



**Registration of a Charge**

Company name: **WINRISE ONE LTD**

Company number: **10712424**



X69N8EMW

Received for Electronic Filing: **29/06/2017**

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**Details of Charge**

Date of creation: **21/06/2017**

Charge code: **1071 2424 0004**

Persons entitled: **SHOJIN NOTTINGHAM LIMITED**

Brief description: **32 RUSSELL STREET, NOTTINGHAM NG7 4FL**

**Contains fixed charge(s).**

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

**Contains negative pledge.**

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**Authentication of Form**

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

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**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: **KERRIANN DIXON**



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

Company number: 10712424

Charge code: 1071 2424 0004

The Registrar of Companies for England and Wales hereby certifies that a charge dated 21st June 2017 and created by WINRISE ONE LTD was delivered pursuant to Chapter A1 Part 25 of the Companies Act 2006 on 29th June 2017 .

Given at Companies House, Cardiff on 30th June 2017

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 21 June 2017

**Debenture**

- (1) WINRISE ONE LIMITED
- (2) SHOJIN NOTTINGHAM LIMITED

This debenture is subject to an intercreditor agreement dated on or around the date of this Debenture and made between the parties hereto, Assetz Capital Trust Company Limited and Assetz SME Capital Limited.

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THIS DEED is made on

21 June

2017

BETWEEN:

- (1) **WINRISE ONE LIMITED** a private limited company incorporated in England & Wales with registered number 10712424 having its registered office at Windermere House, 47 New Walk, Leicester LE1 6TE ("**Chargor**"); and
- (2) **SHOJIN NOTTINGHAM LIMITED** a private limited company incorporated in England & Wales with registered number 10818966 having its registered office at Golden Cross House, 8 Duncannon Street, London, England, WC2N 4JF ("**Lender**").

IT IS AGREED

## 1 DEFINITIONS AND INTERPRETATION

### 1.1 Definitions

In this Deed:

<b>Accounts</b>	means any account of the Chargor with any bank, financial institution or other person
<b>Act</b>	means the Law of Property Act 1925
<b>Administrator</b>	means an administrator appointed under Schedule B1 of the Insolvency Act 1986
<b>Bank</b>	means the senior lender to the Chargor
<b>Charged Property</b>	means the undertaking, property, rights, assets and income of each Chargor mortgaged, charged, secured and/or assigned by this Deed and includes any part thereof and any interest therein and, where the context permits, the proceeds of sale of such undertaking, property, rights, assets and income
<b>Chargor</b>	means the Chargor or any successor in title to the Chargor
<b>Environment</b>	means humans, animals, plants and all other living organisms including the ecological systems of which they form part and the following media: (a) air (including, without limitation, air within natural or man-made structures, whether above or below ground); (b) water (including, without limitation, territorial, coastal and inland waters, water under or within land and water in drains and sewers); and (c) land (including, without limitation, land under water)
<b>Environmental Law</b>	means any applicable law or regulation which relates to: (a) the pollution or protection of the Environment; (b) the conditions of the workplace; or the generation, handling, storage, use, release or spillage of any

<b>Environmental Permits</b>	substance which, alone or in combination with any other, is capable of causing harm to the Environment, including, without limitation, any waste means any permit and other Authorisation and the filing of any notification, report or assessment required under any Environmental Law for the operation of the business of the Chargor conducted on or from the Property
<b>Facility Agreement</b>	means the facility agreement dated on or around the date of this Deed between (1) the Chargor (as borrower), (2) Windermere Capital Investments Limited (as development manager) and (3) the Lender (as lender) as the same may be amended, supplemented, novated and/or restated from time to time
<b>Finance Documents</b>	means the Facility Agreement, the Second Legal Charge and this Deed
<b>Headlease</b>	means any lease out of which a Chargor derives title to any Real Property
<b>Intellectual Property</b>	means (to the extent of a Chargor's interest in them): (i) any patents, trade marks, service marks, designs, business names, copyrights, database rights, design rights, domain names, moral rights, inventions, confidential information, know how and other intellectual property rights and interests, whether registered or unregistered; and (ii) the benefit of all applications and rights to use such assets
<b>Intercreditor Agreements</b>	means any intercreditor agreement entered into between, inter alia, the Chargor, the Bank and the Lender
<b>Party</b>	means a party to this Deed
<b>Planning Acts</b>	means any Act or Acts of Parliament or subordinate legislation for the time being in force and relating to town and country planning and/or the use or development of real property, including, without limitation, the Town and Country Planning Act 1990 and the Local Government (Miscellaneous Provisions) Act 1982 and all similar or equivalent legislation in all other relevant jurisdictions
<b>Real Property</b>	means the Charged Property from time to time charged by a Chargor under clauses 3.1.1(a), 3.1.1(b) and 3.1.2(a) ( <i>Fixed and floating charges</i> ) and any real property situated in Scotland charged by a Chargor under clause 3.1.4 ( <i>Fixed and floating charges</i> ) and includes any part thereof
<b>Receivables</b>	has the meaning given to it in clause 5.3 ( <i>Receivables</i> )
<b>Secured Liabilities</b>	means all and any moneys, obligations and liabilities now or in the future due, owing or incurred by the Chargor to the Lender under or in respect of the Finance Documents in whatever currency denominated (whether actually or contingently and whether alone or jointly with any other person and whether as principal, guarantor, surety or otherwise)
<b>Securities</b>	means any debentures, bonds, shares, stocks, certificates of deposit or other securities or investments issued to or otherwise owned at law or in equity by a Chargor from time to time and all dividends (cash or otherwise), distributions, interest, and other moneys paid or payable in

respect thereof and all allotments, rights, benefits and advantages (including, without limitation, all voting rights) accruing or offered or arising in respect of or incidental to any such securities from time to time and all moneys and assets accruing or offered thereon from time to time, whether by way of redemption, allotment, conversion, warrant, exercise of option rights, substitution, exchange, preference, bonus or otherwise and

**Security Period** means the period beginning on the date of this Deed and continuing until the Lender is satisfied that all the Secured Liabilities have been irrevocably and unconditionally paid and discharged in full and no further Secured Liabilities are capable of being incurred

## 1.2 Interpretation

- 1.2.1 capitalised terms defined in the Facility Agreement have, unless expressly defined in this Deed, the same meaning in this Deed.
- 1.2.2 the provisions of clause 1.2 (*Interpretation*) of the Facility Agreement shall apply to this Deed as though they were set out in full in this Deed but with each reference to this Agreement being replaced with a reference to this Deed.
- 1.2.3 words importing the singular shall include the plural and vice versa and where there are two or more persons included in the expression the Chargors (i) references to the Chargors are references to all or any of them as the context may require; and (ii) all assignments, charges, agreements, undertakings, covenants, obligations, warranties and representations given, undertaken, made or assumed by the Chargors shall be deemed to have been given, undertaken, made or assumed by them jointly and severally and construed accordingly;
- 1.2.4 the terms of the other Finance Documents and any side letters between any parties in relation to any Finance Documents are incorporated in this Deed to the extent required to ensure that any purported disposition of the Charged Property contained in this Deed is a valid disposition in accordance with section 2(1) of the Law of Property (Miscellaneous Provisions) Act 1989.
- 1.2.5 any grant of rights with full title guarantee shall be deemed to contain all of the covenants and warranties implied in respect of any conveyance with full title guarantee under section 1(2) of the Law of Property (Miscellaneous Provisions) Act 1994.
- 1.2.6 a reference in this Deed to a charge or mortgage of any freehold or leasehold property includes:

- (a) all buildings, fixtures (including trade and tenant's fixtures belonging to a Chargor), plant and machinery now or in the future on or annexed to such property;
- (b) the proceeds of sale of any part of such property; and
- (c) all rights, easements, privileges, covenants of title, benefits of all agreements and other interests now or in the future belonging to it in or over or in connection with such property; and

1.2.7 in the event of any conflict between the terms of the Facility Agreement and the terms of this Deed, the terms of the Facility Agreement shall prevail.

## **2 COVENANT TO PAY**

### **2.1 Covenant**

The Chargor covenants with the Lender that it will pay to the Lender and discharge all Secured Liabilities when the same shall be or become due in accordance with the terms of the Finance Documents.

### **2.2 Interest**

The Chargor shall pay to the Lender interest on the Secured Liabilities to the date of actual payment or discharge (notwithstanding any demand or judgment or the liquidation or administration of any Chargor or any arrangement or composition with creditors by any Chargor) in accordance with the terms of the Finance Documents.

## **3 CHARGE**

### **3.1 Fixed and floating charges**

As a continuing security for the payment of all Secured Liabilities, each Chargor charges in favour of the Lender:

#### **3.1.1 by way of legal mortgage:**

- (a) all estates or interests in the property described in Schedule 1 (*Real Property*); and
- (b) all estates or interests in any freehold or leasehold property (except any assets specified in clause 3.1.1(a)) now or in the future belonging to it;

#### **3.1.2 by way of fixed charge:**

- (a) (to the extent they are not the subject of a mortgage under clause 3.1.1) all estates or interests in any freehold and leasehold property now or in the future belonging to it, whether or not the title is registered at the Land Registry;



- (b) all plant and machinery now or in the future owned by that Chargor and its interest in any plant or machinery now or in the future in its possession;
- (c) all licences, consents and authorisations (statutory or otherwise) held or required in connection with its business or the use of any its Charged Property and all rights in connection with them;
- (d) all its rights in respect of any amount from time to time standing to the credit of those Accounts from which that Chargor is not entitled (in accordance with the terms of the Facility Agreement or this Deed) to withdraw, transfer or otherwise deal with all or any part of the balance standing to such Account's credit without the prior written consent of the Lender and the debts or debts represented thereby;
- (e) all its rights in respect of any amount from time to time standing to the credit of those Accounts not charged pursuant to clause 3.1.2(d) and the debts or debts represented thereby;
- (f) all its book debts and other debts, monetary claims, prepayments and the proceeds of the same existing now or in the future and whether payable now or in the future together with the benefit of all rights, claims, securities and guarantees enjoyed or held by that Chargor in relation to the foregoing;
- (g) all Securities now or in the future belonging to it;
- (h) all Intellectual Property now or in the future belonging to it;
- (i) all its goodwill and uncalled capital from time to time;
- (j) all its rights to recover any value added tax on any supplies made to it relating to the Charged Property and any sums so received;
- (k) its undertaking and all its other property, rights, assets and income not effectively assigned under clause 3.1.3;

**3.1.3 by way of assignment:**

- (a) all its benefits, rights, titles, claims and interests in and to the income from the Charged Property;
- (b) all its benefits, rights, titles, claims and interests in and to the Finance Documents;
- (c) all its rights under any development agreement or related documents including, without limitation, collateral warranties with trade contractors or professionals relating to any Real Property;

- (d) all its benefits, rights, titles, claims and interests in and to all present and future insurance policies or contracts in respect of the Charged Property and any payments paid or payable, claims or return of premium in relation thereto;
- (e) all rights under any agreement or arrangement (including any Hedging Arrangement) it may enter into now or in the future with any person for the purpose of or in connection with the fixing, capping or hedging of the rate of interest payable by it in respect of any borrowing or indebtedness and any right or option to enter into any such agreement or arrangement;
- (f) all its rights and claims in relation to any Real Property including, without limitation, all rights and claims against any lessees, tenants, sub-lessees, sub-tenants, licensees or occupiers of the Real Property from time to time and all guarantors and sureties for the obligations of such persons,

provided that, in each case, to the extent (if any) that the benefits, rights, titles, claims and interests assigned under this clause 3.1.3 are not assignable, such assignment will operate as an assignment of all proceeds received by that Chargor in connection with such benefits, rights, titles, claims and interests; and

- 3.1.4 by way of floating charge, its undertaking and all its other property, rights, assets and income not effectively mortgaged, charged or assigned by this clause 3.1 both present and future (including but not limited to its stock in trade) and paragraph 14 of Schedule B1 of the Insolvency Act 1986 applies so that the floating charge so created is a qualifying floating charge.

## 3.2 Priority

The Security created by this Deed:

- 3.2.1 is created in favour of the Lender;
- 3.2.2 ranks as second charges, mortgages and assignments; and
- 3.2.3 is given with full title guarantee in accordance with the Law of Property (Miscellaneous Provisions) Act 1994.

## 3.3 Negative pledge

- 3.3.1 No Chargor shall without the prior written consent of the Lender, other than any Security contemplated by any Intercreditor Agreement, create or permit to subsist or arise any Security over the Charged Property.
- 3.3.2 Subject to clause 3.3.1, any Security over the Charged Property created in the future by any Chargor (otherwise than in favour of the Lender) shall be expressed to be subject to this Deed and/or such ranking or priority arrangements as the Lender may require its absolute discretion.

### **3.4 Restrictions on dealings**

The Chargor shall not, without the prior written consent of the Lender, other than in accordance with the Facility Agreement, sell, transfer, assign, license, lease, hire out, grant, lend, discount, factor, pledge, charge, exchange, compound, set-off, grant time or indulgence or otherwise dispose of any of the Charged Property or the equity of redemption therein or permit any person to do any such thing, except for a disposal in the ordinary course of trade of any Charged Property subject to the floating charge created by clause 3.1.4.

### **3.5 Powers of leasing**

3.5.1 The Chargor shall not, other than as permitted in the Facility Agreement, exercise any of the powers of leasing or of accepting surrenders or renunciations of leases conferred by sections 99 and 100 of the Act, by common law or otherwise nor vary any lease or tenancy agreement or reduce any sum payable under the same.

3.5.2 The Lender shall be entitled to grant or agree to grant or vary or reduce any sum payable under or accept surrenders or renunciations of leases and grant options without restriction (and without the need to comply with sections 99 and 100 of the Act) on such terms and conditions as the Lender shall think fit.

### **3.6 Conversion of floating charge**

3.6.1 The Lender may from time to time, by notice in writing to the Chargor following the occurrence of a Default or if the Lender considers those assets to be in danger of being seized or sold under any form of distress, attachment, execution, diligence or other legal process or to otherwise be in jeopardy, convert the floating charge contained in clause 3.1.4 into a fixed charge as regards any Charged Property specified in such notice.

3.6.2 The floating charge contained in clause 3.1.4 may not be converted into a fixed charge solely by reason of the obtaining of a moratorium or anything done with a view to obtaining a moratorium under the Insolvency Act 2000.

### **3.7 Automatic Conversion**

Notwithstanding anything contained in this Deed, if (without the prior written consent of the Lender):

3.7.1 the Chargor creates any Security (whether by way of fixed or floating security) over or otherwise encumbers any of the Charged Property subject to the floating charge created by this Deed or attempts to do so other than pursuant to the Finance Documents or as otherwise permitted under the Finance Documents or contemplated by any Intercreditor Agreement;

3.7.2 any person levies or attempts to levy any distress, execution, diligence, sequestration or other process against the Charged Property;

- 3.7.3 a resolution is passed or a petition is presented for the winding up, dissolution, administration or re-organisation of the Chargor;
- 3.7.4 a receiver, an administrative receiver or a receiver and manager is appointed over the Charged Property or, if any person entitled to do so, gives notice of its intention to appoint a receiver, an administrative receiver or a receiver and manager over the Charged Property or files such a notice with the court; or
- 3.7.5 an Administrator is appointed in respect of any Chargor or the Lender receives notice of an intention to appoint an Administrator pursuant to paragraphs 15 or 26 of Schedule B1 of the Insolvency Act 1986 in respect of the Chargor,

the floating charge created by this Deed over such of the Charged Property shall with immediate effect and without notice automatically convert into a fixed charge.

### **3.8 Deposit of documents**

During the Security Period, the Chargor shall deposit with the Lender and the Lender shall be entitled to hold all original deeds and documents of title in the Chargor's control or possession relating to the Charged Property. If these are not within the possession and/or control of the Chargor and if the Lender requests, the Chargor undertakes to obtain possession of all such deeds and documents and to promptly deposit the same with the Lender save where possession and/or control is retained by a lender with greater priority than the Lender, in which case the Borrower shall provide all such deeds and documents required by this clause as soon as reasonably practicable upon becoming entitled to possession and/or control of the same. If, for any reason, the Lender ceases to hold any such deeds or documents during the Security Period, it may by notice to the Chargor require that the relevant deeds or documents be redelivered to it and that the Chargor shall immediately comply with that requirement or procure that it is complied with. In respect of any Real Property, if any such deeds or documents are at the relevant time held at the Land Registry, the Chargor shall promptly following a demand by the Lender provide or procure the provision to the Lender of such undertakings and such letters addressed to the Land Registry as the Lender may require.

### **3.9 Release**

Subject to clause 13.2 (*Reinstatement and avoidance of payments*), the Chargor shall be entitled, after the expiry of the Security Period, to require at its cost and request the release, re-assignment or retransfer of any of the Charged Property mortgaged, charged, assigned, secured or transferred under this Deed.

## **4 REAL PROPERTY OBLIGATIONS**

### **4.1 Duration**

The covenants and undertakings in this clause 4 remain in force during the Security Period.

#### **4.2 Repair**

Each Chargor shall keep the Charged Property (or procure that the Charged Property is kept) in good and substantial repair and in good working order and condition (fair wear and tear excepted in the case of fixtures, plant and machinery) and fully protected against damage or deterioration and not commit any waste thereon or lessen the value thereof.

#### **4.3 Compliance with covenants and laws**

The Chargor shall observe and perform (and indemnify the Lender against any breach of) all its restrictive and other covenants, obligations, stipulations, laws and regulations now or in the future affecting the Charged Property.

#### **4.4 Headleases**

The Chargor shall:

4.4.1 pay the rents reserved by (and not agree any amendment or review of such rent without the prior written consent of the Lender) and observe and perform the covenants, undertakings, stipulations and conditions on the part of the lessee contained in any Headlease and not do any act or thing whereby such Headlease or similar agreement may become liable to determination, forfeiture or irritancy;

4.4.2 use all reasonable endeavours to procure the observance and performance by the landlord under any Headlease of the covenants, undertakings, stipulations and conditions on the part of the landlord to be observed and performed; and

4.4.3 not:

(a) vary or amend the terms of any Headlease;

(b) surrender or renounce any Headlease; or

(c) do or suffer to be done any act or thing whereby any Headlease may become liable to determination, forfeiture or irritancy,

without the prior written consent of the Lender.

#### **4.5 Development and alterations**

4.5.1 Other than as permitted in or contemplated by the Facility Agreement, no Chargor shall, without the prior written consent of the Lender:

(a) carry out any development (within the meaning of the Planning Acts), building works, alterations to the Real Property or make any structural or material alteration or addition to the same; or

(b) make an application for or implement any planning permission in respect of the Real Property.

4.5.2 The Chargor shall ensure that any development, building works, alterations or similar that are carried out in respect of the Real Property are carried out to the satisfaction of the Lender and in compliance with all planning or similar consents and do not contravene the Planning Acts.

4.5.3 The Chargor shall procure that no agreement relating to any Real Property under the Planning Acts is entered into without the prior written consent of the Lender.

#### **4.6 Access**

Without limiting any similar rights granted under the Facility Agreement, the Chargor shall permit any person appointed by the Lender, at reasonable times, upon reasonable notice and subject to the terms of any occupational leases (including, without limitation, any Occupational Leases), to enter upon and inspect the state of the Real Property, without the Lender becoming liable to account as mortgagee or heritable creditor (as the case may be) in possession.

#### **4.7 Notices**

4.7.1 The Chargor shall within seven days of receipt by it of any notice, order, direction, designation, resolution or requirement served or given by any public or local or any other authority with respect to the Real Property deliver a copy to the Lender and inform the Lender of the steps taken or proposed to be taken by that Chargor to comply with it.

4.7.2 The Chargor shall, if requested by the Lender, without delay and at its own cost take all reasonable or necessary steps to comply with any such notice or order.

4.7.3 The Chargor shall further, if requested by the Lender, but at its own cost, make or join with the Lender in making such objections or representations against or in respect of any proposal for such a notice or order as the Lender (acting reasonably) shall deem expedient.

4.7.4 Any compensation received by a Chargor as a result of any notice or order shall be applied in repayment of the Secured Liabilities in accordance with the Facility Agreement.

#### **4.8 User**

The Chargor shall use the Real Property only for such purpose or purposes as may from time to time be authorised as the permitted use or user thereof under or by virtue of the Planning Acts and shall not, without the Lender's prior written consent, permit any change to the use of any Real Property or apply for any such change of use.

#### **4.9 Environmental matters**

The Chargor shall at all times acquire and maintain all Environmental Permits required by its ownership, use or occupation of the Real Property and for the conduct of its business and will

comply with all terms and conditions relating to such Environmental Permits and with all other applicable Environmental Laws and will not do or permit any act or omission whereby any such Environmental Permits would be liable to be varied or revoked.

#### **4.10 Jeopardy of Charged Property**

The Chargor shall not without the prior written consent of the Lender:

- 4.10.1 enter into onerous or restrictive obligations affecting the Real Property or create or permit to arise any overriding interest or any easement, servitude or right whatever in or over the Real Property;
- 4.10.2 do or cause or permit to be done anything which may depreciate, jeopardise or otherwise prejudice the value to the Lender of the Charged Property or incur any expenditure or liability of an exceptional or unusual nature; or
- 4.10.3 permit any persons to be registered as proprietor of, or to become entitled to any proprietary right or interest in, the Real Property.

#### **4.11 After-acquired Property**

- 4.11.1 If the Chargor acquires any freehold, heritable or leasehold property after the date of this Deed (**After-acquired Property**), the Chargor shall:
  - (a) inform the Lender immediately together with such details relating to the After-acquired Property as the Lender may require; and
  - (b) immediately on request by the Lender and at the cost of the Chargor execute and deliver to the Lender a legal mortgage or any other agreement or document creating Security in favour of the Lender over the After-acquired Property in such form as the Lender may require.
- 4.11.2 If title to the relevant After-acquired Property is or is to be registered at the Land Registry, the relevant Chargor shall as soon as reasonably practicable notify the Lender of the title number and will procure that the necessary Land Registry enter:
  - (a) a notice of the legal mortgage or other agreement or document referred to in clause 4.11.1(b) on the charges register; and
  - (b) the restriction set out in clause 4.14.1 (as repeated in the said legal mortgage) on the proprietorship register,

in The case, on the registered title of the After-acquired Property. In relation to any After-acquired Property anywhere else in the world, the Chargor shall take such equivalent action as the Lender shall deem appropriate.

#### **4.12 Compulsory acquisition**

The Chargor shall not, without the Lender's prior written consent, enter into any negotiations with any competent authorities with regard to the compulsory acquisition of any Real Property, nor consent to the compulsory acquisition of any Real Property. However, if so requested by the Lender, the Chargor shall permit the Lender or its representatives to conduct such negotiations or give such consent on that Chargor's behalf.

#### **4.13 Commonhold**

The Chargor shall not convert, or permit the conversion of, any freehold estate of any of the Real Property to a freehold estate in commonhold land under Part 1 of the Commonhold and Leasehold Reform Act 2002.

#### **4.14 Registered Land**

4.14.1 The Chargor consents to a restriction in the following terms being entered on the registers of the title of such Real Property as is now or in the future registered at the Land Registry:

"No disposition of the registered estate by the proprietor of the registered estate or by the proprietor of any registered charge is to be registered without a written consent signed by the proprietor for the time being of the debenture dated [ ] in favour of Shojin Nottingham Limited referred to in the charges register or their conveyancer."

4.14.2 To the extent that the Lender is under an obligation to make further advances, the Chargor consents to an application being made to the Land Registry for a note of such obligation to be entered on such registers referred to in clause 4.14.1.

4.14.3 The Chargor hereby certifies that the Security created by this Deed does not contravene any of the provisions of its memorandum or articles of association.

### **5 GENERAL OBLIGATIONS**

#### **5.1 Duration**

The covenants and undertakings in this clause 5 remain in force during the Security Period.

#### **5.2 Notices of charge or assignment**

The Chargor undertakes:

5.2.1 promptly to serve all notices of the Lender's interest in the Charged Property and such other notices as the Lender may require from time to time, substantially in the form set out at Part 1 of each of Schedule 2 (*Form of Notice of Assignment for Contracts*) to Schedule 5 (*Form of Notice of Assignment to Occupational Tenants*) inclusive as appropriate; and



- 5.2.2 to use its reasonable endeavours to procure that each notice served under clause 5.2.1 above is acknowledged by the recipient thereof substantially in the form set out in Part 2 of the relevant schedule to this Deed or otherwise to the satisfaction of the Lender.

### 5.3 Receivables

The Chargor shall (subject to the terms of Facility Agreement as to payments required to be made into a particular Account) collect and realise and immediately thereafter pay into its Accounts all moneys ("Receivables Proceeds") which it may from time to time be entitled in respect of any of its book debts, other debts, Securities, Intellectual Property, royalties, policies of insurance or assurance, proceeds of sale or otherwise in respect of any of the Charged Property and until such payment shall hold all such Receivables Proceeds on trust for the Lender.

### 5.4 Accounts

- 5.4.1 The Lender or any Receiver may (subject to the payment of any claims with priority to the Security created under this Deed) withdraw amounts standing to the credit of the Accounts to meet any amount due and payable under the Finance Documents to the Lender when it is unpaid or when the Lender is entitled to exercise set-off rights against the relevant amounts under the terms of the Facility Agreement.
- 5.4.2 Other than in accordance with the terms of the Facility Agreement and as contemplated by any Intercreditor Agreement, the rights and interests of the Chargor to, and all balances standing to the credit of the Accounts, are personal to the Chargor and shall not be capable of being assigned, charged, sold, transferred, factored, discounted, dealt with or otherwise disposed of in any way without the prior written consent of the Lender.

### 5.5 Securities

- 5.5.1 The Chargor undertakes:
- (a) immediately upon the execution of this Deed or, if later, upon it becoming entitled to the relevant Securities, to deposit with the Lender:
    - (i) all certificates, documents of title and other documentary evidence which at any time may be issued in respect of or attributable to the Securities (or any of them); and
    - (ii) all stock transfer forms in respect of the Securities and other documents required to vest title in the Securities in the Lender or any nominee of the Lender, in the case of such stock transfer forms to be undated and have the name of the transferee left blank;

- (b) duly and promptly to pay all calls and other payments which may from time to time become due and payable in respect of any of the Securities. If the Chargor fails to pay such calls and other amounts, the Lender may pay such calls and other amounts on behalf of the Chargor and the Chargor shall promptly upon request reimburse the Lender for any such payment; and
- (c) immediately to provide (or cause to be immediately provided) to the Lender a copy of any report, accounts, circular, notice and any other document sent or provided to it (or its nominee) in its capacity as the registered holder or beneficial owner of the Securities (other than of a routine and non-material nature).

5.5.2 Until the Security created by this Deed becomes enforceable, the Chargor shall be entitled to:

- (a) exercise or direct the voting rights and other rights in respect of the Securities registered in its name, save that the Chargor undertakes that it will not exercise such rights in a manner inconsistent with the terms of the Finance Documents or which would otherwise have an adverse effect on the value of the Securities or interests of the Lender or the Security created by this Deed; and
- (b) (save as otherwise provided in the Facility Agreement) receive and retain all dividends, distributions and other amounts paid on or derived from any Securities.

5.5.3 Upon the Security created by this Deed becoming enforceable, the Lender shall be entitled to:

- (a) complete all instruments of transfer referred to in clause 5.5.1(b) above and otherwise have any Securities registered in its name or the name of its nominee;
- (b) receive and retain all dividends, distributions and other amounts paid on or derived from any Securities and, to the extent such dividends, distributions and/or other amounts are received by or on behalf of the Chargor, such amounts shall be held on trust for the Lender and shall immediately be paid into an account designated by the Lender; and
- (c) in the name of the Chargor, exercise or direct the exercise of the voting rights and other rights and powers attached to any Securities in such manner as it considers fit (including all powers given to trustees under Part II of the Trustee Act 2000) provided that nothing contained in this clause 5.5 shall in any manner whatsoever restrict the Lender or any nominee for the time being of the Lender from exercising any such rights

and powers in such manner as it shall in its absolute discretion determine where such rights and powers are being exercised for the purposes of preserving the value of or realising the whole or any part of the Security.

## **5.6 Intellectual Property**

The Chargor shall:

- 5.6.1 if requested by the Lender at any time, register the interest of the Lender in all or any part of any Intellectual Property;
- 5.6.2 if requested by the Lender at any time, execute all such documents and do all such acts as the Lender may reasonably require to record the interest of the Lender in any registers relating to any Intellectual Property;
- 5.6.3 preserve, maintain and renew as and when necessary all Intellectual Property required by the Chargor for carrying on its business; and
- 5.6.4 promptly notify the Lender of any infringements of the Intellectual Property and take all steps as may be necessary to prevent such infringement and/or to recover damages in respect thereof.

## **5.7 Finance Documents**

Until the Security created by this Deed becomes enforceable, any payments received by the Chargor under or in respect of the Finance Documents shall be applied in accordance with the terms of the Finance Documents and until so applied the Chargor shall hold all such amounts on trust for the Lender.

## **5.8 Insurance**

The Chargor must ensure compliance with the obligations in relation to insurance contained in the Facility Agreement in relation to the Charged Property as if such provisions were contained in this Deed in favour of the Lender (with any necessary changes).

## **5.9 Payment obligations**

The Chargor shall punctually pay and indemnify the Lender against all existing and future rent, rates, taxes, duties, charges, assessments, impositions and outgoings now or at any time payable in respect of the Charged Property or by any owner or occupier of the Charged Property.

## **5.10 Information**

The Chargor shall produce to the Lender such documents or information relating to the Charged Property as the Lender (acting reasonably) may from time to time request and shall promptly deliver to the Lender a copy of any notice or proceedings served by any person on

that Chargor concerning the Charged Property or alleging any breach of its obligations relating to the Charged Property.

## **6 REPRESENTATIONS AND WARRANTIES**

The Chargor, to the extent relevant to it, makes the representations and warranties set out in this clause 6 to the Lender on the date of this Deed and in accordance with clause 6.4.

### **6.1 Charged Property**

Subject to registration of the same at the Land Registry, it has good title to and is the sole legal and beneficial owner of the Charged Property free from any Security (other than under the Finance Documents and as contemplated by any Intercreditor Agreement), it is lawfully entitled (with full power under its constitutional documents) to create Security over the Charged Property in favour of the Lender and has not sold, transferred or otherwise disposed of the benefit of or agreed to sell, transfer or otherwise dispose of the benefit of its (or any part of its) rights, title and interest in and to the Charged Property.

### **6.2 Nature of Security**

This Deed creates those security interests it purports to create and is not liable to be avoided or otherwise set aside on the liquidation or administration of the Chargor or otherwise.

### **6.3 Intellectual Property**

6.3.1 It is the sole legal and beneficial owner of all Intellectual Property necessary for it to carry on its business free from all Security (other than any Security contemplated by any Intercreditor Agreement), options and other rights in favour of third parties.

6.3.2 It is not aware of any infringement or threatened infringement of its Intellectual Property.

### **6.4 Repetition**

The representations and warranties are deemed to be repeated by the Chargor, by reference to the facts and circumstances then existing, on the date of the Utilisation Request, on the Utilisation Date and on each Interest Payment Date.

## **7 ENFORCEMENT OF SECURITY**

### **7.1 Enforcement**

All rights of the Lender and any Receiver under and in respect of this clause 7 and clause 8 (*Receivers and Administrators*) (including, without limitation, the power of sale and other rights, powers and protections conferred by section 101 of the Act as varied or extended by this Deed) shall become immediately exercisable and the Security created by this Deed shall become immediately enforceable:

- 7.1.1 upon the occurrence of an Event of Default that is continuing;
- 7.1.2 if a resolution is passed or a petition is presented for the winding up, dissolution, administration or re-organisation of the Chargor;
- 7.1.3 if a receiver, an administrative receiver or a receiver and manager is appointed over the Charged Property or, if any person entitled to do so, gives notice of its intention to appoint a receiver, an administrative receiver or a receiver and manager or files such a notice with the court;
- 7.1.4 if an Administrator is appointed in respect of the Chargor or the Lender receives notice of an intention to appoint an Administrator pursuant to paragraphs 15 or 26 of Schedule B1 of the Insolvency Act 1986 in respect of the Chargor; or
- 7.1.5 upon any request by the Chargor for such exercise or enforcement.

## **7.2 General**

- 7.2.1 For the purposes of all powers implied by statute (including, without limitation, the Act), the Secured Liabilities are deemed to have become due and payable on the date of this Deed.
- 7.2.2 Sections 93 (restricting the right of consolidation) and 103 of the Act (restricting the power of sale) shall not apply to this Deed.
- 7.2.3 Neither the Lender nor any Receiver will be liable, by reason of entering into possession of the Charged Property, to account as mortgagee or heritable creditor (as applicable) in possession or for any loss on realisation or for any default or omission for which a mortgagee or heritable creditor in possession might be liable.
- 7.2.4 The Chargor shall provide the Lender and/or any Receiver and their respective representatives all assistance requested by such party to enforce all or any rights in or in respect of the Charged Property.

## **7.3 Prior charges**

The Lender may at any time after this Deed has become enforceable redeem any prior mortgage, charge or other Security over all or any of the Charged Property or procure the transfer thereof to itself and may settle and pass the accounts of the prior mortgagee, chargee or security holder. Any accounts so settled and passed shall (save in respect of any manifest error) be conclusive and binding on the Chargor. All principal moneys, interest, costs, charges and expenses of and incidental to the redemption and transfer shall be Secured Liabilities payable by the Chargor to the Lender on demand.

#### **7.4 Right of appropriation**

To the extent that any of the Charged Property constitutes “financial collateral” and this Deed 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) (“Regulations”)) the Lender shall have the right, at any time after this Deed has become enforceable, to appropriate all or any part of such financial collateral in or towards payment and/or discharge of the Secured Liabilities in such order as the Lender in its absolute discretion may from time to time determine. 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 Accounts, together with any accrued but unposted interest, at the time the right of appropriation is exercised; and (b) in the case of Securities, the market price of such Securities at the time the right of appropriation is exercised determined by the Lender by reference to any recognised market index or by such other process as the Lender may select, including, without limitation, independent valuation. In each case, the Parties agree that the method of valuation provided for in this clause 7.4 shall constitute a commercially reasonable method of valuation for the purposes of the Regulations.

### **8 RECEIVERS AND ADMINISTRATORS**

#### **8.1 Appointment of Receivers and Administrators**

8.1.1 At any time after the Security created by this Deed becomes enforceable in accordance with clause 7.1 (*Enforcement*), the Lender may from time to time without prior notice to the Chargor by writing under the hand of any officer of the Lender appoint:

- (a) any person (whether or not an employee of the Lender) to be a Receiver of the Charged Property (and none of the restrictions imposed by the Act in relation to the appointment of a Receiver or to the giving of notice or otherwise shall apply); or
- (b) when permitted by law, an Administrator of the Chargor under paragraph 14 of Schedule B1 of the Insolvency Act 1986.

8.1.2 An appointment over part only of the Charged Property shall not preclude the Lender from making any subsequent appointment of a Receiver over any other part of the Charged Property.

8.1.3 If at any time and by virtue of any appointment under this clause 8.1 any two or more persons shall hold office as a Receiver, each such person shall be jointly or severally entitled (unless the contrary shall be stated in any of the deed(s) or other instrument(s) appointing them) to exercise all the powers and discretions conferred by this Deed on a Receiver individually and to the exclusion of the other or others of them.

## **8.2 Removal**

The Lender may by writing under its hand (subject to any requirement for an order of the court in the case of an administrative receiver) remove any Receiver appointed by it and may, whenever it thinks fit, appoint a new Receiver in the place of such Receiver.

## **8.3 Remuneration**

The Lender may either at the time of appointment of any Receiver or at any time thereafter and from time to time fix the remuneration of such Receiver and the maximum rate specified in section 109(6) of the Act will not apply.

## **8.4 Receiver as agent**

8.4.1 Any Receiver so appointed shall so far as the law permits be the agent of the Chargor for all purposes, and the Chargor shall be solely responsible for such Receiver's acts, omissions, defaults, losses, liabilities, remuneration, costs, charges and expenses and liable on any contracts or engagements made or entered into by such Receiver, failing which he shall act as principal and shall not be or become agent for the Lender.

8.4.2 The Lender will not incur any liability (either to the Chargor or to any other person) by reason of the appointment of a Receiver or for any other reason.

## **8.5 Exercise of Receiver powers by Lender**

To the fullest extent allowed by law, any right, power or discretion conferred by this Deed (either expressly or impliedly) or by law on a Receiver may (after the Security created by this Deed becomes enforceable) be exercised by the Lender in relation to the Charged Property without appointing a Receiver and notwithstanding the appointment of a Receiver.

## **8.6 Powers of Receiver**

Any Receiver so appointed shall have power, whether immediately or at any later time, in addition to any powers conferred upon it by statute or common law:

8.6.1 to enter upon, take possession of, appropriate, collect and get in the Charged Property and for that purpose to take any proceedings in the name of the Chargor or otherwise;

8.6.2 to manage or carry on or concur in carrying on the business of the Chargor or any part thereof as he may think fit;

8.6.3 to effect and maintain insurances in respect of the business and property of the Chargor;

8.6.4 to commence and/or complete any repairs, improvements and building operations on the Charged Property and to apply for and obtain any planning

permissions, building regulation approvals and any other permissions, consents or licences in each case as he may think fit;

- 8.6.5 to proceed to completion of the Finance Documents and satisfy the obligations and liabilities of the Chargor under the Finance Documents insofar as it is able;
- 8.6.6 to raise or borrow money from any person (including, without limitation, the Lender) to rank for payment in priority to this Security or otherwise and with or without a charge on the Charged Property;
- 8.6.7 to sell, transfer, assign, exchange, hire out, lend or otherwise dispose of, convert into money, deal with or realise the Charged Property (whether by public auction or private contract or otherwise) on such terms and for such consideration (including a consideration consisting wholly or partly of shares or securities of any other company) payable at such time or times as he may think fit (and any consideration other than cash shall on receipt be and become charged with the payment and discharge of all Secured Liabilities) in the name of and on behalf of the Chargor and generally exercise all the powers and rights of an absolute owner of the Charged Property and do or omit to do anything which the Chargor could do or omit to do;
- 8.6.8 to sever from the premises to which they are annexed and sell separately any plant, machinery and other fixtures;
- 8.6.9 to lease or license any of the Charged Property or vary, surrender or renounce leases or licenses or accept surrenders or renunciations of leases or licenses of the Charged Property in each case on such terms and conditions and for such rent or fee payable at such time or times as he may think fit;
- 8.6.10 to settle, arrange, compromise and submit to arbitration any accounts, claims, questions, disputes or demands whatsoever which may arise in connection with the business of the Chargor or the Charged Property or in any way relating to this Security and to bring, prosecute, enforce, take, defend, compromise, submit to arbitration and discontinue any actions, suits or proceedings whatsoever whether civil or criminal in relation to the matters aforesaid, to disclaim, abandon or disregard all or any of the outstanding contracts of the Chargor and to allow time for payment of any debts, either with or without Security;
- 8.6.11 to give valid receipts for all moneys and execute all documents, assurances and things which may be necessary or desirable for realising the Charged Property;
- 8.6.12 to make calls, conditionally or unconditionally, on the members of the Chargor in respect of its uncalled capital with the same powers for the purpose of enforcing payment of any calls so made as are by the articles of association of that Chargor conferred upon the directors thereof in respect of calls authorised to be made by



them and in the names of the directors or in that of the relevant Chargor or otherwise and to the exclusion of the directors' powers in that regard;

- 8.6.13 to establish Subsidiaries and to transfer to Subsidiaries of the Chargor the whole or any part of the business and property of a Chargor;
- 8.6.14 to lend money or advance credit to any customer of the Chargor, enter into bonds, covenants, undertakings, commitments, guarantees, indemnities or like matters and to make all requisite payments to effect, maintain or satisfy the same;
- 8.6.15 to appoint managers, officers, employees, contractors, workmen, agents and advisers for any of the aforesaid purposes upon such terms as to remuneration or otherwise as he may determine and to discharge any person appointed by any Chargor;
- 8.6.16 to do all such other acts and things as he may consider necessary or desirable in his absolute discretion for the realisation of any of the Charged Property or incidental or conducive to any of the rights, powers or discretions conferred on a Receiver under or by virtue of this Deed or law;
- 8.6.17 generally to exercise all or any of the powers set out in the Insolvency Act 1986 over such part of the Charged Property over which he shall have been appointed (whether or not he is an administrative receiver); and
- 8.6.18 generally to use the name of the Chargor in the exercise of all or any of the powers conferred by this clause 8.6,

provided that any Receiver shall in the exercise of his powers, authority and discretions conform to any directions from time to time given and made by the Lender and shall not be responsible nor shall the Lender be responsible for any loss thereby occasioned.

## **8.7 Application of proceeds**

All moneys received by the Lender or any Receiver after the Security created by this Deed becomes enforceable shall be applied (subject to any liabilities having priority to the Secured Liabilities) in the following order:

- 8.7.1 in or toward payment of the costs, losses, liabilities, charges and expenses incurred in connection with this Deed by the Lender or any Receiver and the exercise of all or any of such party's powers and of all outgoings paid by such party (including preferential debts) and in payment to any Receiver of such remuneration as may be agreed between such Receiver and the Lender at or at any time and from time to time after the Receiver's appointment in accordance with the terms of this Deed;

8.7.2 in or towards satisfaction of the Secured Liabilities in accordance with the Facility Agreement; and

8.7.3 in payment of the surplus (if any) to the Chargor or any other person entitled to it.

This clause 8.7 does not prejudice the right of the Lender to recover any shortfall from any Chargor.

## **8.8 Statutory powers**

The powers conferred on mortgagees or receivers by the Act shall apply to any Receiver appointed under this Deed as if such powers were incorporated into this Deed 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 Act and those contained in this Deed, the terms of this Deed shall prevail.

## **9 PROTECTION OF THIRD PARTIES**

### **9.1 Deemed right to enforce**

In favour of any purchaser (as defined in section 205 of the Act) or person dealing in good faith, the Secured Liabilities shall be deemed to become due and all rights of enforcement conferred upon the Lender by the Act, as varied and extended by this Deed, shall be deemed to arise, immediately after the execution of this Deed.

### **9.2 No enquiry required**

No purchaser, mortgagor, mortgagee or other person dealing with the Lender or a Receiver shall be bound or concerned to enquire whether any power exercised or purported to be exercised under this Deed becomes exercisable or whether any money is due on the Security created by this Deed or as to the propriety or regularity of any sale by or other dealing with the Lender or such Receiver or be concerned with notice to the contrary. Any such sale or dealing shall be deemed to be within the powers conferred by this Deed and to be valid and effective accordingly.

## **10 FURTHER ASSURANCE**

The Chargor undertakes to the Lender that it shall, at its own expense, at any time on written demand by the Lender or any Receiver:

10.1.1 take whatever action the Lender or any Receiver may require for creating, perfecting, protecting or maintaining all or any of the Security created or intended to be created by or under this Deed or any other Finance Document;

10.1.2 affix to such items of the Charged Property or indorse or cause to be indorsed thereon as the Lender shall stipulate such labels, signs, memoranda or other recognisable identification markings as the Lender shall require referring or drawing attention to the Security created by or under this Deed; and

10.1.3 facilitate the realisation of any Charged Property, or the exercise of any right, power or discretion exercisable, by the Lender or any Receiver in respect of any Charged Property,

including, without limitation, the execution of any transfer, conveyance, assignment or assignation of any property to the Lender or its nominee and the giving of any notice, order or direction and the making of any registration, in each case which the Lender considers expedient.

## **11 POWER OF ATTORNEY AND DELEGATION**

### **11.1 Power of Attorney**

The Chargor irrevocably and by way of security appoints the Lender and any Receiver and any Delegate acting jointly and also severally as attorney of such Chargor for such Chargor and in its name and on its behalf and as its act and deed to execute, seal and deliver and otherwise perfect and do any deed, assurance, agreement, instrument, act or thing which such Chargor is obliged to execute and do under this Deed or in the Facility Agreement, including without limitation, under clause 10 (*Further assurance*). The Chargor undertakes to ratify and confirm whatever any attorney appointed under this clause 11 does or purports to do under this clause 11.

### **11.2 Delegation**

The Lender or any Receiver may delegate by power of attorney or in any other manner to any person any right, power or discretion exercisable by it under this Deed upon any terms (including power to sub-delegate) which the Lender or any Receiver may think fit. Neither the Lender nor any Receiver will be in any way liable or responsible to a Chargor for any loss or liability arising from any act, default, omission or misconduct on the part of any Delegate.

## **12 NEW ACCOUNT**

If the Lender receives or is deemed to be affected by actual or constructive notice of any subsequent mortgage, charge, assignment or other disposition affecting the Charged Property, the Lender may open a new account for the Chargor. If the Lender does not open a new account then, unless it gives express written notice to the contrary to that Chargor, it shall nevertheless be treated as if it had done so at the time when it received any such notice. As from that time all payments made by or on behalf of that Chargor shall be credited or be treated as having been credited to the new account and shall not operate to reduce the Secured Liabilities.

## **13 PRESERVATION OF SECURITY**

### **13.1 Continuing security**

The Security constituted by this Deed shall be a continuing security and will extend to the ultimate balance of the Secured Liabilities regardless of any intermediate payment or satisfaction of the whole or any part of the Secured Liabilities.

### **13.2 Reinstatement and avoidance of payments**

13.2.1 Any settlement or discharge between the Lender and a Chargor in respect of the Secured Liabilities shall be conditional upon no Security of, or payment to, the Lender (whether by a Chargor or otherwise) being avoided or reduced or required to be paid away by virtue of any requirement (whether or not having the force of law) or enactment, whether relating to bankruptcy, insolvency, liquidation, administration or otherwise, at any time in force or by virtue of any obligation to give effect to any preference or priority.

13.2.2 If any settlement or discharge is so avoided or reduced, the liability of a Chargor under this Deed shall continue as if the settlement or the discharge had not occurred and the Lender shall be so entitled to recover the value or amount of any such Security or payment from a Chargor as if such settlement or discharge had not occurred.

13.2.3 The Lender may concede or compromise any claim that any payment, Security or other disposition is liable to avoidance or restoration.

### **13.3 Appropriations**

The Lender (or any trustee or agent on its behalf) may at any time during the Security Period:

13.3.1 refrain from applying or enforcing any other moneys, Security or rights held or received by it (or any trustee or agent on its behalf) in respect of the Secured Liabilities, or apply and enforce the same in such manner and order as it sees fit (whether against those amounts or otherwise) and no Chargor shall be entitled to the benefit of the same; and

13.3.2 hold in an interest bearing suspense account any moneys received from a Chargor or on account of the Secured Liabilities.

### **13.4 Additional security**

The Security created by this Deed is in addition to and is not in any way prejudiced by any other Security now or in the future held by the Lender for any of the Secured Liabilities.

## **14 GENERAL**

### **14.1 Notices**

Any demand or notice by the Lender under this Deed shall be made or given in accordance with the provisions of the Facility Agreement.

### **14.2 Costs and expenses**

All costs, charges and expenses (including, without limitation, legal fees) incurred by the Lender in the creation or discharge of or otherwise in connection with this Deed (including, without limitation, the remuneration of any Receiver) or in respect of the Charged Property and all costs (including, without limitation, legal fees) of the Lender of all proceedings for the preservation or enforcement (or attempted preservation or enforcement) of this Security or for obtaining or attempting to obtain payment of any Secured Liabilities shall be recoverable on a full indemnity basis as a debt due from a Chargor and shall form part of the Secured Liabilities.

### **14.3 Partial invalidity**

If, at any time, any provision of this Deed is or becomes illegal, invalid or unenforceable in any respect under any law of any jurisdiction, neither the legality, validity or enforceability of the remaining provisions nor the legality, validity or enforceability of such provision under the law of any other jurisdiction will in any way be affected or impaired.

### **14.4 Remedies and waivers**

No failure to exercise, nor any delay in exercising, on the part of the Lender or any Receiver, any right or remedy under this Deed shall operate as a waiver, nor shall any single or partial exercise of any right or remedy prevent any further or other exercise or the exercise of any other right or remedy. The rights and remedies provided in this Deed are cumulative and not exclusive of any rights or remedies provided by law.

### **14.5 Counterparts**

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

### **14.6 Third party rights**

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

### **14.7 Deed**

It is intended that this Deed takes effect as a deed notwithstanding the fact that a Party may only execute it under hand.

**15 GOVERNING LAW**

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

**16 JURISDICTION AND ENFORCEMENT**

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

**16.2** The Parties agree that the courts of England are the most appropriate and convenient courts to settle Disputes and accordingly no Party will argue to the contrary.

**IN WITNESS** whereof this Deed has been duly executed as a deed by the Chargor and is intended to be and is delivered on the date first above written.

**SCHEDULE 1  
REAL PROPERTY**

No.	Property	Freehold/Leasehold	Title Number
1	32 Russell Street, Nottingham NG7 4FL	Freehold	NT166697

**SCHEDULE 2**  
**CONTRACTS**

**Part 1- Form of Notice of Assignment for Contracts**

*[On the letterhead of the relevant Chargor]*

To:

Attention:

Dated:

Dear Sirs

We give you notice that, by a Deed dated [ ] 201[ ], we have assigned to [Shojin SPV Limited] ("Lender") by way of security all of our rights, title and interest in and to the [ ] agreement dated [ ] between our respective selves in respect of [ ] ("Contract").

Our duties and obligations under the Contract have not been novated and therefore we are still responsible to you for all such duties and obligations as set out in the Contract. Save as otherwise set out below, you may continue to deal with us in relation to the Contract until you receive notice to the contrary from the Lender. Thereafter we will cease to have any right to deal with you in relation to the Contract and therefore from that time you should deal only with the Lender.

We may not without the prior written consent of the Lender:

- 1 make or agree to any termination, modification, variation or amendment of the terms of the Contract; or
- 2 consent or agree to any waiver or release of any of your obligations under the Contract; or
- 3 make or agree to any claim that the Contract is frustrated in whole or in part.

You are authorised to disclose information in relation to the Contract to the Lender on request and you shall send copies of all notices and other information sent or delivered under the Contract to the Lender.

You should remit to the Lender all sums due and owing to us under the Contract to our account with [ ] at [ ], [ ], [ ] and, following notice from the Lender, you shall hold all such sums to the order of the Lender and shall pay or release such moneys to such person or to such account as the Lender shall direct.



Neither the Lender nor any receiver, delegate or sub-delegate appointed by it shall have any liability under the Contract.

These instructions may not be varied or revoked without the prior written consent of the Lender.

Please acknowledge receipt of this notice and your acceptance of the instructions and authorisations contained in it within 5 business days of receiving this notice by sending a letter in the enclosed form direct to the Lender at its above address marked for the attention of Agency Manager (ref: **[Chargor's name]**).

Yours faithfully

Director/Duly Authorised Signatory

## Part 2– Form of Acknowledgement for Contracts

*[On the letterhead of the Contract Party]*

To: [Shojin SPV Limited]

Attention: [ ] (ref: *[Chargor's name]*)

Dated:

Dear Sirs

We acknowledge receipt of a notice dated [ ] 201[ ] ("**Notice**") and addressed to us by [ ] ("**Chargor**") in relation to the Contract (as defined in the Notice) and we accept the instructions and authorisations contained in the Notice and undertake to act in accordance and comply with the terms thereof.

We have not received any other notices of assignment regarding the Contract.

We do not have and will not exercise any rights of counterclaim or set-off in respect of the Contract.

Yours faithfully

Director/Duly Authorised Signatory

**SCHEDULE 3**  
**CHARGE OVER ACCOUNTS**

**Part 1- Form of Notice of Charge for Accounts**

*[On the letterhead of the Chargor]*

To:

Attention:

Dated:

Dear Sirs

**[Insert account number, name and sort code] (Account)**

We give you notice that by a Deed dated [ ] 201[ ], we have charged to [Shojin SPV Limited] ("Lender") by way of security all sums from time to time standing to the credit of the Account held with you and the debt represented thereby together with all interest and other amounts accruing thereon and all our right, title and interest in the Account and we irrevocably and unconditionally instruct and authorise you (notwithstanding any previous instructions whatsoever which we may have given you to the contrary):

- 1 to disclose to the Lender without any reference to or further authority from us and without any enquiry by you as to the justification for such disclosure, such information relating to the Account and the sums standing to its credit from time to time as the Lender may, at any time and from time to time, request you to disclose to it;
- 2 [following receipt of notice from the Lender that the security over the Account has become enforceable,] to hold the sums standing to the credit of the Account from time to time to the order of the Lender;
- 3 [following receipt of notice from the Lender that the security over the Account has become enforceable,] to act in accordance with any instructions from time to time received by you in writing from the Lender to release the sums standing to the credit of the Account from time to time or to allow the Lender to withdraw the sums standing to the credit of the Account from time to time, to act in accordance with such instructions, without any reference to or further authority from us and without any enquiry by you as to the justification for such instructions or the validity thereof; and

- 4 [following receipt of notice from the Lender that the security over the Account has become enforceable,] not to permit any withdrawal by us of any sums standing to the credit of the Account without the prior written consent of the Lender.

All such notices, statements or instructions may be relied upon by you provided that they purport to be signed by an authorised signatory of the Lender.

[Until such time as the Lender notifies you that the security over the Account has become enforceable, we shall remain free to deal with the Account.]

These instructions may not be varied or revoked without the prior written consent of the Lender.

Please acknowledge receipt of this notice and your acceptance of the instructions and authorisations contained in it within 5 business days of receiving this notice by sending a letter in the enclosed form direct to the Lender at its above address marked for the attention of [ ] (ref: [Chargor's *name*]).

Yours faithfully

Director/Duly Authorised Signatory

## Part 2- Form of Acknowledgment for Accounts

*[On the letterhead of the Account Bank]*

To: [Shojin SPV Limited]

Attention: [ ] (ref: ***Chargor name***)

Dated:

Dear Sirs

Re: **[Insert account number, name and sort code]**

We acknowledge receipt of a notice dated [ ] 201[ ] ("**Notice**") and addressed to us by [ ] ("**Chargor**") in relation to the Account (as defined in the Notice) and we accept the instructions and authorisations contained in the Notice and undertake to act in accordance and comply with the terms thereof.

We further acknowledge and confirm to the Lender that:

- 1 no rights of counterclaim, rights of set-off or any other equities whatsoever have arisen in our favour against the Chargor in respect of the Account, the sums standing to its credit from time to time and the debt represented thereby or any part of any thereof and we will not make any claims or demands or exercise any rights of counterclaim, rights of set-off or any other equities whatsoever against the Chargor in respect of the Account, the sums standing to its credit from time to time and the debt represented thereby; and
- 2 we have not, as at the date hereof, received any notice that any third party has or will have any right or interest whatsoever in or has made or will be making any claim or demand or taking any action whatsoever against the Account, the sums standing to its credit from time to time and the debt represented thereby.

We agree that, in the event that we become aware at any time that any person other than yourselves has or will have any right or interest in the Account and/or the debt represented thereby, we will promptly notify you.

Yours faithfully

Director/Duly Authorised Signatory

**SCHEDULE 4**  
**HEDGING ARRANGEMENTS**

**Part 1- Form of Notice for Hedging Arrangements**

*[On the letterhead of the Chargor]*

To:

Attention:

Dated:

Dear Sirs

We give you notice that by a Deed dated [ ] 201[ ] we assigned to [Shojin SPV Limited] ("Lender") by way of security all our rights under any agreement or arrangement between yourselves and ourselves for the purpose of or in connection with the fixing, capping or hedging of the rate of interest payable by us in respect of any borrowing or indebtedness and any right or option to enter into any such agreement or arrangement ("Hedging Arrangement").

We irrevocably instruct and authorise you:

- 1 to disclose to the Lender without any reference to or further authority from us and without any enquiry by you as to the jurisdiction for such disclosure, such information relating to the Hedging Arrangement as the Lender may, at any time and from time to time, request you to disclose to it;
- 2 to pay any sum payable by you under the Hedging Arrangement to our account with [ ] at [ ], Account No.[ ], Sort Code [ ];
- 3 following receipt by you of notification from the Lender that the security over the Hedging Arrangement has become enforceable, to accept the Lender's instructions in relation to the Hedging Arrangement.

These instructions may not be varied or revoked without the prior written consent of the Lender.

Please acknowledge receipt of this notice and your acceptance of the instructions and authorisations contained in it within 5 business days of receiving this notice by sending a letter in the enclosed form direct to the Lender at its above address marked for the attention of [ ] (ref: [**Chargor name**])

Yours faithfully

**Director/Duly Authorised Signatory**

Part 2- Form of Acknowledgment for Hedging Arrangements

*[On the letterhead of the Hedging Counterparty]*

To: [Shojin SPV Limited]

Attention: [ ] (ref: **[Chargor name]**) Dated:

Dear Sirs

We acknowledge receipt of a notice dated [ ] 201[ ] ("Notice") and addressed to us by [ ] ("Chargor") in relation to the Hedging Arrangement (as defined in the Notice) and we accept the instructions and authorisations contained in the Notice and undertake to act in accordance and comply with the terms thereof.

We confirm that we have not received notice of the interest of any third party in the Hedging Arrangement.

Yours faithfully

Director/Duly Authorised Signatory



**SCHEDULE 5**  
**OCCUPATIONAL TENANTS**

**Part 1- Form of Notice to Occupational Tenants**

*[On the letterhead of the relevant Chargor]*

To:

Attention:

Dated

Dear Sirs

Re: **[Property]**

We refer to the lease dated [ ] and made between [ ] and [ ] ("**Lease**").

We, [ ], give you notice that by a Debenture ("**Debenture**") dated [ ] 201[ ] we charged and assigned to [Shojin SPV Limited] ("**Lender**") by way of security all our right, title and interest in and to the Lease and the moneys from time to time due to us under the Lease.

We irrevocably instruct and authorise you, until you receive notice from the Lender to the contrary and notwithstanding any previous instructions given by us to you, to pay any rent (but not any service charge or other amount) payable by you under the Lease to [our account with [ ] at [ ], account number [ ], sort code [ ] ("**Rent Account**").]

Please acknowledge receipt of this notice and your acceptance of the instructions and authorisations contained in it within 5 business days of receiving this notice by signing the attached acknowledgement and returning it direct to the Lender at its above address marked for the attention of [ ].

These instructions may not be varied or revoked without the prior written consent of the Lender.

Yours faithfully

Director/Duly Authorised Signatory

## Part 2- Form of Acknowledgment from Occupational Tenants

*[On the letterhead of the Occupational Tenant]*

To: [Shojin SPV Limited]

Attention: [ ] (ref: [*Chargor name*])

Dated:

Dear Sirs

Re: [Property]

We acknowledge receipt of a notice dated [ ] 201[ ] ("**Notice**") and addressed to us by [ ] ("**Chargor**") in relation to the Lease (as defined in the Notice) and we accept the instructions and authorisations contained in the Notice and undertake to act in accordance and comply with the terms thereof.

We confirm that we have not, as at the date of this acknowledgement, received any notice that any third party has or will have any right or interest in, or has made or will be making any claim or demand or taking any action in respect of, the rights of the Chargor under or in respect of the Lease (as defined in the Notice).

Yours faithfully

.....  
For and on behalf of [Occupational Tenant]

**SCHEDULE 6**

## FORM OF SECURITY DEED OF ACCESSION

**THIS DEED** is made on [ ]

## BETWEEN

- (1) [ ] (registered in England with number [ ] (“Obligors’ Agent”);
- (2) [ ] (registered in England with number [ ] (“Acceding Chargor”); and
- (3) [ ] as security agent for the Lenders (“Lender”).

**WHEREAS**

- (A) This Deed is supplemental to a debenture dated [ ] between, inter alia, the Original Chargor and the Lender ("**Debenture**").
- (B) The Acceding Chargor has also entered into an Accession Deed to the Facility Agreement on or about the date of this Security Deed of Accession.

## DISCUSSION

## 1 DEFINITIONS AND INTERPRETATION

### 1.1 Definitions

- 1.1.1 Save to the extent otherwise defined in this Deed, terms defined in the Debenture have the same meaning when used in this Deed.
- 1.1.2 In this Deed, **Subsidiary Shares** means all shares present and future held by the Acceding Chargor or its Subsidiaries including those listed in Schedule 2 (*Subsidiary Shares*) to this Deed.

## 1.2 interpretation

Clauses 1.2 (*Interpretation*) and 14.6 (*Third party rights*) of the Debenture are incorporated in this Deed as if they were set out in full in this Deed, but so that references in those clauses to **this Deed** shall be construed as references to this Security Deed of Accession.

## **2 ACCESSION OF ACCEDING CHARGOR**

### **2.1 Accession**

The Acceding Chargor agrees to be a Chargor for the purposes of the Debenture with immediate effect and agrees to be bound by all of the terms of the Debenture as if it had originally been a party to it.

### **2.2 Covenant to pay**

#### **2.2.1 Covenant**

The Acceding Chargor covenants with the Lender that it will pay to the Lender and discharge all Secured Liabilities when the same shall be or become due in accordance with the terms of the Finance Documents.

#### **2.2.2 Interest**

The Acceding Chargor shall pay to the Lender on the Secured Liabilities to the date of actual payment or discharge (notwithstanding any demand or judgment or the liquidation or administration of the Chargor or any arrangement or composition with creditors by the Chargor) in accordance with the terms of the Finance Documents.

### **2.3 Charging provisions**

All security created by the Chargor under clauses 2.4 to 2.7 inclusive is:

2.3.1 a continuing security for the payment and discharge of the Secured Liabilities;

2.3.2 granted with full title guarantee;

2.3.3 granted in respect of all the right, title and interest (if any), present and future of the Acceding Chargor in and to the relevant Charged Property; and

2.3.4 in favour of the Lender as security agent for the Lenders.

### **2.4 First legal mortgages**

The Acceding Chargor charges by way of legal mortgage:

2.4.1 all estates or interests in the property described in Schedule 1 (*Real Property*) to this Deed; and

2.4.2 all estates or interests in any freehold or leasehold property (except any assets specified in clause 2.4.1) now or in the future belonging to it;

### **2.5 Assignments**

The Acceding Chargor assigns:

- 2.5.1 all its benefits, rights, titles, claims and interests in and to the Operational Income;
- 2.5.2 all its benefits, rights, titles, claims and interests in and to the Finance Documents;
- 2.5.3 all its rights under any development agreement or related documents including, without limitation, collateral warranties with trade contractors or professionals relating to any Real Property;
- 2.5.4 all its benefits, rights, titles, claims and interests in and to all present and future insurance policies or contracts in respect of the Charged Property and any payments paid or payable, claims or return of premium in relation thereto;
- 2.5.5 all rights under any agreement or arrangement (including any Hedging Arrangement) it may enter into now or in the future with any person for the purpose of or in connection with the fixing, capping or hedging of the rate of interest payable by it in respect of any borrowing or indebtedness and any right or option to enter into any such agreement or arrangement;
- 2.5.6 all its rights and claims in relation to any Real Property including, without limitation, all rights and claims against any lessees, tenants, sub-lessees, sub-tenants, licensees or occupiers of the Real Property from time to time and all guarantors and sureties for the obligations of such persons,

provided that, in each case, to the extent (if any) that the benefits, rights, titles, claims and interests assigned under this clause 2.5 are not assignable, such assignment will operate as an assignment of all proceeds received by the Acceding Chargor in connection with such benefits, rights, titles, claims and interests.

## **2.6 First fixed charges**

The Acceding Chargor charges by way of first fixed charge:

- 2.6.1 (to the extent they are not the subject of a mortgage under clause 2.4.1 all estates or interests in any freehold and leasehold property now or in the future belonging to it, whether or not the title is registered at the Land Registry;
- 2.6.2 all plant and machinery now or in the future owned by the Acceding Chargor and its interest in any plant or machinery now or in the future in its possession;
- 2.6.3 all licences, consents and authorisations (statutory or otherwise) held or required in connection with its business or the use of any its Charged Property and all rights in connection with them;
- 2.6.4 all its rights in respect of any amount from time to time standing to the credit of those Accounts from which the Acceding Chargor is not entitled (in accordance with the terms of the Facility Agreement or this Deed) to withdraw, transfer or otherwise deal with all or any part of the balance standing to such Account's

credit without the prior written consent of the Lender and the debts or debts represented thereby;

- 2.6.5 all its rights in respect of any amount from time to time standing to the credit of those Accounts not charged pursuant to clause 3.1.2(d) and the debts or debts represented thereby;
- 2.6.6 all its book debts and other debts, monetary claims, prepayments and the proceeds of the same existing now or in the future and whether payable now or in the future together with the benefit of all rights, claims, securities and guarantees enjoyed or held by the Acceding Chargor in relation to the foregoing;
- 2.6.7 all Securities now or in the future belonging to it;
- 2.6.8 all Intellectual Property now or in the future belonging to it;
- 2.6.9 all its goodwill and uncalled capital from time to time;
- 2.6.10 all its rights to recover any value added tax on any supplies made to it relating to the Charged Property and any sums so received;
- 2.6.11 its undertaking and all its other property, rights, assets and income not effectively assigned under clause 2.5;

## **2.7 Floating charge**

The Acceding Chargor charges by way of floating charge, its undertaking and all its other property, rights, assets and income not effectively mortgaged, charged or assigned by this clauses 2.4, 2.5 or 2.6, both present and future (including but not limited to its stock in trade) and including, without prejudice, the foregoing generality, a floating charge over all its assets which are situated in Scotland or which are governed by or otherwise subject to Scots law and paragraph 14 of Schedule B1 of the Insolvency Act 1986 applies so that the floating charge so created is a qualifying floating charge.

## **3 CONSENT OF EXISTING CHARGING COMPANIES**

The Chargor agrees to the terms of this Deed and agree that its execution will in no way prejudice or affect any Security granted by any of them by or under the Debenture.

## **4 SECURITY POWER OF ATTORNEY**

The Acceding Chargor, by way of security, irrevocably and severally appoints the Lender, each Receiver and any of their delegates or sub-delegates to be its attorney to take any action which the Acceding Chargor is obliged to take under this Deed, the Debenture. or in the Facility Agreement, including without limitation, under clause 10 (*Further assurance*) The Acceding Chargor ratifies and confirms whatever any attorney does or prompts to do pursuant to its appointment under this clause 4.

**5 NOTICES**

Any demand or notice by the Lender under this Deed shall be made or given in accordance with the provisions of the Facility Agreement

**6 COUNTERPARTS**

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

**7 GOVERNING LAW AND JURISDICTION**

Clauses 15 and 16 of the Debenture shall be incorporated in this Deed as if set out here in full but so that references to the Debenture shall be construed as references to this Deed.

This Deed has been entered into as a deed on the date given at the beginning of this Deed.

**Schedule 1**  
**Real Properties**



## **SIGNATURES TO THE SECURITY DEED OF ACCESSION**

### **Parent**

Executed as a deed by )

[ ] LIMITED/PLC )

acting by a director in the presence of ) Director

Signature of witness

Name

Address

**Acceding Chargor**

Executed as a deed by )

[ ] LIMITED/PLC )

acting by a director in the presence of ) Director

Signature of witness

Name

Address

**The Lender**

Executed as a deed by )

[ ] LIMITED/PLC )

acting by an attorney in the presence of ) Director

Signature of witness

Name

Address

EXECUTION PAGES

The Chargor

EXECUTED and DELIVERED as )  
a DEED by WINRISE ONE )  
LIMITED acting )  
by a director in the presence of: ) .....  
Director

.....

Signature of Witness

Name:

Address:

Occupation:

Address:

Facsimile number:

Lender

SHOJIN NOTTINGHAM LIMITED]

By: .....

For and on behalf of Shojin Nottingham Limited

Address: Golden Cross House, 8 Duncannon Street, London, England, WC2N 4JF

EXECUTION PAGES

The Chargee

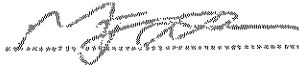
EXECUTED and DELIVERED as )

a DEED by WINRISE ONE )

LIMITED acting )

by a director in the presence of: )

Director



Signature of Witness

Name: *Mark Galt*

Address: *3 The Osiers Business Centre, Leicester, LE14 1DT*

Occupation: *Trainee Solicitor*

Address:

Facsimile number:

Lender

SHOJIN NOTTINGHAM LIMITED

By:.....

For and on behalf of Shojin Nottingham Limited

Address: Golden Cross House, 8 Duncannon Street, London, England, WC2N 4JF