



Registration of a Charge

Company Name: **ORBITAL MARINE POWER LIMITED**

Company Number: **SC235066**



Received for filing in Electronic Format on the: **10/04/2024**

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Details of Charge

Date of creation: **27/03/2024**

Charge code: **SC23 5066 0018**

Persons entitled: **MATTHEW J.R. MCGRATH**

Brief description:

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: **BRODIES LLP**



CERTIFICATE OF THE REGISTRATION OF A CHARGE

Company number: 235066

Charge code: SC23 5066 0018

The Registrar of Companies for Scotland hereby certifies that a charge dated 27th March 2024 and created by ORBITAL MARINE POWER LIMITED was delivered pursuant to Chapter A1 Part 25 of the Companies Act 2006 on 10th April 2024 .

Given at Companies House, Edinburgh on 11th April 2024

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

WARNING: Signing this document will make you legally bound by its terms. Brodies LLP is advising Orbital Marine Power Limited only, and any other parties mentioned below should therefore take their own independent legal advice before signing this Agreement and/or any document referred to herein or relating to the subject matter of this Agreement.

ORBITAL MARINE POWER LIMITED

as Chargor

in favour of

MATTHEW J.R. MCGRATH

as Lender

BOND AND FLOATING CHARGE

Redacted & Certified
Certified a true copy save for
the material redacted pursuant to
s859G of the Companies Act 2006



Brodies LLP
Solicitors

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Date: 08.04.2024
Ref: ORB5.60

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BOND AND FLOATING CHARGE

by

- (1) **ORBITAL MARINE POWER LIMITED**, a company incorporated under the Companies Acts with registered number SC235066 and having its registered office at Innovation Centre – Orkney Hatston Pier Road, Crowness Business Park, Kirkwall, Orkney KW15 1ZL (the “Chargor”)

in favour of

- (2) **MATTHEW J.R. MCGRATH**, residing at [REDACTED]
[REDACTED] (the “Lender”)

CONSIDERING THAT:

- (A) the Lender has agreed or will agree to make certain facilities available to the Chargor;
- (B) one of the conditions precedent to the availability of the facilities referred to in paragraph (A) above is that the Chargor grants to the Lender this bond and floating charge.

NOW IT IS HEREBY AGREED AND DECLARED as follows:

1 DEFINITIONS AND INTERPRETATION

1.1 In this Instrument:

“**Administrator**” means any administrator appointed pursuant to this Instrument;

“**Business Day**” means a day (other than a Saturday or Sunday) on which banks are open for general business in Edinburgh;

“**Event of Default**” means (i) any breach by the Chargor of any of the provisions of this Instrument or (ii) any failure by the Chargor to make payment of any of the Secured Liabilities when demanded or (iii) any corporate action, legal proceedings or other procedure or step is taken in relation to: (a) the suspension of payments, a moratorium of any indebtedness, winding-up, dissolution, administration or reorganisation (by way of voluntary arrangement, scheme of arrangement or otherwise) of the Chargor other than a solvent liquidation or reorganisation; (b) a composition, compromise, assignment, arrangement or restructuring plan by the Chargor with any creditor; (c) the appointment of a liquidator (other than in respect of a solvent liquidation of the Chargor), receiver, administrative receiver, administrator, compulsory manager or other similar officer in respect of the Chargor or any of its property, undertakings or assets; or (d) enforcement of any Security over any assets of the Chargor, or any analogous procedure or step is taken in any jurisdiction (iv) any other event designated as an event of default or any similar expression or which otherwise entitles the Lender to demand

payment from the Chargor in terms of any loan or other documentation in force from time to time;

"Encumbrance" means a mortgage, standard security, charge, pledge, assignation, lien or other security interest securing any obligation of any person or any other agreement or arrangement having a similar effect;

"Existing Shares" means all shares in the capital of Orbital Projects (Holdings) Limited held by the Chargor at the date of this Instrument;

"Further Shares" means any shares (or other securities derived from any shares) in the capital of Orbital Projects (Holdings) Limited (other than the Existing Shares) in which the Chargor has any interest from time to time;

"Insurances" means the Chargor's interest in all contracts and policies of insurance which are from time to time taken out or effected by or on behalf of the Chargor in connection with the Secured Assets;

"Intercreditor Agreement" means the intercreditor agreement dated on or around the date of delivery of this Instrument between Scottish Investments Limited, Technip Holding Benelux B.V., Scottish Enterprise, the Lender, Highland and Islands Enterprise, the Chargor and Orbital Projects (Holdings) Limited;

"Permitted Security" means:

- (a) any lien arising by operation of law;
- (b) any Encumbrance arising under any retention of title, hire purchase or conditional sale arrangement or arrangements having similar effect in respect of goods supplied to the Chargor;
- (c) any contractual payment set-off rights arising in the ordinary course of trading;
- (d) any Encumbrance or retention rights (including, for the avoidance of doubt, any netting or set-off right) in favour of any account holding bank and granted as part of that financial institution's standard terms and conditions;
- (e) any Encumbrance over documents of title and goods as part of a documentary credit transaction entered into in the ordinary course of business;
- (f) any cash cover relating to any letter of credit, bank guarantee, performance bond or similar guarantee;
- (g) any Encumbrance entered into in the ordinary course of business in favour of a landlord securing the obligations of the Chargor in relation to a land lease or rental agreement;

- (h) any Encumbrance granted to Technip Holding Benelux B.V. on equivalent terms to this Instrument in security over the Chargor's obligations to Technip Holding Benelux B.V.;
- (i) any Encumbrance granted to Scottish Enterprise on equivalent terms to this Instrument in security over the Chargor's obligations to Scottish Enterprise;
- (j) the share pledge granted by the Chargor in favour of Scottish Investments Limited delivered on 30 June 2022;
- (k) the floating charge granted by the Chargor in favour of Scottish Investments Limited delivered on or about the date of delivery of this Instrument and in the form agreed by the Lender prior to delivery of this Instrument;
- (l) any Encumbrance granted by the Chargor in favour of Scottish Investments Limited pursuant to the terms of the Intercreditor Agreement;
- (m) the floating charge granted by the Chargor in favour of Highlands and Islands Enterprise delivered on or about the date of delivery of this Instrument and in the form agreed by the Lender prior to delivery of this Instrument;

"Ranking Agreement" means the ranking agreement dated on or around the date of delivery of this Instrument between Technip Holding Benelux B.V., Scottish Enterprise, the Lender, Highland and Islands Enterprise and the Chargor;

"Receiver" means any receiver or administrative receiver appointed in respect of the Secured Assets (whether pursuant to this Instrument, pursuant to any statute, by a court or otherwise) and includes joint receivers;

"Related Rights" means all rights derived from the Existing Shares and Further Shares including rights to dividends and other distributions paid or payable on all or any of the Existing Shares and Further Shares and all rights to stocks, shares or other securities (and dividends, interest and other distributions thereon) or other rights accruing or offered at any time by way of redemption, bonus, pre-emption or otherwise to or in respect of all or any of the Existing Shares and Further Shares or in substitution or exchange for all or any of the Existing Shares and Further Shares;

"Secured Assets" means the whole of the property (including uncalled capital) which is or may be from time to time while this Instrument is in force comprised in the property and undertaking of the Chargor with the exception of all Existing Shares, Further Shares and Related Rights;

"Secured Liabilities" means all present and future obligations and liabilities of the Chargor to the Lender, whether actual, contingent, sole, joint and/or several or otherwise, including, without prejudice to the foregoing generality, all obligations to indemnify the Lender; and

1.2 Construction

- 1.2.1 References in this Instrument to a "fixed security" shall be construed as a reference to a fixed security as defined by Section 70 of the Insolvency Act 1986 as in force at the date of this Instrument
- 1.2.2 Unless a contrary indication appears, any reference in this Instrument to:
- (a) the "**Chargor**" and the "**Lender**" shall be construed so as to include their respective successors in title, permitted assignees and permitted transferees and each is a "**Party**" to this Instrument; and
 - (b) a "**person**" includes any individual, firm, company, corporation, government, state or agency of a state or any association, trust, joint venture, consortium or partnership (whether or not having separate legal personality).
 - (c) Unless any provision of this Instrument or the context otherwise requires, any reference in this Instrument to a provision of law is a reference to that provision as amended or re-enacted.
 - (d) In this Instrument the singular includes the plural and vice versa. Clause headings are for ease of reference only and a reference to a Clause is to be construed as a reference to a clause of this Instrument.
 - (e) Any appointment of a Receiver under Clause **Error! Reference source not found.** (Enforcement) may be made by any successor or permitted assignee or transferee of the Lender and the Chargor hereby irrevocably appoints each such successor or assignee or transferee to be its attorney in the terms and for the purposes stated in Clause **Error! Reference source not found.** (Mandate and Attorney).
- 1.2.3 Reference to any document includes (without prejudice to any prohibition on amendments) all amendments however fundamental to that document, including any amendment providing for any increase in the amount of a facility or any additional facility.
- 1.2.4 A reference to any asset, unless the context otherwise requires, includes any present and future asset.
- 1.2.5 If the Lender considers that an amount paid to it or a Receiver is capable of being avoided or otherwise set aside on the liquidation or administration of the payer or otherwise, then that amount will not be considered to have been irrevocably paid for the purposes of this Instrument.

1.2.6 Unless the context otherwise requires, a reference to a Secured Asset includes the proceeds of sale of that Secured Asset.

1.2.7 This Instrument is subject to the terms of the Ranking Agreement and the Intercreditor Agreement. If there is any conflict or inconsistency between any provision of this Instrument and any provision of the Intercreditor Agreement or the Ranking Agreement, the provisions of the Intercreditor Agreement or the Ranking Agreement (as applicable) shall prevail.

1.2.8 If there is any conflict or inconsistency between any provision of the Ranking Agreement and any provision of the Intercreditor Agreement, the provisions of the Intercreditor Agreement shall prevail.

1.2.9 An Event of Default is "continuing" if it has not been remedied or waived.

1.3 **Third party rights**

1.3.1 This Instrument does not confer on any person who is not a Party (other than any Administrator, Receiver or attorney appointed in terms of this Instrument) any right to enforce or otherwise invoke this Instrument or any part of it under the Contract (Third Party Rights) (Scotland) Act 2017.

1.3.2 The consent of any person who is not a Party is not required to rescind or vary this Instrument at any time.

2 **BOND**

2.1 The Chargor undertakes to the Lender that it will pay or discharge to the Lender all the Secured Liabilities on demand in writing when the Secured Liabilities become due for payment or discharge (whether by acceleration or otherwise).

2.2 Paragraph 14 of Schedule B1 to the Insolvency Act (incorporated by Schedule 16 to the Enterprise Act 2002) shall apply to this Instrument which is accordingly a qualifying floating charge. Notwithstanding any other provision of this Instrument, the Chargor and the Lender agree and acknowledge that an Administrator may only be appointed if the Chargor is a "company" within the meaning of paragraph 111 of Schedule B1 to the Insolvency Act and that a Receiver may only be appointed if the Chargor falls within the terms of section 51 of the Insolvency Act but the Charge falls outside the terms of section 72A of the Insolvency Act.

3 **FLOATING CHARGE**

The Chargor as security for the payment and discharge of all the Secured Liabilities hereby grants in favour of the Lender a floating charge over the Secured Assets.

4 **NEGATIVE PLEDGE AND RANKING OF FLOATING CHARGE**

- 4.1 The Chargor agrees that it shall be prohibited from granting or creating subsequent to the date of execution of this Instrument any fixed security or any other floating charge over the Secured Assets or any part or parts of them, other than in respect of Permitted Security or in favour of the Lender or in favour of another person and with the prior written consent of the Lender or as otherwise permitted under the Ranking Agreement or Intercreditor Agreement.
- 4.2 Any fixed security granted by the Chargor in favour of the Lender (whether before or after the date of execution of this Instrument) shall rank in priority to the floating charge created by this Instrument, subject to the terms of the Ranking Agreement and/or Intercreditor Agreement.
- 4.3 In the event that the Chargor grants or creates any fixed security or floating charge in breach of the prohibition in Clause 4.1 or with the consent of the Lender under Clause 4.1 but with no written agreement of the Lender as to the ranking of them, this Instrument shall rank in priority to that fixed security or floating charge.

5 **UNDERTAKINGS**

- 5.1 The Chargor hereby undertakes to the Lender that it shall carry on and conduct its business and affairs in a proper and efficient manner and, unless otherwise specifically permitted in writing by the Lender, it shall:
- 5.1.1 not, without the prior written consent of the Lender, become cautioner, guarantor or surety for any person, firm or company other than in the ordinary course of business;
 - 5.1.2 insure and keep insured such of the Secured Assets as comprise heritable and real, moveable and personal property and effects of every description with underwriters, insurance companies or other insurers against loss or damage by fire and such other contingencies and risks as may be required by the Lender in their full reinstatement value or for such insured value as the Lender may agree from time to time in writing for the time being in the name of the Chargor with the interest of the Lender endorsed on the policy or policies or noted as the Lender may require;
 - 5.1.3 duly pay all premiums and sums payable for the purposes of any Insurances and produce the receipts therefor or other evidence of payment to the Lender within fourteen days of being requested by the Lender so to do, and not do anything or omit to do anything in or upon or relating to the Secured Assets or any part thereof which may render any Insurances void or voidable;
 - 5.1.4 not, without the prior written consent of the Lender, sell, transfer, lease, hire out, lend, discount, factor, charge or otherwise dispose of, deal in or remove all or any of the Secured Assets (other than in the ordinary course of the Chargor's business);

- 5.1.5 notify the Lender of any freehold or leasehold property of the Chargor the title to which is registered at H.M. Land Registry (England and Wales) and of any application which may be made to record or register at H.M. Land Registry or any other land registry (other than the Register of Sasines and the Land Register of Scotland) the title to any freehold or leasehold or other property owned by it and to produce to the Lender the relevant official copy of the title;
- 5.1.6 notify the Lender of any trade marks of the Chargor registered or applied to be registered in the register maintained under Section 63 of the Trade Marks Act 1994 at any time prior to or after the date of this Instrument in the United Kingdom and deliver to the Lender along with such notification Form TM 24 (or such other form as may be prescribed by the Registrar of Trade Marks for the registration of the prescribed particulars of the grant of a security interest (whether fixed or floating) under Section 25 of the Trade Marks Act 1994), duly completed and ready to be signed and despatched by the Lender to the Comptroller General of Patents Designs and Trade Marks; and
- 5.1.7 maintain its centre of main interests (COMI) (as that term is used in Regulation (EU) 2015/848 of 20 May 2015 on insolvency proceedings (recast), as that regulation has effect in the UK following its import into UK law by the European Union Withdrawal Act 2018 and as amended by the Insolvency (Amendment) (EU Exit) Regulations 2019 (SI 2019/146)) in the United Kingdom.
- 5.2 Except as the Lender may from time to time otherwise agree in writing the Chargor shall promptly get in and realise in the ordinary course of its trade or business all its book debts (but this shall not permit the selling, assigning, factoring or discounting of all or any of such book debts) apart from balances standing to the credit of any account with any bank or financial institution.
- 5.3 The Chargor will notify the Lender promptly in the event of any creditor exercising diligence against it or any of the Secured Assets wherever situated or taking any steps which might be expected to lead thereto.
- 5.4 The Chargor will notify the Lender promptly of the acquisition by it of any heritable, freehold or leasehold property.
- 5.5 The Chargor will, if the Lender so requires, deposit with the Lender all certificates, deeds and other documents of title or evidence of ownership in relation to all or any of the Secured Assets.

6 SET-OFF

Without prejudice to any of its other rights, remedies or powers, the Lender shall be entitled to hold all sums which are now or which may at any time hereafter be at the credit of any account or accounts in the name of the Chargor with the Lender as security for the Secured Liabilities and to apply without notice to the Chargor any such sums in and towards discharge

of the Secured Liabilities. The Lender shall not be obliged to exercise its rights under this Clause 6, which shall be without prejudice and in addition to any right of set-off, compensation, combination of accounts, lien or other right to which it is at any time otherwise entitled (whether by operation of law, contract or otherwise).

7 ENFORCEMENT

7.1 In addition to any statutory provisions concerning enforceability or attachment the floating charge created by this Instrument shall become enforceable upon and the Lender's powers of appointment and other rights and powers shall become exercisable at any time after:

- 7.1.1 the occurrence of an Event of Default; or
- 7.1.2 the receipt of any request from the board of directors of the Chargor; or
- 7.1.3 the taking (or purported taking) by any person of any step towards the winding up or dissolution of the Chargor or towards the appointment of any administrator, trustee, administrative receiver, receiver, liquidator or the like to the Chargor or the whole or any part of its property

and the Lender may then (or as soon thereafter as permitted by law) by instrument in writing appoint any person or persons (if more than one with power to act both jointly and separately) to be an administrator of the Chargor or (subject, if applicable, to Section 72A of the Insolvency Act 1986) a receiver of the Secured Assets. In addition, and without prejudice to the foregoing provisions of this Clause 7.1, in the event that any person appointed to be a Receiver shall be removed by a court or shall otherwise cease to act as such, then the Lender shall be entitled so to appoint another person as Receiver in his place.

7.2 An Administrator shall have and be entitled to exercise, in addition to and without limiting all the powers of an administrator under the Insolvency Act 1986, all the powers of a receiver under Schedule 2 of the Insolvency Act 1986 and a Receiver shall have and be entitled to exercise, in addition to and without limiting all the powers of a receiver under Schedule 2 of the Insolvency Act 1986, all the powers of an administrative receiver set out in Schedule 1 of the Insolvency Act 1986 together with (in either case) the power to exercise any powers or rights incidental to ownership of the Secured Assets, including (as regards shares and other securities) any voting rights or rights of enforcing the same together with power to:

- 7.2.1 implement and exercise all or any of the Chargor's powers and/or rights and/or obligations under any contract or other agreement forming a part of the Secured Assets;
- 7.2.2 make any arrangement or compromise which he shall think expedient of or in respect of any claim by or against the Chargor;
- 7.2.3 promote or procure the formation of any new company or corporation;

- 7.2.4 subscribe for or acquire for cash or otherwise any share capital of such new company or corporation in the name of the Chargor and on its behalf and/or in the name(s) of a nominee(s) or trustee(s) for it;
- 7.2.5 sell, assign, transfer, exchange, hire out, grant leases of or otherwise dispose of or realise the Secured Assets or any part thereof to any such new company or corporation and accept as consideration or part of the consideration therefor in the name of the Chargor and on its behalf and/or in the name(s) of any nominee(s) or trustee(s) for it, any shares or further shares in any such company or corporation or allow the payment of the whole or any part of such consideration to remain deferred or outstanding by way of loan or debt or credit;
- 7.2.6 sell, assign, transfer, exchange, hire out, grant leases of or otherwise dispose of or realise on behalf of the Chargor any such shares or deferred consideration or part thereof or any rights or benefits attaching thereto;
- 7.2.7 convene an extraordinary general meeting of the Chargor;
- 7.2.8 acquire any property on behalf of the Chargor;
- 7.2.9 do all such other acts and things as he may consider necessary or desirable for protecting or realising the Secured Assets, or any part thereof, or incidental or conducive to any of the matters, powers or authorities conferred on a Receiver under or by virtue of or pursuant to this Instrument and exercise in relation to the Secured Assets, or any part thereof, all such powers and authorities and do all such things as he would be capable of exercising or doing if he were the absolute beneficial owner of the same and use the name of the Chargor for all and any of the purposes aforesaid;

subject always to the rights of the Lender as holder of the floating charge created by this Instrument.

- 7.3 To the extent that any of the Secured Assets constitutes **“financial collateral”** and this Instrument and the obligations of the Chargor hereunder constitute a **“security financial collateral arrangement”** (in each case as defined in, and for the purposes of, the Financial Collateral Arrangements (No. 2) Regulations 2003 (SI 2003 No. 3226) (the **“Regulations”**)) the Lender shall have the right to appropriate all or any part of such financial collateral in or towards discharge of the Secured Liabilities and may exercise such right to appropriate upon giving written notice to the Chargor. For this purpose, the parties agree that the value of such financial collateral so appropriated shall be (a) in the case of cash, the amount standing to the credit of each of the relevant accounts, together with any accrued but unposted interest, at the time the right of appropriation is exercised; and (b) in the case of any shares, stocks, debentures, bonds or other securities or investments, the market price of such shares, stocks, debentures, bonds or other securities or investments determined by the Lender by reference to a public index or by such other process as the Lender may select, including independent valuation. In each case, the parties agree that the method of valuation provided for in this

Instrument shall constitute a commercially reasonable method of valuation for the purposes of the Regulations.

8 OFFICE OF RECEIVER

8.1 Any Receiver appointed under Clause 7 (Enforcement) shall be the agent of the Chargor for all purposes and (subject to the provisions of the Insolvency Act 1986) the Chargor alone shall be responsible for his contracts, engagements, acts, omissions, defaults and losses and for liabilities incurred by him and for his remuneration and his costs, charges and expenses and the Lender shall not incur any liability for those (either to the Chargor or any other person) by reason of the Lender making his appointment as such Receiver or for any other reason whatsoever.

8.2 Any Receiver appointed under Clause 7 (Enforcement) shall be entitled to remuneration for his services and the services of his firm appropriate to the responsibilities involved. Subject to Section 58 of the Insolvency Act 1986, the remuneration of the Receiver may be fixed by the Lender (and may be or include a commission calculated by reference to the gross amount of all money received or otherwise and may include remuneration in connection with claims, actions or proceedings made or brought against the Receiver by the Chargor or any other person or the performance or discharge of any obligation imposed upon him by statute or otherwise) but such remuneration shall be payable by the Chargor alone and the amount of such remuneration shall form part of the Secured Liabilities and accordingly be secured on the Secured Assets under the floating charge constituted by this Instrument.

9 APPLICATION OF ENFORCEMENT PROCEEDS

9.1 All monies received by the Lender or any Receiver under or by virtue of this Instrument following enforcement of the security hereby granted or of any security interest constituted pursuant hereto shall be applied, subject to the terms of the Ranking Agreement and to the claims of any creditors ranking in priority to or *pari passu* with the claims of the Lender under this Instrument, in the following order:

9.1.1 first, in or towards payment of all costs, charges and expenses of or incidental to the appointment of the Receiver and the exercise of all or any of his powers, including his remuneration and all outgoings paid by and liabilities incurred by him as a result of such exercise;

9.1.2 secondly, in or towards satisfaction of the Secured Liabilities in such order as the Lender shall in its absolute discretion decide; and

9.1.3 thirdly, any surplus shall be paid to the Chargor or any other person entitled thereto.

9.2 Nothing contained in this Instrument shall limit the right of the Receiver or the Lender (and the Chargor acknowledges that the Receiver and the Lender are so entitled) if and for so long as the Receiver or the Lender, in their discretion, shall consider it appropriate, to place all or any monies arising from the enforcement of the security interest hereby granted or any

security created pursuant to this Instrument into a suspense account, without any obligation to apply the same or any part thereof in or towards the discharge of any of the Secured Liabilities.

10 PROTECTION OF SECURITY

10.1 The security created by and any security interest constituted pursuant to this Instrument shall be a continuing security notwithstanding any settlement of account or other matter or thing whatsoever and in particular (but without prejudice to the generality of the foregoing) shall not be considered satisfied by an intermediate repayment or satisfaction of part only of the Secured Liabilities and shall continue in full force and effect until total and irrevocable satisfaction of all the Secured Liabilities.

10.2 The security created by and any security interest constituted pursuant to this Instrument shall be in addition to and shall not in any way prejudice or be prejudiced by any collateral or other security, right or remedy which the Lender may now or at any time hereafter hold for all or any part of the Secured Liabilities.

10.3 No failure on the part of the Lender to exercise and no delay on its part in exercising any right, remedy, power or privilege under or pursuant to this Instrument or any other document relating to or securing all or any part of the Secured Liabilities will operate as a waiver thereof, nor will any single or partial exercise of any right or remedy preclude any other or further exercise thereof or the exercise of any other right or remedy. The rights and remedies provided in this Instrument and any such other document are cumulative and not exclusive of any right or remedies provided by law.

10.4 Each of the provisions in this Instrument shall be severable and distinct from one another and if at any time any one or more of such provisions is or becomes or is declared null and void, invalid, illegal or unenforceable in any respect under any law or otherwise howsoever, the validity, legality and enforceability of the remaining provisions of this Instrument shall not in any way be affected or impaired by that occurrence.

10.5 If the Lender receives or is deemed to be affected by notice, whether actual or constructive, of any subsequent security or other interest affecting any part of the Secured Assets and/or the proceeds of sale(s) thereof, the Lender may open a new account or accounts with the Chargor. If the Lender does not open a new account or accounts, it shall nevertheless be treated as if it had done so at the time when it receives or was deemed to have received notice and as from that time, all payments made to the Lender shall be credited or be treated as having been credited to the new account or accounts and shall not operate to reduce the amount for which this Instrument is security.

10.6 Neither the security created by, nor any security interest constituted pursuant to, this Instrument nor the rights, powers, discretions and remedies conferred upon the Lender by this Instrument or by law shall be discharged, impaired or otherwise affected by reason of:

- 10.6.1 any present or future security, guarantee, indemnity or other right or remedy held by or available to the Lender being or becoming wholly or in part void, voidable or unenforceable on any ground whatsoever or by the Lender from time to time exchanging, varying, realising, releasing or failing to perfect or enforce any of the same; or
 - 10.6.2 the Lender compounding with, discharging or releasing or varying the liability of, or granting any time, indulgence or concession to, the Chargor or any other person or renewing, determining, varying or increasing any accommodation or transaction in any manner whatsoever or concurring in accepting or varying any compromise, arrangement or settlement or omitting to claim or enforce payment from the Chargor or any other person; or
 - 10.6.3 any act or omission which would not have discharged or affected the liability of the Chargor had it been a principal debtor instead of cautioner or by anything done or omitted which but for this provision might operate to exonerate the Chargor from the Secured Liabilities; or
 - 10.6.4 any legal limitation, disability, incapacity or other similar circumstance relating to the Chargor.
- 10.7 The Lender shall not be obliged, before exercising any of the rights, powers or remedies conferred upon it by or pursuant to this Instrument or by law, to:
- 10.7.1 take any action or obtain judgement or decree in any court against the Chargor; or
 - 10.7.2 make or file any claim to rank in a winding-up or liquidation of the Chargor; or
 - 10.7.3 enforce or seek to enforce any other security taken, or exercise any right or plea available to the Lender, in respect of any of the Chargor's obligations to the Lender.

11 FURTHER ASSURANCE

The Chargor shall execute and do all such assurances, acts and things as the Lender may require for perfecting or protecting the security created by or pursuant to this Instrument over the Secured Assets or for facilitating the realisation of such assets and the exercise of all powers, authorities and discretions conferred on the Lender or on any Receiver by this Instrument and shall in particular (but without limitation) promptly after being requested to do so by the Lender or any Receiver, execute all assignments and transfers (in favour of the Lender or any Receiver or to such nominee as either shall direct) of the Secured Assets which come into existence after the date of this Instrument and give all notices orders and directions which the Lender or any Receiver may think expedient for the purposes specified in this Clause 11.

12 MANDATE AND ATTORNEY

- 12.1 Subject to Clause 12.3, the Chargor hereby irrevocably appoints the Lender and any Receiver to be its mandatary and attorney for it and on its behalf and in its name or otherwise and as such to create or constitute any deed, or to make any alteration or addition or deletion in or to, any documents which the Lender or the Receiver may require for perfecting or protecting the title of the Lender or the Receiver to the Secured Assets or for vesting any of the Secured Assets in the Lender or the Receiver or its nominees or any purchaser and to re-deliver the same thereafter and otherwise generally to sign, seal and deliver and perfect any fixed security, floating charge, transfer, disposition, assignment, security and/or assurance or any writing, assurance, document or act which may be required or may be deemed proper by the Lender or the Receiver on or in connection with any sale, lease, disposition, realisation, getting in or other enforcement by the Lender or the Receiver of all or any of the Secured Assets.
- 12.2 The Chargor hereby ratifies and confirms and agrees to ratify and confirm whatever any such mandatary or attorney shall do in the exercise or purported exercise of all or any of the powers, authorities and discretions referred to in this Clause 12.
- 12.3 The rights under this Clause 12 shall only be exercisable after the occurrence of an Event of Default and for so long as such Event of Default is continuing.

13 EXPENSES

- 13.1 The Chargor binds and obliges itself for the whole expenses of completing and enforcing the security granted by this Instrument and the expenses of any discharge thereof.
- 13.2 All costs, charges and expenses incurred and all payments made by the Lender or any Receiver under this Instrument in the lawful exercise of the powers conferred by this Instrument, whether or not occasioned by any act, neglect or default of the Chargor, shall be payable by the Chargor on demand and shall be a Secured Liability. All such costs, charges, expenses and payments shall be paid and secured as between the Lender or any Receiver and the Chargor on the basis of a full and unqualified indemnity.

14 INDEMNITY

The Lender, every Receiver and every attorney, manager, agent or other person appointed by the Lender or any such Receiver in connection with this Instrument shall be entitled to be indemnified out of the Secured Assets in respect of all liabilities and expenses incurred by it or him in the execution or purported execution of any of the powers, authorities or discretions vested in it or him pursuant to this Instrument and against all actions, proceedings, costs, claims and demands in respect of any matter or thing done or omitted in any way relating to the Secured Assets and the Lender and any Receiver may retain and pay all sums in respect of the same out of any monies received under the powers conferred by this Instrument.

15 **AVOIDANCE OF PAYMENTS**

Any amount which has been paid by the Chargor to a Receiver or the Lender and which is, in the opinion of the Lender, capable of being reduced or restored or otherwise avoided, in whole or in part, in the liquidation or administration of the Chargor shall not be regarded as having been irrevocably paid for the purposes of this Instrument.

16 **NOTICES**

16.1 **Communications in writing**

Any communication to be made under or in connection with this Instrument shall be made in writing and, unless otherwise stated, may be made by fax or letter.


16.2 **Addresses**

The address, fax number and electronic mail address (and the department or officer, if any, for whose attention the communication is to be made) of the Chargor and the Lender for any communication or document to be made or delivered under or in connection with this Instrument:

16.2.1 in the case of the Chargor:

Address:	Innovation Centre – Orkney, Hatston Pier Road, Kirkwall, Orkney, Scotland, UK, KW15 1ZL
Attention:	FAO CEO/CFO
Facsimile:	n/a
Email:	Office@orbitalmarine.com

16.2.2 in the case of the Lender:

Address:	
Facsimile:	n/a
Email address	m.mcgrath@orbitalmarine.com

or any substitute address or fax number or department or officer as the Chargor may

notify to the Lender (or the Lender may notify to the Chargor if a change is made by the Lender) by not less than 5 Business Days' notice.

16.3 Delivery

16.3.1 Any communication or document made or delivered by one person to another under or in connection with this Instrument will only be effective:

- (a) if by way of fax, when received in legible form; or
- (b) if by way of letter, when it has been left at the relevant address or 5 Business Days after being deposited in the post postage prepaid in an envelope addressed to it at that address;

and, if a particular department or officer is specified as part of its address details provided under Clause 16.2 (Addresses), if addressed to that department or officer.

16.3.2 Any communication or document to be made or delivered to the Lender will be effective only when actually received by the Lender and then only if it is expressly marked for the attention of the department or officer specified as part of its address details provided under Clause 16.2 (Addresses) (or any substitute department or officer as the Lender shall specify for this purpose).

16.4 Electronic communication

16.4.1 Any communication to be made between any two Parties under or in connection with this Agreement may be made by electronic mail or other electronic means to the extent that those two Parties agree that, unless and until notified to the contrary, this is to be an accepted form of communication and if those two Parties:

- (a) notify each other in writing of their electronic mail address and/or any other information required to enable the sending and receipt of information by that means; and
- (b) notify each other of any change to their address or any other such information supplied by them by not less than 5 Business Days' notice.

16.4.2 Any electronic communication made between those two Parties will be effective only when actually received in readable form and in the case of any electronic communication made by a Party to the Bank only if it is addressed in such a manner as the Bank shall specify for this purpose.

16.4.3 Any electronic communication which becomes effective, in accordance with Clause 15.4.2 after 5.00 pm in the place of receipt shall be deemed only to become effective on the following day.

16.5 **English language**

Any notice given under or in connection with this Instrument must be in English.

17 **GOVERNING LAW AND JURISDICTION**

This Instrument shall be governed by, and construed in all respects in accordance with, the law of Scotland and, for the benefit of the Lender, the Chargor irrevocably submits to the non-exclusive jurisdiction of the Scottish courts but without prejudice to the ability of the Lender to proceed against the Chargor in any other appropriate jurisdiction.

18 **CONSENT TO REGISTRATION**

A certificate signed by the Lender shall, in the absence of manifest error, conclusively determine the Secured Liabilities at any relevant time and shall constitute a balance and charge against the Chargor, and no suspension of a charge or of a threatened charge for payment of the balance so constituted shall pass nor any sist of execution thereon be granted except on consignment. The Chargor hereby consents to the registration of this Instrument and of any such certificate for preservation:

IN WITNESS WHEREOF these presents consisting of this and the preceding 16 pages are executed as follows and DELIVERED on 27 March 2024:

THE CHARGOR

SUBSCRIBED for and on behalf of the said ORBITAL MARINE POWER LIMITED

at Edinburgh
on 22 March 2024
by

Andrew Scott

Print Full name

Director

before this witness:

Thomas Horton

Print Full Name

Witness

Address: c/o Bredies LLP
58 Morrison Street, Edinburgh
EH3 8BP