

383212/91

In accordance with  
Sections 859A and  
859J of the Companies  
Act 2006

MR01

Particulars of a charge

Laserform

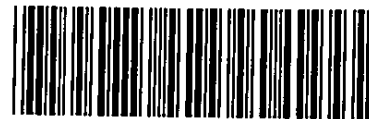
A fee is payable with this form  
Please see 'How to pay' on the  
last page

You can use the WebFil  
Please go to [www.companieshouse.gov.uk](http://www.companieshouse.gov.uk)

✓ **What this form is for**  
You may use this form to register  
a charge created or evidenced by  
an instrument

✗ **What this form is NOT for**  
You may not use this form to  
register a charge where the charge is  
instrument Use form MR01

WEDNESDAY



A28 \*A4CNOLQB\* 29/07/2015 #185  
COMPANIES HOUSE

This form **must be delivered to the Registrar for registration within 21 days** beginning with the day after the date of creation of the charge. If delivered outside of the 21 days it will be rejected unless it is accompanied by a court order extending the time for delivery.

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

**1 Company details**

Company number 08908874

Company name in full Pierpont Galleries Ltd

3 For official use

→ **Filling in this form**  
Please complete in typescript or in  
bold black capitals

All fields are mandatory unless  
specified or indicated by \*

**2 Charge creation date**

Charge creation date 24/07/2015

**3 Names of persons, security agents or trustees entitled to the charge**

Please show the names of each of the persons, security agents or trustees  
entitled to the charge

Name TriplePoint Capital LLC

Name

Name

Name

If there are more than four names, please supply any four of these names then  
tick the statement below

☐ I confirm that there are more than four persons, security agents or  
trustees entitled to the charge

# MR01

## Particulars of a charge

4

### Brief description

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

Brief description

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

Please limit the description to the available space

5

### Other charge or fixed security

Does the instrument include a charge (which is not a floating charge) or fixed security over any tangible or intangible or (in Scotland) corporeal or incorporeal property not described above? Please tick the appropriate box

☒ Yes

☐ No

6

### Floating charge

Is the instrument expressed to contain a floating charge? Please tick the appropriate box

☒ Yes Continue

☐ No Go to Section 7

Is the floating charge expressed to cover all the property and undertaking of the company?

☒ Yes

7

### Negative Pledge

Do any of the terms of the charge prohibit or restrict the company from creating further security that will rank equally with or ahead of the charge? Please tick the appropriate box

☒ Yes

☐ No

8

### Trustee statement <sup>①</sup>

You may tick the box if the company named in Section 1 is acting as trustee of the property or undertaking which is the subject of the charge

☐

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

9

### Signature

Please sign the form here

Signature

Signature

X DLA Piper UK LLP. X

This form must be signed by a person with an interest in the charge

# MR01

## Particulars of a charge



### Presenter information

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

Contact name Sarah Sharkey

Company name DLA Piper UK LLP

Address Princes Exchange

Princes Square

LEEDS

Post town

County/Region

Postcode L S 1 4 B Y

Country

DX DX: 12017 LEEDS

Telephone 08700 111 111



### Certificate

We will send your certificate to the presenter's address if given above or to the company's Registered Office if you have left the presenter's information blank.



### Checklist

**We may return forms completed incorrectly or with information missing**

**Please make sure you have remembered the following:**

- ☒ The company name and number match the information held on the public Register
- ☒ You have included a certified copy of the instrument with this form
- ☒ You have entered the date on which the charge was created
- ☒ You have shown the names of persons entitled to the charge
- ☒ You have ticked any appropriate boxes in Sections 3, 5, 6, 7 & 8
- ☒ You have given a description in Section 4, if appropriate
- ☒ You have signed the form
- ☒ You have enclosed the correct fee
- ☒ Please do not send the original instrument, it must be a certified copy



### Important information

**Please note that all information on this form will appear on the public record**



### How to pay

**A fee of £13 is payable to Companies House in respect of each mortgage or charge filed on paper**

Make cheques or postal orders payable to 'Companies House'



### Where to send

**You may return this form to any Companies House address. However, for expediency, we advise you to return it to the appropriate address below**

**For companies registered in England and Wales:**  
The Registrar of Companies, Companies House,  
Crown Way, Cardiff, Wales, CF14 3UZ  
DX 33050 Cardiff

**For companies registered in Scotland:**  
The Registrar of Companies, Companies House,  
Fourth floor, Edinburgh Quay 2,  
139 Fountainbridge, Edinburgh, Scotland, EH3 9FF  
DX ED235 Edinburgh 1  
or LP - 4 Edinburgh 2 (Legal Post)

**For companies registered in Northern Ireland:**  
The Registrar of Companies, Companies House,  
Second Floor, The Linenhall, 32-38 Linenhall Street,  
Belfast, Northern Ireland, BT2 8BG  
DX 481 N R Belfast 1



### Further information

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

**This form is available in an alternative format. Please visit the forms page on the website at [www.companieshouse.gov.uk](http://www.companieshouse.gov.uk)**



FILE COPY

## CERTIFICATE OF THE REGISTRATION OF A CHARGE

Company number: 8908874

Charge code: 0890 8874 0003

The Registrar of Companies for England and Wales hereby certifies that a charge dated 24th July 2015 and created by PIERPONT GALLERIES LTD was delivered pursuant to Chapter A1 Part 25 of the Companies Act 2006 on 29th July 2015

Q

Given at Companies House, Cardiff on 4th August 2015



Companies House



THE OFFICIAL SEAL OF THE  
REGISTRAR OF COMPANIES



I CERTIFY THAT, SAVE FOR MATERIAL REDACTED  
PURSUANT TO s859G OF THE COMPANIES ACT 2006,  
THIS IS A TRUE COMPLETE AND CORRECT COPY  
OF THE ORIGINAL INSTRUMENT

DATE 28 July 2015  
SIGNED DLA Piper UK LLP  
DLA PIPER UK LLP

DATED

24

July 2015

(1) THE COMPANIES NAMED IN SCHEDULE A TO THIS DEED  
as Chargor

- and -

(2) TRIPLEPOINT CAPITAL LLC  
as Lender

**DEBENTURE**

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THIS DEBENTURE is made on 24 July 2015

**BETWEEN**

- (1) THE COMPANIES NAMED IN SCHEDULE A TO THIS DEED (each "Chargor" and together the "Chargors"); and
- (2) TRIPLEPOINT CAPITAL LLC (the "Lender").

**IT IS AGREED:**

**1. DEFINITIONS AND INTERPRETATION**

**1.1 Definitions**

In this Deed:

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

"Account Bank" means either HSBC Bank plc or Silicon Valley Bank or any other bank which becomes "Account Bank" as permitted pursuant to clause 11.10 of this Deed;

"Act" means the Law of Property Act 1925,

"Assigned Assets" means the Security Assets expressed to be assigned pursuant to clause 4.2 (*Security assignments*);

"Authorisation" means an authorisation, consent, approval, resolution, licence, exemption, filing, notarisation or registration;

"Borrowers" means:

- (a) the Chargors

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

"Charged Securities" means

- (a) the securities specified in part 2 of schedule 1 (*Details of Security Assets*), and
- (b) all other stocks, shares, debentures, bonds, warrants, coupons, negotiable instruments, certificates of deposit or other securities or "investments" (as defined in part II of schedule II to the Financial Services and Markets Act 2000 as in force at the date of this Deed) now or in future owned (legally or beneficially) by the Chargors, held by a nominee, trustee, fiduciary or clearance system on its behalf or in which the respective Chargor has an interest at any time but excluding, for the avoidance of doubt, any stocks, shares, debentures, bonds, warrants, coupons, negotiable instruments,



certificates of deposit or other securities or "*investments*" (as defined in part II of schedule II to the Financial Services and Markets Act 2000 as in force at the date of this Deed) owned by any Chargor in Auguste SAS (which for avoidance of doubt are or will be charged by the relevant Chargor to the Lender pursuant to a separate French Law share pledge);

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

**"Default Rate"** means the rate of interest determined in accordance with Section 7, Paragraph "Default Interest" of the Loan Agreement,

**"Delegate"** means any delegate, sub-delegate, agent, attorney or co-trustee appointed by the Lender or by a Receiver,

**"Excluded Property"** means all leasehold properties (whether registered or unregistered) held by a Chargor now or in the future under a lease granted at a rack rate which has an unexpired term of 15 years or less at the date of this Deed (or in the case of future acquired leasehold property, at the date of acquisition of such property by the relevant Chargor).

**"Host Insurance"** means each contract and policy of insurance effected or maintained by the Chargors from time to time in respect of any liability of hosts providing their property in connection with the business of the Chargors;

**"Insurances"** means all policies of insurance (and all cover notes) which are at any time held by or written in favour of the Chargors or in which the respective Chargor from time to time has an interest, including, without limitation the policies of insurance (if any) specified in part 5 of schedule 1 (*Details of Security Assets*) but excluding the Host Insurance,

**"Intellectual Property"** means all legal and/or equitable interests (including, without limitation, the benefit of all licences in any part of the world) of the Chargors in, or relating to:

- (a) 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 (which may now or in the future subsist), whether registered or unregistered; and
- (b) the benefit of all applications and rights to use such assets of the Chargors (which may now or in the future subsist),

(including, without limitation, the intellectual property rights (if any) specified in part 4 of schedule 1 (*Details of Security Assets*)) but excluding the Excluded Intellectual Property;

**"Loan Agreement"** means the Plain English Growth Capital Loan and Security Agreement dated on or on about the date of this Deed and made between (1) the Borrowers and (2) the Lender (as amended, supplemented, extended, restated, novated and/or replaced in any manner from time to time);

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

**"Planning Acts"** means (a) the Town and Country Planning Act 1990, (b) the Planning (Listed Buildings and Conservation Areas) Act 1990, (c) the Planning (Hazardous Substances) Act 1990, (d) the Planning (Consequential Provisions) Act 1990, (e) the Planning and Compensation Act 1991, (f) any regulations made pursuant to any of the foregoing and (g) any other legislation of a similar nature;

**"Real Property"** means all estates and interests in freehold, leasehold and other immovable property (wherever situated) now or in future belonging to the Chargors or in which the Chargors have an interest at any time (including the registered and unregistered land (if any) in England and Wales specified in part 1 of schedule 1 (*Details of Security Assets*)), together with:

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

but excluding any Excluded Property.

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

- (a) the benefit of all rights, guarantees, Security and remedies relating to any of the foregoing (including, without limitation, negotiable instruments, indemnities, reservations of property rights, rights of tracing and unpaid vendor's liens and similar associated rights); and
- (b) all proceeds of any of the foregoing;

**"Receiver"** means a receiver, or receiver and manager or administrative receiver of the whole or any part of the Security Assets appointed by the Lender under this Deed;

**"Related Rights"** means, in relation to any Charged Security:

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

**"Relevant Contract"** means each agreement specified in part 5 of schedule 1 (*Details of Security Assets*) together with each other agreement supplementing or amending or novating or replacing the same;

**"Secured Obligations"** means all present and future obligations and liabilities (whether actual or contingent and whether owed jointly or severally or alone or in any other capacity whatsoever) of any of the Borrowers to the Lender in any manner whatsoever, including but not limited to, under or pursuant to any of the Loan

Documents (and including all monies covenanted to be paid under this Deed), provided that the Secured Obligations shall not include any of the Borrower's indebtedness or obligations arising under or in connection with the Excluded Agreements (as defined in the Loan Agreement);

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

**"Security Account"** has the meaning given to that term in clause 11.7(a)(iii);

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

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

- (a) all the Secured Obligations have been unconditionally and irrevocably paid and discharged in full; and
- (b) the Lender has no further commitment, obligation or liability under or pursuant to any Loan Document; and

**"US Dollars"** means the lawful currency of the United States of America.

## 1.2 Interpretation

- (a) Unless a contrary indication appears, any reference in this Deed to:
  - (i) the **"Chargor"**, the **"Chargors"**, a **"Borrower"**, the **"Lender"** or any other person shall be construed so as to include its successors in title, permitted assigns and permitted transferees;
  - (ii) **"this Deed"**, the **"Loan Agreement"**, any other **"Loan Document"** or any other agreement or instrument is a reference to this Deed, the Loan Agreement, that other Loan Document or that other agreement or instrument as amended, supplemented, extended, restated, novated and/or replaced in any manner from time to time (however fundamentally and even if any of the same increases the obligations of the Borrowers or provides for further advances),
  - (iii) **"Secured Obligations"** includes obligations and liabilities which would be treated as such but for the liquidation, administration or dissolution of or similar event affecting the Borrowers,
  - (iv) **"assets"** includes present and future properties, revenues and rights of every description and includes uncalled capital;
  - (v) **"including"** or **"includes"** means including or includes without limitation;
  - (vi) **"reasonable endeavours"** includes payment by the relevant person of all its own and any third party's reasonable costs, fees and expenses,
  - (vii) a **"regulation"** includes any regulation, rule, official directive, request or guideline (whether or not having the force of law) of any governmental,

intergovernmental or supranational body, agency, department or of any regulatory, self-regulatory or other authority or organisation;

- (viii) a "person" includes any individual, firm, company, corporation, government, state or agency of a state or any association, trust, joint venture, consortium or partnership (whether or not having separate legal personality);
- (ix) a provision of law is a reference to that provision as amended or re-enacted,
- (x) the singular includes the plural and vice versa; and
- (xi) a time of day is a reference to Pacific time
- (b) Section, clause and schedule headings are for ease of reference only and shall not affect the construction of this Deed.
- (c) References to clauses, paragraphs and schedules are references to clauses, paragraphs and schedules of this Deed unless otherwise stated. References to this Deed include its schedules.
- (d) Each undertaking of the Chargors (other than a payment obligation) contained in this Deed:
  - (i) must be complied with at all times during the Security Period; and
  - (ii) is given by the Chargors for the benefit of the Lender
- (e) The terms of the other Loan Documents and of any side letters between any of the parties to them in relation to any Loan Document are incorporated in this Deed to the extent required to ensure that any disposition of the Real Property contained in this Deed is a valid disposition in accordance with section 2(1) of the Law of Property (Miscellaneous Provisions) Act 1989.
- (f) If the Lender reasonably considers that an amount paid by the Borrowers to it under a Loan Document is capable of being avoided or otherwise set aside on the liquidation or administration of the Borrowers, then that amount shall not be considered to have been irrevocably paid for the purposes of this Deed.
- (g) An Event of Default is "continuing" if it has not been remedied or waived in writing to the satisfaction of the Lender.
- (h) The Parties intend that this document shall take effect as a deed notwithstanding the fact that a Party may only execute this document under hand.

### **1.3 Third party rights**

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

## **2. COVENANT TO PAY**

### **2.1 Covenant to pay**

- (a) Each Chargor, as principal obligor and not merely as surety, covenants in favour of the Lender that it will pay and discharge the Secured Obligations from time to time

when they fall due in accordance with the Loan Documents and in the manner provided for in the relevant Loan Document.

- (b) Every payment by the Chargors of a Secured Obligation which is made to or for the benefit of the Lender to which that Secured Obligation is due and payable in accordance with the Loan Documents and in the manner provided for in the relevant Loan Document, shall operate in satisfaction to the same extent of the covenant contained in clause 2.1(a)

## **2.2 Default interest**

- (a) Any amount which is not paid under this Deed when due shall bear interest (both before and after judgment and payable on demand) from the due date until the date on which such amount is unconditionally and irrevocably paid and discharged in full on a daily basis at the rate and in the manner agreed in the Loan Document under which such amount is payable and, in the absence of such agreement, at the Default Rate from time to time.
- (b) Default interest will accrue from day to day on a year of 365 days and will be compounded at such intervals as the Lender states are appropriate.

## **3. GRANT OF SECURITY**

### **3.1 Nature of security**

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

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

### **3.2 Qualifying floating charge**

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

## **4. FIXED SECURITY**

### **4.1 Fixed charges**

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

- (a) by way of first legal mortgage:
  - (i) the Real Property (if any) specified in part 1 of schedule 1 (*Details of Security Assets*); and
  - (ii) all other Real Property (if any) at the date of this Deed vested in, or charged to, the Chargors (not charged by clause 4.1(a)(i)) other than Excluded Property;

- (b) by way of first fixed charge:
- (i) all other Real Property and all interests in Real Property (not charged by clause 4.1(a));
  - (ii) all licences to enter upon or use land and the benefit of all other agreements relating to land to the extent held by the Chargors; and
  - (iii) the proceeds of sale of all Real Property;
- (c) by way of first fixed charge all plant and machinery (not charged by clause 4.1(a) or 4.1(b)) and the benefit of all contracts, licences and warranties relating to the same to the extent held by the Chargors;
- (d) by way of first fixed charge:
- (i) all computers, vehicles, office equipment and other equipment (not charged by clause 4.1(c)) other than those belonging to any landlord, tenant or occupant; and
  - (ii) the benefit of all contracts, licences and warranties relating to the same,
- other than any which are for the time being part of the Chargors' stock-in-trade or work-in-progress);
- (e) by way of first fixed charge:
- (i) the Charged Securities (if any) referred to in part 2 of schedule 1 (*Details of Security Assets*); and
  - (ii) all other Charged Securities (not charged by clause 4.1(e)(i)),
- in each case, together with (A) all Related Rights from time to time accruing to those Charged Securities and (B) all rights which the Chargors may have at any time against any clearance or settlement system or any custodian in respect of any Charged Investments;
- (f) by way of first fixed charge.
- (i) the Security Accounts and all monies at any time standing to the credit of the Security Accounts; and
  - (ii) all accounts of the Chargors with any bank, financial institution or other person at any time not charged by clause 4.1(f)(i) and all monies at any time standing to the credit of such accounts,
- in each case, together with all interest from time to time accrued or accruing on such monies, any investment made out of such monies or account and all rights to repayment of any of the foregoing;
- (g) by way of first fixed charge
- (i) the Intellectual Property (if any) specified in part 4 of schedule 1 (*Details of Security Assets*); and
  - (ii) all other Intellectual Property (if any) (not charged by clause 4.1(f)(i)),

- (h) to the extent that any Assigned Asset is not effectively assigned under clause 4.2 (*Security assignments*), by way of first fixed charge such Assigned Asset;
- (i) by way of first fixed charge (to the extent not otherwise charged or assigned in this Deed)
  - (i) the benefit of all licences, consents, agreements and Authorisations held or used in connection with the business of the Chargors or the use of any of its assets; and
  - (ii) any letter of credit issued in favour of the Chargors and all bills of exchange and other negotiable instruments held by it; and
- (j) by way of first fixed charge all of the goodwill and uncalled capital of the Chargors

#### **4.2 Security assignments**

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

- (a) the Relevant Contracts, all rights and remedies in connection with the Relevant Contracts and all proceeds and claims arising from them,
- (b) each of the following:
  - (i) all Insurances specified in part 6 of schedule 1 (*Details of Security Assets*); and
  - (ii) all other Insurances (not assigned by clause 4.1(b)(i)),
 all Insurances and all claims under the Insurances and all proceeds of the Insurances; and
- (c) the Security Accounts and all monies at any time standing to the credit of the Security Accounts, together with all interest from time to time accrued or accruing on such monies, any investment made out of such monies or account and all rights to repayment of any of the foregoing; and
- (d) all other Receivables (not assigned under clauses 4.2(a) or 4.2(b) or 4.2(c)).

To the extent that any Assigned Asset described in clause 4.2(b) is not assignable, the assignment which that clause purports to effect shall operate as an assignment of all present and future rights and claims of the Chargors to any proceeds of such Insurances.

#### **4.3 Notice of assignment and/or charge - immediate notice**

Immediately upon execution of this Deed (and immediately upon the obtaining of any Insurance or the execution of any Relevant Contract after the date of this Deed) the Chargors shall:

- (a) in respect of each of its Insurances, deliver a duly completed notice of assignment to each other party to that Insurance, and shall use its reasonable endeavours to procure that each such party executes and delivers to the Lender an acknowledgement, in each case substantially in the respective forms set out in schedule 4 (*Form of notice to and acknowledgement by insurers*) or such other form as may be acceptable to the Lender; and

- (b) in respect of each Relevant Contract, deliver a duly completed notice of assignment to each other party to that Relevant Contract, and shall use its reasonable endeavours to procure that each such party executes and delivers to the Lender an acknowledgement, in each case in the respective forms set out in schedule 3 (*Form of notice to and acknowledgement by party to Relevant Contract*); and
- (c) in respect of the Security Account, deliver a duly completed notice to the Account Bank and shall use its reasonable endeavours to procure that the Account Bank by no later than the first Advance Date executes and delivers to the Lender an acknowledgement, in each case substantially in the respective forms set out in schedule 2 (*Form of notice to and acknowledgement from Account Bank*), or, in each case, in such other form as the Lender shall agree.

or, in each case, in such other form as the Lender shall agree

#### **4.4 Assigned Assets**

The Lender is not obliged to take any steps necessary to preserve any Assigned Asset, to enforce any term of a Relevant Contract against any person or to make any enquiries as to the nature or sufficiency of any payment received by it pursuant to this Deed

### **5. FLOATING CHARGE**

Each Chargor charges and agrees to charge by way of first floating charge all of its present and future:

- (a) assets and undertaking (wherever located) not otherwise effectively charged by way of first fixed mortgage or charge or assigned pursuant to clause 4.1 (*Fixed charges*), clause 4.2 (*Security assignments*) or any other provision of this Deed; and
- (b) (whether or not effectively so charged or assigned) heritable property and all other property and assets in Scotland.

### **6. CONVERSION OF FLOATING CHARGE**

#### **6.1 Conversion by notice**

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

- (a) an Event of Default has occurred and is continuing; or
- (b) the Lender (acting reasonably) considers any Security Assets to be in danger of being seized or sold under any form of distress, attachment, execution or other legal process or to be otherwise in jeopardy.

#### **6.2 Small companies**

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



### **6.3 Automatic conversion**

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

- (a) in relation to any Security Asset which is subject to a floating charge if.
  - (i) each Chargor creates (or attempts or purports to create) any Security (other than a Permitted Lien) on or over the relevant Security Asset without the prior written consent of the Lender; or
  - (ii) any third party levies or attempts to levy any distress, execution, attachment or other legal process against any such Security Asset; and
- (b) over all Security Assets of the Chargors which are subject to a floating charge if an administrator is appointed in respect of the Chargors or the Lender receives notice of intention to appoint such an administrator (as contemplated by the Insolvency Act 1986).

### **6.4 Scottish property**

Clause 6.3 (*Automatic conversion*) will not apply to any assets situated in Scotland if, and to the extent that, a Receiver would not be capable of exercising his powers in Scotland pursuant to section 72 of the Insolvency Act 1986 by reason of such automatic conversion.

### **6.5 Partial conversion**

The giving of a notice by the Lender pursuant to clause 6.1 (*Conversion by notice*) in relation to any class of assets of the Chargors shall not be construed as a waiver or abandonment of the rights of the Lender to serve similar notices in respect of any other class of assets or of any other right of the Lender.

### **6.6 Reconversion of fixed charge assets into floating charge assets**

The Lender may at any time after any conversion of the floating charge created under this Deed over any Security Assets into a fixed charge in accordance with clause 6.1 (*Conversion by notice*) or 6.3 (*Automatic conversion*) reconvert such fixed charge into a floating charge by notice to the Chargors

## **7. CONTINUING SECURITY**

### **7.1 Continuing security**

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

### **7.2 Additional and separate security**

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

### **7.3 Right to enforce**

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

## **8. LIABILITY OF THE CHARGOR RELATING TO SECURITY ASSETS**

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

## **9. ACCOUNTS**

No monies at any time standing to the credit of any account (of any type and however designated) of the Chargors with the Lender or in which the Chargors have an interest (and no rights and benefits relating thereto) shall be capable of being assigned to any person other than the Lender (except for Permitted Liens as permitted by (and defined in) the Loan Agreement)

## **10. REPRESENTATIONS**

### **10.1 General**

Each Chargor makes the representations and warranties set out in this clause 10 to the Lender.

### **10.2 No Security Interests**

No Security or Quasi-Security exists over all or any of the present or future Security Assets of the Chargors other than:

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

### **10.3 Ranking**

The Debenture Security has or will have first ranking priority and is not subject to any prior ranking or pari passu ranking security save in respect of any Permitted Liens that are specifically designated as senior in priority.

### **10.4 Ownership of Security Assets**

Each Chargor is the sole legal and beneficial owner of all the Security Assets identified in schedule 1 (*Details of Security Assets*).

### **10.5 No proceedings pending or threatened**

No litigation, arbitration or administrative proceeding which is reasonably likely to be adversely determined and if adversely determined, is likely to have a Material Adverse Effect has been started or threatened in relation to any Security Asset.

#### **10.6 Charged Securities**

The Charged Securities listed in part 2 of schedule 1 (*Details of Security Assets*) are fully paid and constitute the entire share capital owned by the Chargors in the relevant company and constitute the entire share capital of each such company.

#### **10.7 Real Property**

In relation to the Real Property, part 1 of schedule 1 (*Details of Security Assets*) identifies all freehold and leasehold Real Property which is beneficially owned by the Chargors at the date of this Deed;

#### **10.8 Time when representations made**

- (a) All the representations and warranties in this clause 10 are made by the Chargors on the date of this Deed and (except for those in clause 10.6 (*Charged Securities*) and 10.7 (*Real Property*)) are also deemed to be made by the Chargors on the date of each Advance;
- (b) Each representation or warranty deemed to be made after the date of this Deed shall be deemed to be made by reference to the facts and circumstances existing at the date the representation or warranty is deemed to be made.

### **11. UNDERTAKINGS BY THE CHARGOR**

#### **11.1 Negative pledge and Disposals**

The Chargors shall not, during the Security Period, do or agree to do any of the following without the prior written consent of the Lender save as permitted pursuant to Section 12 (*Your Covenants to Us – Disposals, Liens and Encumbrances*) of the Loan Agreement

- (a) create or permit to subsist any Security or Quasi-Security on any Security Asset other than as created by this Deed and except for as permitted by the Loan Agreement; or
- (b) sell, transfer, lease, lend or otherwise dispose of (whether by a single transaction or a number of transactions and whether related or not the whole or any part of its interest in) any Security Asset, or any other preferential arrangement having a similar effect, except as permitted by the Loan Agreement.

#### **11.2 Security Assets generally**

The Chargors shall during the Security Period:

- (a) notify the Lender within 14 days of receipt of every material notice, order, application, requirement or proposal given or made in relation to, the Security Assets by any competent authority, and (if required by the Lender):
  - (i) immediately provide it with a copy of the same; and
  - (ii) either (A) comply with such notice, order, application, requirement or proposal or (B) make such objections to the same as the Lender may (acting reasonably) require or approve;
- (b) pay all rates, rents, and other outgoings owed by it in respect of the Security Assets;
- (c) comply with:

- (i) all obligations in relation to the Security Assets under any present or future regulation or requirement of any competent authority or any Authorisation; and
- (ii) all covenants and obligations affecting any Security Asset (or its manner of use);

where failure to do so has or is reasonably likely to have a Material Adverse Effect;

- (d) take or cause to be taken all actions necessary to protect and defend its title to the Security Assets and Lenders' Lien on the Security Assets. The Chargors shall at all times keep the Security Assets, and the assets and properties of each of its Subsidiaries, free and clear from any legal process or Liens whatsoever (except for Permitted Liens) and shall give Lender prompt written notice of any legal process affecting the Security Assets or the assets and properties of its Subsidiaries, or any Liens on the Security Assets or the assets and properties of its Subsidiaries.
- (e) provide the Lender with all information which it may reasonably request in relation to the Security Assets; and
- (f) maintain and protect its Security Assets (and those of its Subsidiaries), including its equipment and fixtures, in good working order, repair and condition (taking into consideration ordinary wear and tear) and from time to time make or cause to be made all necessary and proper repairs, renewals and replacements and shall completely manage and care for its property in accordance with prudent industry practices.

### **11.3 Deposit of documents and notices**

The Chargors shall:

- (a) unless the Lender otherwise confirms in writing (and without prejudice to clause 11.11(a)), deposit with the Lender:
  - (i) all deeds and documents of title relating to the Security Assets; and
  - (ii) all local land charges, land charges and the Land Registry search certificates and similar documents received by or on behalf of the Chargors,

(each of which the Lender may hold throughout the Security Period); and
- (b) immediately on request by the Lender, affix to any plant, machinery, fixtures, fittings, computers, vehicles, office equipment, other equipment and other asset for the time being owned by it (in a prominent position) a durable notice of this Deed (in any form required by the Lender (acting reasonably)).

### **11.4 Real Property undertakings - acquisitions and notices to the Land Registry**

- (a) The Chargors shall promptly notify the Lender upon the acquisition of any estate or interest in any freehold or leasehold property.
- (b) The Chargors shall, in respect of any freehold or leasehold Real Property which is acquired by it after the date of this Deed, the title which is registered at the Land Registry or the title to which is required to be so registered.
  - (i) give the Land Registry written notice of this Deed, and

- (ii) procure that notice of this Deed is clearly noted in the Register to each such title

#### **11.5 Real Property undertakings - maintenance**

- (a) During the Security Period, the Chargors shall maintain all buildings and erections forming part of the Security Assets in a good state of repair.
- (b) During the Security Period, the Chargors shall not, except with the prior written consent of the Lender (such consent not to be unreasonably withheld) or as expressly permitted in the Loan Agreement:
  - (i) confer on any person any lease or tenancy of any of the Real Property or accept a surrender of any lease or tenancy (whether independently or under any statutory power);
  - (ii) confer on any person any right or licence to occupy any land or buildings forming part of the Real Property; or
  - (iii) grant any licence to assign or sub-let any part of the Real Property.
- (c) During the Security Period, the Chargors shall not carry out any development within the meaning of the Planning Acts in or upon any part of the Real Property without first obtaining such permissions as may be required under or by virtue of the Planning Acts and, in the case of development involving a substantial change in the structure of, or a change of use of, any part of the Real Property, without first obtaining the written consent of the Lender.
- (d) During the Security Period, the Chargors shall not do, or knowingly permit to be done, anything as a result of which any lease may be liable to forfeiture or otherwise be determined.
- (e) During the Security Period, the Chargors shall permit the Lender and any person nominated by it at all reasonable times with reasonable notice to enter any part of the Real Property and view the state of it.

#### **11.6 Insurance Policies**

- (a) The Chargors shall at all times comply with its obligations as to insurance contained in the Loan Agreement (and in particular, Section 10 (*Insurance*) of the Loan Agreement).
- (b) If at any time the Chargors default in:
  - (i) effecting or keeping up the insurances required under the Loan Agreement; or
  - (ii) producing any insurance policy or receipt to the Lender on demand,

the Lender may (without prejudice to its rights under clause 12 (*Power to remedy*)) take out or renew such policies of insurance in any sum which the Lender may reasonably think expedient. All monies which are expended by the Lender in doing so shall be deemed to be properly paid by the Lender and shall be reimbursed by the Chargors on demand.

- (c) The Chargors shall notify the Lender if any claim arises or may be made under the Insurances.

- (d) The Chargors shall, subject to the rights of the Lender under clause 11.6(e), diligently pursue its rights under the Insurances.
- (e) In relation to the proceeds of Insurances:
  - (i) after the occurrence of an Event of Default which is continuing, the Lender shall have the sole right to settle or sue for any such claim (and to give any discharge for insurance monies where the relevant claim involves an amount in excess of £50,000,
  - (ii) provided that no Event of Default has occurred which is continuing the Chargors may apply all monies received or receivable under any Insurances in repairing or replacing the asset damaged or destroyed, and
  - (iii) subject to clause 11.6(e)(ii), all claims and monies received or receivable under any Insurances shall (subject to the rights or claims of any lessor or landlord of any part of the Security Assets) be applied in accordance with the Loan Agreement or after the occurrence of an Event of Default which is continuing, in permanent reduction of the Secured Obligations in accordance with the Loan Agreement or as otherwise may be directed by the Lender in writing (acting in its sole discretion).

#### **11.7 Dealings with and realisation of Receivables and operation of Security Accounts**

- (a) The Chargors shall during the Security Period
  - (i) without prejudice to clause 11.1 (*Negative pledge and Disposals*) (but in addition to the restrictions in that clause), not, without the prior written consent of the Lender, sell, assign, charge, factor or discount or in any other manner deal with any Receivable save to the extent permitted in the Loan Agreement,
  - (ii) following the occurrence of an Event of Default which is continuing, collect all Receivables promptly in the ordinary course of trading as agent for the Lender; and
  - (iii) immediately upon receipt pay all monies which it receives in respect of the Receivables into:
    - (A) the account(s) specified in part 3 of schedule 1 (*Details of Security Assets*) as a Security Account;
    - (B) such specially designated account(s) with the Lender as the Lender may from time to time direct; or
    - (C) such other account(s) with such other bank as the Lender may from time to time direct,

(each such account(s) together with all additions to or renewals or replacements thereof (in whatever currency) being a "Security Account"); and
  - (iv) pending such payment, hold all monies so received upon trust for the Lender.
- (b) After the occurrence of an Event of Default which is continuing the Chargors shall deal with the Receivables (both collected and uncollected) and the Security Accounts

in accordance with any directions given in writing from time to time by the Lender and, in default of and subject to such directions, in accordance with this Deed.

- (c) The Chargors shall deliver to the Lender such information as to the amount and nature of its Receivables as the Lender may from time to time reasonably require (taking into account the requirements of the Loan Documents).

#### **11.8 Operation of Security Accounts**

- (a) After the occurrence of an Event of Default which is continuing the Chargors shall not withdraw, attempt or be entitled to withdraw (or direct any transfer of) all or any part of the monies in any Security Account without the prior written consent of the Lender and the Lender shall be entitled (in its absolute discretion) to refuse to permit any such withdrawal or transfer.
- (b) If the right of the Chargors to withdraw the proceeds of any Receivables standing to the credit of a Security Account results in the charge over the Security Account being characterised as a floating charge, that will not affect the nature of any other fixed security created by the Chargors under this Deed on all its outstanding Receivables.

#### **11.9 Account Bank and notices**

- (a) The initial Account Banks are HSBC Bank plc and Silicon Valley Bank unless the Lender specifies otherwise
- (b) The Chargors shall deliver to the relevant Account Bank a duly completed notice and procure that such Account Bank executes and delivers to the Lender an acknowledgement, in each case substantially in the respective forms set out in schedule 2 (*Form of notice to and acknowledgement from Account Bank*).

#### **11.10 Change of Account Bank**

- (a) The Account Bank may only be changed to another bank or financial institution with the consent of the Lender and provided that the Chargors have delivered to the proposed new Account Bank a duly completed notice and the proposed new Account Bank has executed and delivered to the Lender an acknowledgement, in each case substantially in the respective forms set out in schedule 2 (*Form of notice to and acknowledgement from Account Bank*)
- (b) A change only becomes effective when the proposed new Account Bank agrees with the Lender and the Chargors (in a manner satisfactory to the Lender) to fulfil the role of the Account Bank under this Deed.
- (c) If there is a change of Account Bank, the net amount (if any) standing to the credit of the relevant Security Accounts maintained with the old Account Bank will be transferred to the corresponding Security Accounts maintained with the new Account Bank immediately upon the appointment taking effect. By this Deed the Chargors irrevocably gives all authorisations and instructions necessary for any such transfer to be made.
- (d) The Chargors shall take any action which the Lender reasonably requires to facilitate a change of Account Bank and any transfer of credit balances (including the execution of bank mandate forms) and irrevocably appoints the Lender as its attorney to take any such action if it should fail to do so.

#### **11.11 Charged Investments - protection of Security**

- (a) The Chargors shall, immediately upon execution of this Deed or (if later), as soon as is practicable after its acquisition of any Charged Securities in certificated form unless otherwise agreed by the Lender, by way of security for the Secured Obligations:
  - (i) deposit with the Lender (or as the Lender may direct), all certificates and other documents of title or evidence of ownership to the Charged Securities and their Related Rights; and
  - (ii) execute and deliver to the Lender:
    - (A) instruments of transfer in respect of the Charged Securities (executed in blank and left undated), and/or
    - (B) such other documents as the Lender shall require to enable it (or its nominees) to be registered as the owner of or otherwise to acquire a legal title to the Charged Securities and their Related Rights (or to pass legal title to any purchaser).
- (b) The Chargors shall, following the occurrence of an Event of Default which is continuing
  - (i) promptly give notice to any custodian of any agreement with the Chargors in respect of any Charged Investment in a form the Lender may require; and
  - (ii) use its reasonable endeavours to ensure that the custodian acknowledges that notice in a form the Lender may require.
- (c) If so requested by the Lender, the Chargors shall promptly following the occurrence of an Event of Default which is continuing:
  - (i) instruct any clearance system to transfer any Charged Investment held by it for the Chargors or its nominee to an account of the Lender or its nominee with such clearance system; and
  - (ii) take whatever action the Lender may request for the dematerialisation or rematerialisation of any Charged Investment held in a clearance system.
- (d) Without prejudice to the rest of this clause 11.11, the Lender may following the occurrence of an Event of Default which is continuing, at the expense of the Chargors, take whatever action is required for the dematerialisation or rematerialisation of the Charged Investments
- (e) During the Security Period, the Chargors shall promptly pay all calls or other payments which may become due in respect of the Charged Investments
- (f) During the Security Period, the Chargors shall not nominate another person to enjoy or exercise all or any of its specified rights in relation to its Charged Investments, as contemplated by section 145 of the Companies Act 2006 or otherwise.
- (g) Without limiting its obligations under clause 11.2(e), the Chargors shall comply with all requests for information within its knowledge relating to the Charged Investments which are made under section 793 of the Companies Act 2006 or which could be made under section 793 if the relevant company were a public limited company or



under any similar provision contained in the articles of association or other constitutional documents of the relevant company and, if it fails to do so, the Lender may provide such information as it may have on behalf of the Chargors.

#### **11.12 Rights in respect of Charged Investments**

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

#### **11.13 Relevant Contracts**

- (a) The Chargors shall not, except with the prior written consent of the Lender, amend or waive any term of any Relevant Contract, terminate any Relevant Contract or release any other party from its obligations under any Relevant Contract.
- (b) The Chargors shall duly perform its obligations under each Relevant Contract, shall notify the Lender of any material default by it or any other party under any Relevant Contract and shall not take any action which will reduce or impede recoveries in respect of any Assigned Asset
- (c) The Chargors shall provide to the Lender, as soon as practicable upon receipt, copies of all notices and information received by it from any other party to any Relevant Contract.

#### **11.14 Intellectual Property**

The Chargors will:

- (a) preserve and maintain the subsistence and validity of the Intellectual Property;
- (b) use reasonable endeavours to prevent any infringement in any material respect of the Intellectual Property;
- (c) make registrations and pay all registration fees and taxes necessary to maintain the Intellectual Property in full force and effect and record its interest in that Intellectual Property;
- (d) not use or permit the Intellectual Property to be used in a way or take any step or omit to take any step in respect of that Intellectual Property which may materially and adversely affect the existence or value of the Intellectual Property or imperil the rights of the Chargors to use such property, and
- (e) not discontinue the use of the Intellectual Property required for the business.

### **12. POWER TO REMEDY**

#### **12.1 Power to remedy**

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

#### **12.2 Mortgagee in possession**

The exercise of the powers of the Lender under this clause 12 shall not render it liable as a mortgagee in possession.

#### **12.3 Monies expended**

The Chargors shall pay to the Lender on demand any monies which are expended by the Lender in exercising its powers under this clause 12, together with interest at the Default Rate from the date on which those monies were expended by the Lender (both before and after judgment) and otherwise in accordance with clause 2.2 (*Default interest*)

### **13. WHEN SECURITY BECOMES ENFORCEABLE**

#### **13.1 When enforceable**

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

#### **13.2 Statutory powers**

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

### **13.3 Enforcement**

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

## **14. ENFORCEMENT OF SECURITY**

### **14.1 General**

For the purposes of all rights and powers implied by statute, the Secured Obligations are deemed to have become due and payable on the date of this Deed provided that the Lender shall not exercise such power of sale until the Debenture Security has become enforceable in accordance with clause 13 (*Enforcement of Security*). Sections 93 and 103 of the Act shall not apply to the Debenture Security

### **14.2 Powers of leasing**

The statutory powers of leasing conferred on the Lender are extended so as to authorise the Lender to lease, make agreements for leases, accept surrenders of leases and grant options as the Lender may think fit and without the need to comply with section 99 or 100 of the Act.

### **14.3 Powers of Lender**

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

### **14.4 Redemption of prior mortgages**

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

- (a) redeem any prior Security against any Security Asset, and/or
- (b) procure the transfer of that Security to itself; and/or

- (c) settle and pass the accounts of the holder of any prior Security and any accounts so settled and passed shall be conclusive and binding on the Chargors

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

#### **14.5 Privileges**

- (a) Each Receiver and the Lender is entitled to all the rights, powers, privileges and immunities conferred by the Act on mortgagees and receivers when such receivers have been duly appointed under the Act, except that section 103 of the Act does not apply.
- (b) To the extent that the Security Assets constitute "*financial collateral*" and this Deed and the obligations of the Chargors under this Deed constitute a "*security financial collateral arrangement*" (in each case for the purpose of and as defined in the Financial Collateral Arrangements (No. 2) Regulations 2003 (SI 2003 No. 3226)) each Receiver and the Lender shall have the right after this Security has become enforceable to appropriate all or any part of that financial collateral in or towards the satisfaction of the Secured Obligations
- (c) For the purpose of clause 14.5(b) above, the value of the financial collateral appropriated shall be such amount as the Receiver or Lender reasonably determines having taken into account advice obtained by it from an independent investment or accountancy firm of national standing selected by it.

#### **14.6 No liability**

- (a) Neither the Lender nor any Receiver shall be liable (A) in respect of all or any part of the Security Assets or (B) for any loss or damage which arises out of the exercise or the attempted or purported exercise of, or the failure to exercise any of, its or his respective powers (unless such loss or damage is caused by its or his gross negligence or wilful misconduct).
- (b) Without prejudice to the generality of clause 14.6(a), neither the Lender nor any Receiver shall be liable, by reason of entering into possession of a Security Asset, to account as mortgagee in possession or for any loss on realisation or for any default or omission for which a mortgagee in possession might be liable.

#### **14.7 Protection of third parties**

No person (including a purchaser) dealing with the Lender or any Receiver or Delegate will be concerned to enquire:

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

## **15. RECEIVER**

### **15.1 Removal and replacement**

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

### **15.2 Multiple Receivers**

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

### **15.3 Remuneration**

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

### **15.4 Payment by Receiver**

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

### **15.5 Agent of Chargor**

Any Receiver shall be the agent of the Chargors. Save in the case of the Receiver's gross negligence or wilful misconduct, the Chargors shall (subject to the Companies Act 2006 and the Insolvency Act 1986) be solely responsible for the Receiver's acts and defaults and for the payment of his remuneration. The Lender shall incur no liability (either to the Chargors or to any other person) by reason of the appointment of a Receiver or for any other reason.

## **16. POWERS OF RECEIVER**

### **16.1 General powers**

Any Receiver shall have:

- (a) all the powers which are conferred on the Lender by clause 14.3 (*Powers of Lender*),
- (b) all the powers which are conferred by the Act on mortgagees in possession and receivers appointed under the Act;
- (c) (whether or not he is an administrative receiver) all the powers which are listed in schedule 1 of the Insolvency Act 1986; and
- (d) all powers which are conferred by any other law conferring power on receivers.

### **16.2 Additional powers**

In addition to the powers referred to in clause 16.1 (*General powers*), a Receiver shall have the following powers.

- (a) to take possession of, collect and get in all or any part of the Security Assets and/or income in respect of which he was appointed;
- (b) to manage the Security Assets and the business of the Chargors as he thinks fit;
- (c) to redeem any Security and to borrow or raise any money and secure the payment of any money in priority to the Secured Obligations for the purpose of the exercise of his powers and/or defraying any costs or liabilities incurred by him in such exercise;
- (d) to sell or concur in selling, leasing or otherwise disposing of all or any part of the Security Assets in respect of which he was appointed without the need to observe the restrictions imposed by section 103 of the Act and without limitation:
  - (i) fixtures may be severed and sold separately from the Real Property containing them, without the consent of the Chargors;
  - (ii) the consideration for any such transaction may consist of cash, debentures or other obligations, shares, stock or other valuable consideration (and the amount of such consideration may be dependent upon profit or turnover or be determined by a third party); and
  - (iii) any such consideration may be payable in a lump sum or by instalments spread over such period as he thinks fit;
- (e) to alter, improve, develop, complete, construct, modify, refurbish or repair any building or land and to complete or undertake or concur in the completion or undertaking (with or without modification) of any project in which the Chargors were concerned or interested before his appointment (being a project for the alteration, improvement, development, completion, construction, modification, refurbishment or repair of any building or land);
- (f) to carry out any sale, lease or other disposal of all or any part of the Security Assets by conveying, transferring, assigning or leasing the same in the name of the Chargors and, for that purpose, to enter into covenants and other contractual obligations in the name of, and so as to bind, the Chargors;
- (g) to take any such proceedings (in the name of the Chargors or otherwise) as he shall think fit in respect of the Security Assets and/or income in respect of which he was appointed (including proceedings for recovery of rent or other monies in arrears at the date of his appointment);
- (h) to enter into or make any such agreement, arrangement or compromise as he shall think fit;
- (i) to insure, and to renew any insurances in respect of, the Security Assets as he shall think fit (or as the Lender shall direct);
- (j) to appoint and employ such managers, officers and workmen and engage such professional advisers as he shall think fit (including, without prejudice to the generality of the foregoing power, to employ his partners and firm),
- (k) to form one or more Subsidiaries of the Chargors, and to transfer to any such Subsidiary all or any part of the Security Assets,

- (l) to operate any rent review clause in respect of any Real Property in respect of which he was appointed (or any part thereof) and to apply for any new or extended lease, and
- (m) to:
  - (i) give valid receipts for all monies and to do all such other things as may seem to him to be incidental or conducive to any other power vested in him or necessary or desirable for the realisation of any Security Asset;
  - (ii) exercise in relation to each Security Asset all such powers and rights as he would be capable of exercising if he were the absolute beneficial owner of the Security Assets; and
  - (iii) use the name of the Chargors for any of the above purposes

## **17. APPLICATION OF PROCEEDS**

### **17.1 Application**

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

- (a) *first*, in satisfaction of, or provision for, all costs, charges and expenses incurred, and payments made by the Lender or any Receiver or Delegate and of all remuneration due to the Receiver in connection with this Deed or the Security Assets;
- (b) *secondly*, in or towards satisfaction of the remaining Secured Obligations in accordance with clause 17.3 (*Appropriation*); and
- (c) *thirdly*, in payment of any surplus to the Chargors or other person entitled to it.

### **17.2 Contingencies**

If the Debenture Security is enforced at a time when no amounts are due under the Loan Documents (but at a time when amounts may become so due), the Lender or a Receiver may pay the proceeds of any recoveries effected by it into a blocked suspense account (bearing interest at such rate (if any) as the Lender may determine.

### **17.3 Appropriation**

- (a) Subject to clause 17.1 (*Application*), the Lender shall apply all payments received in respect of the Secured Obligations in reduction of any part of the Secured Obligations in any order or manner which it may determine.
- (b) Any such appropriation shall override any appropriation by the Chargors.

## **18. SET-OFF**

### **18.1 Set-off rights**

- (a) The Lender may (but shall not be obliged to) set off any obligation which is due and payable by the Chargors and unpaid (whether under the Loan Documents or which has been assigned to the Lender by the Chargors) against any obligation (whether or

not matured) owed by the Lender to the Chargors, regardless of the place of payment, booking branch or currency of either obligation.

- (b) At any time after the Debenture Security has become enforceable (and in addition to its rights under clause 18 1(a)), the Lender may (but shall not be obliged to) set-off any contingent liability owed by the Chargors under any Loan Document against any obligation (whether or not matured) owed by the Lender to the Chargors, regardless of the place of payment, booking branch or currency of either obligation
- (c) If the obligations are in different currencies, the Lender may convert either obligation at a market rate of exchange in its usual course of business for the purpose of the set-off.
- (d) If either obligation is unliquidated or unascertained, the Lender may set off in an amount estimated by it in good faith to be the amount of that obligation.

## **19. DELEGATION**

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

## **20. FURTHER ASSURANCES**

### **20.1 Further action**

The Chargors shall, at its own expense (such expense to be properly incurred), promptly do all acts and execute all documents as the Lender or a Receiver may reasonably specify (and in such form as the Lender or a Receiver may reasonably require) for:

- (a) creating, perfecting or protecting the Security intended to be created by this Deed, and
- (b) facilitating the realisation of any Security Asset,
- (c) facilitating the exercise of any rights, powers and remedies exercisable by the Lender, or any Receiver or any Delegate in respect of any Security Asset or provided by or pursuant to the Loan Documents or by law; or
- (d) creating and perfecting Security in favour of the Lender over any property and assets of the Chargors located in any jurisdiction outside England and Wales equivalent or similar to the Security intended to be created by or pursuant to this Deed

This includes:

- (i) the re-execution of this Deed;
- (ii) the execution of any legal mortgage, charge, transfer, conveyance, assignment, assignation or assurance of any property, whether to the Lender or to its nominee, and
- (iii) the giving of any notice, order or direction and the making of any filing or registration,

which, in any such case, the Lender may think necessary



## **20.2 Loan Documents**

The Chargors shall take all such action as is available to it (including making all filings and registrations) as may be necessary for the purpose of the creation, perfection, protection or maintenance of any Security conferred or intended to be conferred on the Lender by or pursuant to the Loan Documents.

## **20.3 Specific security**

Without prejudice to the generality of clause 20.1 (*Further action*), the Chargors will immediately upon request by the Lender execute any document contemplated by that clause over any Security Asset which is subject to or intended to be subject to any fixed security under this Deed (including any fixed security arising or intended to arise pursuant to clause 6 (*Conversion of floating charge*)).

## **21. POWER OF ATTORNEY**

The Chargors, by way of security, irrevocably and severally appoints the Lender, each Receiver and any Delegate to be its attorney to take any action whilst an Event of Default is continuing which the Chargors are obliged to take under this Deed, including under clause 20 (*Further assurances*), which the Chargors have failed to take. Each Chargor ratifies and confirms whatever any attorney lawfully does or purports to do pursuant to its appointment under this clause.

## **22. CURRENCY CONVERSION**

All monies received or held by the Lender or any Receiver under this Deed may be converted from their existing currency into such other currency as the Lender or the Receiver considers necessary or desirable to cover the obligations and liabilities comprised in the Secured Obligations in that other currency at the Lender's spot rate of exchange for the purchase of the relevant currency with US Dollars in the London foreign exchange market at or about 11.00am on a particular day. The Chargors shall indemnify the Lender against all costs, charges and expenses incurred in relation to such conversion. Neither the Lender nor any Receiver shall have any liability to the Chargors in respect of any loss resulting from any fluctuation in exchange rates after any such conversion.

## **23. CHANGES TO THE PARTIES**

### **23.1 Charging Companies**

The Chargors may not assign any of its rights or obligations under this Deed

### **23.2 Lender**

The Lender may assign or transfer all or any part of its rights under this Deed pursuant to the Loan Agreement. The Chargors shall, immediately upon being requested to do so by the Lender, enter into such documents as may be necessary to effect such assignment or transfer.

## **24. MISCELLANEOUS**

### **24.1 Tacking**

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

#### 24.2 Articles of association

Each Chargor certifies that the Debenture Security does not contravene any of the provisions of the articles of association of the respective Chargor.

#### 24.3 Land Registry

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

*"No disposition of the registered estate by the proprietor of the registered estate is to be registered without a written consent signed by the proprietor for the time being of the charge dated [ ♦ ] 2014 in favour of TriplePoint Capital LLC referred to in the charges register or conveyancer "*

- (b) The Chargors:

- (i) authorises the Lender to make any application which the Lender deems appropriate for the designation of this Deed as an exempt information document under rule 136 of the Land Registration Rules 2003;
  - (ii) shall use its best endeavours to assist with any such application made by or on behalf of the Lender; and
  - (iii) shall notify the Lender in writing as soon as it receives notice of any person's application under rule 137 of the Land Registration Rules 2003 for the disclosure of this Deed, following its designation as an exempt information document
- (c) The Chargors shall not make any application under rule 138 of the Land Registration Rules 2003 for the removal of the designation of any such document as an exempt information document.
- (d) The Chargors shall promptly make all applications to and filings with Land Registry which are necessary under the Land Registration Rules 2003 to protect the Debenture Security.

#### 24.4 Protective clauses

Each Chargor is deemed to be a principal debtor in relation to this Deed. The obligations of the Chargors under, and the security intended to be created by, this Deed shall not be impaired by any forbearance, neglect, indulgence, extension or time, release, surrender or loss of securities, dealing, amendment or arrangement by the Lender which would otherwise have reduced, released or prejudiced this Debenture Security or any surety liability of the Chargors (whether or not known to it).

#### 24.5 Payments

Subject to clause 24.6 (*Gross-up*), all payments to be made by the Chargors in respect of this Deed shall be made:

- (a) in immediately available funds to the credit of such account as the Lender may designate; and

- (b) without (and free and clear of, and without any deduction for, or on account of).
  - (i) any set-off or counterclaim; or
  - (ii) except to the extent compelled by law, any deduction or withholding for or on account of taxes.

#### **24.6 Gross-up**

If the a Chargor is compelled by law to make any deduction or withholding from any sum payable under this Deed to the Lender, the sum so payable by the Chargors shall be increased so as to result in the receipt by the Lender

### **25. NOTICES**

#### **25.1 Communications in writing**

Any communication to be made under, or in connection with, this Deed shall be made in writing and, unless otherwise stated, may be made by fax or letter (but not by email).

#### **25.2 Addresses**

The address and fax number (and the department or officer, if any, for whose attention the communication is to be made) of each Party for any communication or document to be made or delivered under or in connection with this Deed is.

- (a) in the case of the Chargors, that identified with its name below; and
- (b) in the case of the Lender, that identified with its name below,

or any substitute address, fax number or department or officer as the Chargors or the Lender may notify to the other Party by not less than five Business Days' notice.

#### **25.3 Delivery**

- (a) Subject to clause 25.2(b), any communication or document made or delivered by one Party to another under, or in connection with, this Deed will only be effective:
  - (i) if by way of fax, when received in legible form, or
  - (ii) if by way of letter, when it has been left at the relevant address or five Business Days after being deposited in the post, postage prepaid, in an envelope addressed to it at that address,

and, if a particular department or officer is specified as part of its address details provided under clause 25.2 (*Addresses*), if addressed to that department or officer.

- (b) Any communication or document to be made or delivered to the Lender will be effective only when actually received by the Lender and then only if it is expressly marked for the attention of the department or officer identified with the signature of the Lender below (or any substitute department or officer as the Lender shall specify for this purpose)

#### **25.4 No deemed notice to Lender**

Any notice to the Lender shall be deemed to have been given only on actual receipt by the Lender.

**26. CALCULATIONS AND CERTIFICATES**

Any certificate of or determination by the Lender specifying the amount of any Secured Obligation due from the Borrowers (including details of any relevant calculation thereof) is in the absence of manifest error, conclusive evidence against the Borrowers of the matters to which it relates.

**27. PARTIAL INVALIDITY**

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

**28. REMEDIES AND WAIVERS**

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

**29. AMENDMENTS AND WAIVERS**

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

**30. COUNTERPARTS**

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

**31. RELEASE**

**31.1 Release**

Upon the expiry of the Security Period (but not otherwise) the Lender shall promptly after, at the request and cost of the Chargors, take whatever action is necessary to release or re-assign (without recourse or warranty) the Security Assets from the Debenture Security and shall return all deeds and documents of title which it holds at that time and execute and deliver such further deeds or documents as the Chargors may reasonably require and which are necessary in order to give effect to this clause 31.1 (*Release*) (including, without limitation, any filings required to be made in order to remove the restriction referred to in clause 24.3 (*Land Registry*)).

**31.2 Reinstatement**

Where any discharge (whether in respect of the obligations of the Borrowers or any security for those obligations or otherwise) is made in whole or in part or any arrangement is made on

the faith of any payment, security or other disposition which is avoided or must be restored on insolvency, liquidation or otherwise (without limitation), the liability of the Chargors under this Deed shall continue as if the discharge or arrangement had not occurred. The Lender may concede or compromise any claim that any payment, security or other disposition is liable to avoidance or restoration

**32. GOVERNING LAW**

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

**33. ENFORCEMENT**

- (a) The courts of England have exclusive jurisdiction to settle any dispute arising out of or in connection with this Deed (including a dispute relating to the existence, validity or termination of this Deed or any non-contractual obligation arising out of or in connection with this Deed) (a "Dispute")
- (b) 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
- (c) This clause 33 is for the benefit of the Lender only. As a result, the Lender shall not be prevented from taking proceedings relating to a Dispute in any other courts with jurisdiction. To the extent allowed by law, the Lender may take concurrent proceedings in any number of jurisdictions.

**IN WITNESS** of which this Deed has been duly executed by the Chargors as a deed and duly executed by the Lender and has been delivered.

## SCHEDULE 1

### Details of Security Assets

#### Part 1 - Real Property

Registered land			
Chargor	Address	Administrative Area	Title number
	NONE	N/A	N/A

#### Part 2 - Charged Securities

Name of company in which shares are held	Class of shares held	Number of shares held	Issued share capital
Lifelike USA Ltd	Ordinary share	1	£1 divided into one ordinary share
Onefinestay Members Club Ltd	Ordinary share	1	£1 divided into one ordinary share
Pierpont Reservations Ltd	Ordinary share	1	£1 divided into one ordinary share
Pierpont France Ltd	Ordinary share	1	£1 divided into one ordinary share
Galleries Worldwide Ltd	Ordinary shares	1	£1 divided into one ordinary share
Pierpont Galleries Ltd	Ordinary shares	1	£1 divided into one ordinary share

#### Part 3 - Security Accounts

Security Accounts				
Account Holder (and company number)	Account name	Account Number	Account Bank	Account bank branch address and sort code
Lifelike Limited (06554630)	LFL EUR	██████326	HSBC	INTERNATIONAL BRANCH, 60 Fenchurch Street, EC3M 4BA, London ████████
Pierpont France Ltd (08534869)	Pierpont France EUR	██████448	HSBC	INTERNATIONAL BRANCH, 60 Fenchurch Street, EC3M 4BA, London ████████
Pierpont France Ltd (08534869)	Pierpont FR-Gall EUR	██████935	HSBC	INTERNATIONAL BRANCH, 60 Fenchurch Street, EC3M 4BA, London ████████

Security Accounts				
Account Holder (and company number)	Account name	Account Number	Account Bank	Account bank branch address and sort code
Galleries Worldwide Ltd (08911065)	Galleries World EUR	██████447	HSBC	INTERNATIONAL BRANCH, 60 Fenchurch Street, EC3M 4BA, London ██████
Pierpont Galleries Ltd (08908874)	Pierpont Gall EUR	██████011	HSBC	INTERNATIONAL BRANCH, 60 Fenchurch Street, EC3M 4BA, London ██████
Lifelike Limited (06554630)	LFL Guest	██████365	HSBC	HSBC BANK PLC, P.O. Box 2JA, 129 New Bond St, London, W1A 2JA ██████
Lifelike Limited (06554630)	LFL Current GBP	██████374	HSBC	HSBC BANK PLC, P.O. Box 2JA, 129 New Bond St, London, W1A 2JA ██████
Lifelike Limited (06554630)	LFL Business GBP	██████382	HSBC	HSBC BANK PLC, P.O. Box 2JA, 129 New Bond St, London, W1A 2JA ██████
Pierpont France Ltd (08534869)	Pierpont France GBP	██████260	HSBC	HSBC BANK PLC, P.O. Box 2JA, 129 New Bond St, London, W1A 2JA ██████
Galleries Worldwide Ltd (08911065)	Galleries World GBP	██████246	HSBC	HSBC BANK PLC, ST CLEMENT DANES, 194 Strand, London, WC2R 1DX ██████
Lifelike Limited (06554630)	LFL Galleries GBP	██████894	HSBC	HSBC BANK PLC, ST CLEMENT DANES, 194 Strand, London, WC2R 1DX ██████
Pierpont Reservations Ltd (08034597)	Pierpont US- NY GBP	██████635	HSBC	HSBC BANK PLC, ST CLEMENT DANES, 194 Strand, London, WC2R 1DX ██████
Pierpont Galleries Ltd (08908874)	Pierpont Gall GBP	██████932	HSBC	HSBC BANK PLC, ST CLEMENT DANES, 194 Strand, London, WC2R 1DX ██████
Pierpont Reservations Ltd (08034597)	Pierpont US- NY USD	██████001	HSBC	INTERNATIONAL BRANCH, 60 Fenchurch Street, London, EC3M 4BA ██████
Pierpont Reservations Ltd (08034597)	Pierpont US- CA USD	██████649	HSBC	INTERNATIONAL BRANCH, 60 Fenchurch Street, London, EC3M 4BA ██████

Security Accounts				
Account Holder (and company number)	Account name	Account Number	Account Bank	Account bank branch address and sort code
Pierpont Reservations Ltd (08034597)	Pierpont US- Gall USD	162	HSBC	INTERNATIONAL BRANCH, 60 Fenchurch Street, London, EC3M 4BA
Lifelike Limited (06554630)	LFL USD	994	HSBC	INTERNATIONAL BRANCH, 60 Fenchurch Street, London, EC3M 4BA
Pierpont Reservations Ltd (08034597)	Pierpont Reservations Ltd	703	SVB	SILICON VALLEY BANK - 3003 TASMAN DRIVE, SANTA CLARA, California (CA), 95054- 0000
Lifelike Limited (06554630)	Lifelike Limited	588	SVB	SILICON VALLEY BANK - 3003 TASMAN DRIVE, SANTA CLARA, California (CA), 95054- 0000
Pierpont Reservations Ltd (08034597)	Pierpont Reservations Ltd (CA)	569	SVB	SILICON VALLEY BANK - 3003 TASMAN DRIVE, SANTA CLARA, California (CA), 95054- 0000
Pierpont Reservations Ltd (08034597)	Pierpont Reservations Ltd (US GALLERIES)	939	SVB	SILICON VALLEY BANK - 3003 TASMAN DRIVE, SANTA CLARA, California (CA), 95054- 0000

#### Part 4 - Intellectual Property

Part 4A - Trade marks				
Proprietor	TM number	Jurisdiction/ apparent status	Classes	Mark text
Lifelike Limited	2538733	UK / Registered	35, 38, 43	UnHotel (series of 3)
Lifelike Limited	9549759	CTM / Registered	35, 38, 43	UnHotel
Lifelike Limited	4043967	USA / Registered	35, 43	UnHotel
Lifelike Limited	2538736	UK / Registered	35, 38, 43	OneFineStay (series of 3)



Lifelike Limited	9549791	CTM / Registered	35, 38, 43	OneFineStay
Lifelike Limited	4065931	USA / Registered	35, 43	OneFineStay
Lifelike Limited	2011/07492	South Africa / Registered	43	UnHotel
Lifelike Limited	2011/07491	South Africa / Pending	43	OneFineStay
Lifelike Limited	838514	New Zealand / Registered	43	UnHotel
Lifelike Limited	838515	New Zealand / Registered	43	OneFineStay
Lifelike Limited	1411504	Australia / Registered	43	UnHotel
Lifelike Limited	1415405	Australia / Registered	43	OneFineStay
Lifelike Limited	1524991	Canada / Pending	35, 38, 43	OneFineStay
Lifelike Limited	11540317	CTM / Pending	6, 9, 42, 45	Sherlock
<b>Part 4B – Patents</b>				
<b>Proprietor</b>	<b>Patent number</b>		<b>Description</b>	
Lifelike Limited	P58309EP		Controller for a door entry system	
Lifelike Limited	US 2012/0249290		Controller for a door entry system	

**Part 5 - Relevant Contracts**

<b>Chargor</b>	<b>Date of Relevant Contract</b>	<b>Parties</b>	<b>Details of Relevant Contract</b>
None.			

**Part 6 - Insurances**

<b>Chargor</b>	<b>Insurer</b>	<b>Insured risks</b>	<b>Policy number</b>
Lifealike Limited	Thompson Heath and Bond Ltd	Material loss or damage, business interruption, Employers', public and products liability.	B1230LC87226A15

## SCHEDULE 2

### Form of notice to and acknowledgement from Account Bank

To: *[Name and address of Account Bank]*

Dated: [◆] 20\_\_

Dear Sirs

1. This letter constitutes notice to you that by a debenture dated [◆] (the "Charge") we have assigned to TriplePoint Capital LLC as lender (the "Lender") all our rights, title and interest in and to sums deposited or to be deposited with you in the accounts listed in Schedule 1 to this letter (together the "Charged Accounts").
2. We irrevocably authorise and instruct you to
  - 2.1 disclose to the Lender any information relating to the Charged Accounts requested from you by the Lender without any reference to or further authority from us,
  - 2.2 operate the Charged Accounts in accordance with the Account Mandate until you have been given notice pursuant to paragraph 2.3 of this letter;
  - 2.3 comply with any written notice or instruction relating to the Charged Accounts (or any of them) received by you from the Lender following receipt by you of a notice in the form set out in Schedule 2 to this letter (the "Default Notice"). For the avoidance of doubt, prior to receipt of the Default Notice, you shall comply with instructions relating to the Charged Accounts of [insert name of customer], but upon receipt of the Default Notice you should only permit moneys to be drawn on or debited to the Charged Accounts in accordance with the written directions of the Lender;
  - 2.4 debit the Charged Accounts (or any of them) with your costs and charges in connection with the opening, maintenance and operation of the Charged Accounts both before and after receipt by you of a Default Notice; and
  - 2.5 exercise any right of combination, consolidation, merger or set-off which you may have in respect of any moneys standing or accruing to the credit of the Charged Accounts up until the time that you receive a Default Notice.
3. Any notice, instruction or consent given by the Lender to you shall be made by one or more of the persons listed in Schedule 3 to this letter (together with specimen signatures) (the "Authorised Signatories"). For the avoidance of doubt nothing in this paragraph 4 will affect the protection afforded to you under the terms of this letter and in particular under subparagraph 2.3 and paragraph 6 of this letter.
4. We shall at all times indemnify you and keep you indemnified fully and effectively from and against all losses, damages, liabilities and costs and expenses that you may incur in connection with or by reason of you complying with the terms of this letter or in relation to the Charged Accounts.
5. The instructions and authorisations that are contained in this letter shall remain in full force and effect until revoked or varied with the specific prior written consent of the Lender.
6. Any direction, instruction, notice or consent that is given or purports to be given for and on behalf of the Lender shall be conclusive evidence for all purposes
7. This letter shall be governed by and construed in accordance with English Law.

- 
8. Please confirm your agreement to this letter by sending the acknowledgement set out in Schedule 4 to the letter to the Lender with a copy to us

Yours faithfully

For and on behalf of [insert name of the customer]

**Schedule 1**  
**Charged Accounts**

**Name**

**Account number**

**Sort Code**

[insert details of Charged Accounts]

**Schedule 2**  
**Default Notice**

To:     *[Name and address of Account Bank]*

From: TriplePoint Capital LLC  
2755 Sand Hill Rd., Ste. 150  
Menlo Park, CA 94025

[Date]

Dear Sirs

In accordance with the terms of the notice dated [insert date], we hereby notify you that pursuant to the loan document an Event of Default has occurred (as defined in the loan document dated [insert date] made between ourselves and [insert name of customer] This letter constitutes a Default Notice under the terms of the Letter.

A copy of this Default Notice has been sent to [insert name of customer].

Yours faithfully

Authorised Signatory  
For and on behalf of [insert details of Lender]

#### Schedule 4

#### Acknowledgement

From: *[Name and address of Account Bank]*

To: TriplePoint Capital LLC  
2755 Sand Hill Rd , Ste. 150  
Menlo Park, CA 94025

Copy to: *[Name and address of Company]*

[Date]

Dear Sirs

We acknowledge receipt of the notice dated [insert date] from [insert name of customer] (the "Notice"). Capitalised terms defined in the Notice have, unless expressly defined in this Acknowledgement or the context otherwise requires, the same meaning in this Acknowledgement.

We agree that, until we receive a written notice from you revoking the arrangements set out in the Notice we will, subject to the completion of all applicable "know-your-customer" requirements, comply with the terms of the Notice to the extent permitted by law and we confirm that:

- (a) prior to receipt of a Default Notice, we shall comply with instructions relating to the Charged Accounts from [insert name of customer],
- (b) upon receipt of a Default Notice from you, we shall not exercise or seek to assert or exercise any right of combination, consolidation, merger or set-off which we may have in respect of any moneys standing or accruing to the credit of the Charged Accounts save to the extent of any costs and expenses we may incur by reason of any dispute regarding the Charged Accounts and/or any account charges or other charges in respect of the maintenance and operation of the Charged Accounts;
- (c) based on the facts actually available to the officer who has signed this acknowledgement on our behalf, (having made all reasonable enquiries) and not further or otherwise, we have not received any notice (other than the Notice) that [insert name of customer] has assigned or charged its rights to the sums standing to the credit of the Charged Accounts or otherwise granted any security or interest over those monies in favour of any third party; and

By entering into this acknowledgement we do not make any representations as to the enforceability or validity of the arrangements between you, any third party and [insert name of customer].

This acknowledgement shall be governed by and construed in accordance with English Law.

Yours faithfully

*[Name Account Bank]*

### SCHEDULE 3

#### Form of notice to and acknowledgement by party to Relevant Contract

To. [Insert name and address of relevant party]

Dated [◆] ] 20[◆]

Dear Sirs

Re: [describe Relevant Contract] dated [◆] ] 20[◆] between (1) you and [◆] ]  
and (2) [◆] ] (the "Chargor")

1. We give notice that, by a debenture dated [◆] 20[◆] (the "Debenture"), we have assigned to [◆] ] (the "Lender") all our present and future right, title and interest in and to [insert details of Relevant Contract] (together with any other agreement supplementing or amending the same, the "Agreement") including all rights and remedies in connection with the Agreement and all proceeds and claims arising from the Agreement.
2. You may continue to deal with us in relation to the Agreement until you receive written notice to the contrary from the Lender. Thereafter we will cease to have any right to deal with you in relation to the Agreement and therefore from that time you should deal only with the Lender.
3. We irrevocably authorise and instruct you from time to time:
  - (a) to disclose to the Lender at our expense (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 Agreement as the Lender may from time to time request;
  - (b) to hold all sums from time to time due and payable by you to us under the Agreement to the order of the Lender;
  - (c) to pay or release all or any part of the sums from time to time due and payable by you to us under the Agreement only in accordance with the written instructions given to you by the Lender from time to time,
  - (d) to comply with any written notice or instructions in any way relating to, or purporting to relate to, the Debenture or the Agreement or the debts represented thereby which you receive at any time from the Lender without any reference to or further authority from us and without any enquiry by you as to the justification for or validity of such notice or instruction; and
  - (e) to send copies of all notices and other information given or received under the Agreement to the Lender.
4. We are not permitted to receive from you, otherwise than through the Lender, any amount in respect of or on account of the sums payable to us from time to time under the Agreement or to agree any amendment or supplement to, or waive any obligation under, the Agreement without the prior written consent of the Lender.
5. This notice may only be revoked or amended with the prior written consent of the Lender.
6. Please confirm by completing the enclosed copy of this notice and returning it to the Lender (with a copy to us) that you agree to the above and that:



- (a) you accept the instructions and authorisations contained in this notice and you undertake to comply with this notice;
  - (b) you have not, at the date this notice is returned to the Lender, received notice of the assignment or charge, the grant of any security or the existence of any other interest of any third party in or to the Agreement or any proceeds of it and you will notify the Lender promptly if you should do so in future;
  - (c) you will not permit any sums to be paid to us or any other person (other than the Lender) under or pursuant to the Agreement without the prior written consent of the Lender; and
  - (d) you will not exercise any right to terminate the Agreement or take any action to amend or supplement the Agreement without the prior written consent of the Lender.
7. This notice, and any acknowledgement in connection with it, and any non-contractual obligations arising out of or in connection with any of them, shall be governed by English law.

Yours faithfully

---

for and on behalf of  
[insert Chargor company name]

[On copy]

To. **TRIPLEPOINT CAPITAL LLC**  
as Lender  
2755 Sand Hill Rd , Ste. 150  
Menlo Park, CA 94025

Copy to: **[CHARGOR]**  
[Chargor address]

Dear Sirs

We acknowledge receipt of the above notice and consent and agree to its terms We confirm and agree to the matters set out in clause 5 in the above notice.

---

for and on behalf of  
[Name of relevant party]

Dated: [◆ ] 20[◆]

#### SCHEDULE 4

##### Form of notice to and acknowledgement by insurers

To: *[Insert name and address of insurer]*

Dated: [◆] ] 20[◆]

Dear Sirs

*[Describe insurance policies]* dated [◆] ] 20[◆] between (1) you and (2) [◆] ] (the "Chargor")

1. We give notice that, by a debenture dated [◆] ] 20[◆] (the "Debenture"), we have [assigned] to [◆] ] (the "Lender") all our present and future right, title and interest in and to the Policies (together with any other agreement supplementing or amending the same, the "Policies") including all rights and remedies in connection with the Policies and all proceeds and claims arising from the Policies
2. You may continue to deal with us in relation to the Policies until you receive written notice to the contrary from the Lender. Thereafter we will cease to have any right to deal with you in relation to the Policies and therefore from that time you should deal only with the Lender.
3. We irrevocably authorise and instruct you from time to time:
  - (a) to disclose to the Lender at our expense 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 Policies as the Lender may from time to time request;
  - (b) following written notice to you from the Lender confirming that an Event of Default (as defined in the Debenture) has occurred, to hold all sums from time to time due and payable by you to us under the Policies to the order of the Lender;
  - (c) following written notice to you from the Lender confirming that an Event of Default (as defined in the Debenture) has occurred, to pay or release all or any part of the sums from time to time due and payable by you to us under the Policies only in accordance with the written instructions given to you by the Lender from time to time;
  - (d) to comply with any written notice or instructions in any way relating to, or purporting to relate to, the Debenture, the sums payable to us from time to time under the Policies or the debts represented by them which you may receive from the Lender (without any reference to or further authority from us and without any enquiry by you as to the justification for or validity of such notice or instruction); and
  - (e) to send copies of all notices and other information given or received under the Policies to the Lender.
4. We irrevocably instruct you, with effect from the date of this notice, to note on the relevant Policies the Lender's interest as loss payee and as first priority assignee of the Policies and the rights, remedies, proceeds and claims referred to above
5. Following the occurrence of an Event of Default, we are not permitted to receive from you, otherwise than through the Lender, any amount in respect of or on account of the sums

payable to us from time to time under the Policies or to agree any amendment or supplement to, or waive any obligation under, the Policies without the prior written consent of the Lender.

6. This notice may only be revoked or amended with the prior written consent of the Lender.
7. Please confirm by completing the enclosed copy of this notice and returning it to the Lender (with a copy to us) that you agree to the above and that
  - (a) you accept the instructions and authorisations contained in this notice and you undertake to comply with this notice;
  - (b) you have not, at the date this notice is returned to the Lender, received notice of the assignment or charge, the grant of any security or the existence of any other interest of any third party in or to the Policies or any proceeds of them or any breach of the terms of any Policy and you will notify the Lender promptly if you should do so in future;
  - (c) following written notice to you from the Lender confirming that an Event of Default has occurred, you will not permit any sums to be paid to us or any other person under or pursuant to the Policies without the prior written consent of the Lender; and
  - (d) you will not exercise any right to terminate, cancel, vary or waive the Policies or take any action to amend or supplement the Policies without giving the Lender not less than 14 days prior written notice.
8. This notice, and any acknowledgement in connection with it, and any non-contractual obligations arising out of or in connection with any of them, shall be governed by English law.

Yours faithfully

---

for and on behalf of  
[insert *Chargor company name*]

[On copy]

To: **TRIPLEPOINT CAPITAL LLC**  
as Lender  
2755 Sand Hill Rd., Ste. 150  
Menlo Park, CA 94025

Copy to: **[CHARGOR]**  
[Chargor address]

Dear Sirs

We acknowledge receipt of the above notice and consent and agree to its terms. We confirm and agree to the matters set out in clause 6 in the above notice.

---

for and on behalf of  
[Name of relevant insurer]

Dated: [◆] ] 20[◆]

**SCHEDULE A****CHARGORS**

<b>Company name</b>	<b>Registered number</b>	<b>Registered office</b>
Lifealike Limited	06554630	90 Fetter Lane, London, EC4A 1EQ
Lifealike USA Ltd	08019007	90 Fetter Lane, London, EC4A 1EQ
Onefinestay Members Club Ltd	08034530	90 Fetter Lane, London, EC4A 1EQ
Pierpont Reservations Ltd	08034597	90 Fetter Lane, London, EC4A 1EQ
Pierpont France Ltd	08534869	90 Fetter Lane, London, EC4A 1EQ
Galleries Worldwide Ltd	08911065	90 Fetter Lane, London, EC4A 1EQ
Pierpont Galleries Ltd	08908874	90 Fetter Lane, London, EC4A 1EQ

EXECUTION PAGE

THE CHARGORS

Executed as a deed (but not delivered until the )  
date of this deed) by LIFEALIKE LIMITED )  
acting by a director in the presence of a witness )

Director

Witness signature

Witness name:

Witness address:

EDOUARD PEELS

300 ST JOHN STREET  
LONDON, EC1V 4PA

Address: 300 St. John Street, London, EC1V 4PA, United Kingdom

Facsimile No: n/a

Attention: Tom Singer, Chief Financial Officer

Executed as a deed (but not delivered until the )  
date of this deed) by LIFEALIKE USA LTD )  
acting by a director in the presence of a witness: )

Director

Witness signature

Witness name:

Witness address:

EDOUARD PEELS

300 ST JOHN STREET  
LONDON, EC1V 4PA

Address: 300 St. John Street, London, EC1V 4PA, United Kingdom

Facsimile No: n/a

Attention: Tom Singer, Chief Financial Officer

**EXECUTION PAGE**

**THE CHARGORS**

Executed as a deed (but not delivered until the )  
date of this deed) by ONEFINESTAY )  
MEMBERS CLUB LTD acting by a director in )  
the presence of a witness:

Director

Witness signature

Witness name:

Witness address:

EDOUARD PEELS  
300 ST JOHN STREET  
LONDON, EC1V 4PA

**Address:** 300 St. John Street, London, EC1V 4PA, United Kingdom

**Facsimile No:** n/a

**Attention:** Tom Singer, Chief Financial Officer

Executed as a deed (but not delivered until the )  
date of this deed) by PIERPONT )  
RESERVATIONS LTD acting by a director in )  
the presence of a witness:

Director

Witness signature

Witness name:

Witness address:

EDOUARD PEELS  
300 ST JOHN STREET  
LONDON, EC1V 4PA

**Address:** 300 St. John Street, London, EC1V 4PA, United Kingdom

**Facsimile No:** n/a

**Attention:** Tom Singer, Chief Financial Officer



**EXECUTION PAGE**

**THE CHARGORS**

Executed as a deed (but not delivered until the )  
date of this deed) by PIERPONT FRANCE LTD )  
acting by a director in the presence of a witness' )

Director

Witness signature

Witness name:

Witness address:

EDOUARD PEERS  
300 ST JOHN STREET  
LONDON, EC1V 4PA

**Address:** 300 St. John Street, London, EC1V 4PA, United Kingdom

**Facsimile No:** n/a

**Attention:** Tom Singer, Chief Financial Officer

Executed as a deed (but not delivered until the )  
date of this deed) by GALLERIES )  
WORLDWIDE LTD acting by a director in the )  
presence of a witness

Director

Witness signature

Witness name:

Witness address:

EDOUARD PEERS  
300 ST JOHN STREET  
LONDON, EC1V 4PA

**Address:** 300 St John Street, London, EC1V 4PA, United Kingdom

**Facsimile No:** n/a

**Attention:** Tom Singer, Chief Financial Officer

EXECUTION PAGE

THE CHARGORS

Executed as a deed (but not delivered until the )  
date of this deed) by PIERPONT GALLERIES )  
LTD acting by a director in the presence of a )  
witness.

Director

Witness signature

Witness name:

Witness address:

EDOUARD PEERS

300 ST JOHN STREET  
LONDON, EC1V 4PA

Address: 300 St. John Street, London, EC1V 4PA, United Kingdom

Facsimile No: n/a

Attention: Tom Singer, Chief Financial Officer

**EXECUTION PAGE**

**THE LENDER**

Signed by \_\_\_\_\_ for )  
and on behalf of **TRIPLEPOINT CAPITAL** )  
**LLC** )      Signature \_\_\_\_\_

**Address:**      2755 Sand Hill Road, Ste. 150, Menlo Park, CA94025

**Facsimile No:** (001) 650 854 1850

**Attention:**      Sajal Srivastava, President