



Registration of a Charge

Company name: **PARK TOWER HOTEL LIMITED (THE)**

Company number: **01009626**



X9IH8DJ5

Received for Electronic Filing: **24/11/2020**

Details of Charge

Date of creation: **18/11/2020**

Charge code: **0100 9626 0017**

Persons entitled: **HSBC UK BANK PLC**

Brief description: **THE LEASEHOLD PROPERTY KNOWN AS THE PARK TOWER HOTEL
KNIGHTSBRIDGE, 101 KNIGHTSBRIDGE, LONDON SW1X 7RN
REGISTERED WITH TITLE NUMBER BGL141356**

Contains fixed charge(s).

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

Contains negative pledge.

Authentication of Form

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

Authentication of Instrument

Certification statement: **I CERTIFY THAT SAVE FOR MATERIAL REDACTED PURSUANT
TO S. 859G OF THE COMPANIES ACT 2006 THE ELECTRONIC**

**COPY INSTRUMENT DELIVERED AS PART OF THIS APPLICATION
FOR REGISTRATION IS A CORRECT COPY OF THE ORIGINAL
INSTRUMENT.**

Certified by:

SHAYAN MALAD



CERTIFICATE OF THE REGISTRATION OF A CHARGE

Company number: 1009626

Charge code: 0100 9626 0017

The Registrar of Companies for England and Wales hereby certifies that a charge dated 18th November 2020 and created by PARK TOWER HOTEL LIMITED (THE) was delivered pursuant to Chapter A1 Part 25 of the Companies Act 2006 on 24th November 2020 .

Given at Companies House, Cardiff on 25th November 2020

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



Companies House



THE OFFICIAL SEAL OF THE
REGISTRAR OF COMPANIES



DATE: 18 November 2020

SECURITY AGREEMENT

Between

THE COMPANIES LISTED IN SCHEDULE 1 HERETO

and

HSBC UK BANK PLC

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THIS DEED is dated 18 November 2020 and is made

BETWEEN:

- (1) **THE COMPANIES** whose respective names and company numbers appear in Schedule 1 (*The Chargors*) (collectively the “**Chargors**” and each a “**Chargor**”); and
- (2) **HSBC UK BANK PLC** as security trustee for the Secured Parties (as defined in the Facility Agreement defined below) (the “**Security Trustee**”).

BACKGROUND:

- (A) Each Chargor enters into this Deed in connection with the Facility Agreement (as defined below).
- (B) It is intended that this document takes effect as a deed of each of the Chargors notwithstanding the fact that a party may only execute this document under hand.

IT IS AGREED as follows:

1. DEFINITIONS AND INTERPRETATION

Definitions

- 1.1 In this Deed the following terms have the following meanings:

“**Act**”: the Law of Property Act 1925.

“**Facility Agreement**”: the facility agreement dated 30 May 2019 as amended and restated pursuant to an amendment and restatement agreement dated on or around the date hereof between (among others) the Chargors and the Security Trustee.

“**Investments**”:

- (a) all shares in any member of the Group (other than itself) owned by any Chargor or held by any nominee or trustee on any Chargor’s behalf; and
- (b) all other shares, stocks, debentures, bonds or other securities or investments owned by any Chargor or held by any nominee or trustee on its behalf.

“**Mortgaged Property**”: all freehold or leasehold property included in the definition of Security Asset.

“**Party**”: a party to this Deed.

“**Receiver**”: a receiver or receiver and manager or administrative receiver, in each case appointed under this Deed.

“**Relevant Contract**”:

- (a) an appointment of a Managing Agent;
- (b) an appointment of an Asset Manager;
- (c) an agreement relating to the purchase of any Property by any Chargor;
- (d) a Hotel Management Agreement; or
- (e) a Car Park Management Agreement.

“**Security Asset**”: any asset of any of the Chargors which is, or is expressed to be, subject to any Security created by this Deed.

“Secured Liabilities”: all present and future obligations and liabilities (whether actual or contingent and whether owed jointly or severally or in any other capacity whatsoever) of each Transaction Obligor to any Secured Party under each Finance Document.

“Security Period”: the period beginning on the date of this Deed and ending on the date on which the Security Trustee is satisfied that all the Secured Liabilities have been unconditionally and irrevocably paid and discharged in full.

Construction

- 1.2 Capitalised terms defined in the Facility Agreement have the same meaning in this Deed unless expressly defined in this Deed.
- 1.3 The provisions of clauses 1.2 to 1.6 (*Construction*) of the Facility Agreement apply to this Deed as though they were set out in full in this Deed except that references to the Facility Agreement will be construed as references to this Deed.
- 1.4 Unless a contrary indication appears, a reference in this Deed to:
 - 1.4.1 a Finance Document or Transaction Document or any other agreement, instrument or other document shall be construed as a reference to that Finance Document or Transaction Document or that other agreement, instrument or document as the same may have been, or may from time to time be, restated, varied, amended, supplemented, substituted, novated or assigned, whether or not as a result of any of the same:
 - (a) there is an increase or decrease in any facility made available under that Finance Document or other agreement, instrument or document or an increase or decrease in the period for which any facility is available or in which it is repayable;
 - (b) any additional, further or substituted facility to or for such facility is provided;
 - (c) any rate of interest, commission or fees or relevant purpose is changed;
 - (d) the identity of the parties is changed;
 - (e) the identity of the providers of any security is changed;
 - (f) there is an increased or additional liability on the part of any person; or
 - (g) a new agreement is effectively created or deemed to be created.
 - 1.4.2 any **“rights”** in respect of an asset includes:
 - (a) all amounts and proceeds paid or payable;
 - (b) all rights to make any demand or claim; and
 - (c) all powers, remedies, causes of action, security, guarantees and indemnities, in each case in respect of or derived from that asset;
 - 1.4.3 any **“share”, “stock”, “debenture”, “bond” or “other security” or “investment”** includes:
 - (a) any dividend, interest or other distribution paid or payable;
 - (b) any right, money or property accruing or offered at any time by way of redemption, substitution, exchange, bonus or preference, under option rights or otherwise,

in each case in respect of that share, stock, debenture, bond or other security or investment; and

1.4.4 the term “**this Security**” means any Security created by this Deed.

1.5 Any covenant of any of the Chargors under this Deed (other than a payment obligation which has been discharged) remains in force during the Security Period.

1.6 The terms of the other Finance Documents and of any other agreement or instrument between any Parties in relation to any Finance Document are incorporated in this Deed to the extent required to ensure that any purported disposition, or any agreement for the disposition, of any freehold or leasehold property contained in this Deed is a valid disposition in accordance with section 2(1) of the Law of Property (Miscellaneous Provisions) Act 1989.

1.7 If the Security Trustee considers that an amount paid to a Secured Party under a Finance Document is capable of being avoided or otherwise set aside on the liquidation or administration of the payer or otherwise, then that amount will not be considered to have been irrevocably paid for the purposes of this Deed.

1.8 Unless the context otherwise requires, a reference to a Security Asset includes the proceeds of any disposal of that Security Asset.

Third party rights

1.9 Unless expressly provided to the contrary in a Finance Document, a person who is not a Party has no right under the Third Parties Act to enforce or to enjoy the benefit of any term of this Deed.

1.10 Notwithstanding any term of any Finance Document, the consent of any person who is not a Party is not required to rescind or vary this Deed at any time.

1.11 Any Receiver may enforce and enjoy the benefit of any Clause which expressly confers rights on it, subject to Clause 1.10 above and the provisions of the Third Parties Act.

2. CREATION OF SECURITY

General

2.1 Each Chargor must pay or discharge the Secured Liabilities in the manner provided for in the Finance Documents.

2.2 All the security created under this Deed:

2.2.1 is created in favour of the Security Trustee;

2.2.2 is created over present and future assets of each of the Chargors;

2.2.3 is security for the payment of all the Secured Liabilities; and

2.2.4 is made with full title guarantee in accordance with the Law of Property (Miscellaneous Provisions) Act 1994.

2.3 The Security Trustee holds the benefit of this Deed and this Security on trust for the Secured Parties.

Land

- 2.4 Each Chargor charges:
- 2.4.1 by way of a first legal mortgage all estates or interests in any freehold or leasehold property now owned by it; this includes the real property (if any) specified in Schedule 2 (*Real Property*); and
 - 2.4.2 (to the extent that they are not the subject of a mortgage under Clause 2.4.1 above) by way of a first fixed charge all estates or interests in any freehold or leasehold property now or subsequently owned by it.
- 2.5 A reference in this Clause 2 to a mortgage or charge of any freehold or leasehold property includes:
- 2.5.1 all buildings, fixtures, fittings and fixed plant and machinery on that property; and
 - 2.5.2 the benefit of any covenants for title given or entered into by any predecessor in title of any Chargor in respect of that property or any moneys paid or payable in respect of those covenants.

Investments

- 2.6 Each Chargor: charges by way of a first fixed charge its interest in all its Investments.

Plant and machinery

- 2.7 To the extent that they are not the subject of a mortgage or a first fixed charge under Clauses 2.4 to 2.5 (*Land*), each Chargor charges by way of a first fixed charge all plant and machinery owned by that Chargor and its interest in any plant or machinery in its possession.

Credit balances

- 2.8 Each Chargor charges by way of a first fixed charge all of its rights in respect of any Account other than the Borrower General Account, the Opco General Account, the Rent Account, the FF&E Account and the Operating Account, any amount standing to the credit of any Account other than the Borrower General Account, the Opco General Account, the Rent Account, the FF&E Account and the Operating Account and the debt represented by it.
- 2.9 Each Chargor charges by way of a first fixed charge all of its rights in respect of the Borrower General Account, the Opco General Account, the Rent Account, the FF&E Account and the Operating Account any amount standing to the credit of the Borrower General Account, the Opco General Account, the Rent Account, the FF&E Account and the Operating Account and the debt represented by it.
- 2.10 Each Chargor charges by way of a first fixed charge all of its rights in respect of any account it has with any person other than the accounts referred to in Clauses 2.8 and 2.9 above, any amount standing to the credit of any such account and the debt represented by it.

Book debts etc.

- 2.11 Each Chargor charges by way of a first fixed charge:
- 2.11.1 all of its Subordinated Debt;
 - 2.11.2 all of its book and other debts;
 - 2.11.3 all other moneys due and owing to it; and
 - 2.11.4 the benefit of all rights in relation to any item under Clauses 2.11.1 to 2.11.3 above.

Insurances

- 2.12 Each Chargor assigns absolutely, subject to a proviso for re-assignment on redemption, all of its rights under any contract or policy of insurance taken out by it or on its behalf or in which it has an interest (together, the “**Insurance Rights**”).
- 2.13 To the extent that they have not been effectively assigned under Clause 2.12 above, each Chargor charges by way of a first fixed charge all of its Insurance Rights.

Hedging

- 2.14 Each Chargor assigns absolutely, subject to a proviso for re-assignment on redemption, all of its rights under any Hedging Agreements.

Other contracts

- 2.15 Each Chargor:
- 2.15.1 assigns absolutely, subject to a proviso for re-assignment on redemption, all of its rights:
- (a) under each Lease Document;
 - (b) in respect of all Rental Income;
 - (c) under any guarantee of Rental Income contained in or relating to any Lease Document;
 - (d) under each Relevant Contract; and
 - (e) under any document, agreement or instrument to which it and any nominee or trustee is party in respect of an Investment; and
- 2.15.2 charges by way of a first fixed charge all of its rights under:
- (a) all contracts, guarantees, appointments, warranties and other documents to which it is a party or in its favour or of which it has the benefit relating to any letting, development, sale, purchase or the operation of any Mortgaged Property or Premises; and
 - (b) any other document, agreement or instrument to which it is a party except to the extent that it is subject to any fixed security created under any other term of this Clause 2.
- 2.16 To the extent that they have not been effectively assigned under Clause 2.15.1 above, each Chargor charges by way of a first fixed charge all of its rights listed under Clause 2.15.1 above.

Miscellaneous

- 2.17 Each Chargor charges by way of first fixed charge:
- 2.17.1 its goodwill;
- 2.17.2 the benefit of any Authorisation (statutory or otherwise) held in connection with its use of any Security Asset;
- 2.17.3 the right to recover and receive compensation which may be payable to it in respect of any Authorisation referred to in Clause 2.17.2 above;
- 2.17.4 its uncalled capital; and
- 2.17.5 the benefit of all rights in relation to any item under Clauses 2.17.1 to 2.17.4 above.

Floating charge

- 2.18 Each Chargor charges by way of a first floating charge all its assets not otherwise effectively mortgaged, charged or assigned by way of fixed mortgage, fixed charge or assignment under this Clause 2.
- 2.19 Except as provided below, the Security Trustee may by notice to any Chargor convert the floating charge created by Clause 2.18 above into a fixed charge as regards any of that Chargor's assets specified in that notice if:
- 2.19.1 an Event of Default is continuing; or
- 2.19.2 the Security Trustee considers those 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.
- 2.20 The floating charge created by Clause 2.18 above may not be converted into a fixed charge solely by reason of:
- 2.20.1 the obtaining of a moratorium; or
- 2.20.2 anything done with a view to obtaining a moratorium, under section 1A of the Insolvency Act 1986.
- 2.21 The floating charge created by Clause 2.18 above will (in addition to the circumstances when this may occur under the general law) automatically convert into a fixed charge over all of a Chargor's assets if an administrator is appointed or the Security Trustee receives notice of an intention to appoint an administrator in respect of that Chargor.
- 2.22 The floating charge created by Clause 2.18 above is a **qualifying floating charge** for the purpose of paragraph 14 of Schedule B1 to the Insolvency Act 1986.

3. RESTRICTIONS ON DEALINGS

Security

- 3.1 Except as expressly allowed under the Facility Agreement or this Deed, no Chargor may create or permit to subsist any Security on any Security Asset.

Disposals

- 3.2 Except as expressly allowed under the Facility Agreement or this Deed, no Chargor may enter into a single transaction or a series of transactions (whether related or not and whether voluntary or involuntary) to dispose of all or any part of any Security Asset.

4. LAND

Notices to tenants

- 4.1 Each Chargor must:
- 4.1.1 serve a notice of assignment, substantially in the form of Part 1 of Schedule 3 (*Forms of Letter for Occupational Tenants*), on each tenant of the Mortgaged Property of that Chargor, such notice to be served:
- (a) on the date of this Deed for all tenants in place on that date; and
- (b) for any new tenant, promptly upon such tenant entering into a Lease Document; and

- 4.1.2 use reasonable endeavours to ensure that each such tenant acknowledges that notice, substantially in the form of Part 2 of Schedule 3 (*Forms of Letter for Occupational Tenants*).

Acquisitions

- 4.2 If a Chargor acquires any freehold or leasehold property in England and Wales in accordance with the Facility Agreement after the date of this Deed it must:
- 4.2.1 notify the Security Trustee immediately;
 - 4.2.2 immediately on request by the Security Trustee and at the cost of that Chargor, execute and deliver to the Security Trustee a legal mortgage over that property in favour of the Security Trustee in any form which the Security Trustee may require;
 - 4.2.3 if the title to that freehold or leasehold property is registered at HM Land Registry or required to be so registered, give HM Land Registry written notice of this Security; and
 - 4.2.4 if applicable, ensure that this Security is correctly noted against that title in the title register at HM Land Registry.

HM Land Registry

- 4.3 Each Chargor consents to a restriction in the following terms being entered into on the Register of Title relating to any of its Mortgaged Property registered at HM Land Registry:

“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 [●] in favour of [HSBC UK Bank plc] referred to in the charges register or their conveyancer. (Standard Form P)”.

Deposit of title deeds

- 4.4 Each Chargor must immediately:
- 4.4.1 deposit with the Security Trustee all deeds and documents necessary to show good and marketable title to any property referred to in Clause 4.2 (*Acquisitions*) (the “**Title Documents**”);
 - 4.4.2 procure that the Title Documents are held at HM Land Registry to the order of the Security Trustee; or
 - 4.4.3 procure that the Title Documents are held to the order of the Security Trustee by a firm of solicitors approved by the Security Trustee for that purpose.

5. INVESTMENTS

Deposit

- 5.1 Each Chargor must immediately:
- 5.1.1 deposit with the Security Trustee, or as the Security Trustee may direct, all certificates and other documents of title or evidence of ownership in relation to its Investments; and
 - 5.1.2 execute and deliver to the Security Trustee all share transfers and other documents which may be requested by the Security Trustee in order to enable the Security Trustee or its nominees to be registered as the owner of or otherwise obtain a legal title to its Investments.

Calls

- 5.2 Each Chargor must pay all calls or other payments due and payable in respect of any of its Investments in accordance with the Facility Agreement.
- 5.3 If a Chargor fails to do so, the Security Trustee may pay the calls or other payments in respect of any of its Investments on behalf of the relevant Chargor. The relevant Chargor must immediately on request reimburse the Security Trustee for any payment made by the Security Trustee under this Clause 5.2 (*Calls*).

Other obligations in respect of Investments

- 5.4 Each Chargor must promptly send a copy to the Security Trustee of, and comply with all requests for, information which is within its knowledge and which are made under any law or regulation or any similar provision contained in any articles of association or other constitutional document, or by any listing or other authority, relating to any of its Investments. If a Chargor fails to do so, the Security Trustee may elect to provide such information as it may have on behalf of that Chargor.
- 5.5 Each Chargor must comply with all other conditions and obligations assumed by it in respect of any of its Investments.
- 5.6 The Security Trustee is not obliged to:
 - 5.6.1 perform any obligation of any Chargor;
 - 5.6.2 make any payment;
 - 5.6.3 make any enquiry as to the nature or sufficiency of any payment received by it or any Chargor; or
 - 5.6.4 present or file any claim or take any other action to collect or enforce the payment of any amount to which it may be entitled under this Deed,
 in respect of any of its Investments.

Voting rights

- 5.7 Before this Security becomes enforceable:
 - 5.7.1 the voting rights, powers and other rights in respect of a Chargor's Investments will be exercised:
 - (a) by that Chargor; or
 - (b) if exercisable by the Security Trustee, in any manner which that Chargor may direct the Security Trustee in writing; and
 - 5.7.2 all dividends, distributions or other income paid or payable in relation to any of its Investments in accordance with the Facility Agreement must be paid into the General Account.
- 5.8 Each Chargor must indemnify the Security Trustee against any loss or liability incurred by the Security Trustee as a consequence of the Security Trustee acting in respect of any of its Investments as permitted by this Deed on the direction of that Chargor.
- 5.9 After this Security has become enforceable, the Security Trustee may exercise (in the name of the relevant Chargor and without any further consent or authority on the part of that Chargor) any

voting rights and any powers or rights which may be exercised by the legal or beneficial owner of any Investment, any person who is the holder of any Investment or otherwise.

6. ACCOUNTS

General

- 6.1 In this Clause 6 “**Account Bank**” means a person with whom an Account is maintained under the Facility Agreement.

Book debts and receipts

- 6.2 Each Chargor must get in and realise its:
- 6.2.1 Rental Income, Revenue and other amounts due from tenants or any other occupiers of the Mortgaged Property; and
 - 6.2.2 book and other debts and other moneys due and owing to it,
- in the ordinary course of its business and hold the proceeds of the getting in and realisation (until payment into an Account if required in accordance with Clause 6.3 below) on trust for the Security Trustee.
- 6.3 Each Chargor must, except to the extent that the Security Trustee otherwise agrees, pay all the proceeds of the getting in and realisation into an Account in accordance with the Facility Agreement.

Notices of charge

- 6.4 Each Chargor must:
- 6.4.1 immediately serve a notice of charge, substantially in the form of Part 1 of Schedule 4 (*Forms of Letter for Account Bank*), on each Account Bank with whom it holds any accounts; and
 - 6.4.2 use reasonable endeavours to ensure that each relevant Account Bank acknowledges the notice, substantially in the form of Part 2 of Schedule 4 (*Forms of Letter for Account Bank*).

7. HEDGING

- 7.1 Each Chargor must:
- 7.1.1 immediately serve a notice of assignment, substantially in the form of Part 1 of Schedule 5 (*Forms of Letter for Hedge Counterparty*), on each counterparty to a Hedging Agreement to which it is a party; and
 - 7.1.2 use reasonable endeavours to ensure that such counterparty acknowledges that notice, substantially in the form of Part 2 of Schedule 5 (*Forms of Letter for Hedge Counterparty*).

8. INSURANCES

- 8.1 Each Chargor must:
- 8.1.1 immediately serve a notice of assignment, substantially in the form of Part 1 of Schedule 6 (*Forms of Letter for Insurers*), on each counterparty to an Insurance in which it holds an interest; and

- 8.1.2 use reasonable endeavours to ensure that such counterparty acknowledges that notice, substantially in the form of Part 2 of Schedule 6 (*Forms of Letter for Insurers*).

9. OTHER CONTRACTS

- 9.1 Each Chargor must, at the request of the Security Trustee:
 - 9.1.1 immediately serve a notice of assignment or charge (as applicable), substantially in the form of Part 1 of Schedule 7 (*Forms of Letter for Other Contracts*), on each counterparty to a contract listed in Clauses 2.15 to 2.16 (*Other contracts*) to which it is a party; and
 - 9.1.2 use reasonable endeavours to ensure that each such party acknowledges that notice, substantially in the form of Part 2 of Schedule 7 (*Forms of Letter for Other Contracts*).

10. WHEN SECURITY BECOMES ENFORCEABLE

Event of Default

- 10.1 This Security will become immediately enforceable if an Event of Default occurs and is continuing.

Discretion

- 10.2 After this Security has become enforceable, the Security Trustee may enforce all or any part of this Security in any manner it sees fit or as instructed in accordance with the Facility Agreement.

Statutory powers

- 10.3 The power of sale and other powers conferred by section 101 of the Act, as amended by this Deed, will be immediately exercisable at any time after this Security has become enforceable.

11. ENFORCEMENT OF SECURITY

General

- 11.1 For the purposes of all powers implied by statute, the Secured Liabilities are deemed to have become due and payable on the date of this Deed.
- 11.2 Section 103 of the Act (restricting the power of sale) and section 93 of the Act (restricting the right of consolidation) do not apply to this Security.
- 11.3 The statutory powers of leasing conferred on the Security Trustee are extended so as to authorise the Security Trustee to lease, make agreements for leases, accept surrenders of leases and grant options as the Security Trustee may think fit and without the need to comply with any provision of section 99 or section 100 of the Act.

No liability as mortgagee in possession

- 11.4 Neither the Security Trustee nor any Receiver will 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.

Privileges

- 11.5 The Security Trustee and each Receiver is entitled to all the rights, powers, privileges and immunities conferred by the Act on mortgagees and receivers duly appointed under the Act, except that section 103 of the Act does not apply.

Protection of third parties

- 11.6 No person (including a purchaser) dealing with the Security Trustee or a Receiver or its or his/her agents will be concerned to enquire:
- 11.6.1 whether the Secured Liabilities have become payable;
 - 11.6.2 whether any power which the Security Trustee or a Receiver is purporting to exercise has become exercisable or is being properly exercised;
 - 11.6.3 whether any money remains due under the Finance Documents; or
 - 11.6.4 how any money paid to the Security Trustee or to that Receiver is to be applied.

Redemption of prior mortgages

- 11.7 At any time after this Security has become enforceable, the Security Trustee may:
- 11.7.1 redeem any prior Security against any Security Asset; and/or
 - 11.7.2 procure the transfer of that Security to itself; and/or
 - 11.7.3 settle and pass the accounts of the prior mortgagee, chargee or encumbrancer; any accounts so settled and passed will be, in the absence of manifest error, conclusive and binding on the relevant Chargor.
- 11.8 The relevant Chargor must pay to the Security Trustee, immediately on demand, the costs and expenses incurred by the Security Trustee in connection with any such redemption and/or transfer, including the payment of any principal or interest.

Contingencies

- 11.9 If this Security is enforced at a time when no amount is due under the Finance Documents but at a time when amounts may or will become due, the Security Trustee (or a Receiver) may pay the proceeds of any recoveries effected by it into a suspense account or other account selected by it.

Financial collateral

- 11.10 To the extent that the Security Assets constitute “financial collateral” and this Deed and the obligations of any Chargor 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), the Security Trustee will 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 Liabilities.
- 11.11 Where any financial collateral is appropriated:
- 11.11.1 if it is listed or traded on a recognised exchange, its value will be taken as being the value at which it could have been sold on the exchange on the date of appropriation; or
 - 11.11.2 in any other case, its value will be such amount as the Security Trustee reasonably determines having taken into account advice obtained by it from an independent commercial property adviser, investment bank or accountancy firm of national standing selected by it,
- and each Secured Party will give credit for the proportion of the value of the financial collateral appropriated to its use.

12. RECEIVER

Appointment of Receiver

- 12.1 Except as provided below, the Security Trustee may appoint any one or more persons to be a Receiver of all or any part of the Security Assets if:
- 12.1.1 this Security has become enforceable; or
- 12.1.2 any Chargor so requests to the Security Trustee at any time.
- 12.2 Any appointment under Clause 12.1 above may be by deed, under seal or in writing under its hand.
- 12.3 Except as provided below, any restriction imposed by law on the right of a mortgagee to appoint a Receiver (including under section 109(1) of the Act) does not apply to this Deed.
- 12.4 The Security Trustee is not entitled to appoint a Receiver solely as a result of the obtaining of a moratorium (or anything done with a view to obtaining a moratorium) under section 1A of the Insolvency Act 1986.
- 12.5 The Security Trustee may not appoint an administrative receiver (as defined in section 29(2) of the Insolvency Act 1986) over the Security Assets if the Security Trustee is prohibited from so doing by section 72A of the Insolvency Act 1986 and no exception to the prohibition on appointing an administrative receiver applies.

Removal

- 12.6 The Security Trustee may by writing under its hand (subject to any requirement for an order of the court in the case of an administrative receiver) remove any Receiver appointed by it and may, whenever it thinks fit, appoint a new Receiver in the place of any Receiver whose appointment may for any reason have terminated.

Remuneration

- 12.7 The Security Trustee may fix the remuneration of any Receiver appointed by it and the maximum rate specified in section 109(6) of the Act will not apply.

Agent of the Chargors

- 12.8 A Receiver will be deemed to be the agent of the Chargors for all purposes and accordingly will be deemed to be in the same position as a Receiver duly appointed by a mortgagee under the Act. The Chargors alone are responsible for any contracts, engagements, acts, omissions, defaults and losses of a Receiver and for any liabilities incurred by a Receiver.
- 12.9 No Secured Party will incur any liability (either to any Chargor or to any other person) by reason of the appointment of a Receiver or for any other reason.

Relationship with Security Trustee

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

13. POWERS OF RECEIVER

General

13.1 A Receiver has all of the rights, powers and discretions set out below in this Clause 13 in addition to those conferred on it by any law. This includes:

13.1.1 in the case of an administrative receiver, all the rights, powers and discretions conferred on an administrative receiver under the Insolvency Act 1986; and

13.1.2 otherwise, all the rights, powers and discretions conferred on a receiver (or a receiver and manager) under the Act and the Insolvency Act 1986.

13.2 If there is more than one Receiver holding office at the same time, each Receiver may (unless the document appointing him/her states otherwise) exercise all of the powers conferred on a Receiver under this Deed individually and to the exclusion of any other Receiver.

Possession

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

Carry on business

13.4 A Receiver may carry on any business of any Chargor in any manner he/she thinks fit.

Employees

13.5 A Receiver may appoint and discharge managers, officers, agents, accountants, servants, workmen and others for the purposes of this Deed upon such terms as to remuneration or otherwise as he/she thinks fit.

13.6 A Receiver may discharge any person appointed by any Chargor.

Borrow money

13.7 A Receiver may raise and borrow money either unsecured or on the security of any Security Asset either in priority to this Security or otherwise and generally on any terms and for whatever purpose which he/she thinks fit.

Sale of assets

13.8 A Receiver may sell, exchange, convert into money and realise any Security Asset by public auction or private contract and generally in any manner and on any terms which he/she thinks fit.

13.9 The consideration for any such transaction may consist of cash or non-cash consideration and any such consideration may be payable in a lump sum or by instalments spread over any period which he/she thinks fit.

13.10 Fixtures, other than landlord's fixtures, may be severed and sold separately from the property containing them without the consent of any Chargor.

Leases

13.11 A Receiver may let any Security Asset for any term and at any rent (with or without a premium) which he/she thinks fit and may accept a surrender of any lease or tenancy of any Security Asset on any terms which he/she thinks fit (including the payment of money to a lessee or tenant on a surrender).

Compromise

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

Legal actions

- 13.13 A Receiver may bring, prosecute, enforce, defend and abandon any action, suit or proceedings in relation to any Security Asset which he/she thinks fit.

Receipts

- 13.14 A Receiver may give a valid receipt for any moneys and execute any assurance or thing which may be proper or desirable for realising any Security Asset.

Subsidiaries

- 13.15 A Receiver may form a Subsidiary of any Chargor and transfer to that Subsidiary any Security Asset.

Delegation

- 13.16 A Receiver may delegate his/her powers in accordance with this Deed.

Lending

- 13.17 A Receiver may lend money or advance credit to any person.

Protection of assets

- 13.18 A Receiver may:
- 13.18.1 effect any repair or insurance and do any other act which any Chargor might do in the ordinary conduct of its business to protect or improve any Security Asset;
 - 13.18.2 commence and/or complete any building operation; and
 - 13.18.3 apply for and maintain any planning permission, building regulation approval or any other Authorisation,
- in each case as he/she thinks fit.

Other powers

- 13.19 A Receiver may:
- 13.19.1 do all other acts and things which he/she may consider necessary or desirable for realising any Security Asset or incidental or conducive to any of the rights, powers or discretions conferred on a Receiver under or by virtue of this Deed or law;
 - 13.19.2 exercise in relation to any Security Asset all the powers, authorities and things which he/she would be capable of exercising if he/she were the absolute beneficial owner of that Security Asset; and
 - 13.19.3 use the name of the relevant Chargor for any of the above purposes.

14. APPLICATION OF PROCEEDS

- 14.1 All amounts from time to time received or recovered by the Security Trustee or any Receiver pursuant to the terms of this Deed or in connection with the realisation or enforcement of all or

part of this Security will be held by the Security Trustee and applied in accordance with the Facility Agreement. This Clause 14:

- 14.1.1 is subject to the payment of any claims having priority over this Security; and
- 14.1.2 does not prejudice the right of any Secured Party to recover any shortfall from any Chargor.

15. EXPENSES AND INDEMNITY

15.1 Each Chargor must:

- 15.1.1 immediately on demand pay to each Secured Party the amount of all costs and expenses (including legal fees) incurred by that Secured Party in connection with this Deed including any arising from any actual or alleged breach by any person of any law or regulation; and
- 15.1.2 keep each Secured Party indemnified against any failure or delay in paying those costs or expenses.

16. DELEGATION

Power of Attorney

- 16.1 The Security Trustee or any Receiver may, at any time, delegate by power of attorney or otherwise to any person for any period all or any right, power, authority or discretion exercisable by it under this Deed.

Terms

- 16.2 Any such delegation may be made upon any terms and conditions (including the power to sub-delegate) and subject to any restrictions that the Security Trustee or that Receiver (as the case may be) may, in its discretion, think fit in the interests of the Secured Parties.

Liability

- 16.3 Neither the Security Trustee nor any Receiver shall be bound to supervise, or be in any way responsible for any damages, costs or losses incurred by reason of any misconduct, omission or default on the part of, any such delegate or sub-delegate.

17. FURTHER ASSURANCES

- 17.1 Each Chargor must promptly, at its own expense, take whatever action the Security Trustee or a Receiver may require for:

- 17.1.1 creating, perfecting or protecting any security over any Security Asset; or
- 17.1.2 facilitating the realisation of any Security Asset, or the exercise of any right, power or discretion exercisable, by the Security Trustee or any Receiver or any of their respective delegates or sub-delegates in respect of any Security Asset.

- 17.2 The action that may be required under Clause 17.1 above includes:

- 17.2.1 the execution of any mortgage, charge, transfer, conveyance, assignment or assurance of any asset, whether to the Security Trustee or to its nominees; or
- 17.2.2 the giving of any notice, order or direction and the making of any filing or registration, which, in any such case, the Security Trustee may consider necessary or desirable.

18. POWER OF ATTORNEY

- 18.1 Each Chargor, by way of security, irrevocably and severally appoints the Security Trustee, each Receiver and any of their respective delegates or sub-delegates to be its attorney with the full power and authority of that Chargor to execute, deliver and perfect all deeds, instruments and other documents in its name and otherwise on its behalf and to do or cause to be done all acts and things, in each case which may be required or which any attorney may in its absolute discretion deem necessary for carrying out any obligation of any Chargor under or pursuant to this Deed or generally for enabling the Security Trustee or any Receiver to exercise the respective powers conferred on them under this Deed or by law, in respect of the Security Trustee, where the Security Trustee has first given the Chargor not less than 7 days to do so. Each Chargor ratifies and confirms whatever any attorney does or purports to do under its appointment under this Clause 18.

19. MISCELLANEOUS***Continuing Security***

- 19.1 This Security is a continuing security and will extend to the ultimate balance of the Secured Liabilities regardless of any intermediate payment or discharge in whole or in part.

Tacking

- 19.2 Each Lender must perform its obligations under the Facility Agreement (including any obligation to make available further advances).

New Accounts

- 19.3 If any subsequent charge or other interest affects any Security Asset, a Secured Party may open a new account with any Chargor.
- 19.4 If that Secured Party does not open a new account, it will nevertheless be treated as if it had done so at the time when it received or was deemed to have received notice of that charge or other interest.
- 19.5 As from that time all payments made to that Secured Party will be credited or be treated as having been credited to the new account and will not operate to reduce any Secured Liability.

Time deposits

- 19.6 Without prejudice to any right of set-off any Secured Party may have under any other Finance Document or otherwise, if any time deposit matures on any account any Chargor has with any Secured Party within the Security Period when:
- 19.6.1 this Security has become enforceable; and
- 19.6.2 no Secured Liability is due and payable,
- that time deposit will automatically be renewed for any further maturity which that Secured Party considers appropriate.

Notice to Chargor

- 19.7 This Deed constitutes notice in writing to each Chargor of any charge or assignment of a debt owed by any Chargor to any Transaction Obligor and contained in any other Security Document.

Chargor intent

- 19.8 Each Chargor expressly confirms that it intends that this Security shall extend from time to time to any (however fundamental) variation, increase, extension or addition of or to any of the Finance Documents and/or any facility or amount made available under any of the Finance Documents for the purposes of or in connection with any of the following: acquisitions of any nature; increasing working capital; enabling distributions to be made; carrying out restructurings; refinancing existing facilities; refinancing any other indebtedness; making facilities available to new borrowers; any other variation or extension of the purposes for which any facility or amount might be made available from time to time; and any fees, costs and/or expenses associated with any of the foregoing.

20. RELEASE

- 20.1 At the end of the Security Period, the Secured Parties must, at the request and cost of a Chargor, take whatever action is necessary to release its Security Assets from this Security.

21. GOVERNING LAW

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

THIS DEED has been executed and delivered as a deed on the date stated at the beginning of this Deed.

SCHEDULE 1
THE CHARGORS

Name of Chargor	Jurisdiction	Registration number (or equivalent, if any)
Park Tower Investments Limited	England and Wales	02773984
Park Tower Hotel Limited	England and Wales	01009626
Drift Properties Limited	England and Wales	00709849

SCHEDULE 2
REAL PROPERTY

Registered Owner	Property Description	HM Registry Number(s)	Land Title	Legal/ beneficial Interest
Drift Properties Limited	The freehold property known as Park Tower, Knightsbridge, 101 Knightsbridge, London SW1X 7RN	BGL8929		Legal and beneficial
Park Tower Hotel Limited	The leasehold property known as Park Tower Hotel Knightsbridge, 101 Knightsbridge, London SW1X 7RN	BGL141356		Legal and beneficial

SCHEDULE 3
FORMS OF LETTER FOR OCCUPATIONAL TENANTS

Part 1
Notice to Occupational Tenant

To: [Occupational tenant]

Copy: HSBC UK Bank plc (as Security Trustee as defined below)

[Date]

Dear Sirs,

Re: [Property address]

**Security Agreement dated [●] between, among others, [Chargor]
and HSBC UK Bank plc (the “Security Agreement”)**

We refer to the lease dated [●] and made between [●] and [●] (the “Lease”).

This letter constitutes notice to you that under the Security Agreement we have assigned absolutely (subject to a proviso for re-assignment on redemption) to HSBC UK Bank plc (as trustee for the Secured Parties as referred to in the Security Agreement, the “Security Trustee”) all our rights under the Lease.

We confirm that:

1. we will remain liable under the Lease to perform all the obligations assumed by us under the Lease; and
2. none of the Security Trustee, its agents, any receiver or any other person will at any time be under any obligation or liability to you under or in respect of the Lease.

We will also remain entitled to exercise all our rights, powers and discretions under the Lease, and you should continue to give notices under the Lease to us, unless and until you receive notice from the Security Trustee to the contrary stating that the security under the Security Agreement has become enforceable. In this event, all the rights, powers and discretions will be exercisable by, and all notices must be given to, the Security Trustee or as it directs.

We irrevocably instruct and authorise you to pay all rent and all other moneys payable by you under the Lease to our account with the Security Trustee at [●], Account No. [●], Sort Code [●] (the “**Rent Account**”), unless and until you receive notice from the Security Trustee to the contrary stating that the security under the Security Agreement has become enforceable. In this event, we irrevocably instruct and authorise you to pay all rent and all other moneys payable by you under the Lease to such account as directed by the Security Trustee.

The instructions in this letter apply until you receive notice from the Security Trustee to the contrary and notwithstanding any previous instructions given by us.

The instructions in this letter may not be revoked or amended without the prior written consent of the Security Trustee.

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

Please confirm your agreement to the above by signing the attached acknowledgement and returning it to the Security Trustee at [address] with a copy to us.

Yours faithfully,

.....
(Authorised Signatory)
[Chargor]

Part 2
Acknowledgement of Occupational Tenant

To: HSBC UK Bank plc (as Security Trustee)

Attention: [●]

[Date]

Dear Sirs,

Re: [Property address]

**Security Agreement dated [●] between, among others, [Chargor]
and HSBC UK Bank plc (the “Security Agreement”)**

We confirm receipt from [Chargor] (the “**Chargor**”) of a notice dated [●] (the “**Notice**”) in relation to the Lease (as defined in the Notice).

We confirm that we:

1. accept the instructions contained in the Notice and agree to comply with the Notice;
2. have not received any notice of any prior security over the Lease or that any third party has or will have any right or interest in, or has made or will be making any claim or demand or taking any action in respect of, the rights of the Chargor under or in respect of the Lease;
3. must pay all rent and all other moneys payable by us under the Lease into the Rent Account (as defined in the Notice); and
4. must continue to pay those moneys into the Rent Account (as defined in the Notice) until we receive your written instructions to the contrary.

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

Yours faithfully,

.....
For

[Occupational tenant]

SCHEDULE 4
FORMS OF LETTER FOR ACCOUNT BANK

Part 1
Notice to Account Bank

To: [Account Bank]

Copy: HSBC UK Bank plc (as Security Trustee as defined below)

[Date]

Dear Sirs,

**Security Agreement dated [●] between, among others, [Chargor]
and HSBC UK Bank plc (the “Security Agreement”)**

This letter constitutes notice to you that under the Security Agreement we have charged (by way of a first fixed charge) in favour of HSBC UK Bank plc (as trustee for the Secured Parties as referred to in the Security Agreement, the “**Security Trustee**”) all our rights in respect of any account, and any amount standing to the credit of any account, maintained by us with you (the “**Accounts**”).

We irrevocably instruct and authorise you to:

1. disclose to the Security Trustee any information relating to any Account requested from you by the Security Trustee;
2. comply with the terms of any written notice or instruction relating to any Account received by you from the Security Trustee;
3. hold all sums standing to the credit of any Account to the order of the Security Trustee; and
4. in respect of any Account other than our account with [●] (account number [●], sort code [●]) (the “**General Account**”), pay or release any sum standing to the credit of any such Account in accordance with the written instructions of the Security Trustee.

We are not permitted to withdraw any amount from any Account other than the General Account without the prior written consent of the Security Trustee.

In respect of the General Account, we are permitted to withdraw any amount from the General Account for any purpose unless and until you receive a notice from the Security Trustee to the contrary stating that we are no longer permitted to withdraw any amount from the General Account without its consent. If and from the date on which you receive any such notice, we will not be permitted to withdraw any amount from the General Account without the prior written consent of the Security Trustee.

We acknowledge that you may comply with the instructions in this letter without any further permission from us.

The instructions in this letter may not be revoked or amended without the prior written consent of the Security Trustee.

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

Please confirm your agreement to the above by sending the attached acknowledgement to the Security Trustee at [address] with a copy to us.

Yours faithfully,

.....
(Authorised Signatory)
[Chargor]

Part 2
Acknowledgement of Account Bank

To: HSBC UK Bank plc (as Security Trustee)

Copy: [Chargor]

[Date]

Dear Sirs,

**Security Agreement dated [●] between, among others, [Chargor]
and HSBC UK Bank plc (the “Security Agreement”)**

We confirm receipt from [Chargor] (the “**Chargor**”) of a notice dated [●] (the “**Notice**”) of a charge upon the terms of the Security Agreement over all the rights of the Chargor to any amount standing to the credit of any of the Chargor’s accounts with us (the “**Accounts**”).

We confirm that we:

1. accept the instructions contained in the Notice and agree to comply with the Notice;
2. have not received notice of any prior security over, or the interest of any third party in, any Account;
3. have neither claimed nor exercised, nor will claim or exercise, any security interest, set-off, counter-claim or other right in respect of any Account;
4. will not permit any amount to be withdrawn from any Account other than the General Account (as defined in the Notice) without your prior written consent; and
5. will comply with any notice we may receive from the Security Trustee in respect of the General Account.

The Accounts maintained with us are:

[Specify accounts and account numbers]

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

Yours faithfully,

.....
(Authorised signatory)
[Account Bank]

SCHEDULE 5
FORMS OF LETTER FOR HEDGE COUNTERPARTY

Part 1
Notice to Hedge Counterparty

To: [Hedge Counterparty]

Copy: HSBC UK Bank plc (as Security Trustee as defined below)

[Date]

Dear Sirs,

**Security Agreement dated [●] between, among others, [Chargor]
and HSBC UK Bank plc (the “Security Agreement”)**

This letter constitutes notice to you that under the Security Agreement we assigned absolutely, subject to a proviso for re-assignment on redemption, to HSBC UK Bank plc (as trustee for the Secured Parties as referred to in the Security Agreement, the “**Security Trustee**”) all our rights under any hedging agreements between you and us (the “**Hedging Agreements**”).

We irrevocably instruct and authorise you to:

1. disclose to the Security Trustee any information relating to the Hedging Agreements which the Security Trustee may request from you; and
2. pay any sum payable by you under the Hedging Agreements to our account with [the Security Trustee] at [●], account number [●], sort code [●].

The instructions in this letter apply until you receive notice from the Security Trustee to the contrary and notwithstanding any previous instructions given by us.

The instructions in this letter may not be revoked or amended without the prior written consent of the Security Trustee.

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

Please confirm your agreement to the above by signing the attached acknowledgement and returning it to the Security Trustee at [address] with a copy to us.

Yours faithfully,

.....
(Authorised signatory)
[Chargor]

Part 2
Acknowledgement of Hedge Counterparty

To: HSBC UK Bank plc (as Security Trustee)

Copy: [Chargor]

[Date]

Dear Sirs,

**Security Agreement dated [●] between, among others, [Chargor]
and HSBC UK Bank plc (the “Security Agreement”)**

We confirm receipt from [Chargor] (the “**Chargor**”) of a notice dated [●] (the “**Notice**”) of an assignment upon the terms of the Security Agreement of all the Chargor’s rights under the Hedging Agreements (as defined in the Notice).

We confirm that we:

1. accept the instructions contained in the Notice and agree to comply with the Notice;
2. have not received notice of any prior security over, or the interest of any third party in, the Hedging Agreements;
3. must pay any amount payable by us under the Hedging Agreements to the Chargor’s account with you at [●], Sort Code [●], Account No. [●]; and
4. must accept your instructions in relation to the Chargor’s rights under the Hedging Agreements.

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

Yours faithfully,

.....
(Authorised signatory)
[Hedge Counterparty]

SCHEDULE 6
FORMS OF LETTER FOR INSURERS

Part 1
Notice to Insurer

To: [Insurer]

Copy: HSBC UK Bank plc (as Security Trustee as defined below)

[Date]

Dear Sirs,

**Security Agreement dated [●] between, among others, [Chargor]
and HSBC UK Bank plc (the “Security Agreement”)**

This letter constitutes notice to you that under the Security Agreement we have assigned absolutely, subject to a proviso for re-assignment on redemption, to HSBC UK Bank plc (as trustee for the Secured Parties as referred to in the Security Agreement, the “**Security Trustee**”) all our rights in respect of [insert details of contract of insurance] (the “**Insurance**”).

We confirm that:

1. we will remain liable under the Insurance to perform all the obligations assumed by us under the Insurance; and
2. none of the Security Trustee, its agents, any receiver or any other person will at any time be under any obligation or liability to you under or in respect of the Insurance (unless, and to the extent, otherwise expressly provided for in the Insurance).

We will also remain entitled to exercise all our rights, powers and discretions under the Insurance, and you should continue to give notices and make payments under the Insurance to us (unless, and to the extent, otherwise expressly provided for in the Insurance or in any insurer letter you may have issued to the Security Trustee in respect of the Insurance), unless and until you receive notice from the Security Trustee to the contrary stating that the security under the Security Agreement has become enforceable. In this event, all the rights, powers and discretions will be exercisable by, and notices must be given and payments must be made to, the Security Trustee or as it directs (unless, and to the extent, otherwise expressly provided for in the Insurance or in any insurer letter you may have issued to the Security Trustee in respect of the Insurance).

We irrevocably instruct and authorise you to disclose to the Security Trustee any information relating to the Insurance requested from you by the Security Trustee.

The instructions in this letter may not be revoked or amended without the prior written consent of the Security Trustee.

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

Please acknowledge receipt of this letter by sending the attached acknowledgement to the Security Trustee at [address] with a copy to us.

Yours faithfully,

.....
(Authorised signatory)
[Chargor]

Part 2
Acknowledgement of Insurer

To: HSBC UK Bank plc (as Security Trustee)

Copy: [Chargor]

[Date]

Dear Sirs,

**Security Agreement dated [●] between, among others, [Chargor]
and HSBC UK Bank plc (the “Security Agreement”)**

We confirm receipt from [Chargor] (the “**Chargor**”) of a notice dated [●] (the “**Notice**”) of an assignment on the terms of the Security Agreement of all the Chargor’s rights in respect of [insert details of the contract of insurance] (the “**Insurance**”).

We confirm that we:

1. accept the instructions contained in the Notice and agree to comply with the Notice; and
2. will give notices and make payments under the Insurance as directed in the Notice.

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

Yours faithfully,

.....
(Authorised signatory)

[Insurer]

SCHEDULE 7
FORMS OF LETTER FOR OTHER CONTRACTS

Part 1
Notice to Counterparty

To: [Contract Counterparty]

Copy: HSBC UK Bank plc (as Security Trustee as defined below)

[Date]

Dear Sirs,

**Security Agreement dated [●] between, among others, [Chargor]
and HSBC UK Bank plc (the “Security Agreement”)**

This letter constitutes notice to you that under the Security Agreement we have [assigned absolutely, subject to a proviso for re-assignment on redemption,]/[charged by way of a first fixed charge]¹ to HSBC UK Bank plc (as trustee for the Secured Parties as referred to in the Security Agreement, the “**Security Trustee**”) all our rights in respect of [insert details of contract] (the “**Contract**”).

We confirm that:

1. we will remain liable under the Contract to perform all the obligations assumed by us under the Contract; and
2. none of the Security Trustee, its agents, any receiver or any other person will at any time be under any obligation or liability to you under or in respect of the Contract.

We will also remain entitled to exercise all our rights, powers and discretions under the Contract, and you should continue to give notices and make payments under the Contract to us, unless and until you receive notice from the Security Trustee to the contrary stating that the security under the Security Agreement has become enforceable. In this event, all the rights, powers and discretions will be exercisable by, and notices must be given and payments must be made to, the Security Trustee or as it directs.

We irrevocably instruct and authorise you to disclose to the Security Trustee any information relating to the Contract requested from you by the Security Trustee.

The instructions in this letter may not be revoked or amended without the prior written consent of the Security Trustee.

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

Please acknowledge receipt of this letter by sending the attached acknowledgement to the Security Trustee at [address] with a copy to us.

Yours faithfully,

.....
(Authorised signatory)
[Chargor]

¹ Delete as applicable.

Part 2
Acknowledgement of Counterparty

To: HSBC UK Bank plc (as Security Trustee)

Copy: [Chargor]

[Date]

Dear Sirs,

**Security Agreement dated [●] between, among others, [Chargor]
and HSBC UK Bank plc (the “Security Agreement”)**

We confirm receipt from [Chargor] (the “**Chargor**”) of a notice dated [●] (the “**Notice**”) of [an assignment]/[fixed charge]² on the terms of the Security Agreement of all the Chargor’s rights in respect of [insert details of the contract] (the “**Contract**”).

We confirm that we:

1. accept the instructions contained in the Notice and agree to comply with the Notice; and
2. will give notices and make payments under the Contract as directed in the Notice.

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

Yours faithfully,

.....
(Authorised signatory)
[Contract counterparty]

² Delete as applicable.

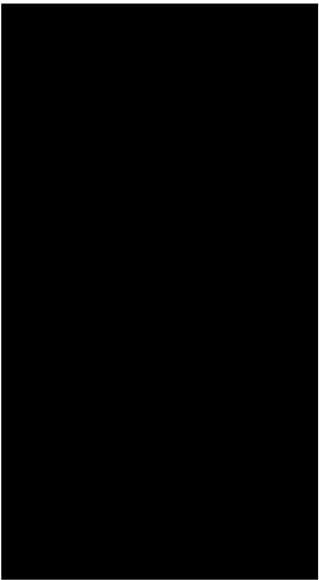
SIGNATORIES

THE CHARGORS

EXECUTED AS A DEED by)
PARK TOWER INVESTMENTS)
LIMITED)
on being signed by)
a Director)
in the presence of:)

Witness signature:
Witness name:
Witness address:

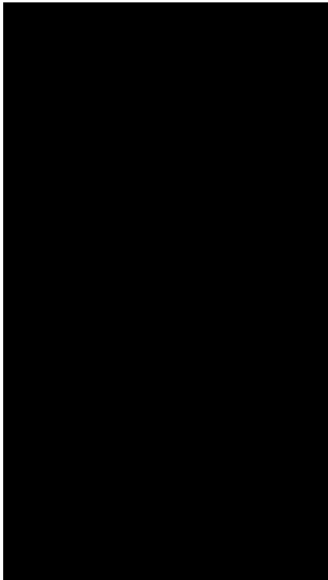
Witness occupation:



EXECUTED AS A DEED by)
PARK TOWER HOTEL)
LIMITED)
on being signed by)
a Director)
in the presence of:)

Witness signature:
Witness name:
Witness address:

Witness occupation:



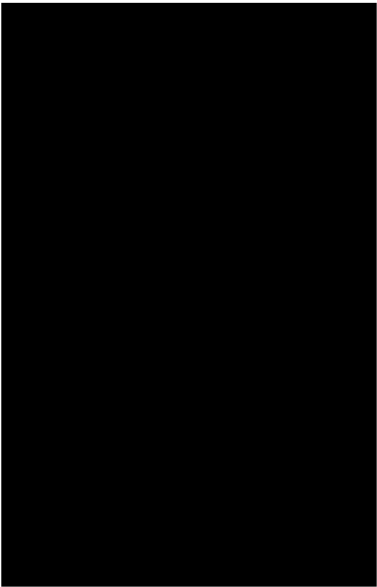
EXECUTED AS A DEED by)
DRIFT PROPERTIES)
LIMITED)
on being signed by)
a Director)
in the presence of:)

Witness signature:

Witness name:

Witness address:

Witness occupation:



THE SECURITY TRUSTEE

HSBC UK BANK PLC

By:

