



Registration of a Charge

Company name: **SSDC OPIUM POWER LIMITED**

Company number: **11342833**



X99P23HC

Received for Electronic Filing: **20/07/2020**

Details of Charge

Date of creation: **10/07/2020**

Charge code: **1134 2833 0005**

Persons entitled: **SOUTH SOMERSET DISTRICT COUNCIL**

Brief description: **PLEASE SEE CHARGE DOCUMENT FOR MORE DETAILS.**

Contains fixed charge(s).

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

Contains negative pledge.

Authentication of Form

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

Authentication of Instrument

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

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

Certified by:

ASHFORDS LLP



CERTIFICATE OF THE REGISTRATION OF A CHARGE

Company number: 11342833

Charge code: 1134 2833 0005

The Registrar of Companies for England and Wales hereby certifies that a charge dated 10th July 2020 and created by SSDC OPIUM POWER LIMITED was delivered pursuant to Chapter A1 Part 25 of the Companies Act 2006 on 20th July 2020 .

Given at Companies House, Cardiff on 21st July 2020

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



Companies House



THE OFFICIAL SEAL OF THE
REGISTRAR OF COMPANIES

DATED

10th July

2020

- (1) SSDC OPIUM POWER LIMITED
- (2) SOUTH SOMERSET DISTRICT COUNCIL

FLOATING CHARGE AND SHARE
CHARGE IN RESPECT OF £2,350,000
FACILITY AGREEMENT

I HEREBY CERTIFY THAT THIS IS A
TRUE COPY OF THE ORIGINAL

Shaker

SOUTH SOMERSET DISTRICT COUNCIL

ashfords

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THIS DEED is dated 10th July 2020

BETWEEN

- (1) **SSDC Optium Power Limited** incorporated and registered in England and Wales with company number 11342833 whose registered office is at Maltravers House, Petters Way, Yeovil, BA20 1SH (the '**Borrower**')
- (2) **South Somerset District Council** having its principal place of business at The Council Offices, Brympton Way, Yeovil, Somerset, BA20 2HT (the '**Lender**').

BACKGROUND:-

- (A) The Lender has agreed, pursuant to the Facility Agreement, to provide the Borrower with loan facilities on a secured basis.
- (B) Under this deed, the Borrower provides security to the Lender for the loan facilities made available under the Facility Agreement.

AGREED TERMS:-

1. Definitions and interpretation

1.1. Definitions

Terms defined in the Facility Agreement shall, unless otherwise defined in this deed, have the same meaning in this deed. In addition, the following definitions apply in this deed:

Delegate	any person appointed by the Lender or any Receiver pursuant to clause 13, and any person appointed as attorney of the Lender, Receiver or Delegate.
Facility Agreement	the facility agreement dated on or about the same date as this deed, between the Borrower and the Lender for the provision of the loan facilities of up to £2,350,000 secured by this deed.
Financial Collateral	has the meaning given to that expression in the Financial Collateral Regulations.
Financial Collateral Regulations	the Financial Collateral Arrangements (No. 2) Regulations 2003 (SI 2003/3226).
Fixed Charge Assets	those assets which are from time to time the subject of clause 3.1.
Floating Charge Assets	those assets which are from time to time the subject of clause 3.2.
LPA 1925	the Law of Property Act 1925.
Receiver	a receiver, receiver and manager or administrative receiver appointed by the Lender under clause 11.
Related Rights	any: (a) dividend, interest or other distribution paid or payable in relation to any Share; and

- (b) right, money or property accruing, offered or issued at any time in relation to any Share by way of redemption, substitution, exchange, conversion, bonus, preference or otherwise, under option rights or otherwise.

Secured Assets

all the assets, property and undertaking of the Borrower which are, or are expressed to be, subject to any Security created by, or pursuant to, this deed (and references to the Secured Assets shall include references to any part of them).

Secured Liabilities

all present and future obligations and liabilities of the Borrower to the Lender, whether actual or contingent and whether owed jointly or severally, as principal or surety or in any other capacity, under or in connection with the Facility Agreement or this deed (including, without limitation, those arising under clause 21.3.2), together with all interest (including, without limitation, default interest) accruing in respect of those obligation or liabilities.

Security Financial Collateral Arrangement

has the meaning given to that expression in the Financial Collateral Regulations.

Security Period

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

Shares

all of the shares in the share capital of the Target Company incorporated and registered in England and Wales with company number 11707543

1.2. Interpretation

The provisions of clause 1.2 (Interpretation) of the Facility Agreement apply to this deed as if they were set out in full in this deed, except that each reference in that clause to the Facility Agreement shall be read as a reference to this deed.

1.3. Clawback

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

1.4. Perpetuity period

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

1.5. Schedules

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

2. Covenant to pay

2.1. Covenant to pay

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

3. Grant of security

3.1. Fixed charge

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

3.1.1. all the Shares owned by it; and

3.1.2. all Related Rights.

3.2. Floating charge

The Borrower charges, by way of first floating charge, its undertaking and all its present and future assets other than those effectively charged under clause 3.1.

3.3. Conversion of floating charge

The Lender may convert all or part of the floating charge created by the Borrower under clause 3.2 into a fixed charge by giving notice to that effect to the Borrower and specifying the identity of the assets concerned. This may be done on one or more occasion, but only (a) following the occurrence of an Event of Default or (b) if the Lender reasonably considers that its security over the assets concerned is in jeopardy and that it is necessary to do so to protect or preserve its security.

4. Liability of the Borrower

4.1. Liability not discharged

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

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

4.1.2. the Lender renewing, determining, varying or increasing any facility or other transaction in any manner or concurring in, accepting or varying any compromise, arrangement or settlement, or omitting to claim or enforce payment from any other person; or

4.1.3. any other act or omission, that, but for this clause 4.1, might have discharged, or otherwise prejudiced or affected, the liability of the Borrower.

4.2. Immediate recourse

The Borrower waives any right it may have to require the Lender to enforce any security or other right, or claim any payment from, or otherwise proceed against, any other person before enforcing this deed against the Borrower.

5. Representations and warranties

5.1. Times for making representations and warranties

The Borrower makes the representations and warranties set out in this clause 5 to the Lender on the date of this deed and the Borrower shall be deemed to repeat each representation and warranty on each day of the Security Period with reference to the facts and circumstances existing at the time of repetition.

5.2. Shares

- 5.2.1. The Shares are fully paid and are not subject to any option to purchase or similar rights.
- 5.2.2. The Shares represent the whole of the issued share capital of the Target Company and no person has any option, warrant or other similar right to subscribe for any shares of the Target Company.
- 5.2.3. The Borrower is the sole legal and beneficial owner of the Shares (or will become the sole legal and beneficial on the date of this deed).
- 5.2.4. The constitutional documents of the Target Company do not:
 - 5.2.4.1. restrict or inhibit any transfer of the Shares on creation or enforcement of the security constituted by this deed; or
 - 5.2.4.2. contain any rights of pre-emption.
- 5.2.5. The Borrower has complied with all notices relating to all or any of the Shares received by it pursuant to sections 790D and 790E of the Companies Act 2006.
- 5.2.6. No warning notice has been issued under paragraph 1(2) of Schedule 1B of the Companies Act 2006, and no restrictions notice has been issued under paragraph 1(3) of Schedule 1B of the Companies Act 2006, in respect of all or any of the Shares.

5.3. No Security

The Fixed Charge Assets are free from any Security other than the Security created by this deed.

5.4. No adverse claims

The Borrower has not received, or acknowledged notice of, any adverse claim by any person in respect of the Fixed Charge Assets or any interest in them.

5.5. No adverse covenants

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

5.6. No breach of laws

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

5.7. Avoidance of security

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

5.8. Enforceable security

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

6. Covenants

6.1. Negative pledge and disposal restrictions

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

- 6.1.1. create, purport to create or permit to subsist any Security on, or in relation to, any Fixed Charge Asset other than any Security created by this deed;
- 6.1.2. create, purport to create or permit to subsist any Security on, or in relation to, any Floating Charge Asset other than the Existing Security;
- 6.1.3. sell, assign, transfer, part with possession of or otherwise dispose of in any manner (or purport to do so) all or any part of, or any interest in, the Fixed Charge Assets; or
- 6.1.4. sell, assign, transfer, part with possession of or otherwise dispose of in any manner (or purport to do so) all or any part of, or any interest in, the Floating Charge Assets other than for market value in the ordinary course of trading of the Borrower; or
- 6.1.5. create or grant (or purport to create or grant) any interest in the Fixed Charge Assets in favour of a third party.

6.2. Preservation of Secured Assets

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

6.3. Compliance with laws and regulations

The Borrower shall comply with the requirements of any law or regulation relating to or affecting the Secured Assets or the use of them or any part of them.

6.4. Enforcement of rights

The Borrower shall use its best endeavours to enforce any rights and institute, continue or defend any proceedings relating to any of the Fixed Charge Assets which the Lender may require from time to time.

6.5. Notice of misrepresentations and breaches

The Borrower shall, promptly on becoming aware of any of the same, notify the Lender in writing of:

- 6.5.1. any representation or warranty set out in this deed that is incorrect or misleading in any material respect when made or deemed to be repeated; and
- 6.5.2. any breach of any covenant set out in this deed.

6.6. Title to Secured Assets

The Borrower shall on the date of execution of this deed, deposit with the Lender, or as the Lender may direct:

- 6.6.1. all share certificates and other documents of title or evidence of ownership of the Fixed Charge Assets;
- 6.6.2. all stock transfer forms relating to the Fixed Charge Assets duly completed and executed by or on behalf of the Borrower but with the name of the transferee, the consideration and the date left blank; and

- 6.6.3. any other documents (in each case duly completed and executed by or on behalf of the Borrower) that the Lender may request to enable it, or any of its nominees, or any purchaser or transferee, to be registered as the owner of, or otherwise obtain legal title to, or to perfect its security interest in any of the Fixed Charge Assets,

so that the Lender may, at any time and without notice to the Borrower, complete and present those stock transfer forms and other documents to the issuer of the Fixed Charge Assets for registration.

6.7. Nominations

- 6.7.1. The Borrower shall immediately terminate all nominations it may have made in respect of any Fixed Charge Asset and, pending such termination, procure that any person so nominated:

6.7.1.1. does not exercise any rights in respect of any Fixed Charge Asset without the prior written approval of the Lender; and

6.7.1.2. immediately upon receipt by it, forward to the Lender all communications or other information received by it in respect of any Fixed Charge Asset for which it has been so nominated.

- 6.7.2. The Borrower shall not at any time during the Security Period exercise the right to nominate any person other than the Lender to enjoy or exercise any right relating to any of the Fixed Charge Assets.

6.8. Pre-emption rights and restrictions on transfer

The Borrower shall:

- 6.8.1. obtain all consents, waivers, approvals and permissions that are necessary, under the articles of association (or otherwise) of the Target Company, for the transfer of the Fixed Charge Assets to the Lender or its nominee, or to a purchaser on enforcement of the security constituted by this deed; and

- 6.8.2. procure the amendment of the share transfer provisions (including, but not limited to, deletion of any pre-emption provisions) under the articles of association, other constitutional document or otherwise of the Target Company in any manner that the Lender may require in order to permit the transfer of the Fixed Charge Assets to the Lender or its nominee, or to a purchaser on enforcement of the security constituted by this deed.

6.9. Calls and other obligations

- 6.9.1. Notwithstanding the security created by this deed, the Borrower shall promptly pay all calls, instalments and other payments that may be or become due and payable in respect of all or any part of the Fixed Charge Assets.

- 6.9.2. If the Borrower fails to do so, the Lender may, at its discretion but without obligation, pay the calls, instalments or other payments on behalf of the Borrower.

- 6.9.3. The Borrower shall, immediately on request by the Lender, reimburse the Lender for any payment made by it under this clause 6.9.

- 6.9.4. The Borrower shall comply with, and shall remain liable to perform, all of the other conditions and obligations assumed by it in respect of all or any part of the Secured Assets.

6.10. Changes to rights

6.10.1. The Borrower shall not take, or allow the taking of, any action on its behalf which may result in the rights attaching to, or conferred by, all or any of the Secured Assets being altered.

6.10.2. The Borrower shall not cause or permit:

6.10.2.1. any of the Fixed Charge Assets to be consolidated, sub-divided or converted; or

6.10.2.2. any further shares in the share capital of the Target Company to be issued.

6.11. Compliance with requests for information

The Borrower shall promptly send a copy to the Lender of, and comply with, all requests for information which is within its knowledge and which are made under any law or regulation or any similar provision in any articles of association or other constitutional document, or by any listing or other authority, relating to any of the Secured Assets. If it fails to do so, the Lender may elect to provide such information as it may have on behalf of the Borrower.

6.12. Information

The Borrower shall:

6.12.1. promptly following receipt, send to the Lender copies of any notice, circular, report, accounts and any other document received by it that relates to the Secured Assets; and

6.12.2. promptly notify the Lender in writing of any action, claim, notice or demand made by or against it in connection with all or any part of a Secured Asset or of any fact, matter or circumstance which may, with the passage of time, give rise to such an action, claim, notice or demand, together with, in each case, the Borrower's proposals for settling, liquidating, compounding or contesting any such action, claim, notice or demand and shall, subject to the Lender's prior approval, implement those proposals at its own expense.

7. Voting rights and dividends

7.1. Voting rights and dividends - before enforcement

7.1.1. Before the security constituted by this deed becomes enforceable, the Borrower may exercise all voting and other rights and powers in respect of the Fixed Charge Assets or, if any of the same are exercisable by the Lender or any of its nominees, direct in writing the exercise of those voting and other rights and powers provided that:

7.1.1.1. it shall not do so in any way that would breach any provision of the Facility Agreement or this deed or for any purpose inconsistent with the Facility Agreement or this deed; and

7.1.1.2. the exercise of, or failure to exercise, those voting rights or other rights and powers would not, in the Lender's opinion, have an adverse effect on the value of any of the Fixed Charge Assets or otherwise prejudice the Lender's security under this deed.

7.1.2. Before the security constituted by this deed becomes enforceable, the Borrower may retain and apply for its own use all dividends, interest and other monies paid or payable in respect of the Fixed Charge Assets and, if any are paid or payable to the Lender or

any of its nominees, the Lender will hold all those dividends, interest and other monies received by it for the Borrower and will pay them to the Borrower promptly on request.

7.1.3. The Borrower shall indemnify the Lender against any loss or liability incurred by the Lender (or its nominee) as a consequence of the Lender (or its nominee) acting in respect of the Fixed Charge Assets at the direction of the Borrower.

7.1.4. The Lender shall not, by exercising or not exercising any voting rights or otherwise, be construed as permitting or agreeing to any variation or other change in the rights attaching to or conferred by any of the Fixed Charge Assets which the Lender considers prejudicial to, or impairing the value of, the security created by this deed.

7.2. Voting rights and dividends - following an Event of Default

After the security constituted by this deed has become enforceable, the Lender may at its discretion (in the name of the Borrower and without any further consent or authority from the Borrower and irrespective of any direction given by the Borrower):

7.2.1. exercise or refrain from exercising (or direct its nominee to exercise or refrain from exercising) all voting rights and any other powers or rights in respect of the Fixed Charge Assets, and the Borrower shall comply, or procure compliance, with any directions the Lender may give, in its absolute discretion, in respect of the exercise of those voting and other rights and powers;

7.2.2. apply all dividends, interest or other monies paid or payable in respect of the Fixed Charge Assets in accordance with clause 14 and, if any such dividends, interest or other monies are received by or on behalf of the Borrower, the Borrower shall hold all such dividends, interest and other monies on trust for the Lender and shall immediately pay them to the Lender or as it may direct;

7.2.3. complete all instruments of transfer held by it in relation to the Fixed Charge Assets in favour of itself or such other person as it may select and have the Secured Assets transferred into its name or the name of its nominee or, as applicable, into an account in its own name or the name of its nominee; and

7.2.4. in addition to any other power created under this deed, exercise or refrain from exercising (or direct its nominee to exercise or refrain from exercising) all the powers and rights conferred on or exercisable by the legal or beneficial owner of the Fixed Charge Assets.

8. Powers of the Lender

8.1. Power to remedy

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

8.1.2. The Borrower irrevocably authorises the Lender and its agents to do all things that are necessary or desirable for that purpose.

8.1.3. Any monies expended by the Lender in remedying a breach by the Borrower of its obligations contained in this deed, shall be reimbursed by the Borrower to the Lender on a full indemnity basis and shall carry interest in accordance with clause 15.1.

8.2. Exercise of rights

8.2.1. The rights of the Lender under clause 8.1 are without prejudice to any other rights of the Lender under this deed.

8.2.2. The exercise of any rights of the Lender under this deed shall not make the Lender liable to account as a mortgagee in possession.

8.3. Lender has Receiver's powers

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

8.4. No duties

The Lender shall not, in respect of any of the Secured Assets, have any duty or incur any liability for:

8.4.1. ascertaining or taking action in respect of any calls, instalments, conversions, exchanges, maturities, tenders or other matters relating to any Secured Assets or the nature or sufficiency of any payment whether or not the Lender has or is deemed to have knowledge of such matters; or

8.4.2. taking any necessary steps to preserve rights against prior parties or any other rights relating to any of the Secured Assets.

8.5. Conversion of currency

8.5.1. For the purpose of, or pending the discharge of, any of the Secured Liabilities, the Lender may convert any monies received, recovered or realised by it under this deed (including the proceeds of any previous conversion under this clause 8.5) from their existing currencies of denomination into any other currencies of denomination that the Lender may think fit.

8.5.2. Any such conversion shall be effected at National Westminster Bank then prevailing spot selling rate of exchange for such other currency against the existing currency.

8.5.3. Each reference in this clause 8.5 to a currency extends to funds of that currency and, for the avoidance of doubt, funds of one currency may be converted into different funds of the same currency.

8.6. New accounts

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

8.6.2. If the Lender does not open a new account immediately on receipt of the notice, or deemed notice, under clause 8.6.1, then, unless the Lender gives express written notice to the contrary to the Borrower, all payments made by the Borrower to the Lender shall be treated as having been credited to a new account of the Borrower and not as having been applied in reduction of the Secured Liabilities, as from the time of receipt or deemed receipt of the relevant notice by the Lender.

8.7. Indulgence

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

9. When security becomes enforceable

9.1. Event of Default

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

9.2. Discretion

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

10. Enforcement of security

10.1. Enforcement powers

10.1.1. For the purposes of all powers implied by statute, the Secured Liabilities are deemed to have become due and payable on the date of this deed.

10.1.2. The power of sale and other powers conferred by section 101 of the LPA 1925 (as varied or extended by this deed) shall be immediately exercisable at any time after the security constituted by this deed has become enforceable under clause 9.1.

10.1.3. Section 103 of the LPA 1925 (restricting the power of sale) does not apply to the security constituted by this deed.

10.2. Redemption of prior Security

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

10.2.1.1. redeem any prior Security over any Secured Asset;

10.2.1.2. procure the transfer of that Security to itself; and

10.2.1.3. settle and pass the accounts of the holder of any prior Security (and any accounts so settled and passed shall, in the absence of any manifest error, be conclusive and binding on the Borrower).

10.2.2. The Borrower shall pay to the Lender immediately on demand all principal, interest, costs, charges and expenses of, and incidental to, any such redemption or transfer, and such amounts shall be secured by this deed as part of the Secured Liabilities.

10.3. Protection of third parties

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

- 10.3.1. whether any of the Secured Liabilities have become due or payable, or remain unpaid or undischarged;
- 10.3.2. whether any power the Lender, a Receiver or Delegate is purporting to exercise has become exercisable or is being properly exercised; or
- 10.3.3. how any money paid to the Lender, any Receiver or any Delegate is to be applied.

10.4. Privileges

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

10.5. No liability as mortgagee in possession

Neither the Lender nor any Receiver or any Delegate shall be liable to account as mortgagee in possession in respect of all or any of the Secured Assets, nor shall any of them be liable for any loss on realisation of, or for any act, default or omission for which a mortgagee in possession might be liable.

10.6. Conclusive discharge to purchasers

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

10.7. Right of appropriation

10.7.1. To the extent that:

10.7.1.1. the Secured Assets constitute Financial Collateral; and

10.7.1.2. this deed and the obligations of the Borrower under it constitute a Security Financial Collateral Arrangement,

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

10.7.2. The value of any Secured Assets appropriated in accordance with this clause 10.7 shall be determined by any method that the Lender may select, including independent valuation.

10.7.3. The Borrower agrees that the method of valuation provided for in this clause 10.7 is commercially reasonable for the purposes of the Financial Collateral Regulations.

11. Receiver and administrator

11.1. Appointment

At any time after the security constituted by this deed has become enforceable, or at the request of the Borrower, the Lender may, without further notice, appoint by way of deed, or otherwise in writing:

- 11.1.1. any one or more persons to be a Receiver of all or any part of the Secured Assets; and/or

- 11.1.2. an administrator of the Borrower in accordance with, and with the powers granted pursuant to, any primary or secondary legislation in England from time to time relating to insolvency or reorganisation.

11.2. Removal

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

11.3. Remuneration

The Lender may fix the remuneration of any Receiver appointed by it without the restrictions contained in section 109 of the LPA 1925, and the remuneration of the Receiver shall be a debt secured by this deed, to the extent not otherwise discharged.

11.4. Power of appointment additional to statutory powers

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

11.5. Power of appointment exercisable despite prior appointments

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

11.6. Agent of the Borrower

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

12. Powers of Receiver

12.1. General

- 12.1.1. Any Receiver appointed by the Lender under this deed shall, in addition to the powers conferred on it by statute, have the rights, powers and discretions set out in clause 12.2 to clause 12.14.
- 12.1.2. A Receiver has all the rights, powers and discretions conferred on a receiver (or a receiver and manager) under the LPA 1925, and shall have those rights, powers and discretions conferred on an administrative receiver under the Insolvency Act 1986 whether it is an administrative receiver or not.
- 12.1.3. If there is more than one Receiver holding office at the same time, each Receiver may (unless the document appointing it states otherwise) exercise all of the powers conferred on a Receiver under this deed individually and to the exclusion of any other Receiver.
- 12.1.4. Any exercise by a Receiver of any of the powers given by clause 12 may be on behalf of the Borrower, the directors of the Borrower or itself.

12.2. Employ personnel and advisers

12.2.1. A Receiver may provide services and employ, or engage any managers, officers, servants, contractors, workmen, agents, other personnel and professional advisers on any terms, and subject to any conditions, that it thinks fit.

12.2.2. A Receiver may discharge any such person or any such person appointed by the Borrower.

12.3. Remuneration

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

12.4. Possession

A Receiver may take immediate possession of, get in and realise any Secured Asset.

12.5. Dispose of Secured Assets

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

12.6. Valid receipts

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

12.7. Make settlements

A Receiver may settle, adjust, refer to arbitration, compromise and arrange any claim, account, dispute, question or demand with or by any person who claims to be a creditor of the Borrower or relating in any way to any Secured Asset.

12.8. Legal action

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

12.9. Subsidiaries

A Receiver may form a subsidiary of the Borrower and transfer to that subsidiary any Secured Asset.

12.10. Borrow

A Receiver may, for whatever purpose it thinks fit, raise and borrow money either unsecured or on the security of all or any of the Secured Assets in respect of which it is appointed on any terms that it thinks fit (including, if the Lender consents, terms under which that security ranks in priority to this deed).

12.11. Redeem prior Security

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

12.12. Delegation

A Receiver may delegate its powers in accordance with this deed.

12.13. Absolute beneficial owner

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

12.14. Incidental powers

A Receiver may do any other acts and things that it:

- 12.14.1. may consider desirable or necessary for realising any of the Secured Assets;
- 12.14.2. may consider incidental or conducive to any of the rights or powers conferred on a Receiver under or by virtue of this deed or law; or
- 12.14.3. lawfully may or can do as agent for the Borrower.

13. Delegation

13.1. Delegation

The Lender or any Receiver may delegate (either generally or specifically) by power of attorney or in any other manner to any person any right, power, authority or discretion conferred on it by this deed (including the power of attorney granted under clause 17.1).

13.2. Terms

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

13.3. Liability

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

14. Application of proceeds

14.1. Order of application of proceeds

All monies received or recovered by the Lender, a Receiver or a Delegate under this deed or in connection with the realisation or enforcement of all or part of the security constituted by this deed, shall (subject to the claims of any person having prior rights and by way of variation of the LPA 1925) be applied in the following order of priority (but without prejudice to the Lender's right to recover any shortfall from the Borrower):

- 14.1.1. in or towards payment of all costs, liabilities, charges and expenses incurred by or on behalf of the Lender (and any Receiver, Delegate, attorney or agent appointed by it) under or in connection with this deed, and of all remuneration due to any Receiver under or in connection with this deed;
- 14.1.2. in or towards payment of the Secured Liabilities in any order and manner that the Lender determines; and
- 14.1.3. in payment of the surplus (if any) to the Borrower or other person entitled to it.

14.2. Appropriation

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

14.3. Suspense account

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

- 14.3.1. may, at the discretion of the Lender, Receiver or Delegate, be credited to any suspense or securities realised account;
- 14.3.2. shall bear interest, if any, at the rate agreed in writing between the Lender and the Borrower; and
- 14.3.3. may be held in that account for so long as the Lender, Receiver or Delegate thinks fit.

15. Costs and indemnity

15.1. Costs

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

- 15.1.1. this deed or the Secured Assets;
- 15.1.2. taking, holding, protecting, perfecting, preserving or enforcing (or attempting to do so) any of the Lender's, a Receiver's or a Delegate's rights under this deed; or
- 15.1.3. taking proceedings for, or recovering, any of the Secured Liabilities,

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

15.2. Indemnity

15.2.1. The Borrower shall indemnify the Lender, each Receiver and each Delegate, and their respective employees and agents against all liabilities, costs, expenses, damages and losses (including but not limited to any direct, indirect or consequential losses, loss of profit, loss of reputation and all interest, penalties and legal costs (calculated on a full indemnity basis) and all other professional costs and expenses) suffered or incurred by any of them arising out of or in connection with:

- 15.2.1.1. the exercise or purported exercise of any of the rights, powers, authorities or discretions vested in them under this deed or by law in respect of the Secured Assets;
- 15.2.1.2. taking, holding, protecting, perfecting, preserving or enforcing (or attempting to do so) the security constituted by this deed; or
- 15.2.1.3. any default or delay by the Borrower in performing any of its obligations under this deed.

15.2.2. Any past or present employee or agent may enforce the terms of this clause 15.2 subject to and in accordance with the provisions of the Contracts (Rights of Third Parties) Act 1999.

16. Further assurance

16.1. Further assurance

The Borrower shall promptly, at its own expense, take whatever action the Lender or any Receiver may reasonably require for:

16.1.1. creating, perfecting or protecting the security created or intended to be created by this deed;

16.1.2. facilitating the realisation of any of the Secured Assets; or

16.1.3. facilitating the exercise of any right, power, authority or discretion exercisable by the Lender or any Receiver in respect of any of the Secured Assets,

including, without limitation, the execution of any mortgage, transfer, conveyance, assignment or assurance of all or any of the assets forming part of (or intended to form part of) the Secured Assets (whether to the Lender or to its nominee) and the giving of any notice, order or direction and the making of any filing or registration which, in any such case, the Lender may consider necessary or desirable.

17. Power of attorney

17.1. Appointment of attorneys

By way of security, the Borrower irrevocably appoints the Lender, every Receiver and every Delegate separately to be the attorney of the Borrower and, in its name, on its behalf and as its act and deed, to execute any documents and do any acts and things that:

17.1.1. the Borrower is required to execute and do under this deed; or

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

17.2. Ratification of acts of attorneys

The Borrower ratifies and confirms, and agrees to ratify and confirm, anything that any of its attorneys may do in the proper and lawful exercise, or purported exercise, of all or any of the rights, powers, authorities and discretions referred to in clause 17.1.

18. Release

Subject to clause 21.3, at the end of the Security Period, the Lender shall, at the request and cost of the Borrower, take whatever action is necessary to release the Secured Assets from the security constituted by this deed.

19. Assignment and transfer

19.1. Assignment by Lender

19.1.1. At any time, without the consent of the Borrower, the Lender may assign or transfer all or any of its rights and obligations under this deed.

19.1.2. The Lender may disclose to any actual or proposed assignee or transferee any information in its possession that relates to the Borrower, the Secured Assets and this deed that the Lender considers appropriate.

19.2. Assignment by Borrower

The Borrower may not assign any of its rights, or transfer any of its rights or obligations, under this deed.

20. Third party rights

20.1. Except as expressly provided elsewhere in this deed, a person who is not a party to this deed shall not have any rights under the Contracts (Rights of Third Parties) Act 1999 to enforce, or enjoy the benefit of, any term of this deed. This does not affect any right or remedy of a third party which exists, or is available, apart from that Act.

21. Further provisions

21.1. Independent security

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

21.2. Continuing security

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

21.3. Discharge conditional

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

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

21.3.2. the Lender may recover the value or amount of such security or payment from the Borrower subsequently as if the release, discharge or settlement had not occurred.

21.4. Certificates

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

21.5. Consolidation

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

22. Governing law and jurisdiction

22.1. Governing law

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

22.2. Jurisdiction

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

22.3. Other service

The Borrower irrevocably consents to any process in any legal action or proceedings under clause 22.2 being served on it in accordance with the provisions of this deed relating to service of notices. Nothing contained in this deed shall affect the right to serve process in any other manner permitted by law.

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

Executed as a deed by
SSDC OPIUM POWER
LIMITED

acting by a director, in the
presence of:

Director

Witness name:

ANNE KNIBBS

Witness address: CRUMPLERS BURE,

Witness occupation: LONGLANDS LANE
EAST COKER BAZZ 9HN

CASE
OFFICER-SSDC

Witness

Executed as a deed by
affixing the common seal of

SOUTH SOMERSET
DISTRICT COUNCIL

in the presence of:

Authorised signatory

LEGAL SPECIALIST - LEGAL

