



Registration of a Charge

Company name: **PRECISION ELECTRIC CONTRACTORS & ENGINEERS LTD.**
Company number: **07222701**



X88H3YMZ

Received for Electronic Filing: **27/06/2019**

Details of Charge

Date of creation: **27/06/2019**

Charge code: **0722 2701 0001**

Persons entitled: **AIB GROUP (UK) PLC**

Brief description:

Contains fixed charge(s).

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

Contains negative pledge.

Authentication of Form

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

Authentication of Instrument

Certification statement: **I CERTIFY THAT THE ELECTRONIC COPY INSTRUMENT
DELIVERED AS PART OF THIS APPLICATION FOR REGISTRATION
IS A CORRECT COPY OF THE ORIGINAL INSTRUMENT.**

Certified by: **SARAH BIGGS**



CERTIFICATE OF THE REGISTRATION OF A CHARGE

Company number: 7222701

Charge code: 0722 2701 0001

The Registrar of Companies for England and Wales hereby certifies that a charge dated 27th June 2019 and created by PRECISION ELECTRIC CONTRACTORS & ENGINEERS LTD. was delivered pursuant to Chapter A1 Part 25 of the Companies Act 2006 on 27th June 2019 .

Given at Companies House, Cardiff on 28th June 2019

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 27th June 2019

Precision Electric Contractors & Engineers Ltd.

and

AIB Group (UK) p.l.c.

Mortgage Debenture

Note to HM Land Registry

**Clause 32(2) contains an application
to register a restriction against dealings**

Form of Charge filed at HM Land Registry under reference MD 501D

THIS MORTGAGE DEBENTURE is made the day of

27th June 2019

BETWEEN

1. Precision Electric Contractors & Engineers Ltd.

a company incorporated in England and Wales and whose company number is 07222701
("the Company") and

2. AIB Group (UK) p.l.c. whose registered office is at 92 Ann Street, Belfast, BT1 3HH ("the Bank")

WITNESSES as follows

Definitions and interpretation

1. In this Mortgage Debenture, except to the extent that the context requires otherwise:

- (1) "Agreed Rate of Interest" means the most recent rate of interest from time to time agreed between the Bank and the Company.
"Associated Company" means a company which would be a Subsidiary within the meaning of Section 736 of the 1985 Act if the relevant holding if equity share capital was more than ten per cent (rather than half) in nominal value;
"Business Day" means a day (other than a Saturday or Sunday) on which banks generally are open for business in the City of London;
"Debts" means all present and future book and other debts and monetary claims due or owing to the Company"
"Holding Company" and "Subsidiary" are respectively as defined in Section 736 of the 1985 Act;
"Planning Acts" means the planning acts as defined by Section 336 of the Town and Country Planning Act 1990;
"Receiver" has the meaning attributed thereto in Clause 16(1) hereof;
"Secured Obligations" means the monies due, owing or incurred by and other liabilities of the Company to the Bank the payment and discharge of which are the subject of covenants, undertakings and agreements contained in this Mortgage Debenture PROVIDED THAT no obligation or liability shall be included in the definition of "Secured Obligations" to the extent that, if it were so included, this Mortgage Debenture (or any part thereof) would constitute unlawful financial assistance within the meaning of Sections 151 and 152 of the 1985 Act and in respect of which the appropriate procedures in accordance with Sections 155-158 of the 1985 Act have not been complied with;
"Specified Rate of Interest" means a rate calculated on a daily basis 5% per annum, above the Bank's Base Rate from time to time;
"1925 Act" means the Law of Property Act 1925;
"1985 Act" means the Companies Act 1985 as supplemented and amended by the Companies Act 1989; and
"1986 Act" means the Insolvency Act 1986
"2002 Act" means Enterprise Act 2002

(2) In this Mortgage Debenture (unless otherwise provided):

- (a) references to Clauses and Schedules are to be construed as references to the Clauses of, and Schedules to, this Mortgage Debenture;
- (b) references to this Mortgage Debenture (or to any specified provisions of this Mortgage Debenture) or any other document shall be construed as references to this Mortgage Debenture, that provision or that document as amended, varied, novated or supplemented from time to time;
- (c) headings are for ease of reference only;
- (d) words importing the singular shall include the plural and vice versa;

- (e) references to a person shall be construed so as to include that person's assigns, transferees or successors in title and shall be construed as including references to an individual, firm, partnership, joint venture, company, corporation, unincorporated body of persons or any state or any agency thereof; and
- (f) references to any statute or statutory provision include any statute or statutory provision which amends, extends, consolidates or replaces the same and shall include any orders, regulations, instruments or other subordinate legislation made under the relevant statute.

Covenants to pay

2. (1) The Company hereby covenants with the Bank that it will on demand by the Bank pay to the Bank:
 - (a) all sums of money which have been or are now or may hereafter from time to time be advanced to the Company by the Bank;
 - (b) all other indebtedness and/or liabilities whatsoever of the Company to the Bank present, future, actual and/or contingent and whether incurred solely, severally, jointly and as principal or surety;
 - (c) (on a full indemnity basis) all costs, charges, expenses and other sums expended, paid, incurred or debited to any account (including any advances to be made) in relation to the realisation, enforcement, protection or perfection of rights under this Mortgage Debenture and the security constituted hereby or the recovery of any of the indebtedness or other liabilities of the Company by the Bank, or by any Receiver or by any delegate or sub-delegate appointed by the Bank pursuant to this Mortgage Debenture including (but without prejudice to the generality of the foregoing) remuneration payable to any Receiver, delegate or sub-delegate as aforesaid PROVIDED THAT, in relation to such costs, charges, losses, expenses, remuneration and other sums as are mentioned in this Clause 2(1)(c), interest shall accrue and be payable as from the date on which the same are paid by the Bank, or by any such Receiver, delegate or sub-delegate as therein mentioned or become due to such Receiver, delegate or sub-delegate under the terms of his appointment without the necessity for any demand being made for payment thereof and PROVIDED FURTHER THAT such costs, charges, and expenses shall for the avoidance of doubt include all amounts which the Bank may require from time to time to compensate it for its internal management and administrative costs and expenses incurred in connection with the enforcement of this Mortgage Debenture and the recovery of the liabilities secured by it. A certificate signed by an officer of the Bank as to the amount of such costs and expenses for the time being due or incurred to the Bank from or by the Company shall for all purposes (in the absence of manifest error) be conclusive evidence against and binding upon the Company; and
 - (d) interest and charges upon or relating to all such advances, indebtedness, liabilities, costs, expenses and other moneys until demand at the Agreed Rate of Interest or in default of any Agreed Rate of Interest at the Specified Rate of Interest and from and a after demand until full discharge (as well after as before judgement) at the Specified Rate of Interest of the Agreed Rate of Interest (whichever is the higher) and such interest shall be compounded monthly in the event of it not being punctually paid but without prejudice to the right of the Bank to require payment of such interest.
- (2) A certificate signed by an officer of the Bank as to the money and liabilities for the time being due or incurred to the Bank from or by the Company shall for all purposes (in the absence of manifest error) be conclusive evidence against and binding on the Company.

Security

3. The Company (to the intent that the security hereby created shall rank as a continuing security in favour of the Bank) hereby charges with full title guarantee to the Bank for the payment and discharge of the Secured Obligations:
- (1) by way of legal mortgage all estates or interests in any freehold and/or leasehold property referred to in the Schedule hereto and all buildings, fixtures (including trade fixtures) and fixed plant and machinery owned by or charged to the Company and from time to time on or in such freehold and/or leasehold property (together "the Legally Mortgaged Property") and/or the proceeds of sale of the Legally Mortgaged Property;
 - (2) by way of fixed equitable charge all estates or interests in any freehold and leasehold property (except the Legally Mortgaged Property) now and at any time during the continuance of this security belonging to or charged to the Company and all licences now or hereafter held by the Company to enter upon or use land and the benefit of all other agreements relating to land to which the Company is or may become a party or otherwise entitled and all buildings, fixtures (including trade fixtures) and fixed plant and machinery owned by the Company and from time to time on or in any freehold or leasehold property an interest in which is charged hereunder (together "the Equitably Charged Property") and/or the proceeds of sale of the Equitably Charged Property;
 - (3) by way of fixed charge all balances standing to the credit of any current, deposit or other account of the Company with the Bank (including, inter alia, any account with the Bank designated a realisations account for the proceeds of disposal of any of the assets of the Company) or with other bankers, financial institutions or similar third parties ("the Credit Balances");
 - (4) by way of fixed charge all stocks, shares and/or other securities in any other body corporate whether or not certified (together "the Securities") now or at any time during the continuance of this security belonging to the Company (including, without the prejudice to the generality of the foregoing, loan capital, indebtedness or liabilities on any account or in any manner owing to the Company) and all rights in respect of or incidental to the Securities;
 - (5) by way of fixed charge the goodwill and the uncalled capital of the Company now or at any time hereafter in existence and future calls (whether made by the direction of the Company or a Receiver, an Administrator or a Liquidator) and the licences, patents, patent applications, trade names and rights in trademarks, copyrights, whether registered or not, rights in the nature of copyright, registered designs, know how, inventions, rights in confidential information, service marks and all other intellectual property rights now or at any time during the continuance of this security belonging to the Company (together the "Goodwill and Intellectual Property");
 - (6) by way of fixed charge all plant, machinery, vehicles, computers and office and other equipment now or at any time during the continuance of this security belonging to the Company other than insofar as it is part of the Company's stock in trade (together "the Equipment"); and
 - (7) by way of floating charge its undertaking and all its other property, assets and rights whatsoever and wheresoever present and/or future, including those expressed as charged by way of fixed charge if, and to the extent that, such charge may fail (whether by virtue of the laws of England and Wales or the laws of any other jurisdiction in which the relevant property, asset or right is located or to which it is subject) for any reason to operate as a fixed charge (hereinafter called "the Property charged by way of Floating Charge" and together with the Legally Mortgaged Property, the Equitably Charged Property, the Book and other Debts, the Credit Balances, the Securities, the Goodwill and Intellectual Property, the Equipment and all other property hereby mortgaged or charged collectively called "the Charged Property" which expression may be taken to refer to the real and/or the personal or incorporeal property hereby mortgaged or charged as the context may require or admit).

Each charge, mortgage or assignment by way of security hereby created is separate, independent of and distinct from and in addition to every other such charge, mortgage or assignment.

Paragraph 14 of Schedule B1 to the 1986 Act (incorporated by Section 248 and Schedule 16 of the 2002 Act) shall apply to any floating charge created pursuant to the Mortgage Debenture.

General Covenants

4. The Company hereby covenants and agrees with the Bank:
- (1) henceforth to observe and perform all obligations and/or restrictions affecting the Charged Property or any part or parts thereof or borrowings by or securities issued by the Company or contained in or arising by virtue of (i) any applicable law, statute, rule or regulations or any judgement, decree or permit to which it is subject; (ii) any agreement or other instrument to which the Company is a party or is subject or by which it or any of its property is bound; and (iii) the Company's Memorandum and Articles of Association; and
 - (2) to supply to the Bank such accounts or other information concerning the assets, liabilities and affairs of the Company and any Holding Company of the Company and any Subsidiary of the Company or of any Holding Company of the Company as the Bank may from time to time require; and
 - (3) to keep the Charged Property (other than incorporeal property) in a good state of repair and condition

Covenants Relating to Insurance

5. The Company further hereby covenants and agrees with the Bank:
- (1) to keep such of the Charged Property as is insurable insured against such risks and with such insurers and for such amounts as the Bank may from time to time approve and (to the extent reasonably -practicable in all the circumstances) on terms precluding the relevant policy of insurance from being vitiated or avoided as against the Bank by reason of any act, default, omission or non-disclosure on the part of the Company.
 - (2) to arrange for a note of interest of the Bank as mortgagee in the policy or policies of such insurance to be endorsed thereon and to deliver the same to the Bank on demand together with the latest premium renewal receipts and all subsequent premium renewal receipts once the same are received from the relevant insurer;
 - (3) that if the Company fails to maintain or insure any of the Charged Property as is insurable in an adequate fashion (in the sole opinion of the Bank) the Bank may (but is not obliged to) do so as agent of and at the expense of the Company without thereby becoming a mortgagee in possession and for the avoidance of doubt any moneys so expended by the Bank shall become part of the Secured Obligations; and
 - (4) to apply all moneys which may be received by virtue of any such policy or policies in respect of the Charged Property without prejudice to the terms thereof either in making good the loss or damage in respect of which the same shall have been received or, if so directed by the Bank towards the discharge or reduction of the Secured Obligations.

Covenants Regarding Legally Mortgaged Property, Equitably Charged Property, Equipment, Goodwill and Intellectual Property

6. With reference to the Legally Mortgaged Property, the Equitably Charged Property, the Equipment, the Goodwill and Intellectual Property the Company covenants and agrees;

- (1) upon request by the Bank to deposit with the Bank the deeds and documents of title relating thereto;
- (2) at any time upon request by the Bank to execute over all or any part thereof a charge by way of legal mortgage, a legal assignment or other security document in favour of the Bank in a form approved by the Bank;
- (3) that any such legal mortgage, legal assignment or other security document shall be supplemental hereto, subject to the like rights and powers as are hereby conferred upon the Bank, and in addition to and not in substitution for the security hereby created;
- (4) not to create any mortgage, charge or other security interest over all or any part thereof or any interest therein without the consent in writing of the Bank; and
- (5) that the Company shall use its best endeavours to obtain all relevant consents and approvals from landlords, licensors and other third parties to the creation of the security comprised in this Mortgage Debenture.

Further Covenants Regarding Legally Mortgaged Property and Equitably Charged Property

7. With further reference to the Legally Mortgaged Property and the Equitably Charged Property the Company covenants and agrees:

- (1) that the statutory power of leasing and/or accepting surrenders of leases conferred on mortgagors by Sections 99 and 100 of the 1925 Act shall not be exercised by the Company without the consent in writing of the Bank but the Bank may after the security hereby created shall have become enforceable grant or accept surrenders of leases without restriction;
- (2) not to sell, transfer, lease, assign or part with possession of the Legally Mortgaged Property, the Equitably Charged Property or any part thereof nor confer upon any person, firm, company or body whatsoever any licence, right or interest to occupy it or any part thereof without the consent in writing of the Bank.
- (3) that no person other than the Company shall be registered under the Land Registration Act 2002 or any Act amending or replacing the same as proprietor of the Legally Mortgaged Property, the Equitably Charged Property or any part thereof without the consent in writing of the Bank and the costs incurred by the Bank of lodging from time to time a caution against registration thereof or any part thereof shall be an expense properly incurred in relation to this security;
- (4) punctually to pay or cause to be paid all rents, rates, taxes, outgoings, duties, insurance premiums, fees, renewal fees, charges, assessments, impositions and other outgoings whatsoever which are not or may from time to time become due and payable in respect of the Legally Mortgaged Property, the Equitably Charged Property or any part thereof;
- (5) to indemnify the Bank (and as a separate covenant any Receiver or Receivers appointed by it) against all existing and future rents, taxes, rates, outgoings, duties, insurance premiums, fees, renewal fees, charges, assessments, impositions and other outgoings whatsoever (whether imposed by deed or statute or otherwise and whether in the nature of capital or revenue and even though of a wholly novel character) which now or at any time are payable in respect of the Legally Mortgaged Property, the Equitably Charged Property or any part thereof;
- (6) to preserve, maintain and renew as and when necessary all licences, permissions and other rights required in order to allow the Company to carry on its business at the Legally Mortgaged or the Equitably Charged Property (as the case may be);
- (7) to observe and perform all covenants reserved by or contained in any lease, agreement for lease or tenancy agreement under which any part of the Charged Property may be held and not to vary, alter or amend the terms of any lease, licence or any other deed or document of whatever sort which affects the Legally Mortgaged Property, the Equitably Charged Property or any part thereof (whether superior or inferior to the interest of the Company) without the prior consent in writing of the Bank;

- (8) observe and perform all statutes, statutory instruments, regulations, directives, orders, notices, codes of practice and other instruments applying to the Company in respect of the Legally Mortgaged Property, the Equitably Charged Property or any part thereof which are in force from time to time (including, without limitation, all such statutes and regulations relating to the pollution or contamination of the environment or planning) and not do nor allow to subsist on or about the Legally Mortgaged Property, the Equitably Charged Property or any part thereof anything which might result in proceedings being brought by any local or public authority or body;
- (9) not apply for planning permission or consent under the Planning Acts without the previous consent in writing of the Bank;
- (10) give (immediately after receiving or becoming aware of the same) full particulars of any notice, direction, order or proposal made, given or issued by any local or public authority which is served on or given to the Company or of which the Company becomes otherwise aware (including, without limitation, any notice or direction pursuant to the Planning Acts) and (if the Bank requires) contest or appeal any such notice, direction, order or proposal or take all necessary steps without delay to comply with or make objections or representations as to the same;
- (11) (a) procure that any landlord, grantor or licensor of the Legally Mortgaged Property, the Equitably Charged Property or any part thereof shall observe and perform the covenants on its part in respect thereof;
- (b) procure that any tenant grantee or licensee of the Legally Mortgaged Property, the Equitably Charged Property or any part thereof shall observe and perform the covenants on its part in respect thereof;
- (12) not change the use or uses to which the Legally Mortgaged Property, the Equitably Charged Property or any part thereof is now put nor apply for any consent or authorisation which is required in connection with such change of use without the Bank's prior consent in writing.
- (13) not to apply or consent to the application by any third party to the Chief Land Registrar to make any entry on the register of title of the Legally Mortgaged Property or the Equitably Charged Property or any part thereof, as the case may be, without the consent in writing of the Bank.

Covenants Regarding Book Debts

- 8. (1) The Company shall if called upon to do so by the Bank from time to time:
 - (a) execute a legal assignment of the Debts or any of them to the Bank in a form approved by the Bank;
 - (b) give notice of assignment to each debtor from which any of the Debts is due:
 - and/or
 - (c) take such steps as the Bank may require to perfect the assignment referred to in (a) above
 - (d) in addition, execute a separate fixed charge over the Debts or any of them in favour of the Bank in such form approved by the Bank, which shall have priority to the charges created by the Mortgage Debenture, and pay into a new specifically designated account ("the Charged Account") with the Bank all monies which the Company may receive in respect of the Debts. The Company shall execute a separate fixed charge over the Charged Account in favour of the Bank.

- (2) With reference to the Credit Balances the Company agrees to inform the Bank as soon as any Credit Balance with any third party other than the Bank comes into existence and if so directed by the Bank the Company shall transfer any such credit into such specifically designated account with the Bank as the Bank may direct and shall not sell or otherwise charge or assign any Credit Balance in favour of any person or purport to do so without the prior consent in writing of the Bank.

Covenants Regarding Securities

9. With reference to the Securities the Company covenants and agrees:

- (1) that the charge created by Clause 3(4) shall include all dividends or interest hereafter paid on the Securities and all rights, moneys or property accruing or offered at any time (by way of redemption, bonus splitting, preference, option or otherwise) to or in respect of such Securities and the Company undertakes to pay into the accounts referred to in Clause 8 on receipt all such dividends and interest and to lodge with the Bank all documents hereafter received by the Company in relation to any such rights, moneys or property;
- (2) that it will at the request of the Bank execute legal transfers of the Securities to the Bank or its nominee or otherwise as the Bank directs, or procure the transfer of any Securities held through the CREST system into the name of the Bank or its nominee or otherwise as the Bank directs, but that in the event of any such transfer being effected neither the Bank nor its nominee shall be liable (save in the case of its own negligence or wilful default) for any loss occasioned by any exercise or non exercise of rights attached to such Securities or by any failure to forward or report to the Company any notice or other communication received in respect of them;
- (3) that it will at the request of the Bank lodge with the Bank all certificates or other documents of title which relate to the Securities and executed but undated stock transfer forms in respect thereof, or in the case of any Securities held through the CREST system, it will take such action as is required by the Bank to transfer the securities to such escrow balance or balances (as that term is used in the CREST Reference Manual) as designated by the Bank ("the Escrow Balance") and the Company agrees that the Securities so held may only be transferred from the Escrow Balance on the instruction of the relevant escrow agent (as that term is used in the CREST Reference Manual);
- (4) that the Bank shall have a power of sale over the Securities which shall be exercisable at any time after demanded by the Bank under Clause 2(1) and that the Bank is hereby authorised to give a good discharge for any moneys received in respect of the Securities at any time during the subsistence of this Mortgage Debenture;
- (5) not to create any mortgage, charge or other security interest over the Securities or any part of or any interest in the same without the consent in writing of the Bank; and
- (6) that it shall upon request by the Bank take all such steps as are reasonably practicable to procure that the Articles of Association of any company in which the Company owns Securities shall be altered so as to provide that any transfer of any such Securities either to or by the Bank under or pursuant to the security hereby created:
 - (a) shall not be subject to any rights of pre-emption conferred upon the members of such company by such company's Articles of Association; and
 - (b) that no other restriction on share transfers therein contained of any kind whatsoever (including without limitation any discretion therein conferred upon

the direction of such company to refuse to register share transfers) shall apply to any such transfer.

10. With further reference to the Securities, provided that such exercise shall not in the opinion of the Bank jeopardise or be likely to jeopardise the security hereby constituted, until the Bank shall take any steps to enforce this security the Company while remaining the registered owner of any shares hereby charged shall subject to Clause 9(6), continue to be entitled to exercise all voting rights, attaching to such shares as owner and, subject as aforesaid, the Bank or its nominees shall exercise the voting rights attaching to any shares hereby charged to the Bank which shall be registered in the name of the Bank or (as the case may be) its nominee in accordance with any directions in writing from time to time received from the Company while owner thereof or, in the absence of any such written directions, shall refrain from exercising any such voting rights.

Covenants Regarding Goodwill and Intellectual Property

11. With reference to the Goodwill and Intellectual Property, the Company hereby covenants and agrees:
- (1) to preserve, maintain and renew as and when necessary all licences, patents, trademarks, registered designs, service marks and other rights required in connection with its business; and
 - (2) to conduct its business in such a way as not to endanger or lead to the curtailment, forfeiture or suspension of any such licences, patents, trademarks, registered designs, service marks or other rights and the benefit of all licences relating to the above or cause any penalty or disqualification.

Covenants Regarding Equipment

12. (1) With reference to the Equipment, the Company covenants and agrees that without the prior written consent of the Bank it will not, nor will it agree to:
- (a) sell, assign, mortgage, charge, transfer title to or otherwise dispose of any part of the Equipment; nor
 - (b) lease, hire or otherwise part with possession (except in the ordinary course of maintenance) or operational control of any part of the Equipment or any interest therein.
- (2) The Company agrees that it shall do all acts and things which the Bank acting reasonably may require in order to protect the Bank's interests in the Equipment against the claims of any other person and shall if so requested by the Bank affix to any item comprised in the Equipment in a prominent position a durable nameplate containing the following words:
- "This item is the subject of a first charge in favour of AIB Group (UK) p.l.c. dated []"
- and the Company shall not remove or obscure such nameplates and shall not permit such nameplates to be removed or obscured.

Covenants regarding Property Charged by way of Floating Charge

13. With reference to the Property charged by way of Floating Charge:
- (1) the Company shall not without the consent in writing of the Bank:
 - (a) create any mortgage, charge or other security interest ranking in priority to, *pari passu* with or subsequent to that charge; and/or
 - (b) sell or otherwise dispose of the whole or, except in the ordinary course of trading and for full value, any part of the Company's undertaking;
 - (2) the Company agrees to effect and maintain such insurances as are normally maintained by prudent companies carrying on similar business; and

- (3) the Bank may by notice to the Company convert the floating charge into a fixed charge as regards any assets or class of assets specified in such notice including in particular, but without limitation, any assets which the Bank shall consider to be in danger of being seized or sold under any form of distress or execution levied or threatened and may take possession or appoint a Receiver thereof.
14. The security created by this Mortgage Debenture shall be a continuing security notwithstanding any settlement of account or other matter or thing whatsoever and shall be without prejudice and in addition to and shall not merge with any other security (either by way of mortgage, equitable charge or otherwise howsoever) which the Bank may now or at any time hereafter hold on all or any part of the assets of the Company or of any other person for or in respect of all or any part of the Secured Obligations.

Enforcement

15. Sections 93 and 103 of the 1925 Act shall not apply to this security. This security shall become immediately enforceable and the power of sale and other powers conferred by Section 101 of the 1925 Act, as varied or extended by this security, shall be exercisable immediately at any time after a notice by the Bank demanding payment of and/or discharge of any of the Secured Obligations shall have been served by the Bank on the Company.

Appointment of Receiver

16. (1) Without prejudice to any other right or remedy of the Bank at any time and from time to time after this security shall have become enforceable or immediately upon any step being taken by the Company, its directors, or any third party (including without limitation the presentation of a petition, the making of an application or the filing or service of a notice) with a view to the appointment of an Administrator in relation to the Company, the Bank may (a) by writing under the hand of any officer or manager of the Bank appoint any person (or persons) to be a receiver of the Charged Property or any part or parts thereof ("the Receiver") or (b) appoint an Administrator of the Company. Where the Bank appoints more than one person as a Receiver such persons shall be entitled to exercise any powers conferred on them jointly ad/or severally as the Bank may specify in the instrument of appointment.
- (2) Any Receiver shall hold office until he is removed, or his office is resigned or vacated, in accordance with Section 45 of the 1986 Act, when the Bank may similarly appoint another person in his stead.
- (3) Any Receiver shall be the agent of the Company and the Company shall be solely responsible for his acts or defaults and for his remuneration (which for the avoidance of doubt, shall be determined in accordance with the provisions of Clause 19(2)).

Powers of Mortgagee and Receivers

17. (1) The powers conferred on mortgagees by the 1925 Act shall apply to this security except in so far as they are expressly or impliedly excluded and where there is any ambiguity or conflict between the powers contained in the 1925 Act and those contained in this security the terms of this security shall prevail.
- (2) Any Receiver who is an administrative receiver (as such term is defined in Section 29(2) of the 1986 Act) to the extent permitted by the 2002 Act shall have the powers conferred on administrative receivers by Section 42 of and Schedule 1 to the 1986 Act (or, in the case of a Receiver in Scotland, the powers conferred by Section 55 of and Schedule 2 to the 1986 Act).
- (3) Where any Receiver is appointed by the Bank to be a Receiver of part only of the Charged Property and is not, as a result, an administrative receiver as aforesaid, such Receiver shall have all the powers specified in Schedule 1 (or, in the case of a Receiver in Scotland, specified in Schedule 2) to the 1986 Act which he would have were he an administrative receiver insofar as such powers are appropriate in connection with dealing with the property of the Company in respect of which he is appointed.

- (4) In the event of any action, proceedings or steps being taken to exercise or enforce any powers or remedies conferred by any prior mortgage, charge or encumbrance against the Charged Property or any part thereof, the Bank may redeem such mortgage, charge or encumbrance or procure the transfer thereof to itself and may settle the accounts of the prior mortgagee, chargee or encumbrancer and any accounts so settled shall be conclusive and binding on the Company and all principal moneys, interest, costs, charges and expenses of and incidental to such redemption and transfer shall be paid by the Company to the Bank on demand and shall for the avoidance of doubt form part of the Secured Obligations.
18. In the exercise of the powers hereby conferred the Bank or any Receiver may sever and sell plant, machinery or other fixtures belonging to the Company separately from the property to which they may be annexed.
19. Subject to Section 40 of the 1986 Act and Section 176A of the 1986 Act (incorporated by Section 252 of the 2002 Act) all monies received by any Receiver shall be applied by him in the following order:
- (1) in payment of the costs, charges and expenses of and incidental to the appointment of the Receiver and the exercise of all or any of his powers and of all outgoings paid by him;
 - (2) in payment of remuneration to the Receiver at such reasonable and proper rates as may be agreed between him and the Bank;
 - (3) in or towards discharge of the other liabilities secured hereby referred to in Clause 2(1)(c) and interest thereon;
 - (4) to the Bank in or towards discharge of all other Secured Obligations in such order as the Bank may from time to time require and in connection therewith the Receiver: (a) will hold funds in such currencies as may be appropriate having regard to the currencies of the Secured Obligations; and (b) will, if required by the Bank set aside funds to provide for the payment of contingent Secured Obligations; and
 - (5) the surplus (if any) shall be paid to the Company or other person entitled to it; and neither the Bank nor any Receiver shall be bound (whether by virtue of Section 109(8) of the 1925 Act, which is hereby varied accordingly, or otherwise) to pay or appropriate any receipt or payment first towards interest rather than principal or otherwise in any particular order as between any moneys secured by this Mortgage Debenture.

Power of attorney and delegation

20. The Company hereby irrevocably appoints by way of security and in order more fully to secure performance of its obligations hereunder each of the Bank and any person nominated by the Bank including every Receiver appointed hereunder as attorney of the Company with full power of substitution for the Company and in its name and on its behalf and as its act and deed to execute, seal and deliver and otherwise perfect any deed, assurance, agreement, instrument or act which may be required or deemed proper by the Bank (in the absolute discretion of the Bank) for any of the purposes of this security. The Bank shall have full power to delegate the power conferred on it by this Clause 20, but no such delegation shall preclude the subsequent exercise of such power by the Bank itself or preclude the Bank from making a subsequent delegation thereof to some other person: any such delegation may be revoked by the Bank at any time. The power of attorney hereby granted is as regards the Bank, its delegates and any such Receiver (and as the Company hereby acknowledges) granted irrevocably and for value as part of the security constituted by the Mortgage Debenture to secure proprietary interests in and the performance of obligations owed to the respective donees within the meaning of the Powers of Attorney Act 1971
21. The Bank may at any time and from time to time delegate by power of attorney or in any other manner to any person or persons or fluctuating body of persons all or any of the powers, authorities and discretions which are for the time being exercisable by the Bank under this Mortgage Debenture in relation to the Charged Property or any part thereof and such delegation may be made upon such terms and conditions (including power to sub-delegate) and subject to such regulations as the Bank may think fit and the Bank shall not be in any way liable or

responsible to the Company for any loss or damage arising from any act, default, omission or misconduct on the part of any such delegate or sub-delegate.

Liability

22. The Bank, its delegates and sub-delegates shall not in any circumstances (either by reason of any entry by it into or taking by it of possession of the Charged Property or any part thereof or for any reason whatsoever and whether as mortgagee in possession or on any other basis whatsoever) be liable to account to the Company for anything except the Bank's own actual receipts or be liable to the Company for any loss or damage arising from any realisation by the Bank in relation to the Charged Property or any part thereof or from any exercise or non-exercise by the Bank of any power, authority or discretion conferred upon it in relation to the Charged Property or any part thereof by or pursuant to this Mortgage Debenture or by the 1925 Act. All the provisions of this Clause 22 shall apply in respect of any Receiver appointed hereunder or any delegate thereof as if references to the Bank were references to such Receiver or (as the case may be) to such delegate or sub-delegate.
23. The Bank shall have no liability to the Company whatsoever in relation to the acts or omissions of any Receiver or any delegates or sub-delegates of any Receiver.

Other Rights

24. The Bank shall have a lien on all securities or other property of the Company held by it whether for safe custody or otherwise.
25. The Bank shall be entitled (as well before as after demand hereunder) to set off against any liability of the Company to it any financial obligation to, or any sum held, received or receivable on behalf of the Company by the Bank such rights extending (without limitation to the generality of the foregoing) to the set-off of credit balances on any account(s) (whether current or otherwise or subject to notice or not) and further provided that, if the liability or any part thereof is in a different currency from any financial obligations or sum (including a credit balance) against which the Bank seeks to set it off, the Bank shall be entitled to utilise of an amount in the currency of the liability not exceeding the amount of such liability and also to pay out any additional sum which the United Kingdom Government or any other governmental, regulatory, executive or controlling body of any other jurisdiction may require the Bank to pay for such currency.
26. If the Bank receives or is deemed to be affected by notice, whether actual or constructive, of any subsequent charge or other interest in favour of any third party affecting any part of the Charged Property or the proceeds of sale thereof the Bank may open a new account or accounts with the Company. If the Bank does not open a new account or accounts it shall nevertheless be treated as if it had done so at the time when it received or was deemed to have received notice and as from that time all payments made to the Bank shall be credited or be treated as having been credited to the new account or accounts and shall not reduce the amount for which this Mortgage Debenture is security.
27. In case the Company shall have more than one account with the Bank it shall be lawful for the Bank at any time and without prior notice forthwith to transfer all or any part of any balance standing to the credit of any such account to any other such account which may be in debit.
28. For the purposes of section 94(1) of the 1925 Act and section 49 of the Land Registration Act 2002, the Bank may make further advances to the Company, but subject always to the terms and conditions of any agreement between the Bank and the Company, whether made before or after the date of this Mortgage Debenture, for the provision of credit by the Bank to the Company.

The Company hereby applies to the Chief Land Registrar to enter a note of the obligation to make further advances on the charges register for the registration against the registered titles specified in the Schedule hereto.

Avoidance of payments and retention of security

- 29 (1) Any release, discharge or settlement between the Company and the Bank shall be conditional upon no security, disposition, assurance or payment to the Bank by the Company or any other person being void, set aside or ordered to be refunded pursuant to any enactment or law relating to bankruptcy, liquidation or insolvency or for any reason whatever and if such condition shall not be fulfilled the Bank shall be entitled to enforce this Mortgage Debenture subsequently as if such release, discharge or settlement had not occurred and any such payment had not been made. The Bank shall be entitled to concede or compromise any claim that any such security, disposition, assurance or payment is liable to avoidance or repayment without prejudice to its rights hereunder.
- (2) The Bank shall at its option be entitled to retain any security constituted by or pursuant to Clause 3 for a period of up to 25 months after the payment, discharge or satisfaction of all moneys, obligations and liabilities that are or may become due, owing or incurred to or in favour of the Bank from the Company and/or any other person and notwithstanding any such payment, discharge or satisfaction, in the event of the commencement of winding-up proceedings of or the appointment of an Administrator to the person making such payment or effecting such discharge or satisfaction at any time within the said period of 25 months, the Bank shall be entitled to retain any such security for such further period as the Bank may determine.

Remedies, waivers and consents

- 30 (1) No failure on the part of the Bank to exercise, and no delay on its part in exercising, any right power or remedy under this Mortgage Debenture will operate as a waiver thereof, nor will any single or partial exercise of any right or remedy preclude any other or further exercise or waiver thereof or the exercise of any other right or remedy. The rights and remedies provided in this Mortgage Debenture are cumulative and not exclusive of any rights, powers or remedies provided by law or otherwise.
- (2) Any waiver and any consent by the Bank under this Mortgage Debenture must be in writing and may be given subject to any conditions thought fit by the Bank. Any waiver or consent shall be effective only in the instance and for the purpose for which it is given.

Payments

31. (1) All sums due and payable by the Company under this Mortgage Debenture shall be made in full without any set-off or counterclaim and free and clear of and (subject as provided in the next sentence) without deduction for or on account of any future or present taxes. If:
- (a) the Company is required by any law to make any deduction or withholding from any sum payable by the Company to the Bank hereunder; or
 - (b) the Bank is required by law to make any payment on account of tax (other than tax on its overall net income) or otherwise, on or in relation to any amount received or receivable by the Bank hereunder;
- then the sum payable by the Company in respect of which such deduction, withholding or payment is required to be made shall be increased to the extent necessary to ensure that, after the making of such deduction, withholding or payment, the Bank receives and retains (free from any liability in respect of any such deduction, withholding or payment) a net sum equal to the sum which it would have received and so retained had no such deduction, withholding or payment been made.
- (2) The Company shall have no rights in respect of the application by the Bank of any sums received, recovered or realised by the Bank under this Mortgage Debenture.

Warranties

32. The Company hereby represents and warrants that:

- (1) the execution and delivery of this Mortgage Debenture by the Company and the performance of its obligations hereunder, and compliance with the provisions hereof, will not (i) contravene any existing applicable law, statute, statutory instrument, rule or regulation or any judgement, decree or permit to which it is subject; (ii) conflict with, or result in any breach of any of the terms of, or constitute a default under, any agreement or other instrument to which the Company is a party or is subject or by which it or any of its property is bound; or (iii) contravene or conflict with any provision of the Company's Memorandum and Articles of Association; and
- (2) neither the Company nor the directors of the Company are (save as otherwise disclosed to the Bank in writing on or before the date hereof) or will as a result of the giving of this Mortgage Debenture be in breach of any provision of the Company's Memorandum and Articles of Association limiting or restricting the borrowing powers of the Company and/or the directors of the Company.

Further assurance

- 33 (1) The Company shall from time to time, at the request of the Bank and at the Company's cost, execute in favour of the Bank or as it may direct, such further or other legal assignments, transfers, mortgages, charges, applications, notices or other documents as in any such case the Bank shall stipulate over the Company's estate or interest in any property or assets of whatsoever nature or tenure and wheresoever situate, for the purposes of more effectively providing security to the Bank for the payment or discharge of the Secured Obligations. Without prejudice to the generality of the foregoing, such assignments, transfers, mortgages, charges, applications, notices or other documents shall be in such form as shall be prepared on behalf of the Bank and may contain provisions of whatsoever kind as the Bank shall consider requisite for the improvement or perfection of the security constituted by or pursuant to this Mortgage Debenture. The obligations of the Company under this Clause 33(1) shall be in addition to and not in substitution for the covenants for further assurance deemed to be included herein by virtue of The Law of Property (Miscellaneous Provisions) Act 1994.
- (2) The Company hereby applies to the Chief Land Registrar for the registration against the registered titles specified in the Schedule of the following restriction: "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 of the time being of the charge dated in favour of AIB Group (UK) p.l.c. referred to in the charges register or, if appropriate signed on such proprietor's behalf by an officer of the Bank".

Protection of purchasers

34. No purchaser or other person dealing with the Bank or its delegates or any Receiver appointed hereunder shall be bound to see or enquire whether the right of the Bank or such Receiver to exercise any of its or his powers has arisen or become exercisable or be concerned with notice to the contrary, or be concerned to see whether any such delegation by the Bank shall have lapsed for any reason or been revoked.

Notices

35. A demand or notice hereunder shall be in writing signed by an officer or agent of the Bank and may be served on the Company either by hand or post or facsimile. A demand or notice by post may be addressed to the Company at the Company's registered office, place of business or address last known to the Bank and a demand or notice so addressed and posted shall be deemed to have been received on the business day next following the day on which it was posted whether or not returned undelivered. If sent by facsimile such notice may be sent to the last facsimile number of the Company known to the Bank and shall be deemed to have been received when sent. If delivered by hand such notice shall be deemed to have been received when delivered to such registered office, place of business or address aforesaid.

Any notice given to the Bank shall be deemed to have been given on actual receipt by the Bank

Assignment

36. The Bank shall have the right to assign the whole or any part of the benefit to them respectively of this Mortgage Debenture and the expression "the Bank" wherever used herein shall be deemed to include the assignees and other successors, whether immediate or derivative, of the Bank, who shall be entitled to enforce and proceed upon this Mortgage Debenture in the same manner as if named herein. The Bank shall be entitled to impart any information concerning the Company to any such assignee or other successor of any participant or proposed assignee, successor or participant.

Merger/Reconstruction

37. This Mortgage Debenture shall remain in effect and binding on the Company notwithstanding any amalgamation or merger that may be effected by the Bank with any other company and notwithstanding any reconstruction by the Bank involving the formation of and transfer of the whole or any of the undertaking and assets of the Bank to a new company and notwithstanding the sale or transfer of any part of the undertaking and assets of the Bank to another company.

Provisions severable

38. Every provision contained in this Mortgage Debenture shall be severable and distinct from every other such provision and if at any time any one or more of such provisions is or becomes invalid, illegal or unenforceable, the validity, legality and enforceability of the remaining such provisions shall not in any way be affected thereby.

Jurisdiction

39. This Mortgage Debenture shall be governed by and construed in accordance with the laws of England and Wales and the parties hereto irrevocably submit to the non-exclusive jurisdiction of the English Courts.

IN WITNESS whereof the Company has caused its Common Seal to be hereunto affixed or executed this Mortgage Debenture as a deed and an agent of the Bank has hereunto set his hand on behalf of the Bank the day and year first before written. Adobe Version 04-12-2009

The Schedule
(Legally Mortgaged Property)

N/A

EXECUTED AS A DEED by)
Precision Electric Contractors & Engineers Ltd.)
acting by)
and)

Director

Director/Secretary

[Signature]
[Signature]

Two directors
sign
here

OR

THE COMMON SEAL of)
was hereunto affixed in)
the presence of)

Director

Director/Secretary

SIGNED by:	<i>[Signature]</i>	Sarah Biggs
for and on behalf of AIB Group (UK) p.l.c.		
in the presence of:	<i>[Signature]</i>	Julie Deans

NOTE: RECEIPT NOT TO BE USED FOR REGISTERED CHARGES

THIS RELEASE made the day of

BETWEEN the within named AIB Group (UK) p.l.c. ("the Bank") of the one part and the within named of the other part **WITNESS** that the Bank as mortgagee hereby releases **ALL AND SINGULAR** the property comprised in or charged by the within-written Deed from all moneys secured and from all claims and demands under the within-written Deed.

IN WITNESS whereof the Bank has executed this Deed the day and year first above written

Executed as a deed by AIB Group (UK) plc
acting by its lawful Attorneys

(Name)

(Name)

As Attorneys for
AIB Group (UK) plc

In the presence of:-

Witness:

Address:

Occupation: