;
- (b) sell, transfer, lease, lend or otherwise dispose of (whether by a single transaction or a number of transactions and whether related or not) the whole or any part of its interest in any Security Asset except for the sale at full market value of stock in trade in the usual course of trading as conducted by the Security Obligor at the Commencement Date.

## 12.3 Security Assets generally

The Security Obligor shall:

- (a) permit PNC (or its designated representatives), on reasonable written notice:
  - (i) access during normal office hours to any documents and records relating to the Security Assets; and
  - (ii) to inspect, take extracts from, and make photocopies of, the same,

(it being contemplated as at the date of this Deed that, without prejudice to the right of PNC to determine such intervals in its sole discretion, PNC will perform four such visits per annum) and to provide (at the expense of the Security Obligor), such clerical and other assistance which PNC may reasonably require to do this;

- (b) notify PNC of every notice, order, application, requirement or proposal given or made by any competent authority:
  - (i) in relation to any Security Asset specified in schedule 3 (*Details of Security Assets*), immediately upon receipt; and
  - (ii) within 14 days of receipt of every notice, order, application, requirement or proposal given or made in relation to any Security Assets other than Security Asset specified in schedule 3 (*Details of Security Assets*)

and (if required by PNC) immediately provide it with a copy of the same and either (A) comply with such notice, order, application, requirement or proposal or (B) make

such objections to the same as PNC may require or approve **PROVIDED ALWAYS** that notices in respect of limb (a) of the definition of Securities Rights shall be dealt with in accordance with clause 12.3(b)(i) above following the exercise by PNC of its rights in accordance with clause 12.7(b) (*Rights in respect of Charged Securities and Securities Rights*);

- (c) duly and punctually pay all rates, rents, Taxes, and other outgoings owed by it in respect of the Security Assets; and
- (d) in addition to any provisions of the Master Facilities Agreement or this Deed relating to specific Security Assets:
  - (i) comply in all material respects with all obligations in relation to the Security Assets under any present or future law, regulation, order or instrument or under any bye-laws, regulations or requirements of any competent authority or other approvals, licences or consents;
  - (ii) comply with all material covenants and obligations affecting the Security Assets (or their manner of use);
  - (iii) not, except with the prior written consent of PNC, enter into any onerous or restrictive obligation affecting any Security Asset;
  - (iv) provide PNC with all information which it may reasonably request in relation to the Security Assets; and
  - (v) not do, cause or permit to be done anything which may in any way depreciate, jeopardise or otherwise prejudice the value or marketability of any Security Asset (or make any omission which has such an effect).

#### 12.4 Specified P&M

The Security Obligor undertakes in relation to all of the Specified P&M listed by its name in schedule 3 (*Details of Security Assets*):

- (a) Ownership
 

that it is the owner, with full title guarantee, of the Specified P&M listed by its name in schedule 3 (*Details of Security Assets*).
- (b) Status and condition
 

save for damaged items as notified to PNC, the Security Obligor shall maintain all of its P&M in a good state of repair.
- (c) Location and access
  - (i) all of the Specified P&M is located at the premises or locations notified to PNC prior to the Commencement Date, or at such as other premises or locations which PNC may to consent to in writing, from time to time;

- (ii) upon PNC's request, the Security Obligor shall promptly advise PNC of the precise location of P&M not referred to at clause 12.4(c)(i) above;
  - (iii) the Security Obligor shall permit PNC (or any of its duly authorised representatives or agents) to inspect any of its P&M at all reasonable times or at any time following the occurrence of a Potential Event of Default or an Event of Default;
  - (iv) the Security Obligor shall not sever, unfix or remove any P&M or other fixtures or fittings without the prior written consent of PNC;
- (d) **Plating**
- Within 30 days of the Commencement Date the Security Obligor shall affix and keep affixed to any item of Specified P&M (in a prominent position) a durable notice of this Deed stating that the P&M in question is charged to PNC Financial Services UK Ltd by way of fixed charge; and
- (e) **Sale of P&M**
- No item of P&M may be sold and no Security Interest may be granted over any P&M without the prior written consent of PNC.

## **12.5 Specified Real Property**

The Security Obligor undertakes in relation to all of the Specified P&M listed by its name in schedule 3 (*Details of Security Assets*):

- (a) **Ownership**
- that it is the owner, with full title guarantee, of the Specified Real Property listed by its name in schedule 3 (*Details of Security Assets*)
- (b) **Deposit of documents**
- subject to the rights of any prior mortgagee, the Security Obligor shall deposit with PNC all deeds and documents of title relating to the Specified Real Property and all local land charges, land charges and Land Registry search certificates and similar documents received by or on behalf of the Security Obligor;
- (c) **Report on Title**
- (i) all information provided to and used by the Security Obligor's legal advisers in preparation of any Report on Title was and remains true and complete in all material respects.
- (ii) in respect of the Specified Real Property, except as disclosed to PNC in any Report on Title:
  - (A) there is no breach of the Planning Acts or any other law or regulation which may materially affect the value or marketability of the Real Property;

- (B) there is no covenant, agreement, stipulation, reservation, condition, interest, right or other matter affecting the Specified Real Property;
  - (C) there is no unregistered interest which overrides (A) first registration or (B) registered dispositions affecting the Specified Real Property, and there is no person in adverse possession of the Specified Real Property;
  - (D) no person has a right to terminate the use of a facility necessary for the enjoyment and use of the Real Property;
  - (E) the Security Obligor is not aware of any adverse claim in respect of the ownership of, or any interest in, the Specified Real Property;
  - (F) the Specified Real Property is free from any tenancies or licences; and
  - (G) the Specified Real Property is in good and substantial repair;
- (iii) immediately upon demand by PNC, the Security Obligor shall at its own expense provide PNC with a Report on Title of the Security Obligor to any Real Property (concerning those items which may properly be sought to be covered by a prudent mortgagee in a lawyer's report of this nature).
- (d) Real Property undertakings
- (i) the Security Obligor shall maintain all buildings and erections, fixed P&M, fixtures, fittings and other effects forming part of the Collateral in a good state of repair;
  - (ii) the Security Obligor shall not sever, unfix or remove any fixed P&M or other fixtures or fittings from any Real Property without the prior written consent of PNC;
  - (iii) the Security Obligor shall not, except with the prior written consent of PNC, confer on any person:
    - (A) any lease or tenancy of any of the Specified Real Property or accept a surrender of any lease or tenancy (whether independently or under any statutory power);
    - (B) any right or licence to occupy any land or buildings forming part of the Specified Real Property; or
    - (C) any licence to assign or sub-let any part of the Specified Real Property;
  - (iv) the Security Obligor shall not carry out any development within the meaning of the Planning Acts in or upon any part of the Specified Real Property without first obtaining such permissions as may be required under or by virtue of the Planning Acts and, in the case of

development involving a substantial change in the structure of, or a change of use of, any part of the Specified Real Property, without first obtaining the written consent of PNC;

- (v) the Security Obligor shall not do, or permit to be done, anything as a result of which any lease of any Specified Real Property may be liable to forfeiture or otherwise be determined;
- (vi) the Security Obligor shall permit PNC and any person nominated by it at all reasonable times with reasonable notice (or at any time following the occurrence of a Potential Event of Default or an Event of Default) to enter any part of the Real Property and view the state of it;
- (vii) the Security Obligor shall grant PNC on request all facilities within the power of the Security Obligor to enable PNC (or its lawyers) to carry out investigations of title to Real Property and to make all enquiries in relation to any part of the Real Property which a prudent mortgagee might carry out. Those investigations shall be carried out at the expense of the Security Obligor; and

(e) **Sale of Real Property**

No item of Real Property may be sold and no Security Interest may be granted over any item of Real Property without the prior written consent of PNC.

## **12.6 Charged Securities**

- (a) In relation to any Charged Securities, the Security Obligor shall, immediately upon execution of this Deed or (if later), as soon as is practicable after its acquisition of any such Charged Securities in certificated form, by way of security for the Secured Obligations:
  - (i) deposit with PNC or, as PNC may direct, all certificates and other documents of title or evidence of ownership to such Charged Securities and their Securities Rights; and
  - (ii) execute and deliver to PNC pre-stamped instruments of transfer in respect of such Charged Securities (executed in blank and left undated) and/or such other documents as PNC shall require to enable it (or its nominees) to be registered as the owner of or otherwise to acquire a legal title to such Charged Securities and their Securities Rights (or to pass legal title to any purchaser).
- (b) In relation to any Charged Securities, the Security Obligor shall:
  - (i) promptly give notice to any custodian of any agreement with the Security Obligor in respect of any such Charged Securities and all present and future Securities Rights accruing to all or any of such Charged Securities, in a form PNC may require; and
  - (ii) use its reasonable endeavours to ensure that the custodian acknowledges that notice in a form PNC may require.



- (c) Without prejudice to the rest of this clause 12.6, PNC may, at the expense of the Security Obligor, take whatever action is required for the dematerialisation or rematerialisation of any Charged Securities and all present and future Securities Rights accruing to all or any of such Charged Securities.
- (d) The Security Obligor shall promptly pay all calls or other payments which may become due in respect of Charged Securities and all present and future Securities Rights accruing to all or any of such Charged Securities.
- (e) The Security Obligor shall immediately upon a request from PNC comply with the provisions of this clause 12.6 in relation to any Securities other than the Charged Securities and their Securities Rights.

## **12.7 Rights in respect of Securities Charged Securities and Securities Rights**

- (a) Until an Event of Default that is continuing occurs, the Security Obligor shall be entitled to:
  - (i) receive and retain all dividends, distributions and other monies paid on or derived from its Securities and its Charged Securities; and
  - (ii) exercise all voting and other rights and powers attaching to its Securities and its Charged Securities, provided that it must not do so in a manner which (A) has the effect of changing the terms of the Securities or the Charged Securities (or any class of them) or of any Securities Rights or (B) which is prejudicial to the interests of PNC.
- (b) At any time following the occurrence of an Event of Default which is continuing, PNC may complete the instrument(s) of transfer for all or any Securities or Charged Securities on behalf of the Security Obligor in favour of itself or such other person as it may select.
- (c) At any time when any Securities or Charged Securities are registered in the name of PNC or its nominee, PNC shall be under no duty to:
  - (i) ensure that any dividends, distributions or other monies payable in respect of such Securities or Charged Securities are duly and promptly paid or received by it or its nominee; or
  - (ii) verify that the correct amounts are paid or received; or
  - (iii) take any action in connection with the taking up of any (or any offer of any) Securities Rights in respect of or in substitution for any such Securities or Charged Securities.

## **12.8 Dealings with and realisation of A/R and Proceeds**

- (a) Each Obligor shall only deal with A/R and the proceeds thereof and the Related Rights thereto in accordance with the Master Facilities Agreement and in particular will not bank or deal with any payments (by whatever method) in respect of the A/R except by dealing with them in accordance with the Master Facilities Agreement.

- (b) Each Obligor agrees that the Proceeds shall be paid into the Collection Accounts and dealt with as if they were the proceeds of A/R in accordance with the terms of the Master Facilities Agreement.
- (c) Following an Event of Default, each Obligor shall give notice to each of the other parties to the Debt Solution Agreements (other than any IVA Agreements) of the assignment to PNC of its rights and interest in and under the same under clause 5.2(j) (*Security Assignments*), and use its reasonable endeavours to procure that each addressee of such notice will promptly provide an acknowledgment of PNC's interests to PNC.
- (d) The Security Obligor shall deal with its Debts (other than A/R, in the case only of an Obligor) in accordance with any directions from time to time given in writing by PNC and in default of and subject to any such directions deal with the same only in the ordinary course of getting in and realising the same (but not sell, assign, factor or discount the same in any way);
- (e) If called upon to do so by PNC following an Event of Default which is continuing, the Security Obligor shall execute a legal assignment of its Debts to PNC in such terms as PNC may require and give notice thereof to the debtors from whom those debts are owing or incurred and take such other steps as PNC may require to perfect such legal assignment; and
- (f) With effect from the date on which this Deed becomes enforceable or (if earlier) the date of crystallisation (if any) of the floating charge created pursuant to clause 6 (*Floating charge*) into a fixed charge, the Security Obligor shall not (except as permitted by PNC) withdraw or otherwise deal with any credit balance representing payments relating to its Debts from any of the Security Obligor's bank accounts.

#### **12.9 Covenants relating to Intellectual Property, Software and Physical Materials**

- (a) Unless PNC is of the opinion that the relevant Intellectual Property is of minor importance to the Group, the Security Obligor shall:
  - (i) do all acts as are reasonably practicable to maintain, protect and safeguard (including, without limitation, registration with all relevant authorities) its Intellectual Property and not discontinue the use of any of its Intellectual Property; and
  - (ii) take all such reasonable steps, including the commencement of legal proceedings, as may be necessary to safeguard and maintain the validity, reputation, integrity, registration or subsistence of its Intellectual Property.
- (b) The Security Obligor shall, via the agency created in this clause 12.9, promptly file and register in or with such patent, trade mark or other intellectual property register or authority as may be available for the purpose (in the UK or elsewhere) in such name as may be required by the law of the place of registration, such of the following as may be capable of filing or registration there:
  - (i) this Deed; and

- (ii) all future assignments, mortgages and/or charges of Intellectual Property made pursuant to this Deed,

and maintain or renew such filings and registrations where applicable. The Security Obligor hereby appoints PNC as its authorised agent to make any filings, registrations or renewals referred to in this paragraph (b) at the UK Patent Office or otherwise as PNC shall see fit.

- (c) The Security Obligor shall take all necessary action to safeguard and maintain present and future rights in, or relating to, the Intellectual Property including (without limitation), observing all covenants and stipulations relating to such rights and paying all applicable renewal fees, licence fees and other outgoings.
- (d) Save as may be expressly permitted under this Deed or the Finance Documents, the Security Obligor shall not, except with the prior written consent of PNC:
  - (i) permit any Intellectual Property to be abandoned, cancelled or to lapse;
  - (ii) enter into any contract or arrangement for supply or otherwise whereby any third party obtains any assignment of or any right or licence in relation to any Intellectual Property on the occurrence or non-occurrence of any future event or circumstance whatever other than (except in the case of any assignment) as reasonably necessary in the course of its business;
  - (iii) amend the specification of any registered trade mark included in its Intellectual Property to the extent that it would be likely to materially adversely affect its value or the value of the security constituted by this Deed or authorise any third party to register any trade mark which is the same as or confusingly similar to any such trade mark in respect of goods or services which are the same as or similar to the goods or services for which such trade mark is registered;
  - (iv) amend the specification or drawings referred to in any granted patent; or
  - (v) use PNC's name in or join PNC into any proceedings relating to infringement or ownership of any Intellectual Property.
- (e) The Security Obligor shall at its own expense promptly deliver to or to the order of PNC, if so requested from time to time:
  - (i) forthwith upon the execution and delivery of this Deed, all source codes and/or object codes relating to the Software for the time being (to the extent that such codes are the property of the Security Obligor); and
  - (ii) forthwith if and whenever any new version or extension of the Software comes into existence, the new or extended versions of the relevant source and/or object codes.

- (f) The Security Obligor shall at its own expense promptly deliver to or to the order of PNC, if so requested from time to time:
  - (i) all Physical Materials, and pending any such request, the Security Obligor shall retain possession of all or any such Physical Materials for the time being and shall hold the relevant Physical Materials as trustee for PNC; and
  - (ii) if so requested by PNC from time to time, promptly upon request, all the then existing back-up tapes, disks or drives referred to in subparagraph (c) of the definition of "Data and Records", provided that (unless or until PNC in its absolute discretion otherwise directs the Security Obligor in writing) the Security Obligor may maintain one copy only of every such back-up disk, tape or drive in order to enable it and/or each other member of the Group to continue to conduct its business.

#### **12.10 Proceeds of the sale of certain Charged Securities, Specified P&M, Real Property and Intellectual Property**

The Security Obligor undertakes to deal with the proceeds of sale of the Security Assets referred to at clauses 5.2(a) to (d) inclusive in accordance with the terms of the Master Facilities Agreement or otherwise, in accordance with the terms of any consent issued by PNC to the Security Obligor in relation to any such Security Asset.

#### **12.11 Insurance**

In relation to any ABL Insurance, the Security Obligor shall at all times comply with the following provisions:

- (a) Insurance
 

the Security Obligor will effect and maintain insurances at its own expense in respect of all raw materials, work-in-progress and finished goods with insurers previously approved by PNC in writing. Such insurances shall:

  - (i) provide cover against (A) loss or damage by fire (B) all risks which are normally insured against by other prudent companies owning or possessing similar assets and carrying on similar businesses and (C) all other risks which PNC may from time to time specify and, in the case of Real Estate Insurance providing for architects' and surveyors' fees, demolition costs and the costs of shoring up and three years' loss of rent, in each case subject to automatic index adjustment;
  - (ii) be in such amounts as would in the circumstances be prudent for such companies and shall include, an entitlement to receive the full replacement value from time to time of any Inventory destroyed or otherwise becoming a total loss; and
  - (iii) have PNC as co-insured and sole first loss payee;
- (b) Terms of ABL Insurance

the Security Obligor will ensure that all ABL Insurance is on such terms and contains such clauses as PNC may reasonably require and in particular, but without limitation, on terms that the relevant insurer will inform PNC:

- (i) of any cancellation, alteration, termination or expiry of any Inventory Insurance at least 30 days before it is due to take effect;
- (ii) of any default in the payment of any premium or failure to renew the Inventory Insurance at least 30 days before the renewal date;
- (iii) of any act, omission or event of which the insurer has knowledge which may make any Inventory Insurance void, voidable or unenforceable (in whole or in part);

(c) ABL Insurance Undertakings

the Security Obligor:

- (i) will promptly pay all premiums relating to the Inventory Insurances; and
- (ii) will supply to PNC immediately upon issue copies of each ABL Insurance policy document, together with the current premium receipts relating to it;
- (iii) will not do or permit to be done or omit to do anything which may render any ABL Insurance void, voidable or unenforceable (in whole or in part) and will not vary, amend or terminate any ABL Insurance policy.

(d) Payment of premiums

If at any time the Security Obligor defaults in effecting or keeping up any ABL Insurances, or in producing any ABL Insurance policy or premium receipt to PNC on demand, PNC may take out or renew such policies of insurance in any sum which PNC may reasonably think expedient. All monies which are expended by PNC in doing so shall be deemed to be properly paid by PNC and shall be reimbursed by the Security Obligor on demand together with Interest at the Default Rate.

(e) Proceeds of ABL Insurance

in relation to the proceeds of any ABL Insurances:

- (i) the Security Obligor will notify PNC if any claim arises or may be made under the ABL Insurances; and
- (ii) all claims and monies received or receivable under any ABL Insurances must be applied in replacing or restoring the relevant Collateral damaged or destroyed or (after the occurrence of an Event of Default which is continuing) in repayment of outstanding Advances in such order as PNC sees fit.

**13. POWER TO REMEDY****13.1 Power to remedy**

If at any time the Security Obligor does not comply with any of its obligations under this Deed, PNC (without prejudice to any other rights arising as a consequence of such non-compliance) shall be entitled (but not bound) to rectify that default. The Security Obligor irrevocably authorises PNC and its employees and agents by way of security to do all things (including entering the property of the Security Obligor) which are necessary or desirable to rectify that default.

**13.2 Mortgagee in possession**

The exercise of the powers of PNC under this clause 13 shall not render it liable as a mortgagee in possession.

**13.3 Monies expended**

The Security Obligor shall pay to PNC on demand any monies which are expended by PNC in exercising its powers under this clause 13, together with interest at the Default Rate from the date on which those monies were expended by PNC (both before and after judgment) and otherwise in accordance with clause 3.2 (*Default interest*).

**14. WHEN SECURITY BECOMES ENFORCEABLE****14.1 When enforceable**

This Security shall become immediately enforceable upon the occurrence of an Event of Default and shall remain so for so long as such Event of Default is continuing.

**14.2 Statutory powers**

The power of sale and other powers conferred by section 101 of the Act (as amended or extended by this Deed) shall be immediately exercisable upon and at any time after the occurrence of any Event of Default and for so long as such Event of Default is continuing.

**14.3 Enforcement**

After this Security has become enforceable, PNC may in its absolute discretion enforce all or any part of the Security in such manner as it sees fit.

**15. ENFORCEMENT OF SECURITY****15.1 General**

For the purposes of all powers implied by statute, the Secured Obligations are deemed to have become due and payable on the date of this Deed. Sections 93 and 103 of the Act shall not apply to the Security. The statutory powers of leasing conferred on PNC are extended so as to authorise PNC to lease, make agreements for leases, accept surrenders of leases and grant options as PNC may think fit and without the need to comply with section 99 or 100 of the Act.

## **15.2 Powers of PNC**

- (a) At any time after the Security becomes enforceable, PNC may without further notice (unless required by law):
  - (i) (or if so requested by the Security Obligor by written notice at any time may) appoint any person or persons to be a receiver or receiver and manager of all or any part of the Security Assets and/or of the income of the Security Assets; and/or
  - (ii) appoint or apply for the appointment of any person who is appropriately qualified as administrator of the Security Obligor; and/or
  - (iii) exercise all or any of the powers conferred on mortgagees by the Act (as amended or extended by this Deed) and/or all or any of the powers which are conferred by this Deed on a Receiver, in each case without first appointing a Receiver or notwithstanding the appointment of any Receiver; and/or
  - (iv) exercise (in the name of the Security Obligor and without any further consent or authority of the Security Obligor) any voting rights and any powers or rights which may be exercised by the person(s) in whose name the Charged Investments are registered, or who is the holder of any of them.
- (b) PNC is not entitled to appoint a Receiver in respect of any Security Assets of the Security Obligor which are subject to a charge which (as created) was a floating charge solely by reason of a moratorium being obtained under the Insolvency Act 2000 (or anything done with a view to obtaining such a moratorium) in respect of the Security Obligor.

## **15.3 Redemption of prior mortgages**

At any time after the Security has become enforceable, PNC may:

- (a) redeem any prior Security Interest against any Security Asset; and/or
- (b) procure the transfer of that Security Interest to itself; and/or
- (c) settle and pass the accounts of the holder of any prior Security Interest and any accounts so settled and passed shall be conclusive and binding on the Security Obligor.

All principal, interest, costs, charges and expenses of and incidental to any such redemption and/or transfer shall be paid by the Security Obligor to PNC on demand.

## **15.4 Privileges**

Each Receiver and PNC is entitled to all the rights, powers, privileges and immunities conferred by the Act on mortgagees and receivers when such receivers have been duly appointed under the Act, except that section 103 of the Act does not apply.

**15.5 No liability**

- (a) Neither PNC nor any Receiver shall be liable (i) in respect of all or any part of the Security Assets or (ii) for any loss or damage which arises out of the exercise or the attempted or purported exercise of, or the failure to exercise any of, its or his respective powers (unless such loss or damage is caused by its or his gross negligence or wilful misconduct).
- (b) Without prejudice to the generality of clause 15.5(a), neither PNC nor any Receiver shall be liable, by reason of entering into possession of a Security Asset, to account as mortgagee in possession or for any loss on realisation or for any default or omission for which a mortgagee in possession might be liable.

**15.6 Protection of third parties**

No person (including a purchaser) dealing with PNC or any Receiver or its or his agents will be concerned to enquire:

- (a) whether the Secured Obligations have become payable; or
- (b) whether any power which PNC or the Receiver is purporting to exercise has become exercisable; or
- (c) whether any money remains due under any Finance Document; or
- (d) how any money paid to PNC or to the Receiver is to be applied.

**16. RECEIVER****16.1 Removal and replacement**

PNC may from time to time remove any Receiver appointed by it (subject, in the case of an administrative receivership, to section 45 of the Insolvency Act 1986) and, whenever it may deem appropriate, may appoint a new Receiver in the place of any Receiver whose appointment has terminated.

**16.2 Multiple Receivers**

If at any time there is more than one Receiver of all or any part of the Security Assets and/or the income of the Security Assets, each Receiver shall have power to act individually (unless otherwise stated in the appointment document).

**16.3 Remuneration**

Any Receiver shall be entitled to remuneration for his services at a rate to be fixed by agreement between him and PNC (or, failing such agreement, to be fixed by PNC).

**16.4 Payment by Receiver**

Only monies actually paid by a Receiver to PNC in relation to the Secured Obligations shall be capable of being applied by PNC in discharge of the Secured Obligations.



## **16.5 Agent of Security Obligor**

Any Receiver shall be the agent of the Security Obligor in respect of which it is appointed. The Security Obligor shall (subject to the Companies Act 2006 and the Insolvency Act 1986) be solely responsible for his acts and defaults and for the payment of his remuneration. PNC shall incur no liability (either to the Security Obligor or to any other person) by reason of the appointment of a Receiver or for any other reason.

## **17. POWERS OF RECEIVER**

### **17.1 General powers**

Any Receiver shall have:

- (a) all the powers which are conferred by the Act on mortgagees in possession and receivers appointed under the Act;
- (b) (whether or not he is an administrative receiver) all the powers which are listed in schedule 1 of the Insolvency Act 1986; and
- (c) all powers which are conferred by any other law conferring power on receivers.

### **17.2 Additional powers**

In addition to the powers referred to in clause 17.1 (*General powers*), a Receiver shall have the following powers:

- (a) to take possession of, collect and get in all or any part of the Security Assets and/or income in respect of which he was appointed;
- (b) to manage the Security Assets and the business of the Security Obligor as he thinks fit;
- (c) to redeem any security and to borrow or raise any money and secure the payment of any money in priority to the Secured Obligations for the purpose of the exercise of his powers and/or defraying any costs or liabilities incurred by him in such exercise;
- (d) to sell or concur in selling, leasing or otherwise disposing of all or any part of the Security Assets in respect of which he was appointed without the need to observe the restrictions imposed by section 103 of the Act. Fixtures may be severed and sold separately from the Real Property containing them, without the consent of the Security Obligor. The consideration for any such transaction may consist of cash, debentures or other obligations, shares, stock or other valuable consideration (and the amount of such consideration may be dependent upon profit or turnover or be determined by a third party). Any such consideration may be payable in a lump sum or by instalments spread over such period as he thinks fit;
- (e) to alter, improve, develop, complete, construct, modify, refurbish or repair any building or land and to complete or undertake or concur in the completion or undertaking (with or without modification) of any project in

which the Security Obligor was concerned or interested before his appointment (being a project for the alteration, improvement, development, completion, construction, modification, refurbishment or repair of any building or land);

- (f) to carry out any sale, lease or other disposal of all or any part of the Security Assets by conveying, transferring, assigning or leasing the same in the name of the Security Obligor and, for that purpose, to enter into covenants and other contractual obligations in the name of, and so as to bind, the Security Obligor;
- (g) to take any such proceedings (in the name of any of the Security Obligors or otherwise) as he shall think fit in respect of the Security Assets and/or income in respect of which he was appointed (including proceedings for recovery of rent or other monies in arrears at the date of his appointment);
- (h) to enter into or make any such agreement, arrangement or compromise as he shall think fit;
- (i) to insure, and to renew any insurances in respect of, the Security Assets as he shall think fit (or as PNC shall direct);
- (j) to appoint and employ such managers, officers and workmen and engage such professional advisers as he shall think fit (including, without prejudice to the generality of the foregoing power, to employ his partners and firm);
- (k) to form one or more Subsidiaries of the Security Obligor, and to transfer to any such Subsidiary all or any part of the Security Assets;
- (l) to operate any rent review clause in respect of any Real Property in respect of which he was appointed (or any part thereof) and to apply for any new or extended lease; and
- (m) to:
  - (i) give valid receipts for all monies and to do all such other things as may seem to him to be incidental or conducive to any other power vested in him or necessary or desirable for the realisation of any Security Asset;
  - (ii) exercise in relation to each Security Asset all such powers and rights as he would be capable of exercising if he were the absolute beneficial owner of the Security Assets; and
  - (iii) use the name of the Security Obligor for any of the above purposes.

## **18. APPLICATION OF PROCEEDS**

### **18.1 Application**

All monies received by PNC or any Receiver after the Security has become enforceable shall (subject to the rights and claims of any person having a security ranking in priority to the Security) be applied in the following order:

- (a) *first*, in satisfaction of, or provision for, all costs, charges and expenses incurred, and payments made by PNC or any Receiver and of all remuneration due to the Receiver in connection with this Deed or the Security Assets;
- (b) *secondly*, in or towards satisfaction of the remaining Secured Obligations; and
- (c) *thirdly*, in payment of any surplus to the Security Obligor or other person entitled to it.

## 18.2 Contingencies

If the Security is enforced at a time when no amounts are due under the Finance Documents (but at a time when amounts may become so due), PNC or a Receiver may pay the proceeds of any recoveries effected by it into a blocked suspense account.

## 19. SET-OFF

### 19.1 Set-off

- (a) PNC may (but shall not be obliged to) set off any obligation (contingent or otherwise under the Finance Documents or which has been assigned to PNC) against any obligation (whether or not matured) owed by PNC to the Security Obligor, regardless of the place of payment, booking branch or currency of either obligation.
  - (a) If the obligations are in different currencies, PNC may convert either obligation at a market rate of exchange in its usual course of business for the purpose of the set-off.
  - (b) If either obligation is unliquidated or unascertained, PNC may set off in an amount estimated by it in good faith to be the amount of that obligation.

### 19.2 Time deposits

Without prejudice to clause 19.1 (*Set-off*) if any time deposit matures on any account which the Security Obligor has with PNC at a time when:

- (a) this Security has become enforceable; and
- (b) no Secured Obligation is due and payable,
- (c) such time deposit shall automatically be renewed for such further maturity as PNC in its absolute discretion considers appropriate unless PNC otherwise agrees in writing.

## 20. DELEGATION

Each of PNC and any Receiver may delegate, by power of attorney (or in any other manner) to any person, any right, power or discretion exercisable by it under this Deed upon any terms (including power to sub-delegate) which it may think fit. Neither PNC nor any Receiver shall be in any way liable or responsible to the

Security Obligor for any loss or liability arising from any act, default, omission or misconduct on the part of any such delegate or sub-delegate.

## **21. FURTHER ASSURANCES**

### **21.1 Further action**

The Security Obligor shall, at its own expense, promptly take whatever action PNC or a Receiver may require for:

- (a) creating, perfecting or protecting the Security Interests intended to be created by this Deed; and
- (b) facilitating the realisation of any Security Asset or the exercise of any right, power or discretion exercisable by PNC or any Receiver or any of its or his delegates or sub-delegates in respect of any Security Asset,

including the execution of any transfer, conveyance, assignment or assurance of any property whether to PNC or to its nominees, the giving of any notice, order or direction and the making of any registration which in any such case PNC may think expedient.

### **21.2 Specific security**

Without prejudice to the generality of clause 21.1 (*Further action*), the Security Obligor shall forthwith at the request of PNC execute a legal mortgage, charge, assignment, assignation or other security over any Security Asset which is subject to or intended to be subject to any fixed security created by this Deed in favour of PNC (including any arising or intended to arise pursuant to clause 7 (*Conversion of floating charge*)) in such form as PNC may require.

## **22. POWER OF ATTORNEY**

The Security Obligor, by way of security, irrevocably and severally appoints PNC, each Receiver and any of its or his delegates or sub-delegates to be its attorney to take any action which the Security Obligor is obliged to take under this Deed, including under clause 21 (*Further assurances*). The Security Obligor ratifies and confirms whatever any attorney does or purports to do pursuant to its appointment under this clause.

## **23. PAYMENTS**

### **23.1 Payments**

Subject to clause 23.2 (*Gross-up*), all payments to be made by the Security Obligor in respect of this Deed shall be made:

- (a) in immediately available funds to the credit of such account as PNC may designate; and
- (b) without (and free and clear of, and without any deduction for or on account of):
  - (i) any set-off or counterclaim; or

- (ii) except to the extent compelled by law, any deduction or withholding for or on account of Tax.

### **23.2 Gross-up**

If the Security Obligor is compelled by law to make any deduction or withholding from any sum payable under this Deed to PNC, the sum so payable by the Security Obligor shall be increased so as to result in the receipt by PNC of a net amount equal to the full amount expressed to be payable under this Deed.

### **23.3 Master Facilities Agreement**

Without prejudice to the provisions of clause 2 (*Guarantee and indemnity*) and the Security Obligor's obligations in accordance with this Deed, PNC may at any time discharge the Security Obligor's obligation to make payment of any sums due by the Security Obligor to PNC by debiting such sum to any account held by PNC in relation to any of the Obligors.

## **24. STAMP DUTY**

The Security Obligor shall:

- (a) pay all present and future stamp, registration and similar Taxes or charges which may be payable, or determined to be payable, in connection with the execution, delivery, performance or enforcement of this Deed or any judgment given in connection therewith; and
- (b) indemnify PNC and any Receiver on demand against any and all costs, losses or liabilities (including, without limitation, penalties) with respect to, or resulting from, its delay or omission to pay any such stamp, registration and similar Taxes or charges.

## **25. COSTS AND EXPENSES**

### **25.1 Transaction and amendment expenses**

The Security Obligor shall promptly on demand pay to PNC the amount of all reasonable costs, charges and expenses (including, without limitation, reasonable legal fees, valuation, accountancy and consultancy fees (and any VAT or similar Tax thereon)) incurred by PNC in connection with:

- (a) the negotiation, preparation, printing, execution, registration, perfection and completion of this Deed, the Security or any document referred to in this Deed; or
- (b) any actual or proposed amendment or extension of, or any waiver or consent under, this Deed.

### **25.2 Enforcement and preservation costs**

The Security Obligor shall promptly on demand pay to PNC and any Receiver the amount of all costs, charges and expenses (including (without limitation) legal fees (and any VAT or similar Tax thereon)) incurred by any of them in connection with the enforcement, exercise or preservation (or the attempted enforcement, exercise or

preservation) of any of their respective rights under this Deed or any document referred to in this Deed or the Security (including all remuneration of the Receiver).

## **26. CURRENCIES**

### **26.1 Conversion**

All monies received or held by PNC or any Receiver under this Deed may be converted from their existing currency into such other currency as PNC or the Receiver considers necessary or desirable to cover the obligations and liabilities comprised in the Secured Obligations in that other currency at the Spot Rate of Exchange. The Security Obligor shall indemnify PNC against all costs, charges and expenses incurred in relation to such conversion. Neither PNC nor any Receiver shall have any liability to the Security Obligor in respect of any loss resulting from any fluctuation in exchange rates after any such conversion.

### **26.2 Currency indemnity**

No payment to PNC (whether under any judgment or court order or in the liquidation, administration or dissolution of the Security Obligor or otherwise) shall discharge the obligation or liability of the Security Obligor in respect of which it was made, unless and until PNC shall have received payment in full in the currency in which the obligation or liability was incurred and, to the extent that the amount of any such payment shall on actual conversion into such currency fall short of such obligation or liability expressed in that currency, PNC shall have a further separate cause of action against the Security Obligor and shall be entitled to enforce the Security to recover the amount of the shortfall.

## **27. INDEMNITY**

The Security Obligor shall indemnify PNC, any Receiver and any attorney, agent or other person appointed by PNC under this Deed and PNC's officers and employees (each an "**Indemnified Party**") on demand against any cost, loss, liability or expense (however arising) incurred by any Indemnified Party as a result of or in connection with:

- (a) anything done or omitted in the exercise or purported exercise of the powers contained in this Deed;
- (b) the Security Assets or the use or occupation of them by any person (including any Environmental Claim); or
- (c) any breach by the Security Obligor of any of its obligations under this Deed,

unless such cost, loss, liability or expense is caused by the gross negligence or wilful misconduct of PNC (or employee or officer of PNC).

## **28. MISCELLANEOUS**

### **28.1 Appropriation and suspense account**

- (a) PNC may apply all payments received in respect of the Secured Obligations in reduction of any part of the Secured Obligations as it thinks fit. Any such appropriation shall override any appropriation by the Security Obligor.

- (b) All monies received, recovered or realised by PNC under, or in connection with, this Deed may at the discretion of PNC be credited to a separate interest bearing suspense account for so long as PNC determines (with interest accruing thereon at such rate, if any, as PNC may determine for the account of the Security Obligor) without PNC having any obligation to apply such monies and interest or any part thereof in or towards the discharge of any of the Secured Obligations.

## **28.2 New accounts**

If PNC receives, or is deemed to be affected by, notice, whether actual or constructive, of any subsequent Security Interest affecting any Security Asset and/or the proceeds of sale of any Security Asset or the Guarantee ceases to continue in force, it may open a new account or accounts for the Security Obligor. If it does not open a new account, it shall nevertheless be treated as if it had done so at the time when it received or was deemed to have received such notice. As from that time all payments made to PNC will be credited or be treated as having been credited to the new account and will not operate to reduce any amount of the Secured Obligations.

## **28.3 Changes to the Parties**

- (a) The Security Obligor may not assign any of its rights under this Deed.
- (b) PNC may assign or transfer all or any part of its rights under this Deed. The Security Obligor shall, immediately upon being requested to do so by PNC, enter into such documents as may be necessary or desirable to effect such assignment or transfer.

## **28.4 Memorandum and articles**

The Security Obligor certifies that the Security does not contravene any of the provisions of the memorandum or articles of association of the Security Obligor.

## **28.5 Tacking**

- (a) PNC shall perform its obligations under the Master Facilities Agreement (including any obligation to make available further advances).
- (b) This Deed secures advances already made and further advances to be made.

## **28.6 The Land Registry**

If an Obligor has been provided with a Real Property Facility the following provisions shall apply:

- (a) The Security Obligor shall apply to the Chief Land Registrar (and consents to such an application being made by or on behalf of PNC) for a restriction in the following terms to be entered on the Register of Title relating to any property registered at the Land Registry (or any unregistered land subject to first registration) and against which this Deed may be noted:

*"No disposition of the registered estate by the proprietor of the registered estate is to be registered without a written consent signed by the proprietor for the time being of the charge dated 2019 in favour of PNC Business Credit a trading*

*style of PNC Financial Services UK Ltd referred to in the charges register or, if appropriate, signed on such proprietor's behalf by its secretary or conveyancer."*

- (b) The Security Obligor:
  - (i) authorises PNC to make any application which PNC deems appropriate for the designation of this Deed, the Master Facilities Agreement or any other Finance Document as an exempt information document under rule 136 of the Land Registration Rules 2003;
  - (ii) shall use its best endeavours to assist with any such application made by or on behalf of PNC; and
  - (iii) shall notify PNC in writing as soon as it receives notice of any person's application under rule 137 of the Land Registration Rules 2003 for the disclosure of this Deed, the Master Facilities Agreement or any other Finance Document, following its designation as an exempt information document.
- (c) The Security Obligor shall not make any application under rule 138 of the Land Registration Rules 2003 for the removal of the designation of any such document as an exempt information document.
- (d) The Security Obligor shall promptly make all applications to and filings with the Land Registry which are necessary or desirable under the Land Registration Rules to protect the Security.
- (e) The Security Obligor shall not, without the prior written consent of PNC, permit any person to be or become registered under the Land Registration Act 2002 as the proprietor of a Security Asset who is not so registered under the Land Registration Act 2002 at the date of this Deed or, in the case of Real Property acquired after the date of this Deed, at the date of such acquisition.

#### **28.7 Amendments and waivers**

Any provision of this Deed may be amended only if PNC and the Security Obligor so agree in writing and any breach of this Deed may be waived before or after it occurs only if PNC so agrees in writing. A waiver given or consent granted by PNC under this Deed will be effective only if given in writing and then only in the instance and for the purpose for which it is given.

#### **28.8 Calculations and certificates**

A certificate of PNC specifying the amount of any Secured Obligation due from the Security Obligor (including details of any relevant calculation thereof) shall be prima facie evidence of such amount against the Security Obligor in the absence of manifest error.

#### **28.9 Waiver, rights and remedies**

No failure to exercise, nor any delay in exercising, on the part of PNC, any right or remedy under this Deed shall operate as a waiver, nor shall any single or partial exercise of any right or remedy prevent any further or other exercise or the exercise



of any other right or remedy. The rights and remedies provided are cumulative and not exclusive of any rights or remedies provided by law.

## **29. NOTICES**

### **29.1 Communications in writing**

- (a) The provisions of paragraphs 24(a) to 24(c) inclusive of schedule 1 (*Common Terms*) of the Master Facilities Agreement shall apply to this Deed as if the same were set out in this Deed, provided that:
- (b) reference to "**each Party**" shall be deemed to be references to each party to this Deed; and
- (c) references to the "**Obligor**" shall be deemed to be references to the Security Obligor.

### **29.2 Electronic communications**

No communication to be made under this Deed shall be made electronically.

### **29.3 Agent for service**

The Security Obligor by its execution of this Deed irrevocably appoints the Original Obligor to act on its behalf as its agent in relation to the Finance Documents and irrevocably authorises:

- (a) the Original Obligor on its behalf to supply all information concerning itself contemplated by this Deed to PNC and to give all notices and instructions to make such agreements and to effect the relevant amendments, supplements and variations capable of being given, made or effected by the Security Obligor notwithstanding that they may affect the Security Obligor, without further reference to or the consent of the Security Obligor; and
- (b) PNC to give any notice, demand or other communication to be given to the Security Obligor pursuant to the Finance Documents to the Original Obligor,

and in each case the Security Obligor shall be bound as though the Security Obligor itself had given the notices and instructions or executed or made the agreements or effected the amendments, supplements or variations, or received the relevant notice, demand or other communication.

## **30. PARTIAL INVALIDITY**

All the provisions of this Deed are severable and distinct from one another and if at any time any provision is or becomes illegal, invalid or unenforceable in any respect under any law of any jurisdiction, neither the legality, validity or enforceability of any of the remaining provisions nor the legality, validity or enforceability of such provision under the law of any other jurisdiction will in any way be affected or impaired.

**31. RELEASE**

Upon the expiry of the Security Period (but not otherwise) PNC shall, at the request and cost of the Security Obligor, take whatever action is necessary to release or re-assign (without recourse or warranty) the Security Assets from the Security.

**32. COUNTERPARTS**

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

**33. GOVERNING LAW**

This Deed is governed by English law.

**IN WITNESS** of which this Deed has been duly executed by the Security Obligor as a deed and duly executed by PNC and has been delivered on the first date specified on page 1 of this Deed.

**SCHEDULE 1**  
**Security Obligor**

<b>Company name</b>	<b>Company number</b>
Moneyplus Energy Limited	10769313

## SCHEDULE 2

### The Guarantee

#### 1. Continuing guarantee

This guarantee is a continuing guarantee and will extend to the ultimate balance of sums payable by the Security Obligor under the Finance Documents, regardless of any intermediate payment or discharge in whole or in part.

#### 2. Reinstatement

If any payment by the Security Obligor, or any discharge given by PNC (whether in respect of the obligations of the Security Obligor or any security for those obligations or otherwise) is avoided or reduced as a result of insolvency or any similar event:

- (a) the liability of the Security Obligor under this Deed shall continue as if the payment, discharge, avoidance or reduction had not occurred; and
- (b) PNC shall be entitled to recover the value or amount of that security or payment from the Security Obligor, as if the payment, discharge, avoidance or reduction had not occurred.

#### 3. Waiver of defences

The obligations of the Security Obligor under this Deed will not be affected by an act, omission, matter or thing which, but for this Deed, would reduce, release or prejudice any of its obligations under this Deed (without limitation and whether or not known to it or to PNC) including:

- (a) any time, waiver or consent granted to, or composition with, the Security Obligor or other person;
- (b) the release of any other Security Obligor or any other person under the terms of any composition or arrangement with any creditor of any member of the Group;
- (c) the taking, variation, compromise, exchange, renewal or release of, or refusal or neglect to perfect, take up or enforce, any rights against, or security over assets of, the Security 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;
- (d) any incapacity or lack of power, authority or legal personality of or dissolution or change in the members or status of the Security Obligor or any other person;
- (e) any amendment, novation, supplement, extension (whether of maturity or otherwise), restatement or replacement (in each case, however fundamental and of any nature whatsoever including, without limitation, which results in any increase in any amount due or owing under any Finance Document or in the rate of interest or any other sum payable under any Finance Document) of a Finance Document or any other document or security;
- (f) any unenforceability, illegality or invalidity of any obligation of any person under any Finance Document or any other document or security; or

- (g) any insolvency, administration or similar proceedings.

#### **4. Immediate recourse**

The Security Obligor waives any right it may have of first requiring PNC to proceed against or enforce any other rights or security or claim payment from any person before claiming from the Security Obligor under this schedule 2. This waiver applies irrespective of any law or any provision of a Finance Document to the contrary.

#### **5. Appropriations**

Until all amounts which may be or become payable during the Security Period by the Security Obligor under or in connection with the Finance Documents have been irrevocably paid in full, PNC may:

- (a) refrain from applying or enforcing any other monies, security or rights held or received by PNC in respect of those amounts, or apply and enforce the same in such manner and order as it sees fit (whether against those amounts or otherwise) and the Security Obligor shall not be entitled to the benefit of the same; and
- (b) hold in an interest-bearing suspense account any monies received from the Security Obligor or on account of the Security Obligor's liability under this schedule 2.

#### **6. Deferral of guarantors' rights**

Until all amounts which may be or become payable during the Security Period by the Security Obligor under, or in connection with, the Finance Documents have been irrevocably paid in full and unless PNC otherwise directs, the Security Obligor will not exercise any rights which it may have by reason of performance by it of its obligations under the Finance Documents:

- (a) to be indemnified by the Security Obligor
- (b) to claim any contribution from any other guarantor of any other member of the Group's obligations under the Finance Documents; and/or
- (c) to take the benefit (in whole or in part and whether by way of subrogation or otherwise) of any rights of PNC under the Finance Documents or of any other guarantee or security taken pursuant to, or in connection with, the Finance Documents by PNC.

#### **7. Additional security**

This guarantee is in addition to, and is not in any way prejudiced by, any other guarantee or security at the date of this guarantee or subsequently held by PNC.

### **SCHEDULE 3**

#### **Details of Security Assets**

##### **Part 1 - Specified Real Property**

None at the time of this deed

##### **Part 2 - Specified P&M**

None at the time of this deed

##### **Part 3 - Charged Securities**

None at the time of this deed

##### **Part 4 - Intellectual Property**

None at the time of this deed

##### **Part 5 - Inventory Insurances**

None at the time of this deed

##### **Part 6 - P&M Insurances**

None at the time of this deed

##### **Part 7 - Real Property Insurances**

None at the time of this deed

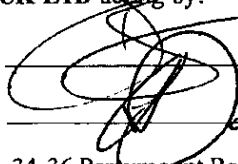
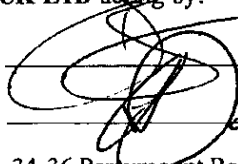
**EXECUTION PAGE**

**PNC**

Executed as a deed, but not delivered until the )  
first date specified on page 1, by PNC )  
**BUSINESS CREDIT** a trading style of PNC )  
**FINANCIAL SERVICES UK LTD** acting by: )

Attorney

Attorney

 DANIEL HARRISON  
 CLIVE DAVIS

**Address:** PNC House, 34-36 Perlymount Road, Haywards Heath, West Sussex RH16 3DN

**Facsimile No:** 01444 458259

**Attention:** The Directors, PNC Business Credit

**THE SECURITY OBLIGOR**

Executed as a deed, but not delivered until the )  
first date specified on page 1, by **MONEYPLUS** )  
**ENERGY LIMITED** acting by: )

Director

**In the presence of:**

Witness

Witness name

Witness address

Occupation

**Address:** Riverside, New Bailey Street, Manchester M3 5FS

**Facsimile No:**

**Attention:**

# EXECUTION PAGE

**PNC**

Executed as a deed, but not delivered until the )  
first date specified on page 1, by **PNC** )  
**BUSINESS CREDIT** a trading style of **PNC** )  
**FINANCIAL SERVICES UK LTD** acting by: )  
)

Attorney \_\_\_\_\_

Attorney \_\_\_\_\_

**Address:** PNC House, 34-36 Perrymount Road, Haywards Heath, West Sussex RH16 3DN

**Facsimile No:** 01444 458259

**Attention:** The Directors, PNC Business Credit

## THE SECURITY OBLIGOR

Executed as a deed, but not delivered until the )  
first date specified on page 1, by **MONEYPLUS** )  
**ENERGY LIMITED** acting by: )



Director Charles O. Davis

**In the presence of:**  
Witness [Signature]

Witness name Nicola Loe

Witness address 11 Sandhurst Rd

Stockport

SK2-7NY

Occupation Executive Assistant

**Address:** Riverside, New Bailey Street, Manchester M3 5FS

**Facsimile No:**

**Attention:**