

**EXECUTION VERSION**

## **DEED OF CHARGE**

5 June 2026

**Between**

**U.S. BANK GLOBAL CORPORATE TRUST LIMITED**  
**as Cash Manager**

**and**

**U.S. BANK EUROPE DAC, UK BRANCH**  
**as Issuer Account Bank, Principal Paying Agent, Registrar, Custodian and Agent Bank**

**and**

**CHARTER COURT FINANCIAL SERVICES LIMITED**  
**as Seller and Servicer**

**and**

**PMF 2026-1 PLC**  
**as Issuer**

**and**

**U.S. BANK TRUSTEES LIMITED**  
**as Security Trustee and Note Trustee**

**and**

**CSC CAPITAL MARKETS UK LIMITED**  
**as Corporate Services Provider and Back-Up Servicer Facilitator**

**and**

**ROYAL BANK OF CANADA**  
**as Swap Provider**

**and**

**BARCLAYS BANK PLC**  
**as Collection Account Bank**

**A&O SHEARMAN**

**Allen Overy Shearman Sterling LLP**

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**THIS DEED OF CHARGE** is made on 5 June 2026

**BETWEEN:**

- (1) **U.S. BANK GLOBAL CORPORATE TRUST LIMITED** (registered number 05521133), with its registered office at 125 Old Broad Street, Fifth Floor, London, EC2N 1AR (the **Cash Manager**);
- (2) **U.S. BANK EUROPE DAC, UK BRANCH** a Designated Activity Company registered in Ireland with the Companies Registration Office, registered number 418442, with its registered office at Block F1, Cherrywood Business Park, Cherrywood, Dublin 18, Ireland D18 W2X7, acting through its UK Branch from its establishment at 125 Old Broad Street, Fifth Floor, London EC2N 1AR (registered with the Registrar of Companies for England and Wales under Registration No. BR020005) under the trade name U.S. Bank Global Corporate Trust (the **Issuer Account Bank, Registrar, Custodian, Principal Paying Agent and Agent Bank**). *Authorised and regulated by the Central Bank of Ireland. Authorised by the Prudential Regulation Authority. Subject to regulation by the Financial Conduct Authority and limited regulation by the Prudential Regulation Authority;*
- (3) **CHARTER COURT FINANCIAL SERVICES LIMITED** (company number 06749498), a private limited company incorporated under the laws of England and Wales, whose registered office is at 2 Charter Court, Broadlands, Wolverhampton, WV10 6TD (the **Servicer** and the **Seller**);
- (4) **PMF 2026-1 PLC** (registered number 16810515), a public limited company incorporated under the laws of England and Wales, whose registered office is at 10th Floor, 5 Churchill Place, London E14 5HU (acting in its capacity as the **Issuer**);
- (5) **U.S. BANK TRUSTEES LIMITED** (registered number 02379632), a private limited company incorporated under the laws of England and Wales whose registered office is at 125 Old Broad Street, Fifth Floor, London, EC2N 1AR (the **Security Trustee** and **Note Trustee**, which expression shall include such person and all other persons for the time being acting as note trustee(s) under the Trust Deed or as security trustee(s) under this Deed, respectively);
- (6) **CSC CAPITAL MARKETS UK LIMITED** (registered number 10780001), a private limited company under the laws of England and Wales whose registered office is at 10th Floor, 5 Churchill Place, London E14 5HU (the **Corporate Services Provider** and the **Back-Up Servicer Facilitator**);
- (7) **ROYAL BANK OF CANADA** a bank incorporated in Canada and registered at Companies House (registered number FC000981), whose registered overseas company address is at 1 Place Ville Marie, Montreal, Quebec, Canada (the **Swap Provider**); and
- (8) **BARCLAYS BANK PLC** whose registered number is 01026167 and whose registered office is at 1 Churchill Place, London E14 5HP (the **Collection Account Bank**).

**WHEREAS:**

- (A) This Deed secures, *inter alia*, the Secured Obligations.
- (B) The Issuer will on or about the date of this Deed issue the Notes pursuant to the Trust Deed.
- (C) By the Mortgage Sale Agreement, the Seller has agreed to sell its interest in the Portfolio to the Issuer.
- (D) By the Servicing Agreement, the Servicer has agreed to act as servicer and to service the Portfolio on behalf of the Issuer.

- (E) By the Cash Management Agreement, the Cash Manager has agreed to act as cash manager and to provide certain administration and cash management services to the Issuer.
- (F) By the Bank Account Agreement and the Custody Agreement, the Issuer Account Bank and the Custodian have agreed to provide certain bank account services to the Issuer in respect of the Issuer Accounts.
- (G) By the Swap Agreement, the Swap Provider has agreed to enter into a swap transaction with the Issuer.
- (H) By the Agency Agreement, the Agents have agreed to provide certain agency services on behalf of the Issuer for the benefit of the Noteholders.
- (I) By the Corporate Services Agreement, the Corporate Services Provider has agreed to act as corporate services provider to the Issuer and Holdings.
- (J) By the Collection Account Agreement and the Collection Accounts Declaration of Trust, the Collection Account Bank has agreed to provide certain bank account services to the Seller and the Issuer (as beneficiary of the Collection Accounts Trust) in respect of the Collection Accounts (other than the Non-DD Collection Account).
- (K) The Issuer has agreed to provide the Security Trustee with the benefit of the Security described in this Deed to secure the Secured Obligations. The Security Trustee shall hold the benefit of such Security on trust for itself and the other Secured Creditors on the terms set out in this Deed.

**IT IS HEREBY AGREED** as follows:

**1. DEFINITIONS AND CONSTRUCTION**

- 1.1 The master definitions and construction schedule made between, amongst others, the parties hereto on or about the Closing Date (as the same may be amended, varied or supplemented from time to time with the consent of the parties thereto, the **Master Definitions and Construction Schedule**) is expressly and specifically incorporated into this Deed and, accordingly, the expressions defined in the Master Definitions and Construction Schedule shall, except where the context otherwise requires and save where otherwise defined herein, have the same meanings in this Deed, including the Recitals hereto and this Deed shall be construed in accordance with the interpretation provisions set out in clause 2 (Interpretation and Construction) of the Master Definitions and Construction Schedule. Clauses 1 (Definitions) and 2 (Interpretation and Construction) of the Master Definitions and Construction Schedule are set out for information purposes in Schedule 6 (Definitions and Construction) hereto. In the event of an inconsistency between the Master Definitions and Construction Schedule and Schedule 6 (Definitions and Construction) hereto, the Master Definitions and Construction Schedule prevails to the extent of the inconsistency.
- 1.2 In this Deed, except where the context otherwise requires:
  - (a) the terms of the Trust Deed, the Master Definitions and Construction Schedule and any other agreement in existence at the date hereof between the parties hereto in relation to any such documents are incorporated in this Deed to the extent required to ensure that any proposed disposition of the Charged Assets contained in this Deed is a valid disposition in accordance with Section 2(1) of the LP (MP) Act;
  - (b) a reference in this Deed to any property, assets, undertakings or rights includes, unless the context otherwise requires, present and future property, assets, undertakings or rights;

- (c) **this Deed** means this Deed of Charge and all the Schedules hereto (as from time to time modified and/or supplemented in accordance with the provisions set out herein) and/or expressed to be supplemented hereto and each other document or deed (including the Scottish Supplemental Charge and each Scottish Sub-Security) entered into pursuant hereto (as from time to time modified and/or supplemented as aforesaid) and/or expressed to be supplemental hereto;
- (d) any reference to a document (including a Transaction Document or a Charged Document) shall be construed as a reference to that document as the same may have been, or may from time to time be, amended, varied, novated, replaced or supplemented in accordance with its terms and the terms of the Transaction Documents;
- (e) any covenant of the Issuer under this Deed (other than a payment obligation) shall remain in force during the Security Period;
- (f) any reference to any person or party shall include references to its successors, transferees, permitted assignees, substitutes and any other person deriving title under or through it;
- (g) unless the context otherwise requires, a reference to a Charged Asset includes the proceeds of sale of that Charged Asset; and
- (h) all references in the Transaction Documents involving compliance by the Security Trustee with a test of reasonableness shall be deemed to include a reference to a requirement that such reasonableness shall be determined by reference to the interests of the Noteholders, or if there are no Notes outstanding, the interests of all of the other Secured Creditors.

## 2. ISSUER'S COVENANT TO PAY

The Issuer covenants with and undertakes to the Security Trustee for itself and on trust for the other Secured Creditors that it will, subject to the provisions of the Transaction Documents:

- (a) duly, unconditionally and punctually pay and discharge all monies and liabilities whatsoever which now are or at any time hereafter may (whether before or after demand) become due and payable to the Security Trustee (whether for its own account or as trustee for the Secured Creditors) or any of the other Secured Creditors by the Issuer, whether actually or contingently, solely or jointly with one or more persons and whether as principal or surety under or pursuant to this Deed or any other Transaction Document; and
- (b) observe, perform and satisfy all its other obligations and liabilities under this Deed and each other Transaction Document.

## 3. SECURITY AND DECLARATION OF TRUST

### 3.1 Contractual Rights

The Issuer, by way of first fixed security for the payment or discharge of the Secured Obligations, subject to Clause 4 (Release of Charged Assets), hereby assigns by way of security (and, to the extent not assigned, charges by way of first fixed charge) to the Security Trustee all of its rights, title, interest and benefit, present and future, in, to and under the Transaction Documents (other than the Trust Deed, this Deed, the Scottish Supplemental Charge and the Scottish Declaration of Trust) to which it is a party including all rights to receive payment of any amounts which may become payable to the Issuer thereunder and all payments received by the Issuer thereunder (provided that the assignment by way of security of the Issuer's rights under the Swap Agreement shall be subject to any rights of set-off or netting provided for thereunder) including all rights to serve notices and/or make demands thereunder

and/or to take such steps as are required to cause payments to become due and payable thereunder and all rights of action in respect of any breach thereof and all rights to receive damages or obtain other relief in respect thereof, to hold the same unto the Security Trustee absolutely.

### **3.2 English Loans and their Related Security**

The Issuer, by way of first fixed security for the payment or discharge of the Secured Obligations, as the registered owner or as the person entitled to be registered as owner and subject to Clause 4 (Release of Charged Assets), hereby assigns by way of security (and, to the extent not assigned, charges by way of first fixed charge) to the Security Trustee all of its rights, title, interest and benefit, present and future, in, to and under the English Loans and their Related Security and all other related rights under the same, and without limitation, all monies assured by or to become payable under the same and the benefit of all covenants relating thereto and all powers and remedies for enforcing the same and the Title Deeds and documents relating to the Properties situated in England and Wales and the English Loans from time to time comprised in the Portfolio, including (without prejudice to the generality of the foregoing) any consents, postponements, reports, valuations, opinions, certificates and other statements of fact or opinion or both given in connection with the English Loans from time to time comprised in the Portfolio (and all causes and rights of action of the Issuer against any person in connection with the same) and any other contractual documents or any security documents in either case setting out the terms of such English Loans or their Related Security, to hold the same unto the Security Trustee absolutely.

### **3.3 Insurance Policies**

The Issuer, by way of first fixed security for the payment and discharge of the Secured Obligations, (as beneficial owner) and subject to Clause 4 (Release of Charged Assets), hereby assigns by way of security (and, to the extent not assigned, charges by way of first fixed charge) to the Security Trustee all of its rights, title, interest and benefit, present and future, in, to and under the Insurance Policies to the extent that such rights, title, interest and benefit in, to and under the Insurance Policies have been assigned to the Issuer pursuant to the Mortgage Sale Agreement, and including all amounts which may become payable thereunder and the benefit of all covenants, undertakings and rights relating thereto and all powers and remedies for enforcing the same, to hold the same unto the Security Trustee absolutely.

### **3.4 Scottish Sub-Securities**

The Issuer, subject to Clause 4 (Release of Charged Assets), hereby undertakes to the Security Trustee and binds and obliges itself:

- (a) upon the delivery to it of any SLR Transfer from the Seller pursuant to Clause 6 (Perfection of the Sale) of the Mortgage Sale Agreement forthwith to execute and deliver to the Security Trustee in security for the payment and discharge of the Secured Obligations a Scottish Sub-Security substantially in the form set out in Schedule 3 (Form of Scottish Sub-Security (Land Register)) to this Deed in respect of the Issuer's whole right, title and interest in and to all of the Scottish Mortgages (and the Scottish Loans secured thereby) to which the Issuer is entitled in terms of such SLR Transfer;
- (b) upon the delivery to it of any Sasine Transfer from the Seller pursuant to Clause 6 (Perfection of the Sale) of the Mortgage Sale Agreement forthwith to execute and deliver to the Security Trustee in security for the payment and discharge of the Secured Obligations a Scottish Sub-Security substantially in the form set out in Schedule 4 (Form of Scottish Sub-Security (Sasine Register)) of this Deed in respect of the Issuer's whole right, title and interest in and to all of the Scottish Mortgages (and the Scottish Loans secured thereby) to which the Issuer is entitled in terms of such Sasine Transfer;

- (c) at the time of delivery of any Scottish Sub-Security in accordance with the preceding provisions of this Clause 3.4 simultaneously to deliver to the Security Trustee the relevant SLR Transfer and the relevant Sasine Transfer respectively pertaining to the Scottish Mortgages specified in that Scottish Sub-Security;
- (d) if and when called upon to do so by the Security Trustee (but subject to the provisions of the Mortgage Sale Agreement), to use all reasonable endeavours and to take all such steps as are necessary to perfect legal title to the Scottish Loans and their Related Security from time to time comprised in the Portfolio, including the registration or recording of the Issuer as heritable creditor under such Scottish Mortgages at the Land Register of Scotland or the General Register of Sasines and intimation thereof to the relevant Borrowers; and
- (e) if and when called upon to do so by the Security Trustee, to use all reasonable endeavours to execute and deliver such documents, and in such form, and to take such other steps as the Security Trustee shall consider necessary to enable the Security Trustee to perfect a first ranking heritable security over the Scottish Mortgages from time to time comprised in the Portfolio and a first ranking fixed security over the rights, title and interest of the Issuer in and to the other Related Security from time to time comprised in the Portfolio and all sums secured thereby.

### **3.5 Scottish Trust Security**

- (a) The Issuer undertakes forthwith upon the execution and delivery of the Scottish Declaration of Trust entered into pursuant to Clause 3 (Closing Date) or Clause 10 (Further Assurance) of the Mortgage Sale Agreement, to execute and deliver and procure the execution and delivery by the Security Trustee and the Seller of a Scottish Supplemental Charge substantially in the form set out in Schedule 5 (Form of Scottish Supplemental Charge) to this Deed. The other parties to this Deed consent to the entering into of such Scottish Supplemental Charges.
- (b) The Seller undertakes to execute the Scottish Supplemental Charge as trustee under the Scottish Declaration of Trust referred to therein.
- (c) The Issuer undertakes to deliver, at the request of the Security Trustee, to the Security Trustee the Scottish Declaration of Trust referred to in the Scottish Supplemental Charge delivered under the terms of Clause 3.5(a).

### **3.6 Issuer Accounts**

The Issuer, by way of first fixed security for the payment or discharge of the Secured Obligations, subject to Clause 4 (Release of Charged Assets), hereby charges by way of first fixed charge in favour of the Security Trustee all of its rights, title, interest and benefit, present and future, in and to all monies now or at any time hereafter standing to the credit of the Issuer Accounts and each other account (if any) (including any securities accounts and any securities standing to the credit thereto) maintained with the Issuer Account Bank and the Custodian and any other bank or custodian in which the Issuer may at any time and from time to time have or acquire any right, title benefit or interest, together with all interest accruing from time to time thereon and the debt represented thereby, to hold the same unto the Security Trustee absolutely.

### **3.7 Authorised Investments**

The Issuer, by way of first fixed security for the payment or discharge of the Secured Obligations, subject to Clause 4 (Release of Charged Assets), hereby charges by way of first fixed charge in favour of the Security Trustee all of its rights, title, interest and benefit, present and future, in and to the Authorised Investments made or purchased from time to time by the Issuer (whether owned by it or

held by any nominee on its behalf) or the Cash Manager (acting on the instructions of the Servicer) and all interest, moneys and proceeds paid or payable in relation to those Authorised Investments, to hold the same unto the Security Trustee absolutely.

### **3.8 Non-DD Collection Account Trust and Collection Accounts Trust**

The Issuer, by way of first fixed security for the payment or discharge of the Secured Obligations, subject to Clause 4 (Release of Charged Assets), hereby assigns by way of security (and to the extent not assigned, charges by way of first fixed charge) (but subject to the right of reassignment) to the Security Trustee all of its rights, title, interest and benefit, present and future, under or in respect of Non-DD Collection Account Trust (created pursuant to the Non-DD Collection Account Declaration of Trust together with the Non-DD Collection Account Accession Undertaking) and the Collection Accounts Trust (created pursuant to the Collection Accounts Declaration of Trust).

### **3.9 Floating Charge**

The Issuer, by way of first floating security for the payment or discharge of the Secured Obligations, subject to Clause 4 (Release of Charged Assets), hereby charges to the Security Trustee by way of first floating charge the whole of its undertaking and all its property and assets, rights and revenues, whatsoever and wheresoever, both present and future, other than its share capital but including its uncalled capital, other than any property or assets from time to time or for the time being the subject of fixed charges pursuant to Clauses 3.2 (English Loans and their Related Security) to 3.8 (Non-DD Collection Account Trust and Collection Accounts Trust) (inclusive) or otherwise effectively assigned by way of security or charged by way of fixed security, such floating charge including but not limited to all of its property, assets, rights and revenues as are situated in Scotland or governed by Scots law (whether or not the subject of fixed charges as aforesaid). The floating charge created hereby is a qualifying floating charge for the purpose of paragraph 14 of Schedule B1 of the Insolvency Act and accordingly paragraph 14 of Schedule B1 of the Insolvency Act applies to the floating charges created hereby.

### **3.10 Full Title Guarantee**

Each of the dispositions, assignments or assignations of or charges over property effected in or pursuant to Clauses 3.1 (Contractual Rights) to 3.9 (Floating Charge) (inclusive) is made with Full Title Guarantee or, in relation to Scottish Loans and their Related Security, with absolute warrandice.

### **3.11 Further Acquired Rights**

Subject to Clauses 3.4 (Scottish Sub-Securities) and 3.5 (Scottish Trust Security), it is hereby confirmed that reference herein to Loans, their Related Security and Insurance Policies and related rights under the same include those which are hereafter sold or transferred to or otherwise acquired by the Issuer and that the Security created by or pursuant to Clause 3.1 (Contractual Rights) to Clause 3.8 (Non-DD Collection Account Trust and Collection Accounts Trust) (inclusive) are, and are intended to be, specific and fixed assignments and assignations by way of security of, or specific and fixed charges or standard securities over (as the case may be), the items to which they relate, both present and future acquired.

### **3.12 Notice and Acknowledgement**

- (a) The execution of this Deed by each Secured Creditor constitutes irrevocable notice in writing to each Secured Creditor of the assignment and assignation of all of the Issuer's rights, title, interest and benefit, present and future in, to and under the Transaction Documents charged under Clause 3.1 (Contractual Rights) (the **Charged Documents**) and the execution of this Deed by each of the Secured Creditors shall constitute an express acknowledgement by each of them of such conveyances, transfers,

charges, assignments and assignments and other Security Interests made or granted by the foregoing provisions of this Clause 3 and Clause 2 (Issuer's Covenant to Pay).

- (b) Each Secured Creditor (other than the Security Trustee) acknowledges and consents to the assignment or assignment referred to in paragraph (a) above and confirms that as of the date of this Deed it has not received from any other person notice of any assignment or charge of any Charged Document.
- (c) Each Secured Creditor (other than the Security Trustee) acknowledges the Security and covenants to the Security Trustee not to do anything inconsistent with the Security or knowingly to prejudice that Security or any of the Charged Assets (or the Security Trustee's interest in such property) **provided that**, subject to Clause 22 (Exercise of Certain Rights), this Deed does not limit the rights or obligations of any of the Secured Creditors exercisable or to be performed in accordance with and subject to the terms of any of the Transaction Documents.

### **3.13 Charged Documents**

Prior to the Security created by or pursuant to this Deed becoming enforceable, the Issuer is entitled to exercise, or refrain from exercising, all rights, powers, authorities, discretions and remedies of the Issuer under or in respect of the Charged Documents in such manner as the Issuer in its absolute discretion shall think fit (but subject to and in accordance with any other express provisions of the Transaction Documents).

### **3.14 Notice of Transaction Documents**

Each Secured Creditor shall be deemed to have notice of all of the provisions of the Transaction Documents.

### **3.15 Payments to the Issuer**

Notwithstanding the Security but subject as provided otherwise in this Deed, each of the parties acknowledges that each Secured Creditor and each other party to any Charged Document may continue to make all payments becoming due to the Issuer under any Transaction Document in the manner envisaged by that document until receipt of written notice from the Security Trustee or any Receiver stating that the Security has become enforceable and requiring payments to be made otherwise following the service of an Enforcement Notice on the Issuer.

### **3.16 Declaration of Trust**

The Security Trustee hereby declares itself trustee of all the covenants, undertakings, charges, securities, assignments, assignments and other Security Interests made or given or to be made or given under or pursuant to this Deed and the other Transaction Documents to which it is a party for itself and the other Secured Creditors in respect of the Secured Obligations owed to each of them respectively upon and subject to the terms and conditions of this Deed. Each Secured Creditor acknowledges and agrees to that trusts.

### **3.17 General**

- (a) All the security created pursuant to this Clause 3:
  - (i) is created in favour of the Security Trustee for itself and as trustee on behalf of the other Secured Creditors;
  - (ii) is created over the present and future assets of the Issuer;

- (iii) is security for the payment or discharge of the Secured Obligations; and
  - (iv) is made with Full Title Guarantee or, where applicable, as beneficial owner or with absolute warrantice.
- (b) The term "all of its rights" as used in this Clause 3 includes, unless the context requires otherwise:
- (i) the benefit of all covenants, undertakings, representations, warranties and indemnities;
  - (ii) all powers and remedies of enforcement and/or protection;
  - (iii) all rights to receive payment of all amounts assured or payable (or to become payable) (subject, in the case of payments under the Swap Agreement after giving effect to all applicable netting provisions therein, including Sections 2 and 6 of the Swap Agreement), all rights to serve notices and/or to make demands and all rights to take such steps as are required to cause payment to become due and payable; and
  - (iv) all causes and rights of action in respect of any breach and all rights to receive damages or obtain other relief in respect thereof,

in each case, in respect of the relevant Charged Assets.

#### **4. RELEASE OF CHARGED ASSETS**

##### **4.1 Prior to Payment or Discharge of Secured Obligations**

Notwithstanding anything to the contrary contained herein, the Issuer (or the Cash Manager on its behalf) may make cash payments out of the Issuer Accounts as and to the extent permitted or required by the Transaction Documents.

##### **4.2 On Payment or Discharge of Secured Obligations**

On proof being given to the satisfaction of the Security Trustee as to the full, final, irrevocable and unconditional payment or discharge of all the Secured Obligations, the Security Trustee, at the written request and cost of the Issuer, shall release, reassign or discharge from the Security the Charged Assets without recourse, representation or warranty to, or to the order of, the Issuer.

##### **4.3 On Withdrawals from Issuer Accounts**

From time to time there shall be deemed to be released and discharged from the Security Interests constituted by this Deed all amounts which the Cash Manager, on behalf of the Issuer, is permitted to withdraw from the Issuer Accounts pursuant to Clauses 6.2 (Pre-Enforcement Priority of Payments) and 6.3 (Payments under the Cash Management Agreement, the Bank Account Agreement and the Swap Agreement) or as otherwise permitted or required by the Transaction Documents, any such release to take effect immediately upon the relevant withdrawal being made **provided that** where the relevant amount is transferred to another Issuer Account of the Issuer, it shall thereupon become subject to the Security Interests constituted by this Deed in respect of such Issuer Account.

##### **4.4 Repurchase of Loans**

In the event of any repurchase of Loans and their Related Security by the Seller pursuant to and in accordance with the Transaction Documents, such Loans and their Related Security shall no longer form part of the Portfolio and shall be automatically released from the Security Interests created under or pursuant to this Deed and the Security Trustee shall, if so requested in writing by the Issuer (at the

sole cost and expense of the Issuer), release, reassign, retrocess or discharge without recourse, representation or warranty those Loans and their Related Security from the Security Interests created hereunder or pursuant to this Deed in respect thereof on or prior to the date of any such repurchase provided that the Issuer shall have provided to the Security Trustee a certificate from two directors of the Issuer (or two Authorised Signatories of the Cash Manager on behalf of the Issuer) that such sale of Loans and their Related Security has been made in accordance with the terms of the Transaction Documents and that the purchase price in respect of such repurchased Loans and their Related Security has been received into the Deposit Account.

#### **4.5 Call Option**

Immediately prior to the transfer of the Loans and their Related Security comprising the Portfolio in accordance with clause 32 (Optional Repurchase of the Portfolio by the Seller) of the Mortgage Sale Agreement (and any other agreement, deed, notice, instruction, instrument, request or thing required to be entered into by the Issuer), the Loans and their Related Security comprising the Portfolio shall be automatically released from the Security Interest created under or pursuant to this Deed of Charge and the Security Trustee shall be deemed to automatically reassign, retrocess and retransfer to the Issuer without recourse, representation or warranty all right, interest and title in and to the Loans and their Related Security comprising the Portfolio at that time. The Security Trustee shall, if so requested in writing by the Issuer (at the sole cost and expense of the Seller), release, reassign, retrocess or discharge those Loans and their Related Security comprising the Portfolio from the Security Interests created hereunder or pursuant to this Deed in respect thereof.

#### **4.6 Accession of Successor Loans Beneficiary**

In the event that the Issuer (as Existing Loans Beneficiary (as defined in the Collection Accounts Declaration of Trust) under the Collection Accounts Declaration of Trust) transfers and assigns its trust share to a Successor Loans Beneficiary (as defined in the Collection Accounts Declaration of Trust) pursuant to the terms of the Collection Accounts Declaration of Trust, there shall be deemed to be released and discharged from the Security Interests constituted by this Deed all of the Issuer's rights, title, interest and benefit, present and future, under or in respect of the related Collection Accounts Trust (including, without limitation, its trust share) and the Security Trustee shall be deemed to reassign to the Issuer all of its rights, title, interest and benefit, present and future, in, to and under the Collection Accounts Declaration of Trust (or to the extent not originally assigned to the Security Trustee but otherwise charged in its favour, release any Security Interest created by this Deed over the relevant rights, title, interest and benefit) without recourse, representation or warranty, in each case immediately prior to the relevant transfer and/or assignment of the trust share to the Successor Loans Beneficiary (as defined in the Collection Accounts Declaration of Trust).

### **5. CONTINUANCE OF SECURITY**

#### **5.1 Continuing Security**

The charges, assignments, assignations and other Security Interests constituted by or granted pursuant to this Deed:

- (a) shall be without prejudice and in addition to and shall not merge with any other security whatsoever which may be held by the Secured Creditors or the Security Trustee on behalf of the Secured Creditors from the Issuer or any other person for or in respect of the whole or part of the Secured Obligations; and
- (b) shall remain in force as continuing security for the Secured Creditors notwithstanding any settlement of account or the existence at any time of a credit balance on any current or other account or any other act, event or matter whatsoever.

## **5.2 Acknowledgement**

The Issuer hereby acknowledges the assignments, charges and other Security Interests constituted or granted by the foregoing provisions of this Deed and undertakes to the Security Trustee not to do anything inconsistent with the Security given under or pursuant to this Deed or knowingly to prejudice the Security granted to the Security Trustee under or pursuant to this Deed or the Charged Assets or the Security Trustee's interest therein and the Issuer covenants not to permit the validity, effectiveness, or priority of the Security given under or pursuant to this Deed to be postponed, amended, terminated or discharged.

## **5.3 Accession of New Secured Creditors**

The parties hereto agree and acknowledge that an entity may become a Secured Creditor and accede to the terms of this Deed by execution of a Deed of Charge Accession Undertaking with the Issuer and the Security Trustee, in the form scheduled to Schedule 2 (Form of Deed of Charge Accession Undertaking) to this Deed and the parties hereto shall agree to take such action as may be necessary to ensure that such entity becomes a Secured Creditor and accedes to the terms of this Deed of Charge and, if required, any other Transaction Documents.

## **5.4 UK Securitisation Framework**

For the purposes of SECN 2.2.18R(4), no provision of this Deed shall require upon default the automatic liquidation of the Charged Assets.

## **6. PAYMENTS OUT OF THE ISSUER ACCOUNTS AND APPLICATION OF CASH PRIOR TO ENFORCEMENT**

### **6.1 Following service of an Enforcement Notice**

No payment, transfer or withdrawal from the Issuer Accounts (except for any payment, transfer or withdrawal from the Swap Collateral Accounts which is applied in accordance with the Swap Collateral Account Priority of Payments) may be made under this Clause 6 at any time after an Enforcement Notice has been served on the Issuer other than with the prior written consent of the Security Trustee.

### **6.2 Pre-Enforcement Priority of Payments**

Notwithstanding the security rights created by or pursuant to Clause 3 (Security and Declaration of Trust), for so long as no Enforcement Notice has been served, the Cash Manager, on behalf of the Issuer, shall withdraw, or shall instruct the Issuer Account Bank or the Custodian, or cause the Issuer Account Bank or the Custodian to be instructed, to withdraw (unless the intended recipient of the relevant payment agrees otherwise and subject to the terms of the Cash Management Agreement) monies or securities from the relevant Issuer Accounts on each Interest Payment Date (subject to Clause 6.3 (Payments under the Cash Management Agreement, the Bank Account Agreement and the Swap Agreement)) to be applied in accordance with (in the case of amounts or securities standing to the credit of the Swap Collateral Accounts) the Swap Collateral Account Priority of Payments or (in all other cases) the Pre-Enforcement Priority of Payments, as set out in Schedule 2 (Cash Management and Maintenance of Ledgers) of the Cash Management Agreement.

### **6.3 Payments under the Cash Management Agreement, the Bank Account Agreement and the Swap Agreement**

Notwithstanding the Security Interests created by or pursuant to Clause 3 (Security and Declaration of Trust), for so long as no Enforcement Notice has been served, the Cash Manager, on behalf of the

Issuer, shall withdraw, or shall instruct the Issuer Account Bank, or cause the Issuer Account Bank to be instructed, to withdraw (unless the intended recipient of the relevant payment agrees otherwise and subject to the terms of the Cash Management Agreement) monies from the relevant Issuer Accounts (but only to the extent that such withdrawal does not cause the applicable Issuer Account to become overdrawn) for making any payments due to be made subject to and in accordance with the Cash Management Agreement, the Bank Account Agreement and the Swap Agreement.

#### **6.4 Management and Application of Funds**

The Issuer shall take or cause to be taken such action as may from time to time be necessary on its part to ensure that the Issuer Accounts shall from time to time be credited with all amounts received by the Issuer and falling within any of the following categories:

- (a) all Revenue Receipts and all Redemption Receipts;
- (b) amounts received by the Issuer pursuant to the Swap Agreement into the Issuer Accounts;
- (c) the proceeds arising from the disposal of any Swap Collateral and any and all income or other distributions received by the Issuer in respect thereof or arising from the proceeds of any Swap Collateral;
- (d) any amounts received from the Seller or the Third Party Purchaser in relation to the exercise of the Call Option in accordance with the terms of the Mortgage Sale Agreement; and
- (e) such other payments received by the Issuer as are, or ought in accordance with this Deed to be, comprised in the Charged Assets.

#### **6.5 Enforcement When Not All Amounts Due and Payable**

If the Security Trustee enforces the Security it may at its discretion, for so long as no such amounts or not all such amounts have become due and payable, pay any monies received or recovered by the Security Trustee or the Receiver for the benefit of the other Secured Creditors in respect of such Secured Obligations into, and retain such monies in, an interest bearing account in the name of the Security Trustee to be held by the Security Trustee as security and applied by it in accordance with Clause 7 (Payments out of the Issuer Accounts upon Enforcement).

#### **6.6 VAT**

If any sums which are payable by the Issuer under Clause 6.2 (Pre-Enforcement Priority of Payments) or Clause 7 (Payments out of the Issuer Accounts upon Enforcement) of this Deed are subject to VAT, the Issuer shall make payment of the amount in respect of VAT as provided in the relevant agreement pursuant to which payment is due to the relevant person in accordance with the order of priorities set out in those Clauses.

#### **6.7 Obligations in relation to Charged Assets and Transaction Documents**

Notwithstanding the security created under Clause 3 (Security and Declaration of Trust) of this Deed, the Issuer shall, subject to Clause 6.2 (Pre-Enforcement Priority of Payments) or as specifically provided otherwise in the Transaction Documents and for so long as no Enforcement Notice has been served, exercise its rights, powers and discretions and perform its obligations in relation to the Charged Assets and under the Transaction Documents in accordance with the provisions of the Transaction Documents.

## 7. PAYMENTS OUT OF THE ISSUER ACCOUNTS UPON ENFORCEMENT

### 7.1 After an Enforcement Notice

From and including the time when an Enforcement Notice has been served on the Issuer:

- (a) the Security Trustee shall promptly notify each party to the Transaction Documents that an Enforcement Notice has been served on the Issuer;
- (b) no amount may be withdrawn from the Issuer Accounts (other than amounts or securities standing to the credit of the Swap Collateral Accounts, which may be withdrawn and applied in accordance with the Swap Collateral Account Priority of Payments) without the prior written consent of the Security Trustee; and
- (c) if not already crystallised, any charge created by Clause 3 (Security and Declaration of Trust), which is or is recharacterised as a floating charge, shall (subject to applicable law) crystallise upon service of a notice from the Security Trustee to the Issuer.

### 7.2 Post-Enforcement Priority of Payments

After an Enforcement Notice has been served on the Issuer, the Security Trustee (or the Cash Manager on its behalf) or any Receiver appointed by the Security Trustee in connection with the enforcement of the Security will apply all amounts received or recovered other than:

- (a) any amount standing to the credit of the Swap Collateral Accounts (including interest, distributions and redemption or sale proceeds thereon or thereof) which will be applied in accordance with the Swap Collateral Account Priority of Payments (other than any amount to be applied as Swap Collateral Account Surplus in accordance with the Swap Collateral Account Priority of Payments); and
- (b) any amount standing to the credit of the Issuer Profit Ledger, which shall be applied by the Issuer in or towards satisfaction of any liability of the Issuer for corporation tax of the Issuer,

in the following order of priority (in each case only if and to the extent that payments or provisions of a higher priority have been made in full) (the **Post-Enforcement Priority of Payments** and, together with the Pre-Enforcement Revenue Priority of Payments and the Pre-Enforcement Redemption Priority of Payments, the **Priority of Payments**):

- (i) *first*, in or towards satisfaction, *pro rata* and *pari passu*, according to the respective amounts thereof of:
  - (A) any fees, costs, charges, Liabilities, expenses and all other amounts then due and payable to the Note Trustee, the Receiver and any Appointee under the provisions of the Trust Deed and the other Transaction Documents, together with (if payable) VAT thereon as provided therein; and
  - (B) any fees, costs, charges, Liabilities, expenses and all other amounts then due and payable to the Security Trustee, the Receiver and any Appointee under the provisions of the Deed of Charge and the other Transaction Documents, together with (if payable) VAT thereon as provided therein;
- (ii) *second*, in or towards satisfaction, *pro rata* and *pari passu*, according to the respective amounts thereof of:

- (A) any remuneration then due and payable to the Agent Bank, the Registrar and the Paying Agents and any costs, charges, Liabilities and expenses then due and payable to them under the provisions of the Agency Agreement, together with (if payable) VAT thereon as provided therein;
  - (B) any amounts then due and payable to the Cash Manager and any fees, costs, charges, Liabilities and expenses then due under the provisions of the Cash Management Agreement, together with VAT (if payable) thereon as provided therein;
  - (C) any amounts then due and payable to the Servicer and any fees (including the Servicer Fee), costs, charges, Liabilities and expenses then due under the provisions of the Servicing Agreement, together with VAT (if payable) as provided therein;
  - (D) any amounts then due and payable to the Back-Up Servicer Facilitator and any fees, costs, charges, Liabilities and expenses then due under the provisions of the Servicing Agreement, together with (if payable) VAT thereon as provided therein;
  - (E) any amounts then due and payable to the Corporate Services Provider and any fees, costs, charges, Liabilities and expenses then due and payable to the Corporate Services Provider under the provisions of the Corporate Services Agreement, together with (if payable) VAT thereon as provided therein;
  - (F) any amounts then due and payable to the Issuer Account Bank and the Custodian and any fees, costs, charges, Liabilities and expenses then due and payable to the Issuer Account Bank and the Custodian under the provisions of the Bank Account Agreement and of the Custody Agreement, together with (if payable) VAT thereon as provided therein;
  - (G) any amounts then due and payable to the Collection Account Bank and any fees, costs, charges, Liabilities and expenses then due and payable to the Collection Account Bank under the provisions of the Collection Account Agreement, together with (if payable) VAT thereon as provided therein; and
  - (H) if applicable, the fees, costs, liabilities and expenses of the securitisation repository or any other third party website provider, together with (if payable) VAT thereon as provided for under the provisions of the applicable engagement letter or agreement with such repository or provider;
- (iii) *third*, to pay in or towards satisfaction of any amounts due to the Swap Provider in respect of the Swap Agreement (including any termination payment due and payable by the Issuer to the extent it is not satisfied by any payments by the Issuer to the Swap Provider under the Swap Collateral Account Priority of Payments but excluding, if applicable, any related Hedge Subordinated Amounts);
  - (iv) *fourth*, to pay, *pro rata* and *pari passu*, according to the respective outstanding amounts thereof, interest and principal due and payable on the Class A Notes until the Principal Amount Outstanding on the Class A Notes has been reduced to zero;
  - (v) *fifth*, to pay in accordance with the terms of the Swap Agreement to the Swap Provider in respect of any Hedge Subordinated Amounts (to the extent not satisfied by payment to the Swap Provider by the Issuer of any applicable amount under the Swap Collateral Account Priority of Payments);

- (vi) *sixth*, to pay, *pro rata* and *pari passu*, according to the respective outstanding amounts thereof, interest and principal due and payable on the Class X Notes until the Principal Amount Outstanding on the Class X Notes has been reduced to zero;
- (vii) *seventh*, to pay, *pro rata* and *pari passu*, according to the respective outstanding amounts thereof, interest and principal due and payable on the Class Z Notes until the Principal Amount Outstanding on the Class Z Notes has been reduced to zero;
- (viii) *eighth*, to pay the Issuer Profit Amount; and
- (ix) *ninth*, to pay Deferred Consideration to the Seller.

### 7.3 Subordination

- (a) Each of the Secured Creditors hereby agrees to be bound by the order of priority set out in the Pre-Enforcement Priority of Payments or the Post-Enforcement Priority of Payments (as applicable). Without prejudice to Clause 22 (Exercise of Certain Rights), each of the Secured Creditors further agrees with each other party to this Deed that, notwithstanding any other provision contained herein or in any other Transaction Document:
  - (i) (other than the Security Trustee and the Note Trustee) it will not demand or receive payment of any distribution in respect of, or on account of, any amounts payable by the Issuer (or the Cash Manager on its behalf) or the Security Trustee (as applicable) to that Secured Creditor under the Transaction Documents, in cash or in kind;
  - (ii) it will not apply any money or assets in discharge of any such amounts payable to it (whether by set-off or by any other method other than pursuant to Sections 2 and 6 of the Swap Agreement and, in the case of the Issuer Account Bank, in accordance with clause 3.3 (Bank Charges) of the Bank Account Agreement), unless all amounts then due and payable by the Issuer to all other Secured Creditors ranking higher in the order of priority set out in the Pre-Enforcement Priority of Payments or the Post-Enforcement Priority of Payments (as applicable) have been paid in full; and
  - (iii) without prejudice to the foregoing, whether in the liquidation of the Issuer or any other party to the Transaction Documents or otherwise, if any payment or distribution (including by way of set-off other than pursuant to Sections 2 and 6 of the Swap Agreement or the proceeds of any enforcement of any Security) is received by a Secured Creditor in respect of any amount payable by the Issuer or the Security Trustee (as applicable) to that Secured Creditor under the relevant Transaction Document at a time when, by virtue of the provisions of the relevant Transaction Document and this Deed, no payment or distribution should have been made, the amount so received shall be held by the Secured Creditor upon trust for the Issuer or, as applicable, the Security Trustee and shall be paid over to the Issuer or, as applicable, the Security Trustee as soon as is reasonably practicable following the earlier of (A) receipt of written notice from the Issuer or, as applicable, the Security Trustee and (B) actual knowledge of such Secured Creditor, in each case, that such payment or distribution should not have been made (whereupon the relevant payment or distribution shall be deemed not to have been made or received).
- (b) Neither the Issuer nor the Security Trustee shall pay or repay, or make any distribution in respect of, any amount owing to a Secured Creditor under the relevant Transaction Documents, in cash or in kind, except as expressly provided for in the relevant Transaction Documents, unless and until all amounts then payable by the Issuer or the Security Trustee to all other Secured Creditors ranking higher in the order of priority set out in the Pre-Enforcement Priority of Payments or the Post-Enforcement Priority of Payments (as applicable) have been paid in full based on the information provided to it by the Cash

Manager and/or the Issuer and/or the relevant Secured Creditor. Subject to Clause 12 (Protection of Security Trustee and Receiver), the Security Trustee shall not be held liable for any incorrect payment, repayment or distribution if such payment, repayment or distribution is made in reliance upon the information provided to it by the Cash Manager and/or the Issuer and/or the relevant Secured Creditor.

- (c) Where amounts owing to a group of Secured Creditors under the relevant Transaction Document are expressed to be required to be made *pari passu* and pro rata among such group, the Security Trustee shall not pay or repay, or make any distribution in respect of, such amounts to any Secured Creditor of such group, in cash or in kind, except on a *pari passu* and pro rata basis among such group.
- (d) The perpetuity period for the trusts in this Clause 7.3 shall be 125 years.

## **8. CONFLICT**

### **8.1 Noteholders and the other Secured Creditors**

So long as any Notes are outstanding and there is a conflict between the interests of the Noteholders and the other Secured Creditors, subject to Clause 8.2 (Conflict between Noteholders), and except as otherwise expressly provided in this Deed, the Security Trustee shall have regard to the interests of only the Noteholders as regards the exercise and performance of all powers, rights, trusts, authorities, duties and discretions of the Security Trustee in respect of the Charged Assets, under this Deed or any other Transaction Document or in respect of the rights or benefits which are comprised in the Charged Assets (except where specifically provided otherwise) subject to the provisions of Condition 13 (Meetings of Noteholders, Modification, Waiver and Substitution) and Clause 26.7 (Modification to the Transaction Documents).

### **8.2 Conflict between Noteholders**

Subject to clause 17(o) (Supplement to Trustee Acts) of the Trust Deed, in connection with the exercise by it of any of its trusts, powers, authorities, duties or discretions under these presents or any other Transaction Document (including any modification, waiver, authorisation or determination):

- (a) the Security Trustee shall have regard to the general interests of the Noteholders of each Class but shall not have regard to any interests arising from circumstances particular to individual Noteholders (whatever their number) and, in particular but without limitation, shall not have regard to the consequences of such exercise for individual Noteholders (whatever their number) resulting from their being for any purpose domiciled or resident in, or otherwise connected with, or subject to the jurisdiction of, any particular territory or any political sub-division thereof and the Security Trustee shall not be entitled to require, nor shall any Noteholder be entitled to claim, from the Issuer, the Security Trustee or any other person any indemnification or payment in respect of any Tax or stamp duty consequences of any such exercise upon individual Noteholders, except to the extent already provided for in Condition 9 (Taxation) and/or in any undertaking or covenant given in addition thereto or in substitution therefor under these presents; and
- (b) the Security Trustee shall, except where expressly provided otherwise, have regard to the interests of each Class of the Noteholders equally, provided that where there is a conflict of interest between the interests of one of more Classes of Notes, the Security Trustee shall have regard to the interests of the holders of the Class of Notes ranking in priority to the other relevant Classes of Notes in the Post-Enforcement Priorities of Payments and the holders of such subordinated Classes of Notes shall have no claim against the Security Trustee for doing so.

### **8.3 Conflict between Secured Creditors**

Where the Security Trustee is required to have regards to the interests of the Secured Creditors when the Notes are no longer outstanding it shall have regard to their interests equally provided that if (in the Security Trustee's sole opinion) there is or may be a conflict between the respective interests of the Secured Creditors, the Security Trustee will have regard to the interests of the Secured Creditor (other than the Security Trustee, Note Trustee, Issuer Account Bank, Custodian or any Agent) who ranks highest in the order of Post-Enforcement Priority of Payment.

### **8.4 Note Trustee**

In making a determination under this Clause 8, the Security Trustee may rely upon a direction from the Note Trustee.

### **8.5 Acknowledgement**

Each of the Secured Creditors hereby acknowledges and concurs with the provisions of Clauses 8.1 (Noteholders and the other Secured Creditors) to 8.4 (Note Trustee) (inclusive), and each of them agrees that it shall have no claim against the Security Trustee as a result of the application thereof.

## **9. THE SECURITY TRUSTEE'S POWERS**

### **9.1 Prior Notification**

The Security Trustee shall, if reasonably practicable, give prior notification to the Issuer of the Security Trustee's intention to enforce the Security created by this Deed, provided always that the failure of the Security Trustee to provide such notification shall not prejudice the ability of the Security Trustee to enforce the Security created by this Deed.

### **9.2 Enforceable**

Without prejudice to the provisions of Clauses 9.5 (Law of Property Act 1925) and 10.1 (Appointment) (a) the Security created under this Deed shall become immediately enforceable, (b) the power of sale and other powers conferred by Section 101 of the Law of Property Act 1925 (the **1925 Act**) as varied or amended by this Deed, shall, in accordance with this Clause 9 be exercisable by the Security Trustee and (c) the Issuer will be deemed to be in default within the meaning of Standard Condition 9(1)(b) of Schedule 3 to the Conveyancing and Feudal Reform (Scotland) Act 1970 (the 1970 Act), in each case at any time after an Enforcement Notice has been served on the Issuer. Without prejudice to the effectiveness of any service of the Enforcement Notice or the obligation to deliver the same in accordance with Condition 11 (Events of Default), the Issuer shall, upon receipt of the same from the Note Trustee, publish (or cause to be published) a copy of any Enforcement Notice in accordance with the provisions of Notices Conditions and deliver a copy to each of the Secured Creditors and the Rating Agencies.

### **9.3 Amounts Due**

Notwithstanding any other provision of this Deed, all amounts under the Secured Obligations shall become due for the purposes of Section 101 of the 1925 Act and the statutory powers of sale and appointment of a Receiver which are conferred on the Security Trustee under the 1925 Act (as varied or extended by this Deed) only (and for no other purpose) and all other powers shall be deemed to arise immediately after execution of this Deed but shall only become enforceable in accordance with Clause 9.2 (Enforceable) above.

#### **9.4 Power of Sale**

Section 103 of the 1925 Act shall not apply in relation to any of the charges contained in this Deed and at any time after an Enforcement Notice has been served on the Issuer (a) the statutory power of sale (as extended by this Deed) and all other powers shall be immediately exercisable (without the restrictions contained in the 1925 Act) and (b) the Issuer shall be deemed to be in default within the meaning of Condition 9(1)(b) of Schedule 3 of the 1970 Act.

#### **9.5 Law of Property Act 1925**

- (a) 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 100 of the 1925 Act.
- (b) The provisions of the 1925 Act relating to the power of sale and the other powers conferred by Sections 101(1) and (2) of the 1925 Act, are hereby extended in relation to the Issuer (as if such extensions were contained therein) to authorise the Security Trustee at its absolute discretion at any time after the service of an Enforcement Notice has been served on the Issuer and subject to the Security Trustee being satisfied as to the indemnification and/or security and/or prefunding available to it in relation to the exercise of such powers:
  - (i) to make demand in the name of the Secured Creditors or in its own right for any monies and liabilities in respect of the Charged Assets;
  - (ii) to sell the Issuer's title to or interest in the Charged Assets, and to do so for any shares, debentures or other securities whatsoever, or in consideration of an agreement to pay all or part of the purchase price at a later date or dates, or an agreement to make periodical payments, whether or not the agreement is secured by a Security Interest or a guarantee, or for such other consideration whatsoever as the Security Trustee may think fit, and also to grant any option to purchase, and to effect exchanges of, any of the Charged Assets;
  - (iii) with a view to or in connection with the sale of the Charged Assets, to carry out any transaction, scheme or arrangement which the Security Trustee may, in its absolute discretion, consider appropriate;
  - (iv) to insure the Charged Assets against such risks and for such amounts as the Security Trustee may decide; and
  - (v) to do all or any of the things or exercise all or any of the powers which are mentioned or referred to in Clause 10.6 (Powers of Receiver) as if each of them was expressly conferred on the Security Trustee by this Deed and which may not be included in paragraphs (i) to (iv) above.

#### **9.6 Delegation to Receiver**

In addition and without prejudice to any of its statutory powers, the Security Trustee may at any time by deed delegate to the Receiver all or any of the extended powers of leasing, renunciation, surrendering or accepting renunciations or surrenders of leases conferred on the Security Trustee by this Deed.

## **9.7 Application to Court**

The Security Trustee may at any time after an Enforcement Notice has been served on the Issuer apply to the court for an order that the powers and trusts of this Deed be exercised or carried into execution under the direction of the court and for the appointment of a Receiver of the Charged Assets or any part thereof and for any other order in relation to the execution and administration of the powers and trusts hereof as the Security Trustee shall deem expedient, and it may assent to or approve any application to the Court made at the instance of any of the Noteholders and/or the other Secured Creditors.

## **9.8 Deficiency or Additional Payment**

The Security Trustee shall have no responsibility whatsoever to any Secured Creditor as regards any deficiency or additional payment, as the case may be, which might arise because the Security Trustee is subject to any stamp, issue, registration, documentary and other fees, duties and taxes, including interest and penalties in respect of the Charged Assets or any part thereof or any income therefrom or any proceeds thereof or is required to make any withholding or deduction from any payment to any Secured Creditor.

## **9.9 Scottish Trust Property**

The Issuer hereby covenants, agrees and undertakes that if at any time after the Security constituted by or pursuant to this Deed shall have become enforceable and the Security Trustee or any Receiver shall so require, the Issuer will sell or dispose of all or any part of the Scottish Trust Property on terms previously approved by the Security Trustee or any Receiver and/or in causing the trust constituted by each or any Scottish Declaration of Trust to be wound up and/or performed and the Issuer will use all reasonable endeavours to take all actions and execute all such documents as may be necessary to effect such sale or disposal or winding up or performance and the distribution or transfer of a Scottish Trust Property or any part thereof in accordance with the terms of the Scottish Declaration of Trust and this Deed. The Issuer hereby acknowledges and consents to the foregoing as beneficiary in terms of the Scottish Declaration of Trust.

## **10. RECEIVER**

### **10.1 Appointment**

- (a) Except as provided below, at any time after an Enforcement Notice has been served on the Issuer, the Security Trustee may, at its absolute discretion, appoint, by writing or by deed, such person or persons (including an officer or officers of the Security Trustee) as the Security Trustee thinks fit, to be Receiver of the Charged Assets or any part thereof and, in the case of an appointment of more than one person, to act together or independently of the other or others.
- (b) 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 1925 Act) does not apply to this Deed.
- (c) The Security Trustee is not entitled to appoint a Receiver solely as a result of:
  - (i) obtaining a moratorium; or
  - (ii) anything done with a view to obtaining a moratorium under Part A1 of the Insolvency Act 1986 except with leave of the court.

## **10.2 Removal and Replacement**

Except as otherwise required by statute, the Security Trustee may by writing or by deed remove a Receiver and appoint another in its place or appoint another to act with a Receiver and the Security Trustee may apply to the court for an order removing an administrative receiver.

## **10.3 Extent of Appointment**

The exclusion of any part of the Charged Assets from the appointment of the Receiver shall not preclude the Security Trustee from subsequently extending its appointment (or that of the Receiver replacing it) to that part of the Charged Assets or appointing another Receiver over any other part of the Charged Assets.

## **10.4 Agent of the Issuer**

The Receiver shall be the agent of the Issuer and the Issuer alone shall be responsible for the Receiver's contracts, engagements, acts, omissions, misconduct, negligence or default and for liabilities incurred by him and in no circumstances whatsoever shall the Security Trustee be in any way responsible for or incur any liability in connection with his contracts, engagements, acts, omissions, misconduct, negligence or default, and if a liquidator of the Issuer shall be appointed, the Receiver shall act as principal and not as agent for the Security Trustee.

## **10.5 Remuneration**

The remuneration of the Receiver shall be fixed by the Security Trustee and may be or include a commission calculated by reference to the gross amount of all monies received or otherwise and may include remuneration in connection with claims, actions or proceedings made or brought against the Receiver by the Issuer or any other person or the performance or discharge of any obligation imposed upon him by statute or otherwise, but subject to Clause 7.2 (Post-Enforcement Priority of Payments), such remuneration shall be payable hereunder by the Issuer alone. The amount of such remuneration shall be paid in accordance with the terms and conditions and in the manner agreed from time to time between the Receiver and the Security Trustee and in accordance with the Post-Enforcement Priority of Payments.

## **10.6 Powers of Receiver**

Any Receiver of the Issuer, in addition to any powers conferred on a receiver by statute or common law, shall have the following powers:

- (a) to take possession of, get in and collect the Charged Assets (or such part thereof in respect of which it may be appointed) or any part thereof including income whether accrued before or after the date of his appointment;
- (b) to carry on, manage, concur in or authorise the management of, or appoint a manager of, the whole or any part of the business of the Issuer;
- (c) to sell, dispoise, convey, assign, novate, exchange, license, surrender, renounce, release, disclaim, abandon, retrocess, return or otherwise dispose of or in any way whatsoever deal with the Charged Assets or any interest in the Charged Assets or any part thereof for such consideration (if any) and upon such terms (including by deferred payment or payment by instalments) as it may think fit and to concur in any such transaction;
- (d) to sell or concur in selling the whole or any part of the Issuer's business whether as a going concern or otherwise;

- (e) to appoint, engage, dismiss or vary the terms of employment of any employees, officers, managers, agents and advisers of the Issuer upon such terms as to remuneration and otherwise and for such periods as he may determine;
- (f) to insure, protect, maintain, repair, alter, improve, replace, exploit, add to and develop or concur in so doing, the Charged Assets or any part thereof in any manner and for any purpose whatsoever;
- (g) in connection with the exercise or the proposed exercise of any of its powers or in order to obtain payment of its remuneration (whether or not it is already payable), to borrow or raise money from any person without security or on the security of any of the Charged Assets and generally in such manner and on such terms as it may think fit;
- (h) to bring, defend, submit to arbitration, negotiate, compromise, abandon and settle any claims, disputes and proceedings concerning the Charged Assets or any part thereof;
- (i) to transfer all or any of the Charged Assets and/or any of the liabilities of the Issuer to any other company or body corporate, whether or not formed or acquired for the purpose and to form a subsidiary or subsidiaries of the Issuer;
- (j) to call up or require the directors of the Issuer to call up all or any portion of the uncalled capital for the time being of the Issuer and to enforce payment of any call by action (in the name of the Issuer or the Receiver as may be thought fit);
- (k) to redeem, discharge, retrocess or compromise any Security Interest from time to time having priority to or ranking *pari passu* with this Deed;
- (l) to effect or maintain indemnity insurance and other insurance and obtain bonds and performance guarantees;
- (m) in connection with the exercise of any of its powers, to execute or do, or cause or authorise to be executed or done, on behalf of or in the name of the Issuer or otherwise, as it may think fit, all documents, receipts, registrations, acts or things which it may consider appropriate;
- (n) to exercise any powers, discretions, voting, conversion or other rights or entitlements in relation to any of the Charged Assets or incidental to the ownership of or rights in or to any of the Charged Assets and to complete or effect any transaction entered into by the Issuer and complete, disclaim, abandon or modify all or any of the outstanding contracts or arrangements of the Issuer relating to or affecting the Charged Assets;
- (o) to exercise all powers as are described in Schedule 1 and Schedule 2 to the Insolvency Act or the 1970 Act (if appropriate), whether or not the Receiver is an "administrative receiver" as defined in the Insolvency Act;
- (p) to delegate its powers by way of power of attorney, or in any other manner to any person, any right, power or discretion exercisable by it under this Deed on the terms (including the power to sub-delegate) and subject to any regulations which such Receiver may think fit and such Receiver shall not be liable or responsible in any way to the Issuer or the Security Trustee for any loss or liability arising from any act, default, omission or misconduct on the part of any such delegate or sub-delegate;
- (q) generally to carry out, or cause or authorise to be carried out, any transaction, scheme or arrangement whatsoever, whether similar or not to any of the foregoing, in relation to the

Charged Assets which it may consider expedient as effectually as if he were solely and absolutely entitled to the Charged Assets;

(r) in addition:

- (i) to do all other acts and things which it may consider desirable or necessary for realising any Charged Assets or incidental or conducive to any of the rights, powers or discretions conferred on a Receiver under or by virtue of this Deed; and
- (ii) to exercise in relation to any Charged Assets all the powers, authorities and things which it would be capable of exercising if it were the absolute beneficial owner of the same,

and may use the name of the Issuer for any of the above purposes; and

- (s) to pay and discharge out of the profits and income of the relevant Charged Assets and the monies to be made by it in carrying on the business of the Issuer the expenses incurred in and about the carrying on and management of the business or in the exercise of any of the powers conferred by this Clause 10.6 or otherwise in respect of such Charged Assets and all outgoings which it shall think fit to pay and to apply the residue of the said profits, income or monies in the manner provided by Clause 7.2 (Post-Enforcement Priority of Payments) hereof.

The Security Trustee may pay over to the Receiver or the Receiver may receive or recover any monies constituting part of the Charged Assets to the extent that the same may be applied for the purposes referred to in Clause 7.2 (Post-Enforcement Priority of Payments) by such Receiver and the Security Trustee may from time to time determine what funds the Receiver shall be at liberty to keep in hand with a view to the performance of his duties as such Receiver.

## **10.7 Appointment of Administrator**

Upon application being made to a court of competent jurisdiction for an administration order or the service of a notice of intention to appoint an administrator or the filing of documents with the court for the appointment of an administrator in relation to the Issuer or other order having substantially the same effect to be made on application by a creditor or creditors of the Issuer, the Security Trustee shall, subject to it being indemnified and/or secured and/or prefunded to its satisfaction, as soon as practicable appoint a Receiver in accordance with this Deed (who shall, to the extent permitted by law, be an "administrative receiver" under Section 29(2) of the Insolvency Act) of the whole of the Charged Assets and, in the case of any application to the court or petition, the Security Trustee shall instruct the Receiver to attend at the hearing of the application or petition and take such steps as are necessary to act for the interests of the Secured Creditors and to prevent the appointment of an administrator, who would act in the interests of all of the creditors of the Issuer, whether secured or not. The Secured Creditors shall co-operate and do all acts and enter into such further documents, deeds or agreements as the Security Trustee may deem necessary or desirable to ensure that an administration order is not made or that an administrator is not otherwise appointed and that an administrative receiver is appointed.

## **10.8 Costs of Receiver**

Each of the Issuer and the Secured Creditors agrees and acknowledges that in the event of the enforcement of the Security or the appointment of a Receiver, the Security Trustee shall not be obliged to indemnify out of its own money any such Receiver for any of its costs, charges, liabilities or expenses or to advance, in whatever form, any moneys to such a Receiver or any other person arising out of or in connection with such enforcement or to undertake or to require any Receiver to undertake, any business carried on from time to time in connection with the Charged Assets.

## **11. PROTECTION OF THIRD PARTIES**

### **11.1 Enquiry**

No purchaser from, or other person dealing with, the Security Trustee or a Receiver shall be concerned to enquire whether any of the powers exercised or purported to be exercised has arisen or become exercisable, whether the Secured Obligations remain outstanding or have become payable, whether the Security Trustee or the Receiver is authorised to act or as to the propriety or validity of the exercise or purported exercise of any power; and the title of such a purchaser and the position of such a person shall not be impeachable by reference to any of those matters and the protections contained in Sections 104 to 107 of the 1925 Act shall apply to any person purchasing from or dealing with a Receiver or the Security Trustee or Section 2(3) of the Insolvency Act to any person dealing with an administrative receiver.

### **11.2 Receipts**

The receipt of the Security Trustee or the Receiver shall be an absolute and a conclusive discharge to a purchaser and shall relieve him of any obligation to see to the application of any monies paid to or by the direction of the Security Trustee or the Receiver.

## **12. PROTECTION OF SECURITY TRUSTEE AND RECEIVER**

### **12.1 Liability**

Neither the Security Trustee nor the Receiver of the Issuer shall be liable to the Issuer in the absence of wilful default, fraud or gross negligence, on their part in respect of any Liability which arises out of the exercise or the attempted or purported exercise of or failure to exercise any of their respective powers.

### **12.2 Possession**

Without prejudice to the generality of Clause 12.3 (Mortgagee in Possession), entry into possession of the Charged Assets of the Issuer shall not render the Security Trustee or the Receiver of that company liable to account as mortgagee in possession, security holder or heritable creditor in possession. If and whenever the Security Trustee or the Receiver enters into possession of the Charged Assets, it shall be entitled at any time to go out of such possession.

### **12.3 Mortgagee in Possession**

Neither the Security Trustee, the Receiver nor the Secured Creditors shall, by reason of any assignment or other Security made under this Deed, be or be deemed to be a mortgagee in possession, security holder or heritable creditor in possession nor shall they take any action (other than, in the case of the Secured Creditors, with the Security Trustee's prior written consent) which would be likely to lead to the Secured Creditors, the Receiver or the Security Trustee becoming a mortgagee in possession, security holder or heritable creditor in possession in respect of any property referred to in this Deed or any Scottish Supplemental Charge or Scottish Sub-Security. The Security Trustee, in its absolute discretion, may at any time serve a written notice on the Secured Creditors requiring the Secured Creditors from the date such notice is served to obtain the Security Trustee's prior written consent before taking any action which would be likely to lead to the Secured Creditors or the Security Trustee becoming a mortgagee in possession, security holder or heritable creditor in possession in respect of any property referred to in this Deed.

### 13. PROTECTION OF SECURITY

The Issuer further covenants with and undertakes to the Security Trustee from time to time (and, for the purposes mentioned in paragraph (a) below, notwithstanding that the Enforcement Notice may not have been served) upon demand to execute, at the Issuer's own cost, any document or do any act or thing (other than any amendment hereto) which the Security Trustee may specify:

- (a) with a view to registering or perfecting any charge or other Security created or intended to be created by or pursuant to this Deed (including the perfecting of the conversion of any floating charge to a fixed charge pursuant to Clause 14.1 (Notice) or 14.2 (Automatic Crystallisation)); or
- (b) with a view to facilitating the exercise or the proposed exercise of any of their powers or the realisation of any of the Charged Assets; or
- (c) with a view to protecting the Security Interests created by or pursuant to this Deed,

**provided that** the Issuer shall not be obliged to execute any further documentation or take any other action or steps to the extent that it would breach a restriction in any such agreement to which it is a party relating to assigning, transferring, charging or sharing of possession/rights of such benefit.

### 14. CRYSTALLISATION

#### 14.1 Notice

Subject to applicable laws, in addition and without prejudice to any other event resulting in a crystallisation of the floating charge created by this Deed or any other right the Security Trustee may have, the Security Trustee may, at any time, if:

- (a) any Event of Default is subsisting and has not been waived; or
- (b) the Security Trustee reasonably believes that the Charged Assets or any part thereof is in danger of being seized or sold under any form of distress, attachment, diligence, or execution levied or threatened or is otherwise in jeopardy or imperilled; or
- (c) any circumstance shall occur which in the reasonable opinion of the Security Trustee, imperils or will imperil the Security created by this Deed or the Issuer takes or threatens to take any action that would be prejudicial to the Security or would be inconsistent with the Security created hereby,

by notice in writing to the Issuer declare that any floating charge hereby created shall be converted into a first specific fixed charge or first ranking fixed security as to all of the undertakings, property and assets or such of them as may be specified in the notice, and by way of further assurance, the Issuer, at its own expense, shall execute all documents in such form as the Security Trustee shall require and shall deliver to the Security Trustee all conveyances, deeds, certificates and documents which may be necessary to perfect or, in respect of Scottish assets and their Related Security, to create and perfect, such first specific fixed charge or first ranking fixed security.

#### 14.2 Automatic Crystallisation

Subject as set out below, in addition and without prejudice to any other event resulting in a crystallisation of the floating charge, any floating charge contained herein shall automatically be converted into a fixed charge over all property, assets or undertakings of the Issuer subject to the floating charge and, in the case of property, assets or undertakings situated in Scotland or which are

governed by or subject to Scots law, only to the extent that such conversion would be legally effective in Scotland, if and when:

- (a) an Enforcement Notice is served on the Issuer;
- (b) the Issuer ceases to carry on all or a substantial part of its business or ceases to be a going concern or thereafter to do any of the foregoing;
- (c) the Issuer stops making payments to its creditors or gives notice to creditors that it intends to stop payment;
- (d) the holder of any Security Interest (other than Security Interests created by or pursuant to this Deed) in relation to the Issuer, whether ranking in priority to or *pari passu* with or after the charges contained in this Deed, appoints a receiver; or
- (e) any floating charge granted by the Issuer to any other person (whether permitted by the Transaction Documents or not) crystallises for any reason whatsoever.

The floating charge created by Clause 3.9 (Floating Charge) may not be converted into a fixed charge solely as a result of the obtaining of a moratorium (or anything done with a view to obtaining a moratorium) under Part A1 of the Insolvency Act 1986 except with leave of the court.

### **14.3 Failure of Petition for Administration or Winding-up**

If any petition for the administration or winding-up of the Issuer or filing of documents with the court for the administration or service of a notice of intention to appoint an administrator in relation to the Issuer is dismissed or withdrawn or a resolution for winding-up the Issuer is not passed by the necessary majority, then without prejudice to any rights exercisable otherwise than in consequence of the presentation of such petition or the filing of documents or the service of a notice or resolution and subject to anything done in the meantime in pursuance of the powers given by this Deed and subject to the provisions contained in this Deed as to costs, charges and expenses incurred and payments made, possession of the Charged Assets will be restored to the Issuer, and the Issuer and all persons concerned will be remitted to their original rights **provided that** the Security Trustee is satisfied that its security position at that time is not materially different to that as at the date of this Deed.

## **15. POWER OF ATTORNEY**

Immediately upon execution of this Deed, the Issuer shall execute and deliver to the Security Trustee the power of attorney in or substantially in the form set out in Schedule 1 (Issuer Power of Attorney).

## **16. OTHER SECURITY**

### **16.1 No Merger**

The charges or other Security Interests contained in or created pursuant to this Deed are in addition to, and shall neither be merged in, nor in any way exclude or prejudice any other Security Interest, right of recourse, set-off or other right whatsoever which the Security Trustee or any Secured Creditor may now or at any time hereafter hold or have (or would apart from this Deed or any charge contained or created pursuant to this Deed hold or have) as regards the Issuer or any other person in respect of the Secured Obligations, and neither the Security Trustee nor any Secured Creditor shall be under any obligation to take any steps to call in or to enforce any Security for the Secured Obligations, and shall not be liable to the Issuer for any loss arising from any omission on the part of the Security Trustee or any Secured Creditor to take any such steps or for the manner in which the Security Trustee or any Secured Creditor shall enforce or refrain from enforcing any such Security.

## **16.2 Consolidation**

Section 93 of the 1925 Act shall not apply in relation to any of the charges contained in this Deed.

## **16.3 Ruling Off**

If the Security Trustee receives notice of any Security Interest affecting the whole or any part of the Charged Assets or any Security Interests created under or pursuant to this Deed in contravention of the provisions hereof:

- (a) the Security Trustee may open a new account in respect of the Issuer and, if it does not, it shall nevertheless be deemed to have done so at the time it received such notice; and
- (b) all payments made by the Issuer to the Security Trustee after the Security Trustee receives such notice shall be credited or deemed to have been credited to the new account, and in no circumstances whatsoever shall operate to reduce the Secured Obligations as at the time the Security Trustee received such notice.

## **16.4 Change of Name etc.**

This Deed shall remain valid and enforceable notwithstanding any change in the name, composition or constitution of the Security Trustee or the Issuer or any amalgamation or consolidation by the Security Trustee or the Issuer with any other corporation (whether, in the case of the Issuer, permitted by the Transaction Documents or not).

## **17. MERGER**

Any corporation into which any party to this Deed (other than the Issuer) may be merged or converted, or any corporation with which any party to this Deed may be consolidated, or any corporation resulting from any merger, conversion or consolidation to which any party to this Deed shall be a party, or any corporation, including affiliated corporations, to which the relevant party shall sell or otherwise transfer (a) all or substantially all of its assets; or (b) all or substantially all of its corporate trust business shall, on the date when the merger, conversion, consolidation or transfer becomes effective and to the extent permitted by any applicable laws and subject to any credit rating requirements set out in this Deed become the relevant successor party under this Deed without the execution or filing of any paper or any further act on the part of the parties to this Deed, unless otherwise required by the Issuer, and after the said effective date all references in this Deed to the relevant party shall be deemed to be references to such successor corporation. Written notice of any such merger, conversion, consolidation or transfer shall be given as soon as possible to the Issuer and (following delivery of an Enforcement Notice) the Security Trustee by the relevant party.

## **18. AVOIDANCE OF PAYMENTS**

### **18.1 No Release**

No assurance, security or payment which may be avoided or adjusted under the law, including under any enactment relating to bankruptcy or insolvency and no release, settlement or discharge given or made by the Security Trustee or any Secured Creditor on the faith of any such assurance, security or payment, shall prejudice or affect the right of the Security Trustee or any Secured Creditor to recover the Secured Obligations from the Issuer (including any monies which it may be compelled to pay or refund under the provisions of the Insolvency Act and any costs payable by it pursuant to or otherwise incurred in connection therewith) or to enforce the charges or other Security contained in this Deed to the full extent of the Secured Obligations.

## **18.2 Retention of Charges**

If the Security Trustee shall have reasonable grounds for believing that the Issuer may be insolvent or deemed to be insolvent pursuant to the provisions of the Insolvency Act (and production of a solvency certificate signed by two directors of the Issuer shall be *prima facie* evidence of the solvency of the Issuer) at the date of any payment made by the Issuer to the Security Trustee and that as a result, such payment may be capable of being avoided or clawed back, the Security Trustee shall be at liberty to retain the charges or other Security contained in or created pursuant to this Deed until the expiry of a period of one month plus such statutory period within which any assurance, security, guarantee or payment can be avoided or invalidated after the payment and discharge in full of all Secured Obligations notwithstanding any release, settlement, discharge or arrangement which may be given or made by the Security Trustee on, or as a consequence of, such payment or discharge of liability **provided that**, if at any time within such period, a petition shall be presented to a competent court for an order for the winding up or the making of an administration order or documents shall be filed with the court for the appointment of an administrator or formal notice shall be given of an intention to appoint an administrator in respect of the Issuer or the Issuer shall commence to be wound up or to go into administration or any analogous proceedings shall be commenced by or against the Issuer, the Security Trustee shall be at liberty to continue to retain such security for such further period as the Security Trustee may determine and such security shall be deemed to continue to have been held as security for the payment and discharge to the Security Trustee of all Secured Obligations.

## **19. SET OFF**

The Security Trustee may at any time after an Enforcement Notice has been served on the Issuer (without notice and notwithstanding any settlement of account or other matter whatsoever) combine or consolidate all or any existing accounts of the Issuer (other than any Swap Collateral Account) whether in its own name or jointly with others and held by it or any Secured Creditor and may set off or transfer all or any part of any credit balance or any sum standing to the credit of any such account (whether or not the same is due to the Issuer from the Security Trustee or relevant Secured Creditor and whether or not the credit balance and the account in debit or the Secured Obligations are expressed in the same currency in which case the Security Trustee is hereby authorised to effect any necessary conversions at its prevailing rates of exchange) in or towards satisfaction of any of the Secured Obligations and may in its absolute discretion estimate the amount of any liability of the Issuer which is contingent or unascertained and thereafter set off such estimated amount and no amount shall be payable by the Security Trustee to the Issuer unless and until all Secured Obligations have been ascertained and fully repaid or discharged.

## **20. EXECUTION OF DOCUMENTS**

Any document required to be executed as a deed by the Security Trustee under or in connection with this Deed shall be validly executed if executed as a deed by a duly authorised attorney of the Security Trustee.

## **21. CONFIDENTIALITY**

### **21.1 Confidentiality of Information**

Each party to this Deed agrees that during the term of this Deed and thereafter it shall keep confidential and it shall not disclose to any person whatsoever, any information relating to the business, finances or other matters of a confidential nature of any other party hereto of which it may have obtained as a result of the execution of this Deed or any other Transaction Document of which it may otherwise have come into the possession of as a result of the performance of its obligations in respect of the Transaction.

## 21.2 Disapplication of confidentiality provisions

The parties to this Deed shall use all reasonable endeavours to prevent any such disclosure referred to in Clause 21.1 (Confidentiality of Information), provided that Clause 21.1 (Confidentiality of Information) shall not apply:

- (a) to the disclosure of any information to any person insofar as such disclosure is expressly permitted by this Deed;
- (b) to the disclosure of any information already known to the recipient otherwise than as a result of entering into any of the Transaction Documents or as a result of a breach of this Clause 21;
- (c) to the disclosure of any information with the consent of all the parties hereto;
- (d) to the disclosure of any information which is or becomes public knowledge otherwise than disclosure being made in breach of this Clause 21 or as a result of the unauthorised or improper conduct of the recipient;
- (e) to the disclosure of any information:
  - (i) to any of the Rating Agencies;
  - (ii) in order to obtain the admission of the Notes to the Official List;
  - (iii) in connection with the admission of the Notes to trading on the London Stock Exchange; or
  - (iv) which is necessary or desirable to provide to prospective investors in the Notes;
- (f) to any extent that disclosure is required pursuant to any law or order of any court of competent jurisdiction or pursuant to any direction, request or requirement (whether or not having the force of law) of any central bank or any governmental or other regulatory or taxation authority (including any official bank examiners or regulators or the London Stock Exchange or the FCA or the PRA);
- (g) to the disclosure of any information to any of the parties' Affiliates and any of its or their officers, directors, employees, professional advisers and auditors if any person to whom such confidential information is to be given pursuant to this paragraph (g) is informed in writing of its confidential nature except that there shall be no such requirement to so inform if the recipient is subject to professional obligations to maintain the confidentiality of the information or is otherwise bound by requirements of confidentiality in relation to such confidential information;
- (h) to the extent that the recipient needs or wishes to disclose the same for the exercise, protection or enforcement of any of its rights under any of the Transaction Documents or, in the case of the Security Trustee and the Note Trustee, for the purpose of discharging, in such manner as it thinks fit, its duties or obligations under or in connection with the Transaction Documents in each case to such persons as require to be informed of such information for such purposes (including, without prejudice, to any Noteholder or Secured Creditor) or, in the case of the Security Trustee and the Note Trustee, in connection with transferring or purporting to transfer its rights and obligations to a successor trustee; or

- (i) to the disclosure of any information to a prospective successor party and additional or successor parties on the basis that the recipient will hold such information confidential upon substantially the same terms as this Clause 21.

## **22. EXERCISE OF CERTAIN RIGHTS**

### **22.1 Non-Petition in relation to the Issuer**

- (a) Subject to and without prejudice to the provisions of Clause 22.4 (Mandatory Enforcement), each of the Secured Creditors (other than, in the case of paragraph (iii) below, the Note Trustee and the Security Trustee) agrees with the Issuer and the Security Trustee that:
  - (i) only the Security Trustee may enforce the Security in accordance with the terms of this Deed;
  - (ii) it will not take any steps or proceedings (including any action in relation to an arrangement or compromise (judicial or otherwise) or lodging an appeal in any proceedings) to procure the winding up, administration or liquidation of the Issuer; and
  - (iii) it will not take any other steps or action against the Issuer or the Charged Assets for the purpose of recovering any of the Secured Obligations (including by exercising any rights of set-off) or enforcing any rights arising out of the Transaction Documents against the Issuer or take any other proceedings (including lodging an appeal in any proceedings) in respect of or concerning the Issuer or the Charged Assets.
- (b) If the Note Trustee, having become bound under the terms of the Conditions, the Trust Deed or this Deed, as the case may be, so to do, has failed to serve an Enforcement Notice or to give directions to the Security Trustee to enforce the Security or the Security Trustee has failed to enforce the Security, in each case, within a reasonable period and that failure is continuing or, if there are no Notes outstanding, then each of the Secured Creditors (other than the Noteholders, to whom the provisions of Condition 12 (Enforcement) shall apply) will be entitled to take any steps or proceedings against the Issuer for the purpose of recovering any of the Secured Obligations or enforcing any rights arising out of the Transaction Documents as it considers necessary other than:
  - (i) any steps or proceedings (including any action in relation to an arrangement or compromise (judicial or otherwise) or lodging an appeal in any proceedings) to procure the winding up, administration or liquidation of the Issuer; and/or
  - (ii) any steps or proceedings which would result in the breach of Clause 6 (Payments out of the Issuer Accounts and Application of Cash Prior to Enforcement) and/or Clause 7 (Payments out of the Issuer Accounts upon Enforcement) and/or any term of the other Transaction Documents.

### **22.2 Limited Recourse**

- (a) Each of the Secured Creditors agree that, notwithstanding any other provision of any Transaction Document, all obligations of the Issuer to each such Secured Creditor are limited in recourse to the Charged Assets. If:
  - (i) there are no Charged Assets remaining which are capable of being realised or otherwise converted into cash;
  - (ii) all amounts available from the Charged Assets have been applied to meet or provide for the relevant obligations specified in, and in accordance with, the provisions of this Deed; and

- (iii) there are insufficient amounts available from the Charged Assets to pay in full, in accordance with the provisions of this Deed, amounts outstanding in respect of the Secured Obligations,

then the Secured Creditors shall have no further claim against the Issuer in respect of any amounts due or to be paid to them which remain unpaid and the Issuer shall be deemed to be discharged from making any further payments to the Secured Creditors and any further payment rights shall be extinguished.

- (b) The provisions of this Clause 22.2 shall survive the termination of this Deed.

### **22.3 Discretionary Enforcement**

Subject to the provisions of this Deed, the Security Trustee may at any time, at its discretion and without notice, institute such proceedings and/or take such action as it may think fit against, or in relation to, the Issuer or any other person to enforce its rights under any of the Transaction Documents. Subject to the provisions of this Deed, at any time after the Security has become enforceable, the Security Trustee may, at its discretion and without notice, take such steps as it may think fit to enforce such Security.

### **22.4 Mandatory Enforcement**

- (a) Neither the Note Trustee nor the Security Trustee (including acting on the direction of the Note Trustee) shall be bound to take any steps or to institute any proceedings or to take any other action under or in connection with any of the Transaction Documents (including enforcing the Security constituted by or pursuant to this Deed if it has become enforceable) unless:
  - (i) directed to do so by:
    - (A) an Extraordinary Resolution of the holders of the Most Senior Class or in writing by the holders of at least 25% in Principal Amount Outstanding of the Most Senior Class; or
    - (B) in the case of the Security Trustee, if there are no Notes then outstanding, all the Secured Creditors (other than the Noteholders); and
  - (ii) in all cases, it shall have been indemnified and/or secured and/or prefunded to its satisfaction against all Liabilities to which it may thereby render itself liable or which it may incur by so doing and the terms of such indemnity may include the provision of a fighting fund, non-recourse loan or other similar arrangement.
- (b) Neither the Note Trustee nor the Security Trustee shall be held liable for the consequences of taking any action under (in case of the Security Trustee) Clause 22.3 (Discretionary Enforcement) or this Clause 22.4 and may do so without having regard to the effect of such action on individual Noteholders or (in the case of the Security Trustee) any other Secured Creditor.

### **22.5 Enforcing Security**

The Noteholders (by their purchase of the Notes) and each of the other Secured Creditors (by their execution hereof) acknowledges that the Security Trustee shall not be bound to take any steps or institute any proceedings after the service of an Enforcement Notice or to take any other action to enforce the Security constituted by this Deed unless the Security Trustee shall have been secured and/or indemnified and/or prefunded to its satisfaction against all actions, proceedings, claims and demands to which it may thereby render itself liable and all costs, charges, damages and expenses which it may incur by so doing.

## **22.6 Sole Obligations**

The respective obligations of each of the parties under this Deed will not be the obligations or responsibilities of, nor guaranteed by, any other person or entity.

## **23. INFORMATION FOR SECURITY TRUSTEE**

The Issuer and each Secured Creditor shall supply the Security Trustee with any information that the Security Trustee may reasonably specify as being necessary or desirable to enable the Security Trustee to perform its functions as Security Trustee.

## **24. COVENANTS AND WARRANTIES**

### **24.1 Warranty**

- (a) The Issuer warrants to the Security Trustee that (i) it has taken all necessary steps to enable it to charge or assign as Security the Charged Assets in accordance with Clause 3 (Security and Declaration of Trust), and that it has taken no action or steps to prejudice its right, title and interest in and to the Charged Assets and (ii) this Deed creates the security it purports to create and such security is not liable to be avoided or otherwise set aside upon an occurrence of and in relation to an Insolvency Event in relation to the Issuer.
- (b) The Issuer warrants to the Security Trustee (on behalf of the Secured Creditors) as at the date of this Deed that:
  - (i) it is duly incorporated in England and Wales with limited liability and with full power and authority to own its property and assets and conduct its business and is resident for tax purposes solely in, and has its usual place of abode in, the United Kingdom;
  - (ii) it has obtained and maintained in effect all authorisations, approvals, licences and consents required in connection with its business and the consummation of the transactions contemplated by the Transaction Documents to which it is a party pursuant to any requirement of law or any regulatory direction applicable to the Issuer in each other jurisdiction in which the Issuer carries on business;
  - (iii) it has the requisite power and authority to enter into this Deed and each relevant Transaction Document and to undertake and perform the obligations expressed to be assumed by it therein;
  - (iv) all acts, conditions and things required to be done, fulfilled and performed in order to enable it lawfully to enter into this Deed and each relevant Transaction Document, to exercise its rights under and perform and comply with the obligations expressed to be assumed by it in this Deed and the Scottish Supplemental Charge or Scottish Sub-Security are legal, valid, binding and enforceable against it and to make this Deed and the Scottish Supplemental Charge or Scottish Sub-Security admissible in evidence in England and Wales and (where applicable) Scotland have been done, fulfilled and performed and are in full force and effect or, as the case may be, have been effected, and no steps have been taken to challenge, revoke or cancel any such authorisation obtained or effected;
  - (v) the entry by it into and the execution (and, where appropriate, delivery) of this Deed and each relevant Transaction Document and the performance by the Issuer of its obligations under this Deed and the Scottish Supplemental Charge or Scottish Sub-Security does not and will not conflict with or constitute a breach or infringement by the Issuer of its Memorandum and Articles of Association or any requirement of law or any regulatory direction or any other agreement to which the Issuer is a party or which is binding on it or any of its assets;

- (vi) each Charged Document is its legally binding, valid and enforceable obligation;
  - (vii) it is not in default of any of its obligations under any Charged Document and no Insolvency Event will occur in respect of it as a result of it entering into any Charged Document; and
  - (viii) there is no prohibition on assignment in any Charged Document.
- (c) The Issuer warrants to the Security Trustee that it does not hold, and has not at any time held any capital assets and will not at any time hold any assets other than the Portfolio save to the extent reasonably incidental to the activities envisaged by the Transaction Documents.
- (d) The Issuer warrants to the Security Trustee that the obligations expressed to be assumed by the Issuer under this Deed and the Scottish Supplemental Charge or Scottish Sub-Security are legal and valid obligations, binding on it and enforceable against it in accordance with their terms except:
- (i) as such enforcement may be limited by applicable bankruptcy, insolvency, moratorium, reorganisation or other similar laws affecting the enforcement of the rights of creditors generally;
  - (ii) as such enforceability may be limited by the effect of general principles of equity; and
  - (iii) obligations relating to stamp duties may be void by virtue of Section 117 of the Stamp Act 1891.
- (e) The Issuer represents and warrants to the Security Trustee that it does not have, and has not had since the date of its incorporation, a source of income prior to the Closing Date.
- (f) The Issuer hereby covenants to the Security Trustee that no director of the Issuer will be connected to the Seller.
- (g) The Issuer represents and warrants to the Security Trustee that it is the beneficial owner of the Charged Assets and the Charged Assets are free of any Security Interests (except for those created by or under this Deed) and any other rights or interests (including any licences) in favour of third parties.
- (h) The Issuer represents and warrants to the Security Trustee that, as at the Closing Date, none of its property, assets and/or undertakings are subject to any restriction (whether contractual or otherwise) that may render the Security Interests granted by the Issuer under this Deed ineffective or which otherwise prohibit the grant of such Security Interests.
- (i) The Issuer represents to the Security Trustee that no Security Interest exists over or in respect of any asset of the Issuer, other than as created by or pursuant to this Deed.
- (j) Each party to this Deed represents to each other party that it has entered into the Transaction Documents to which it is party in good faith and for the purposes of carrying on its business.
- (k) The Issuer represents that the Issuer's Profit has been determined by the Issuer as being an adequate commercial return for the risks undertaken by the Issuer in entering into the transactions pursuant to and in accordance with the Transaction Documents.
- (l) The Issuer represents and warrants that the purposes for the Issuer in entering into the Transaction Documents to which it is a party do not include a purpose which is not amongst the business or other commercial purposes of the Issuer and that the obtaining of a tax advantage (as defined in Section 1139 CTA 2010) for any person is not, has at no time been and will not at any time be the

main or one of the main purposes for the Issuer in entering into the Transaction Documents to which it is a party.

- (m) The Issuer represents and warrants to the Security Trustee that it owns no ownership interest in any entity and has no permanent establishment outside the United Kingdom, where:
  - (i) "entity" has the meaning provided in section 231 of F2A 2023;
  - (ii) "ownership interest" has the meaning provided in section 242 F2A 2023; and
  - (iii) "permanent establishment" has the meaning provided in section 232 of F2A 2023.
- (n) The Issuer represents and warrants that the Issuer is not the responsible member of a qualifying multinational group.

## **24.2 Negative Covenants**

So long as any of the Secured Obligations remain outstanding, the Issuer shall not, save to the extent permitted by or provided for in the Transaction Documents or with the prior written consent of the Security Trustee:

- (a) create or permit to subsist any encumbrance (unless arising by operation of law) or other security interest whatsoever over any of its assets or undertakings;
- (b)
  - (i) engage in any activity whatsoever which is not incidental to or necessary in connection with any of the activities in which the Transaction Documents provide or envisage that the Issuer will engage; or
  - (ii) have any subsidiaries, any subsidiary undertaking (as defined in the Companies Act 2006) or any employees (but shall procure that, at all times, it shall retain at least one Independent Director) or premises;
- (c) assign, transfer, sell, lend, lease, part with or otherwise dispose of, or deal with, or grant any option or present or future right to acquire all or any of its assets or undertakings or any interest, estate, right, title or benefit therein or attempt or purport to do any of the foregoing;
- (d) pay any dividend or make any other distribution to its shareholders except out of amounts of profit retained by the Issuer in accordance with the applicable Priority of Payments which are available for distribution in accordance with the Issuer's Memorandum and Articles of Association, the Transaction Documents and with applicable laws or issue any further shares;
- (e) consolidate or merge with any other person or convey or transfer substantially all of its properties or assets to any other person;
- (f) incur any financial indebtedness in respect of borrowed money whatsoever or give any guarantee or indemnity in respect of any indebtedness or of any obligation of any person;
- (g) permit any of the Transaction Documents to which it is a party to become invalid or ineffective or permit the priority of the Security Interests created or evidenced thereby or pursuant thereto to be varied, modified, terminated, postponed, waived or agree to any modification of, or grant any consent, approval, authorisation or waiver pursuant to, or in connection with, any of the Transaction Documents to which it is a party or permit any party to any of the Transaction Documents to which it is a party to be released from its obligations or exercise any right to terminate any of the Transaction Documents to which it is a party;

- (h) have an interest in any bank account other than the Issuer Accounts, unless such account or interest therein is charged to the Security Trustee on terms acceptable to the Security Trustee;
- (i) do any act or thing the effect of which would be to make the Issuer resident for tax purposes in any jurisdiction other than the United Kingdom;
- (j) prejudice its eligibility for its corporation tax liability to be calculated on its "retained profit" under the Taxation of Securitisation Companies Regulations 2006 (SI 2006/3296) (as amended);
- (k) apply to become part of any group for the purposes of Sections 43 to 43D of the VATA and the VAT (Groups: eligibility) Order (S.I. 2004/1931) with any other company or group of companies, or such act, regulation, order, statutory instrument or directive which may from time to time re-enact, replace, amend, vary, codify, consolidate or repeal any of the same;
- (l) engage in any activities in the United States (directly or through agents), or derive any income from United States sources as determined under United States income tax principles, or hold any property if doing so would cause it to be engaged in a trade or business within the United States as determined under United States income tax principles;
- (m) permit any person, other than itself and the Security Trustee, to have any equitable or beneficial interest in any of its assets or undertakings or any interest, estate, right, title or benefit therein; or
- (n) purchase or otherwise acquire any Notes (other than pursuant to the Conditions).

### **24.3 Positive Covenants**

The Issuer covenants and undertakes with the Security Trustee for the benefit of the Secured Creditors as follows:

- (a) at all times to carry on and conduct its affairs in a proper and efficient manner and in accordance with its constitutive documents and all laws and regulation applicable to it and comply and perform all its obligations under each Transaction Document;
- (b) to give to the Security Trustee within a reasonable time after request such certificates, opinions, information and evidence as it shall require and in such form as it shall reasonably require, including without prejudice to the generality of the foregoing the procurement by the Issuer of all such certificates called for by the Security Trustee pursuant to this Deed or any other Transaction Document for the purpose of the discharge or exercise of the duties, trusts, powers, authorities and discretions vested in it under these presents or any other Transaction Document to which the Security Trustee is a party or by operation of law and the Security Trustee may rely on the contents of such certificates, opinions, information and evidence as conclusive evidence of the matters stated therein or the matters to which they relate and shall incur no liability to any person for so doing;
- (c) to cause to be prepared and certified by its Auditors in respect of each Financial Year accounts in such form as will comply with relevant legal and accounting requirements for the time being;
- (d) at all times to keep or procure the keeping of proper books of account and records and allow the Security Trustee and any person or persons appointed by the Security Trustee to whom the Issuer shall have no reasonable objection free access to such books of account and records at all times during normal business hours upon reasonable notice in writing provided that such

inspection shall only be for the purposes of carrying out its duties under this Deed and any information so obtained shall only be used and passed on to any other person for the purpose of the Security Trustee carrying out its duties under this Deed;

- (e) to send to the Security Trustee a copy of every balance sheet, profit and loss account, source and application of funds statement (if any), report, or other notice, statement, circular or document issued or given to any holder of securities issued by the Issuer (including Noteholders and shareholders in their capacity as such) or creditors of the Issuer as soon as reasonably practicable after issue of the same;
- (f) to give notice in writing to the Security Trustee of the occurrence of any Event of Default and/or service of an Enforcement Notice (such notice to be effective by the delivery of a copy of the Enforcement Notice to the Security Trustee) immediately upon becoming aware thereof and without waiting for the Security Trustee to take any further action;
- (g) give to the Security Trustee (i) within seven days after demand by the Security Trustee therefor and (ii) (without the necessity for any such demand) promptly after the publication of its audited accounts in respect of each Financial Year commencing with the financial period ending 31 December 2026 and in any event not later than 180 days after the end of each such Financial Year a certificate signed by two directors of the Issuer to the effect that, as at a date not more than seven days before delivering such certificate (the **Certification Date**), to the best of the knowledge, information and belief of the Issuer, there did not exist and had not existed since the Certification Date of the previous certificate (or in the case of the first such certificate the date hereof) any Event of Default (or if such exists or existed specifying the same) and that during the period from and including the Certification Date of the last such certificate (or in the case of the first such certificate the date hereof) to and including the certification date of such certificate the Issuer has complied, to the best of their knowledge, information and belief, with all its obligations contained in this Deed and each of the other Transaction Documents to which it is a party or (if such is not the case) specifying the respects in which it has not complied and the Security Trustee shall be entitled to rely on the contents of such certificate as conclusive evidence of the matters stated therein;
- (h) at all times to execute all such further documents and do all such further acts and things as may in the reasonable opinion of the Security Trustee be necessary at any time or times to give effect to the terms and conditions of this Deed and the other Transaction Documents;
- (i) at all times to comply with the obligations and provisions binding upon it under and pursuant to this Deed and the other Transaction Documents;
- (j) duly and promptly to pay and discharge all Taxes imposed upon it or its assets unless such Taxes are, in the opinion of the Security Trustee, being contested in good faith by the Issuer;
- (k) conducts its business and affairs such that, at all times, its "centre of main interests" for the purposes of the EU Insolvency Regulation, the UK Insolvency Regulation and the UNCITRAL Implementing Regulations shall be in England and Wales and it will not have any "establishment" (as defined in the UK Insolvency Regulation) in any Member State;
- (l) that it will not hold save to the extent permitted by or provided in the Transaction Documents, any capital assets;
- (m) that it will at no time be a director of any company;
- (n) it will keep any relevant notification pursuant to the Data Protection Laws current and up to date;

- (o) that:
  - (i) in respect of each accounting period of the Issuer, the amounts retained by the Issuer will be its profit as provided for in the Cash Management Agreement (the **Issuer's Profit**) and amounts retained in the Issuer Accounts and recorded on (A) the General Reserve Fund Ledger and (B) the Swap Collateral Ledgers, being amounts reasonably required to provide for losses or expenses arising from its business or to maintain or enhance its creditworthiness and no other amounts are or will be reserved or retained by it;
  - (ii) in respect of all amounts received by the Issuer pursuant to any Transaction Document, the Issuer has a corresponding obligation to pay out an equal amount by way of cost or expense owing to a third party less an amount equal to the Issuer's Profit and amounts reasonably required to provide for losses or expenses arising from its business or to maintain or enhance its creditworthiness, within 18 months; and
  - (iii) any amounts retained during a Determination Period will be amounts reasonably required to provide for losses or expenses arising from the business of the Issuer or to maintain or enhance the creditworthiness of the Issuer.
- (p) that it will conduct its business and affairs such that, at all relevant times, it owns no ownership interest in any entity and has no permanent establishment outside the United Kingdom, where:
  - (i) "entity" has the meaning provided in section 231 of F2A 2023;
  - (ii) "ownership interest" has the meaning provided in section 242 F2A 2023; and
  - (iii) "permanent establishment" has the meaning provided in section 232 of F2A 2023.

#### **24.4 Form MR01**

The Issuer shall make a filing or shall procure that a filing is made with the Registrar of Companies of a duly completed Form MR01 in respect of itself together with a certified redacted copy of the executed original of this Deed and the Scottish Supplemental Charge and each Scottish Sub-Security within the applicable time limit.

### **25. PROVISIONS SUPPLEMENTAL TO THE TRUSTEE ACT 1925 AND THE TRUSTEE ACT 2000**

#### **25.1 Powers of Security Trustee**

Section 1 of the Trustee Act 2000 shall not apply to the duties of the Security Trustee in relation to the trusts constituted by this Deed. Where there are any inconsistencies between the Trustee Act 1925, the Trustee Act 2000 and the provisions of this Deed, the provisions of this Deed shall, to the extent allowed by law, prevail and, in the case of any such inconsistency with the Trustee Act 2000 the provisions of this Deed shall constitute a restriction or exclusion for the purposes of that Act.

By way of supplement to the Trustee Act 1925 and the Trustee Act 2000 it is expressly declared as follows:

- (a) the Security Trustee may in relation to this Deed or any of the other Transaction Documents rely or act on the opinion or advice of, or a certificate or any information obtained from, any lawyer, banker, valuer, surveyor, securities company, broker, auctioneer, accountant or other expert in the United Kingdom or elsewhere, whether obtained by the Security Trustee, any

Receiver or any other party and shall not be responsible for any loss occasioned by so acting or relying (notwithstanding that such opinion, advice, certificate or information may contain a cap or other limitation (monetary or otherwise) on the liability of any person or limits the scope and/or basis of such advice, report, opinion or information);

- (b) any such opinion, advice, certificate or information may be sent or obtained by letter, telegram, facsimile reproduction, electronic mail or in any other form and the Security Trustee shall not be liable for acting in good faith on any opinion, advice, certificate or information purporting to be so conveyed although the same shall contain some error or shall not be authentic;
- (c) the Security Trustee (i) shall (save as expressly otherwise provided in this Deed or any of the other Transaction Documents) as regards all rights, powers, authorities and discretions vested in it by this Deed or any of the other Transaction Documents, or by operation of law, have absolute and uncontrolled discretion as to the exercise or non-exercise thereof and (ii) may at its discretion and without notice, take such proceedings, actions and/or other steps as it may think fit against the Issuer or any other person or party to any of the Transaction Documents to enforce the provisions of the Notes and any of its rights under this Deed or any other Transaction Document in such manner as it thinks fit;
- (d) the Security Trustee shall be at liberty to place this Deed and all deeds and other documents relating to this Deed with any bank or banking company, or lawyer or firm of lawyers believed by it to be of good repute, in any part of the United Kingdom, and the Security Trustee shall not be responsible for or be required to insure against any loss incurred in connection with any such deposit and the Issuer shall pay all sums required to be paid on account of or in respect of any such deposit;
- (e) the Security Trustee may, in the conduct of its trust business, instead of acting personally, employ and pay an agent to transact or conduct, or concur in transacting or conducting, any business and to do or concur in doing all acts required to be done by the Security Trustee (including the receipt and payment of money). Subject to Clause 26.2 (Delegation), the Security Trustee (except where such agent is an affiliate or associated company of, the Security Trustee) shall not be responsible for any misconduct, omission or default on the part of any person appointed by it in good faith hereunder or be bound to supervise the proceedings or acts of any such persons;
- (f) where it is necessary or desirable for any purpose in connection with this Deed to convert any sum from one currency to another it shall (unless otherwise provided by this Deed or required by law) be converted at such rate or rates in accordance with such method and as at such date for the determination of such rate of exchange, as may be specified by the Security Trustee in its absolute discretion but having regard to current rates of exchange if available and the Security Trustee shall not be liable for any loss occasioned by the said conversion under this paragraph (f);
- (g) subject to Clause 26.5 (Consent of Security Trustee), any consent or approval given by the Security Trustee for the purposes of this Deed or any of the other Transaction Documents may be given on such terms and subject to such conditions (if any) as the Security Trustee thinks fit and, notwithstanding anything to the contrary contained in this Deed or any of the other Transaction Documents, may be given retrospectively;
- (h) the Security Trustee shall be entitled to rely upon a certificate, believed by it to be genuine, signed by two directors or authorised signatories of the Issuer, the Cash Manager, the Servicer or the Seller or any other person in respect of every matter and circumstance for which a certificate is expressly provided for under this Deed or the other Transaction Documents and to call for and rely upon a certificate of the Issuer, the Cash Manager, the Servicer or the Seller

or any other person reasonably believed by it to be genuine as to any other fact or matter *prima facie* within the knowledge of the Issuer or such person as sufficient evidence thereof and the Security Trustee shall not be bound in any such case to call for further evidence or be responsible for any loss, Liability, costs, damages, expenses or inconvenience that may be caused by it failing to do so;

- (i) the Security Trustee shall not be responsible for acting upon any resolution in writing, any resolution passed by way of electronic consents, any resolution purporting to have been passed at any meeting of the Noteholders in respect whereof minutes have been made and purporting to have been signed by the chairman thereof or any other direction or request of Noteholders, even though it may subsequently be found that there was some defect in the constitution of the meeting or the passing of the resolution or that for any reason the resolution, direction or request was not valid or binding upon the Noteholders;
- (j) the Security Trustee may call for any certificate or other document to be issued by Euroclear or Clearstream, Luxembourg as to the Principal Amount Outstanding of Notes standing to the account of any person. Any such certificate or other document shall, in the absence of manifest error, be conclusive and binding for all purposes. Any such certificate or other document may comprise any form of statement or print out of electronic records provided by the relevant clearing system (including Euroclear's EUCLID or Clearstream, Luxembourg's Xact Web Portal system or any successor system) in accordance with its usual procedures and in which the holder of a particular Principal Amount Outstanding of Notes is clearly identified together with the amount of such holding. The Security Trustee shall not be liable to any person by reason of having accepted as valid or not having rejected any certificate or other document to such effect purporting to be issued by Euroclear or Clearstream, Luxembourg and subsequently found to be forged or not authentic;
- (k) subject to Clause 22.4 (Mandatory Enforcement) and Clause 8 (Conflict), the Security Trustee shall, in connection with the exercise by it of any of its trusts, duties, rights, powers, authorities and discretions under this Deed and any of the other Transaction Documents:
  - (i) where it is required to have regard to Noteholders of any Class, it shall:
    - (A) have regard to the interests of the Noteholders as a Class and shall not have regard to any interest arising from circumstances particular to individual Noteholders (whatever their number) and, in particular but without prejudice to the generality of the foregoing, shall not have regard to, or be in any way liable for, the consequences of any exercise or performance thereof for individual Noteholders (whatever their number) resulting from their being for any purpose domiciled or resident in, or otherwise connected with, or subject to the jurisdiction of, any particular territory or any political sub-division thereof and the Security Trustee shall not be entitled to require, nor shall any Noteholder be entitled to claim, from the Issuer, the Security Trustee or any other person any indemnification or payment in respect of any tax consequence of any such exercise upon individual Noteholders; and
    - (B) subject to the Trust Deed, have regard to the interests of holders of each Class of Notes (except where expressly provided otherwise) but where there is a conflict of interests between one or more Classes of Notes it shall have regard (except as expressly provided otherwise) to the interests of the holders of the Class or Classes of Notes ranking in priority to the other relevant Classes of Notes in the Post-Enforcement Priority of Payments; and

- (ii) notwithstanding that none of the Security Trustee and the Noteholders may have any right of recourse against the Rating Agencies in respect of any confirmation given by it and relied upon by the Security Trustee pursuant to this paragraph (ii), the Security Trustee may, among other things, for the purposes of exercising any of its trusts, duties, rights, powers, authorities and discretions under this Deed and any of the other Transaction Documents and determining if such exercise will not be materially prejudicial to the interests of the Noteholders (or any Class thereof), have regard to any Rating Agency Confirmation. It is agreed and acknowledged by the Security Trustee that, notwithstanding the foregoing, a credit rating is an assessment of credit and does not address other matters that may be of relevance to the Noteholders. In being entitled to take into account any Rating Agency Confirmation, it is agreed and acknowledged by the Security Trustee that such reliance does not impose or extend any actual or contingent liability of the Rating Agencies to the Security Trustee, the Noteholders or any other person or create any legal relations between the Rating Agencies and the Security Trustee, the Noteholders or any other person whether by way of contract or otherwise;
- (l) the Security Trustee shall have no responsibility for the maintenance of any rating of the Notes by the Rating Agencies or any other person;
- (m) the Security Trustee shall not be liable for any error of judgment made in good faith by any officer or employee of the Security Trustee assigned by the Security Trustee to administer its corporate trust matters;
- (n) no provision of this Deed or any other Transaction Document shall require the Security Trustee to expend or risk its own funds or otherwise incur any financial liability in the performance of any of its duties or in the exercise of any of its rights or powers or otherwise in connection with this Deed or any other Transaction Document (including forming any opinion or employing any legal, financial or other adviser), if it shall believe that repayment of such funds or adequate indemnity and/or security and/or pre-funding against such risk or liability is not assured to it;
- (o) notwithstanding anything else contained in these presents or the other Transaction Documents, the Security Trustee may refrain from doing anything which would or might in its opinion be contrary to any law of any jurisdiction (including but not limited to the United States of America, the European Union, the United Kingdom or any jurisdiction forming part of any of them) or any directive or regulation of any agency of any state or which would or might otherwise render it liable to any person and may do anything which is, in its opinion, necessary to comply with any such law, directive or regulation;
- (p) the Security Trustee shall not (unless and to the extent ordered to do so by a court of competent jurisdiction) be required to disclose to any Secured Creditor any information made available to the Security Trustee by the Issuer in connection with the trusts of this Deed or the other Transaction Documents and no Secured Creditor shall be entitled to take any action to obtain from the Security Trustee any such information;
- (q) the Security Trustee may appoint and pay any person to act as a custodian or nominee on any terms in relation to such assets of the trust as the Security Trustee may determine, including for the purpose of depositing with a custodian this Deed or any documents relating to the trusts created hereunder. The Security Trustee shall not be responsible for any misconduct, omission or default on the part of any person appointed by it in good faith hereunder or be bound to supervise the proceedings or acts of any such persons;

- (r) unless notified to the contrary, the Security Trustee shall be entitled to assume without enquiry that no Notes are held by, for the benefit of, or on behalf of, the Issuer, the Seller or any Affiliate of any of them;
- (s) the Security Trustee shall not be liable to any person by reason of having accepted as valid or not having rejected any Note purporting to be such and subsequently found to be forged or not authentic;
- (t) the Security Trustee shall not be responsible for any loss, liability, costs, damages, expenses or inconvenience occasioned to the Security however caused, whether by an act or omission of the Issuer or any other party to the Transaction Documents or any other person (including any bank, broker, depositary, or other intermediary or any clearing system or operator thereof) acting in accordance with or contrary to the provisions of any Transaction Documents or otherwise and irrespective of whether the Security is held by or to the order of any such persons;
- (u) the Security Trustee shall not be under any obligation to insure any of the Security or any deeds or documents of title or other evidence in respect of the Security or to require any other person to maintain any such insurance or monitor the adequacy of any such insurance and shall not be responsible for any loss, liability, costs, damages, expenses or inconvenience which may be suffered by any person as a result of the lack of or inadequacy of any such insurance;
- (v) the Security Trustee will not be liable for any decline in value nor any loss realised upon any sale or other disposition pursuant to this Deed of any of the Charged Assets. In particular, and without limitation, the Security Trustee shall not be liable for any such decline, loss or Liability directly or indirectly arising from its acting or failing to act as a consequence of an opinion reached by it in good faith based on advice received by it in accordance with this Deed and the Conditions;
- (w) the Security Trustee shall have no responsibility whatsoever to the Issuer or Secured Creditors as regards any deficiency which might arise because the Security Trustee is subject to any Tax in respect of all or any of the Charged Assets, the income therefrom or the proceeds thereof;
- (x) it is a term of the trust created in these presents, that, except where expressly provided otherwise in the Transaction Documents, any information provided to the Security Trustee under the terms of the Transaction Documents is for information purposes only and the Security Trustee will not and is not expected to routinely review or monitor such information;
- (y) the Security Trustee shall not be responsible for:
  - (i) identifying the occurrence of an Insolvency Event in relation to the Seller or a Servicer Termination Event and shall assume that no such event has occurred unless notified thereof by the Seller in accordance with the provisions of clause 6 (Perfection of the Sale) of the Mortgage Sale Agreement regarding an Insolvency Event in relation to the Seller, or by the Servicer pursuant to clause 21 (Termination) of the Servicing Agreement, regarding a Servicer Termination Event;
  - (ii) serving a Servicer Termination Notice, unless notified by the Servicer or the Issuer of the circumstances entitling it to serve such notice; or
  - (iii) analysing the circumstances which have informed the Servicer or the Issuer when notifying the Security Trustee of a Servicer Termination Event;

- (z) in connection with the Security Trustee's entitlement to take action to terminate the appointment of the Servicer, the Security Trustee:
  - (i) will not be responsible for carrying out the role of Servicer itself during the time the Issuer is attempting to identify such replacement Servicer or thereafter if the Issuer is unable to find such replacement; and
  - (ii) will not be required to take any action to find a replacement Servicer;
- (aa) the Security Trustee shall be entitled to assume that (i) no event has occurred which is a breach of the Servicer's obligations under the Servicing Agreement and (ii) no event has occurred which would, under the terms of the Servicing Agreement or other Transaction Documents, lead to the replacement of the Servicer, unless it is told otherwise as specified in the Transaction Documents;
- (bb) notwithstanding anything in these presents or any other Transaction Document to the contrary, the Security Trustee shall not do, or be authorised or required to do, anything which might constitute a regulated activity for the purpose of FSMA, unless it is authorised under FSMA to do so;
- (cc) the Security Trustee shall have the discretion at any time:
  - (i) to delegate any of the functions which fall to be performed by an authorised person under FSMA to any other agent or person which also has the necessary authorisations and licences; and
  - (ii) to apply for authorisation under FSMA and perform any or all such functions itself if, in its absolute discretion, it considers necessary, desirable or appropriate to do so;
- (dd) nothing in these presents shall require the Security Trustee to assume an obligation of the Issuer arising under any provisions of the listing, prospectus, disclosure or transparency rules (or equivalent rules of any other competent authority besides the Relevant Regulator);
- (ee) any liability of the Security Trustee arising under the Transaction Documents shall be limited to the amount of actual loss suffered (such loss shall be determined as at the date of default of the Security Trustee or, if later, the date on which the loss arises as a result of such default) but without reference to any special conditions or circumstances known to the Security Trustee at the time of entering into the Transaction Documents, or at the time of accepting any relevant instructions, which increase the amount of the loss. In no event shall the Security Trustee be liable for any loss of profits, goodwill, reputation, business opportunity or anticipated saving, or for special, punitive or consequential damages, whether or not the Security Trustee has been advised of the possibility of such loss or damages and regardless of whether the claim for damages is made in negligence, for breach of contract or otherwise. This paragraph (ee) shall not apply in the event that a court with jurisdiction determines that the Security Trustee has acted fraudulently or to the extent the limitation of such liability would be precluded by virtue of Sections 750 and 751 of the Companies Act 2006;
- (ff) the Security Trustee shall be entitled to take into account, for the purpose of exercising or performing any right, power, trust, authority, duty or discretion under or in relation to these presents or any other Transaction Document (including, without limitation, any consent, approval, modification, waiver, authorisation or determination referred to in Clause 26.7 (Modification to the Transaction Documents) and Clause 26.9 (Authorisation or Waiver of Breach)), among other things, to the extent that it considers, in its sole and absolute discretion, it is necessary and/or appropriate and/or relevant, any confirmation provided by the Rating

Agencies (whether or not such confirmation is addressed to, or provides that it may be relied upon by, the Security Trustee and irrespective of the method by which such confirmation is conveyed) that the then current rating by it of the Notes would not be downgraded, withdrawn or qualified by such exercise or performance;

- (gg) where a provision of these presents or the Transaction Documents expressly provides for a confirmation by Rating Agencies to be delivered to the Security Trustee but the Rating Agencies are not willing to issue such a confirmation due to their then prevailing policy regarding the issue of rating confirmations, the Security Trustee shall be entitled to rely on a certificate in writing from (or on behalf of) the Issuer that, in its opinion (and where the Rating Agencies were prepared to consult with the Issuer (or a party on behalf of the Issuer) that this opinion is based on consultation with the Rating Agencies), such exercise or performance would not cause a downgrade to the then current credit ratings of the Notes by the Rating Agencies, and the Security Trustee shall have no responsibility or liability whatsoever for relying on such certificate, notwithstanding that the Rating Agencies may subsequently downgrade, qualify or withdraw the then current rating of the Notes; and
- (hh) in relation to the undertaking given by the Seller to the Issuer in clause 9 (Undertaking of the Seller) of the Mortgage Sale Agreement, the Security Trustee will not be under any obligation to monitor the compliance by the Seller with such covenant and will not be under any obligation to take any action in relation to non-compliance with such covenant (unless otherwise directed by the Secured Creditors in accordance with the Transaction Documents).

## **25.2 Representations and Warranties**

The Security Trustee shall not be responsible for any recitals or statements or warranties or representations of any party (other than the Security Trustee) contained herein or in any other Transaction Document or any other document entered into in connection therewith and may assume the accuracy and correctness thereof and shall not be responsible for the execution, legality, effectiveness, adequacy, genuineness, validity or enforceability or admissibility in evidence of any such agreement or other document or any trust or security thereby constituted or evidenced. The Security Trustee may accept without enquiry, requisition or objection such title as the Issuer may have to the Charged Assets or any part thereof from time to time and shall not be required to investigate or make any enquiry into the title of the Issuer to the Charged Assets or any part thereof from time to time whether or not any default or failure is or was known to the Security Trustee or might be, or might have been, discovered upon examination, inquiry or investigation and whether or not capable of remedy. Notwithstanding the generality of the foregoing, each Secured Creditor shall be solely responsible for making its own independent appraisal of and investigation into the financial condition, creditworthiness, condition, affairs, status and nature of the Issuer, and the Security Trustee shall not at any time have any responsibility for the same and each Secured Creditor shall not rely on the Security Trustee in respect thereof.

## **25.3 Perfection**

The Security Trustee shall not be bound to give notice to any person of the execution of this Deed nor shall it be liable for any failure, omission or defect in perfecting the Security intended to be constituted hereby including, without prejudice to the generality of the foregoing:

- (a) failure to obtain any licence, consent or other authority for the execution of the same (other than by the Security Trustee);
- (b) failure to register the same in accordance with the provisions of any of the documents of title of the Issuer to any of the Charged Assets; and

- (c) failure to effect or procure registration of or otherwise protect any of the Transaction Documents by registering the same under any registration laws in any territory, or by registering any notice, caution or other entry prescribed by or pursuant to the provisions of the said laws.

#### **25.4 Enforceability**

The Security Trustee shall not be responsible for the genuineness, validity or effectiveness of any of the Transaction Documents or any other documents entered into in connection therewith or any other document or any obligations or rights created or purported to be created thereby or pursuant thereto or any Security or the priority thereof constituted or purported to be constituted by or pursuant to this Deed or any of the Transaction Documents, nor shall it be responsible or liable to any person because of any invalidity of any provision of such documents or the unenforceability thereof, whether arising from statute, law or decision of any court and (without prejudice to the generality of the foregoing) the Security Trustee shall not have any responsibility for or have any duty to make any investigation in respect of or in any way be liable whatsoever for:

- (a) the nature, status, creditworthiness or solvency of the Issuer;
- (b) the title, ownership, value, sufficiency, enforceability, unsuitability, inadequacy, unfitness or existence of any Charged Assets or any security (howsoever described) relating thereto as security for the Secured Obligations;
- (c) the execution, legality, validity, adequacy, admissibility in evidence or enforceability of this Deed or any other Transaction Document comprised within the Charged Assets or any other document entered into in connection therewith;
- (d) the registration, recording, filing, protection or perfection of any security relating to this Deed or the other Transaction Documents relating to the Charged Assets or the priority of the security thereby created whether in respect of any initial advance or any subsequent advance or any other sums or liabilities;
- (e) the scope or accuracy of any representations, warranties or statements made by or on behalf of the Issuer or any other person or entity who has at any time provided any Transaction Document comprised within the Charged Assets or in any document entered into in connection therewith;
- (f) the performance or observance by the Issuer or any other person with any provisions of this Deed or any other Transaction Document comprised within the Charged Assets or in any document entered into in connection therewith or the fulfilment or satisfaction of any conditions contained therein or relating thereto or as to the existence or occurrence at any time of any default, event of default or similar event contained therein or any waiver or consent which has at any time been granted in relation to any of the foregoing;
- (g) the existence, accuracy or sufficiency of any legal or other opinions, searches, reports, certificates, valuations or investigations delivered or obtained or required to be delivered or obtained at any time in connection with the Charged Assets;
- (h) the title of the Issuer to any of the Charged Assets;
- (i) the failure to effect or procure registration of or to give notice to any person in relation to or otherwise protect the security created or purported to be created by or pursuant to this Deed or other documents entered into in connection therewith;

- (j) the failure to call for delivery of documents of title to or require any transfers, assignments, assignments, legal mortgages, standard securities, charges or other further assurances in relation to any of the assets the subject matter of any of this Deed or any other document; or
- (k) any other matter or thing relating to or in any way connected with this Deed or the Charged Assets or any document entered into in connection therewith whether or not similar to the foregoing.

#### **25.5 No Supervision**

Subject to the provisions allowing the Security Trustee to appoint agents and delegates, the Security Trustee shall be under no obligation to monitor or supervise the respective functions of the Issuer Account Bank under the Bank Account Agreement, the Cash Manager under the Cash Management Agreement or the Servicer under the Servicing Agreement or of any other person under or pursuant to any of the other Transaction Documents. In the absence of actual knowledge of a breach of obligation, the Security Trustee shall be entitled to assume that each such person is properly performing and complying with its obligations.

#### **25.6 No Liability**

Subject to the provisions of clause 25.10 (No Indemnity), the Security Trustee shall not be liable or responsible for any Liability or inconvenience which may result from anything done or omitted to be done by it under this Deed or any of the other Transaction Documents.

#### **25.7 Conclusive and Binding Determinations**

The Security Trustee as between itself and the Secured Creditors shall have full power to determine all questions and doubts arising in relation to any of the provisions of this Deed and the other Transaction Documents and every such determination, whether made upon a question actually raised or implied in the acts or proceedings of the Security Trustee, shall be conclusive and shall bind the Security Trustee and the Secured Creditors.

#### **25.8 Use of Proceeds**

The Security Trustee shall not be responsible for the receipt or application by the Issuer of the proceeds of the issue of the Notes.

#### **25.9 Material Prejudice**

- (a) The Security Trustee may determine whether or not any event, matter or thing is, in its opinion, materially prejudicial to the interests of the Secured Creditors and if the Security Trustee shall certify that any such event, matter or thing is, in its opinion, materially prejudicial, such certificate shall be conclusive and binding upon the Secured Creditors and the Security Trustee shall not be responsible for any Liability incurred by the Issuer or any Secured Creditor as a result of such determination.
- (b) In determining whether a proposed action will or will not be materially prejudicial to the interests of the Secured Creditors, the Security Trustee shall be entitled (but not obliged) to assume, for the purposes of exercising any power, trust, authority, duty or discretion under or in relation to this Deed or any other Transaction Document that such exercise will not be materially prejudicial to the interests of the Secured Creditors if:
  - (i) (while any of the Notes remain outstanding) the Rating Agencies have confirmed in writing, the Issuer having requested in writing such confirmation from each of the Rating Agencies,

that the then current rating of the Notes would not be reduced, qualified, adversely affected or withdrawn; or

- (ii) no such confirmation from the Rating Agencies is forthcoming within 30 days of such a request and two directors of the Issuer have certified the same in writing to the Note Trustee and the Security Trustee (an **Issuer Certificate**), upon which Issuer Certificate the Note Trustee and the Security Trustee shall be entitled to rely absolutely without liability to any person for so doing, the Note Trustee and the Security Trustee shall be entitled (but not obliged) to assume that such proposed action:
  - (A) (while any of the Notes remain outstanding) has been notified to the Rating Agencies;
  - (B) would not adversely impact on the Issuer's ability to make payment when due in respect of the Notes;
  - (C) would not affect the legality, validity and enforceability of any of the Transaction Documents or any Security; and
  - (D) (while any of the Notes remain outstanding) would not cause the then current ratings of the Notes to be reduced, qualified, adversely affected or withdrawn.

It is agreed and acknowledged by the Note Trustee and the Security Trustee that this does not impose or extend any actual or contingent liability for each of the Rating Agencies to the Security Trustee, the Note Trustee, the Noteholders or any other person or create any legal relations between each of the Rating Agencies and the Security Trustee, the Note Trustee, the Noteholders or any other person whether by way of contract or otherwise.

#### **25.10 No Indemnity**

None of the provisions of this Deed shall, in any case in which the Security Trustee has failed to show the degree of care and diligence required of it as security trustee of this Deed, having regard to the provisions of this Deed and any of the other Transaction Documents conferring on the Security Trustee any powers, authorities or discretions, relieve or indemnify the Security Trustee against any liability for breach of trust or any liability which by virtue of any rule of law would otherwise attach to it in respect of any fraud, gross negligence or wilful default of which it may be guilty in relation to its duties under this Deed.

### **26. SUPPLEMENTAL PROVISIONS REGARDING THE SECURITY TRUSTEE**

#### **26.1 Assumption of No Default**

Except as herein otherwise expressly provided, the Security Trustee shall be and is hereby authorised to assume without enquiry, and it is hereby declared to be the intention of the Security Trustee that it shall assume without enquiry, that the Issuer and each of the other parties thereto is duly performing and observing all the covenants, undertakings and provisions contained in this Deed and the other Transaction Documents to be performed and observed on their parts and that no event has occurred which constitutes an Event of Default or which would cause a right or remedy to become exercisable, whether by the Issuer or the Security Trustee, under or in respect of any of the Transaction Documents.

#### **26.2 Delegation**

The Security Trustee may, in the execution of all or any of the trusts, powers, authorities and discretions vested in it by this Deed or any of the other Transaction Documents, act by responsible officers or a responsible officer for the time being of the Security Trustee. The Security Trustee may

also, whenever it thinks expedient in the interests of the Secured Creditors, whether by power of attorney or otherwise, delegate to any person or persons all or any of the trusts, rights, powers, duties, authorities and discretions vested in it by this Deed or any of the other Transaction Documents. Any such delegation may be made upon such terms and conditions and subject to such regulations (including power to sub-delegate) as the Security Trustee may think fit in the interests of the Secured Creditors or any of them and, **provided that** the Security Trustee shall have exercised reasonable care in the selection of such delegate and, where a power to sub-delegate has been given, to request that the delegate exercise reasonable care in the selection of any sub-delegate, the Security Trustee shall not be bound to supervise the proceedings of, or be responsible for any loss incurred by any misconduct, omission or default on the part of, such delegate or sub-delegate

### **26.3 Commercial Transactions**

The Security Trustee shall not, and no director, officer or employee of any corporation being a trustee hereof shall, by reason of the fiduciary position of the Security Trustee, be in any way precluded from making any contracts or entering into any transactions in the ordinary course of business with the Issuer or Holdings or any other Subsidiary of Holdings or any other party to the Transaction Documents or from accepting the trusteeship of any stock, shares, debenture stock, debentures or securities of any such person. Without prejudice to the generality of the foregoing, it is expressly declared that such contracts and transactions include any contract or transaction in relation to the placing, underwriting, purchasing, subscribing for or dealing with or lending money upon or making payments in respect of any stock, shares, debenture stock, debentures or other securities of the Issuer or Holdings or any other Subsidiary of Holdings or any other party to the Transaction Documents or any contract of banking or insurance with the Issuer or Holdings or any other Subsidiary of Holdings or any other party to the Transaction Documents. Neither the Security Trustee nor any such director or officer of the Security Trustee shall be accountable to any of the Secured Creditors or the Issuer or Holdings for any profit, fees, commissions, interest, discounts or share of brokerage earned, arising or resulting from any such contracts or transactions. The Security Trustee and any such director, officer or employee shall be at liberty to retain the same for its or his own benefit.

### **26.4 Additional Powers**

The powers conferred by this Deed upon the Security Trustee shall be in addition to any powers which may from time to time be vested in it by general law.

### **26.5 Consent of Security Trustee**

If a request is made to the Security Trustee by the Issuer or any other person to give its consent or approval to any event, matter or thing, then:

- (a) if the Transaction Document specifies that the Security Trustee is required to give its consent or approval to that event, matter or thing if certain specified conditions are satisfied in relation to that event, matter or thing, then the Security Trustee shall give its consent or approval to that event, matter or thing upon being satisfied that those specified conditions have been satisfied; and
- (b) in any other case, the Security Trustee may give its consent or approval to that event, matter or thing only if so directed by (i) the Note Trustee, so long as there are any Notes outstanding or (ii) all of the other Secured Creditors, if there are no Notes outstanding.

### **26.6 Interests of Secured Creditors**

Where the Security Trustee is required to have regard to the interests of any Secured Creditor (other than the Noteholders), the Security Trustee may consult with such Secured Creditor and may rely on

the written confirmation of such Secured Creditor as to whether any act, matter or thing is or is not in the interests of, or materially prejudicial to the interests of, such Secured Creditor.

## 26.7 Modification to the Transaction Documents

- (a) The Note Trustee or, as the case may be, the Security Trustee may (or in the case of paragraph (iii) below, shall) at any time and from time to time, with the written consent of the Secured Creditors which are a party to the relevant Transaction Document (such consent to be conclusively demonstrated by such Secured Creditor entering into any deed or document purporting to modify such Transaction Document) but without the consent or sanction of the Noteholders or any other Secured Creditors agree with the Issuer and any other parties in making or sanctioning any modification:
- (i) other than in respect of a Basic Terms Modification, to the Conditions, the Trust Deed or any other Transaction Document, which in the opinion of the Note Trustee (acting in accordance with the Trust Deed) or, as the case may be, the Security Trustee (acting on the directions of the Note Trustee) will not be materially prejudicial to the interests of the Noteholders or the interests of the Note Trustee or the Security Trustee (subject to clause 8.2(b) above) (Conflict between Noteholders) and, for the avoidance of doubt any modification of the Collection Accounts Declaration of Trust which does not affect the manner in which the Issuer's Loans Beneficiary Trust Share (as defined in the Collection Accounts Declaration of Trust) is calculated will not be materially prejudicial to the interests of the Noteholders or the interests of the Note Trustee or the Security Trustee;
  - (ii) to the Conditions, the Trust Deed or any other Transaction Document if in the opinion of the Note Trustee (acting in accordance with the Trust Deed), or, as the case may be, the Security Trustee (acting on the direction of the Note Trustee), such modification is of a formal, minor or technical nature or to correct a manifest error;
  - (iii) to the Transaction Documents and/or the Conditions that are requested in writing by the Issuer (acting in its own discretion or at the direction of any Transaction Party) in order to enable the Issuer to comply with any applicable requirements under European Regulation 648/2012 of 4 July 2012, known as the European Market Infrastructure Regulation (**EU EMIR**) or **UK EMIR** with which EU EMIR forms part of domestic law in the United Kingdom by virtue of the European Union (Withdrawal) Act 2018, irrespective of whether such modifications are (A) materially prejudicial to the interests of the holders of any Class of Notes or any other Secured Creditor or (B) in respect of a Basic Terms Modification (any such modification, an **EMIR Amendment**) and subject to receipt by the Note Trustee and the Security Trustee of a certificate of (I) the Issuer signed by two directors or (II) the Servicer on behalf of the Issuer certifying to the Note Trustee and the Security Trustee that the amendments requested by the Issuer are to be made solely for the purpose of enabling the Issuer to satisfy its requirements under EU EMIR or UK EMIR, as applicable. Neither the Note Trustee nor the Security Trustee shall be obliged to agree to any modification pursuant to this paragraph (iii) which (in the sole opinion of the Note Trustee and/or the Security Trustee) would have the effect of:
    - (A) exposing the Note Trustee (and/or the Security Trustee) to any liability against which it has not been indemnified and/or secured and/or pre-funded to its satisfaction; or
    - (B) increasing the obligations or duties, or decreasing the rights or protections of the Note Trustee (and/or the Security Trustee) in the Transaction Documents, the Conditions, or
  - (iv) to any amendment to the Servicing Agreement and/or the Cash Management Agreement and/or any other Transaction Document to which the Servicer or the Cash Manager are a party for the purposes of clause 8.3 (Information Covenants) of the Cash Management Agreement

and/or clause 14.4(f) (Reporting and information under the UK Securitisation Framework) of the Servicing Agreement,

provided that in respect of any modification, supplement, waiver or consent in respect of any of the Transaction Documents which would, in the reasonable opinion of the Swap Provider, materially adversely affect: (A) the Pre-Enforcement Priority of Payments, the Post-Enforcement Priority of Payments or the Swap Collateral Account Priority of Payments; (B) the amount, timing or priority of any payments or deliveries due to be made by or to the Swap Provider; (C) the Swap Provider's status as a Secured Creditor; (D) the rights of the Swap Provider in relation to the Security (howsoever described, and including as a result of changing the nature or the scope of, or releasing such Security granted by the Issuer in favour of the Security Trustee on behalf of the Secured Creditors); (E) any other terms which would modify a payment date under any Swap Agreement or cause the Notes to be redeemed in full or the Portfolio to be sold or otherwise disposed of in full (other than as permitted or contemplated by the Transaction Documents as at the date of this Agreement); or (F) the definitions of any terms used in any Transaction Documents relating to the above matters (I) the prior written consent of the Swap Provider (such consent not to be unreasonably withheld or delayed) or (II) written notification from the Issuer or the Servicer on behalf of the Issuer to the Note Trustee and the Security Trustee that the aforementioned Swap Provider consent is not needed as the modifications do not have any of the effects described in sub-paragraphs (A) to (F) above, is also required prior to such amendments being made.

- (b) Notwithstanding anything to the contrary in the Trust Deed or the other Transaction Documents, when implementing any EMIR Amendment pursuant to this Clause 26.7, the Security Trustee and/or the Note Trustee shall not consider the interests of the Noteholders, any other Secured Creditor or any other person, but shall act and rely solely and without further investigation on any certificate provided to it by the Issuer or the Servicer (as the case may be) pursuant to this Clause 26.7 and shall not be liable to any Noteholder or other Secured Creditor for so acting or relying.

## **26.8 Additional Right of Modification**

Notwithstanding the provisions of Clause 26.7 (Modification to the Transaction Documents), the Note Trustee or, as the case may be, the Security Trustee, shall be obliged, without any consent or sanction of the Noteholders or any other Secured Creditor, subject to written consent of the Secured Creditors which a party to the relevant Transaction Documents (such consent to be conclusively demonstrated by such Secured Creditor entering into any deed or document purporting to modify such Transaction Document), to concur with the Issuer in making any modification (other than in respect of a Basic Terms Modification) to the Conditions, the Trust Deed or any other Transaction Document to which it is a party or in relation to which it holds security or to enter into any new, supplemental or additional documents that the Issuer (in each case) considers necessary in accordance with the provisions of Condition 13.6 (Additional Right of Modification).

## **26.9 Authorisation or Waiver of Breach**

The Note Trustee and/or Security Trustee, as applicable, may, without the consent or sanction of the Noteholders or the other Secured Creditors, without prejudice to its right in respect of any further or other breach, from time to time and at any time authorise or waive, on such terms and conditions (if any) as shall seem expedient to it, any proposed or actual breach of any of the covenants or provisions contained in or arising pursuant to the Conditions or any of the Transaction Documents by any party thereto, but only if in the opinion of the Note Trustee, or as the case may be, the Security Trustee, the interests of the Most Senior Class or if there are no Notes then outstanding, all the Secured Creditors will not be materially prejudiced thereby. Any such authorisation or waiver shall be binding on the Secured Creditors and, unless the Security Trustee otherwise agrees, notice thereof shall be given by

the Issuer to the Secured Creditors and to the Rating Agencies in accordance with the Conditions and/or the terms of the Transaction Documents, as applicable, as soon as practicable thereafter.

#### **26.10 Notification of modifications, waivers, authorisations or determinations**

Any such modification, waiver, authorisation or determination by the Note Trustee and/or the Security Trustee, as applicable, in accordance with this Clause 26, the Conditions or the other Transaction Documents shall be binding on the Noteholders and, unless the Note Trustee or, as the case may be, the Security Trustee agrees otherwise, any such modification shall be notified by the Issuer to the Noteholders in accordance with the Conditions, the Rating Agencies (while any Notes remain outstanding) and the Secured Creditors as soon as practicable thereafter.

### **27. REMUNERATION AND INDEMNIFICATION OF THE SECURITY TRUSTEE**

#### **27.1 Remuneration**

The Issuer shall (subject as hereinafter provided) pay to the Security Trustee annually a fee of such amount and payable on such dates as shall from time to time be agreed in a separate fee letter by the Issuer and the Security Trustee. All such remuneration shall be payable in accordance with the Pre-Enforcement Revenue Priority of Payments or, as the case may be, the Post-Enforcement Priority of Payments. Such remuneration shall accrue from day to day from the date of this Deed and be payable up to and including the date when all of the Secured Obligations have been paid or discharged and the Security Trustee has released, reassigned, retrocessed and/or discharged the Charged Assets as provided in Clause 4.2 (On Payment or Discharge of Secured Obligations).

#### **27.2 Additional Remuneration**

In the event of the occurrence of an Event of Default occurring or the Security Trustee considering it expedient or necessary or being requested by the Issuer to undertake any duties which the Security Trustee and the Issuer agree to be of an exceptional nature or otherwise outside the scope of the normal duties of the Security Trustee under this Deed or the other Transaction Documents, the Issuer shall pay to the Security Trustee at the Security Trustee's then applicable hourly rate such additional remuneration. Any duties in connection with the granting of waivers or modifications, the substitution of the Issuer or the taking of enforcement action and at any time during the period after the taking of such enforcement action shall be deemed to be of an exceptional nature.

#### **27.3 VAT**

Without prejudice to Clause 6.6 (VAT), any sum (or other consideration) payable (or provided) by the Issuer pursuant to this Deed shall be deemed to be inclusive of VAT, if any, chargeable on any supply or supplies for which that sum (or other consideration) is the consideration (in whole or in part) for VAT purposes and Section 89 of the Value Added Tax Act 1994 shall not apply to affect the amount of such sum (or other consideration) payable (or provided) and accordingly no additional amount shall be payable by the Issuer in respect of such VAT.

#### **27.4 Disputes**

In the event of the Security Trustee and the Issuer failing to agree:

- (a) (in a case to which Clause 27.1 (Remuneration) applies) upon the amount of any remuneration; or
- (b) (in a case to which Clause 27.2 (Additional Remuneration) applies) upon whether such duties are of an exceptional nature or otherwise outside the scope of the normal duties of the Security

Trustee under this Deed or the other Transaction Documents or upon the amount of such additional remuneration,

such matters shall be determined by an independent third party (acting as an expert and not as an arbitrator) selected by the Security Trustee and approved by the Issuer or, failing such approval, nominated (on the application of the Security Trustee) by the President for the time being of the Law Society of England and Wales, (the expenses being involved in such nomination and the fees of such independent third party being payable by the Issuer), and the determination of any such investment bank shall be final and binding on the Issuer and the Security Trustee.

## **27.5 Expenses**

The Issuer shall also pay or discharge all Liabilities, including legal fees, which the Security Trustee or the Receiver of the Issuer may properly incur in relation to the negotiation, preparation and execution of, the exercise or attempted exercise of its powers and the performance of its duties under, and in any other manner in relation to, this Deed, the Security and any of the other Transaction Documents to which the Security Trustee is a party including but not limited to travelling and legal expenses and any stamp, issue, registration, documentary and other similar taxes or duties paid or payable by the Security Trustee or the Receiver of the Issuer in connection with any action taken or contemplated by or on behalf of the Security Trustee for enforcing, or resolving any doubt concerning, or for any other purpose in relation to, this Deed, the Security or any of the other Transaction Documents (including, in each case, any amounts representing Irrecoverable VAT in respect thereof).

## **27.6 Indemnity**

Subject to Clause 25.10 (No Indemnity) and without prejudice to the right of indemnity by law given to trustees, the Issuer shall indemnify on demand the Security Trustee and the Receiver of the Issuer, on an after Tax basis, in respect of all Liabilities (which shall, for the purposes of this provision, include any amounts of remuneration payable by the Issuer to the Security Trustee in accordance with Clauses 27.1 (Remuneration) and 27.2 (Additional Remuneration) above, but not including, for the avoidance of doubt, any tax on income, profit or gain) whether in contract, tort or otherwise now or hereafter to which it (or any Appointee) may be or become liable or which may be properly incurred by it (or any such person as aforesaid) in the execution or purported execution of any of its trusts, duties, rights, powers, authorities and discretions hereunder or its functions under any such appointment or in respect of any other matter or thing done or omitted in any way relating to this Deed and any of the other Transaction Documents, or any such appointment (including, in each case, any amounts representing Irrecoverable VAT in respect thereof) and the Security Trustee (and any Appointee) and the Receiver of the Issuer shall be entitled to be indemnified out of the Charged Assets in respect thereof save where the same arises as the result of the fraud, gross negligence, or wilful default of the Security Trustee or its officers or employees. Following the giving of an Enforcement Notice, the Security Trustee may retain any part of any moneys in its hands arising from the trusts of these presents necessary to effect any indemnity and also to meet the remuneration of the Security Trustee hereinbefore provided and the Security Trustee shall have a lien on the Charged Assets for all moneys payable to it under these presents or howsoever otherwise. The Security Trustee shall not be entitled to be paid twice in respect of the same matter pursuant to this Clause 27.6.

The indemnity contained within this Clause 27.6 shall survive the discharge and release of the whole or any part of the Charged Assets from the Security.

## **27.7 Interest**

All sums payable by the Issuer under Clauses 27.4 (Disputes), 27.5 (Expenses) and 27.6 (Indemnity) shall be payable on the Interest Payment Date following a demand by the Security Trustee and:

- (a) in the case of payments actually made by the Security Trustee prior to the demand, shall (if not paid within seven days of such demand) carry interest at the rate per annum equal to 1% per annum higher than the Bank of England Base Rate for the time being or one per cent. whichever is higher or, if the Security Trustee has incurred a borrowing to make such payment, at the rate of interest payable by the Security Trustee in respect of such borrowing, in each case from the first Business Day following the date of the same being demanded, or incurred, as the case may be, to the date of actual payment (provided that such demand shall be made on a Business Day, otherwise interest shall be payable from the second Business Day following the date of the demand to the date of actual payment); and
- (b) in all other cases, shall carry interest at such rate from the date 30 days after the date of the same being demanded, (or where the demand specifies from the date of such demand) to the date of actual payment.

Any amounts payable pursuant to Clauses 27.1 (Remuneration) and 27.2 (Additional Remuneration) shall carry interest at the aforesaid rate from the due date thereof to the date of actual payment.

## **27.8 Stamp Duties**

The Issuer shall, to the extent permitted by applicable United Kingdom law, pay all stamp duties and other similar duties or taxes (including interest and penalties thereon), including any tax levied under the Stamp Act 1891 as amended and supplemented, (if any) payable on or arising out of or in consequence of:

- (a) the creation of the Security constituted by or pursuant to this Deed; and
- (b) the execution and delivery of this Deed and enforcement of its provisions or the Security and documents executed pursuant hereto and the other Transaction Documents.

## **27.9 Survival**

Unless otherwise specifically stated in any discharge of this Deed, the provisions of this Clause 27 shall continue in full force and effect notwithstanding such discharge and whether or not the Security Trustee is then the Security Trustee or notwithstanding the termination or expiry of this Deed.

## **27.10 Payments**

Notwithstanding anything else in this Clause 27, prior to the enforcement of the Security any payments made by the Issuer to the Security Trustee pursuant to this Clause 27 will only be made on an Interest Payment Date or the Final Redemption Date and at all times in accordance with, and subject to, the Priorities of Payments.

# **28. APPOINTMENT OF NEW SECURITY TRUSTEE AND REMOVAL OF SECURITY TRUSTEE**

## **28.1 Power of Issuer**

The power of appointing a new security trustee shall be vested in the Issuer, provided that such appointment must be approved by an Extraordinary Resolution of the holders of the Most Senior Class and in writing by each Secured Creditor (such approval not to be unreasonably withheld or delayed). A Trust Corporation may be appointed sole security trustee hereof but subject hereto there shall be at least two security trustees hereof. Any appointment of a new security trustee and any retirement or removal of an existing Security Trustee hereof shall as soon as practicable thereafter be notified by the Issuer to the Secured Creditors.

## **28.2 Power of Security Trustee**

Notwithstanding the provisions of Clause 28.1 (Power of Issuer), the Security Trustee may (as attorney for the Issuer) upon giving prior notice to the Issuer but without the consent of the Issuer or the Secured Creditors appoint any person established or resident in any jurisdiction (whether a Trust Corporation or not) to act either as a separate security trustee or as a co-trustee jointly with the Security Trustee:

- (a) if the Security Trustee considers such appointment to be in the interests of the Secured Creditors (or any of them);
- (b) for the purposes of conforming to any legal requirement, restrictions or conditions in any jurisdiction in which any particular act or acts are to be performed or any Charged Assets is or is to be located; or
- (c) for the purposes of obtaining a judgment in any jurisdiction or the enforcement in any jurisdiction of either a judgment already obtained or any of the provisions of this Deed or any of the other Transaction Documents to which the Security Trustee is a party or obligations arising pursuant thereto or any of the security constituted by or pursuant to this Deed.

The Issuer hereby irrevocably appoints the Security Trustee to be its attorney in its name and on its behalf to execute any such instrument of appointment. Such a person shall (subject always to the provisions of this Deed or any of the other Transaction Documents to which the Security Trustee is a party) have such trusts, powers, authorities and discretions (not exceeding those conferred on the Security Trustee by this Deed or any of the other Transaction Documents to which the Security Trustee is a party) and such duties and obligations as shall be conferred or imposed on it by the instrument of appointment. The Security Trustee shall have power in like manner to remove any such person. Such proper remuneration as the Security Trustee may pay to any such person, together with any attributable costs, charges and expenses incurred by it in performing its function as such separate trustee or co-trustee, shall for the purposes of this Deed be treated as costs, charges and expenses incurred by the Security Trustee.

## **28.3 Multiple Trustees**

Whenever there shall be more than two security trustees hereof, the majority of such security trustees shall (provided such majority includes a Trust Corporation) be competent to execute and exercise all the trusts, powers, authorities and discretions vested by this Deed and any of the other Transaction Documents in the Security Trustee generally.

## **29. RETIREMENT OF SECURITY TRUSTEE**

Any security trustee for the time being of this Deed may retire at any time upon giving not less than 60 days' prior notice in writing to the Issuer without assigning any reason therefor and without being responsible for any costs resulting from such retirement. The holders of the Most Senior Class may, by Extraordinary Resolution, remove all trustee or trustees (but not some only) for the time being of this Deed and the Trust Deed. The retirement or removal of any security trustee shall not become effective unless there remains at least one security trustee hereof being a Trust Corporation in office upon such retirement or removal. The Issuer covenants that, in the event of a security trustee (being a sole security trustee or the only Trust Corporation) giving notice under this Clause 29 or being removed as referred to in Clause 28.1 (Power of Issuer), it shall use its best endeavours to procure a new security trustee of this Deed (being a Trust Corporation) to be appointed as soon as reasonably practicable thereafter. If the Issuer has not appointed a new security trustee prior to the expiry of the notice period given by the Security Trustee, the Security Trustee shall be entitled to nominate a replacement, being a Trust Corporation provided such appointment will not take effect unless approved by Extraordinary Resolution of the Most Senior Class.

## **30. NOTICES**

### **30.1 In writing**

All notices and other communications to be made under or in respect of this Deed must be in writing and, unless otherwise stated, may be given in person, by post, email or by fax and shall be sent to each relevant party using the details set out in Schedule 1 (Notices) of the Master Definitions and Construction Schedule. Unless it is agreed to the contrary, any consent or agreement required under this Deed must be given in writing.

### **30.2 Changes**

Any party to this Deed may change its contact details by giving five Business Days' notice to the other parties.

### **30.3 Effectiveness**

Any notice or communication given under this Clause 30 but received on a day which is not a Business Day or after 5 p.m. in the place of receipt will only be deemed to be given on the next Business Day in that place. Any notices to be given pursuant to this Deed to any of the parties hereto shall be sufficiently served if sent by prepaid first class post, email, by hand or facsimile transmission and shall be deemed to be given (in the case of facsimile transmission) when despatched, (where delivered by hand) on the day of delivery if delivered before 5 p.m. on a Business Day or on the next Business Day if delivered thereafter or on a day which is not a Business Day, (in the case of email) when received, or (in the case of first class post) when it would be received in the ordinary course of the post.

### **30.4 Disclosure to the Rating Agencies**

The Security Trustee shall, as soon as practicable following receipt of a request in writing from any of the Rating Agencies, provide such Rating Agency with a copy of any notice, written information or report sent or made available by the Security Trustee to the Secured Creditors except to the extent that such notice, information or report contains information which is confidential to third parties or which the Security Trustee is otherwise prohibited from disclosing to such Rating Agency.

## **31. LANGUAGE**

- (a) Any notice given in connection with this Deed must be in English.
- (b) Any other document provided in connection with this Deed must be:
  - (i) in English; or
  - (ii) accompanied by a certified English translation. In this case, the English translation prevails unless the document is a statutory or other official document.

## **32. NON-RESPONSIVE RATING AGENCY**

- (a) In respect of the exercise of any power, duty, trust, authority or discretion as contemplated hereunder or in relation to the Notes and any of the Transaction Documents, the Note Trustee and the Security Trustee shall be entitled but not obliged to take into account any Rating Agency Confirmation.
- (b) If a Rating Agency Confirmation or other response by a Rating Agency is a condition to any action or step under any Transaction Document and a written request for such Rating Agency Confirmation or

response is delivered to each Rating Agency by or on behalf of the Issuer (copied to the Note Trustee and the Security Trustee, as applicable) and:

- (i) (A) a Non-Responsive Rating Agency indicates that it does not consider such Rating Agency Confirmation or response necessary in the circumstances or that it does not, as a matter of practice or policy provide such Rating Agency Confirmation or response or (B) within 30 days of delivery of such request, no Rating Agency Confirmation or response is received and/or such request elicits no statement by such Rating Agency that such Rating Agency Confirmation or response could not be given; and
- (ii) one Rating Agency gives such Rating Agency Confirmation or response based on the same facts,

then such condition to receive a Rating Agency Confirmation or response from each Rating Agency shall be modified so that there shall be no requirement for the Rating Agency Confirmation or response from the Non-Responsive Rating Agency if the Issuer provides to the Note Trustee and the Security Trustee a certificate signed by two directors certifying and confirming that each of the events in paragraphs (i)(A) or (B) and (ii) above has occurred.

- (c) If no such Rating Agency Confirmation is forthcoming within 30 days of such a request and two directors of the Issuer have certified the same in writing to the Note Trustee and the Security Trustee (an **Issuer Certificate**), upon which certificate the Note Trustee and the Security Trustee shall be entitled to rely absolutely without liability to any person for so doing, the Note Trustee and the Security Trustee shall be entitled (but not obliged) to assume that such proposed action:
  - (i) (while any of the Notes remain outstanding) has been notified to the Rating Agencies;
  - (ii) would not adversely impact on the Issuer's ability to make payment when due in respect of the Notes;
  - (iii) would not affect the legality, validity and enforceability of any of the Transaction Documents or any Security; and
  - (iv) (while any of the Notes remain outstanding) would not cause then current rating of the Notes to be reduced, qualified, adversely affected or withdrawn.

It is agreed and acknowledged by the Note Trustee and the Security Trustee that this does not impose or extend any actual or contingent liability for each of the Rating Agencies to the Security Trustee, the Note Trustee, the Noteholders or any other person or create any legal relations between each of the Rating Agencies and the Security Trustee, the Note Trustee, the Noteholders or any other person whether by way of contract or otherwise.

### **33. FURTHER PROVISIONS**

#### **33.1 Evidence of Indebtedness**

In any action, proceedings or claim relating to this Deed or the charges or security contained in this Deed or any Scottish Supplemental Charge or Scottish Sub-Security a statement as to any amount due to any Secured Creditor or of the Secured Obligations or any part thereof or a statement of any amounts which have been notified to the Security Trustee as being amounts due to any Secured Creditor which is certified as being correct by an officer of the Security Trustee or an officer of the relevant Secured Creditor shall, save in the case of manifest error, be conclusive evidence that such amount is in fact due and payable.

### **33.2 Rights Cumulative, Waivers**

The respective rights of the Security Trustee, the Secured Creditors and any Receiver are cumulative, and may be exercised as often as they consider appropriate and are in addition to their respective rights under the general law. No waiver of this Deed or any provision(s) of this Deed shall be effective unless it is in writing and executed by (or by some person duly authorised by) each of the parties hereto. No single or partial exercise of, or failure or delay in exercising, any right under this Deed shall constitute a waiver or preclude any other or further exercise of that or any other right.

### **33.3 Partial Invalidity**

The invalidity, illegality or unenforceability of a provision of this Deed does not affect or impair the continuation in force of the remainder of this Deed.

### **33.4 Severability**

Any provision of this Deed which is prohibited or unenforceable in any jurisdiction shall, as to such jurisdiction, be ineffective to the extent of such prohibition or unenforceability without invalidating the remaining provisions hereof, and any such prohibition or unenforceability in any jurisdiction shall not invalidate or render unenforceable such provision in any other jurisdiction. To the extent permitted by applicable law, the Issuer hereby waives any provision of law but only to the extent permitted by law which renders any provision of this Deed prohibited or unenforceable in any respect.

### **33.5 Counterparts**

This Deed may be executed and delivered in any number of counterparts (including by email), all of which, taken together, shall constitute one and the same deed and any party to this Deed may enter into the same by executing and delivering a counterpart (including by email).

### **33.6 Further Assurance**

The Issuer shall (at its own cost) do and execute, or arrange for the doing and executing of, each act, document and thing requested of it by the Security Trustee or any Receiver (including the giving of notices of assignment or assignation and the effecting of filings of registration in any jurisdiction) for perfecting or protecting the Security from time to time and, at any time after the Security or any part thereof has become enforceable, shall do and execute, or arrange for the doing and executing of, each necessary act, document and thing within its power and as may be requested of it by the Security Trustee or any Receiver for facilitating the realisation of, or enforcement of rights in respect of, all of any of the Charged Assets and the exercise of all rights vested in the Security Trustee or in any Receiver in respect of all or any of such Security.

### **33.7 Amendments**

Subject to Clause 26.7 (Modification to the Transaction Documents), any amendment, modification or variation to this Deed may only be made with the prior written consent of each party to this Deed.

### **33.8 Secured Creditors**

Each Secured Creditor (other than the Security Trustee) shall be bound by the provisions of this Deed, the Conditions and the Trust Deed as if it contained covenants by each Secured Creditor in favour of the Security Trustee and every other Secured Creditor to observe and be bound by all the provisions of this Deed expressed to apply to Secured Creditors.

### 33.9 Assignment

Neither the Issuer nor any of the Secured Creditors (other than the Security Trustee) may assign, encumber or transfer all or any part of its rights or benefits and/or transfer its obligations under or pursuant to this Deed without the prior written consent of the Security Trustee.

### 33.10 Rights of Third Parties

A person who is not a party to this Deed has no rights under the Contracts (Rights of Third Parties) Act 1999 or the Contract (Third Party Rights) (Scotland) Act 2017 to enforce any term of these presents, but this does not affect any right or remedy of a third party which exists or is available apart from that Act.

## 34. CHOICE OF LAW

### 34.1 Governing Law

This Deed (and any non-contractual obligations arising out of or in connection with it) is governed by, and shall be construed in accordance with, English law (provided that Clause 3.4 (Scottish Sub-Securities), 3.5 (Scottish Trust Security) and 9.9 (Scottish Trust Property) and any terms hereof which are particular to the law of Scotland shall be construed in accordance with Scots law).

### 34.2 Submission to Jurisdiction

Each party to this Deed hereby irrevocably submits to the exclusive jurisdiction of the English courts in any action or proceeding arising out of or relating to this Deed (including a dispute relating to any non-contractual obligations in connection with this Deed), and hereby irrevocably agrees that all claims in respect of such action or proceeding may be heard and determined by the English courts. Each party to this Deed hereby irrevocably waives, to the fullest extent it may possibly do so, any defence or claim that the English courts are an inconvenient forum for the maintenance or hearing of such action or proceeding.

IN WITNESS WHEREOF the parties hereto have caused this Deed to be duly executed and delivered as a deed the day and year first before written.

EXECUTED and DELIVERED as a DEED by )  
U.S. BANK EUROPE DAC, UK BRANCH )  
as Registrar, Principal Paying Agent, Issuer Account )  
Bank, Custodian and Agent Bank )  
acting by its authorised signatories )

Authorised Signatory )

Authorised Signatory )

**EXECUTED and DELIVERED as a DEED by  
CHARTER COURT FINANCIAL SERVICES  
LIMITED**

as Servicer and Seller  
acting by its attorney

in the presence of this witness

Witness Signature:

Full Name:

Address:

)

)

)

)

)

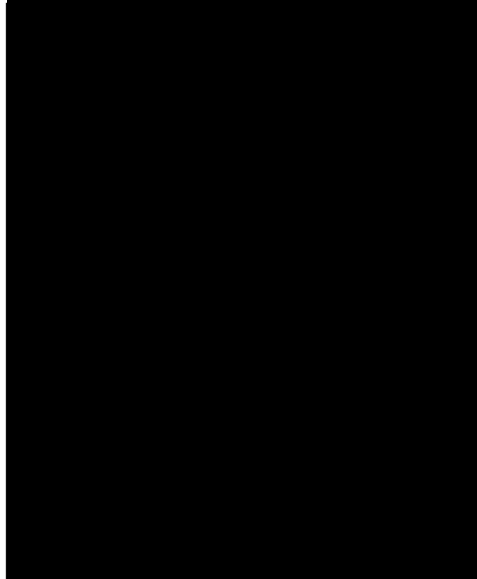
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**EXECUTED** and **DELIVERED** as a **DEED** by )  
**PMF 2026-1 PLC** )  
as Issuer )  
acting by two Directors )  
per pro CSC Directors (No.1) Limited )  
per pro CSC Directors (No.2) Limited )



**EXECUTED and DELIVERED as a DEED by** )  
**U.S. BANK TRUSTEES LIMITED** )  
as Note Trustee and as Security Trustee )  
acting by its authorised signatories )

Authorised Signatory

Authorised Signatory

**EXECUTED and DELIVERED as a DEED by  
CSC CAPITAL MARKETS UK LIMITED**

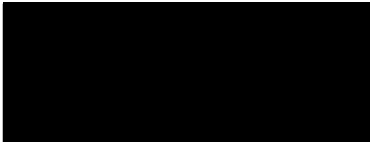
as Corporate Services Provider and Back-Up  
Servicer Facilitator  
signing by an authorised signatories

)  
)  
)  
)  
)  
)



Director

Company Secretary



**EXECUTED and DELIVERED as a DEED by** )  
**ROYAL BANK OF CANADA** )

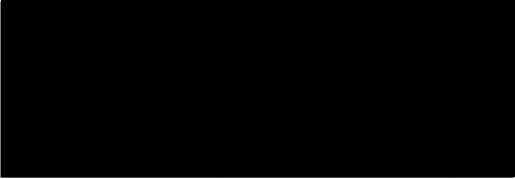
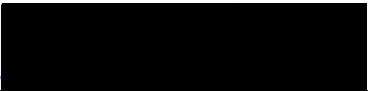
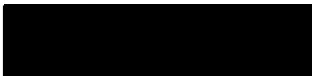
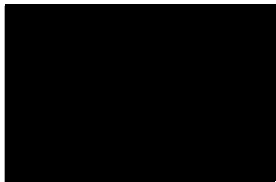
as Swap Provider )  
acting by a Director )

in the presence of this witness )

Witness Signature: )

Full Name: )

Address: )



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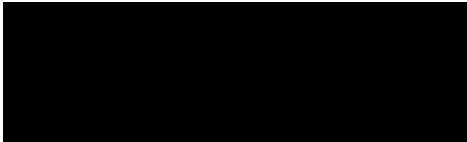
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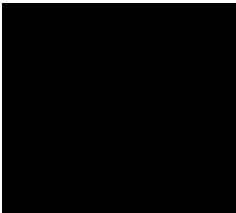
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**EXECUTED and DELIVERED as a DEED by** )  
**U.S. BANK GLOBAL CORPORATE TRUST** )  
**LIMITED** )  
as Cash Manager acting by its authorised )  
signatories

Authorised Signatory

 , 

Authorised Signatory

## SCHEDULE 1

### ISSUER POWER OF ATTORNEY

**THIS POWER OF ATTORNEY** is made on [●] 2026 by **PMF 2026-1 PLC** (registered number 16810515 ), whose registered office is at 10th Floor, 5 Churchill Place, London E14 5HU (the **Principal**).

#### WHEREAS:

- (1) By virtue of a deed of charge (the **Deed of Charge**) dated on or about [●] 2026 and made between, among others, the Issuer, the Seller, the Cash Manager, the Security Trustee, the Note Trustee, the Agent Bank, the Issuer Account Bank, the Custodian, the Principal Paying Agent, the Back-Up Servicer Facilitator, the Corporate Services Provider and the Swap Provider (each as referred to therein) provision was made for the execution by the Principal of this Power of Attorney.
- (2) Words and phrases in this Power of Attorney shall (save where expressed to the contrary) have the same meanings respectively as the words and phrases in the Deed of Charge.

#### NOW THIS POWER OF ATTORNEY WITNESSETH:

1. The Principal hereby irrevocably and by way of security for the performance of the covenants, conditions, obligations and undertakings on the part of the Principal contained in the Deed of Charge appoints U.S. Bank Trustees Limited in its capacity as Security Trustee, and any other person or persons for the time being the security trustee or security trustees of and under the Deed of Charge (the **Attorney**) and any Receiver (including any administrative receiver) and/or administrator (the **Administrator**) appointed from time to time by the Attorney or on its behalf its true and lawful attorney for and in the Principal's name or otherwise jointly and severally to do any act matter or thing which the Attorney, Receiver or Administrator considers in each case bona fide necessary for the protection or preservation of the Attorney's interests and rights in and to the Charged Assets or which ought to be done under the covenants, undertakings and provisions contained in the Deed of Charge (and any document entered into or to be entered into by the Principal pursuant thereto) in any circumstances where the Attorney has become entitled to take the steps referred to in Clauses 9.4 (Power of Sale) to 9.8 (Deficiency or Additional Payment) (inclusive) of the Deed of Charge including any or all of the following:
  - (a) to do every act or thing which the Attorney, Receiver or Administrator may deem to be necessary, proper or expedient for fully and effectually vesting, transferring or assigning the Security and/or the Charged Assets or any part thereof (including the execution, delivery, intimation and registration of any Scottish Supplemental Charge or Scottish Sub-Security) and/or the Principal's estate, right, title, benefit and/or interest therein or thereto in or to the Attorney and its successors in title or other person or persons entitled to the benefit thereof in the same manner and as fully and effectually in all respects as the Principal could have done; and
  - (b) the power by writing under its hand by an officer of the Attorney or by an officer of any Receiver or Administrator appointed by the Attorney from time to time to appoint a substitute attorney (each a **Substitute**) who shall have power to act on behalf of the Principal as if that Substitute shall have been originally appointed Attorney by this Power of Attorney and/or to revoke any such appointment at any time without assigning any reason therefore.
2. In favour of the Attorney, any Receiver and/or Administrator and/or Substitute, or a person dealing with any of them and the successors and assigns of such a person, all acts done and documents executed or signed by the Attorney, a Receiver, an Administrator or a Substitute in the purported exercise of

any power conferred by this Power of Attorney shall for all purposes be valid and binding on the Principal and its successors and assigns.

3. The Principal irrevocably and unconditionally undertakes to indemnify the Attorney and each Receiver and/or Administrator and/or Substitute appointed from time to time by the Attorney and their respective estates against all actions, proceedings, claims, costs, expenses and liabilities of every description arising from the exercise, or the purported exercise, of any of the powers conferred by this Power of Attorney, save where the same arises as the result of the fraud, negligence or wilful default of the relevant indemnified party or its officers or employees.
4. The provisions of Clause 3 of this Power of Attorney shall continue in force after the revocation or termination, howsoever arising, of this Power of Attorney.
5. The laws of England shall apply to this Power of Attorney and to any non-contractual matters arising out of or in connection with it and the interpretation thereof and to all acts of the Attorney and each Receiver and/or Administrator and/or substitute carried out or purported to be carried out under the terms hereof.
6. The Principal hereby agrees at all times hereafter to ratify and confirm whatsoever the said Attorney or its attorney or attorneys or any Receiver or Administrator or substitute shall properly and lawfully do or cause to be done in and concerning the Security Trustee's Security and/or the Charged Assets.

**IN WITNESS WHEREOF** this Power of Attorney has been executed and delivered as a deed by the Principal the day and year first before written.

|                                               |   |
|-----------------------------------------------|---|
| <b>EXECUTED and DELIVERED as a DEED by</b>    | ) |
| <b>PMF 2026-1 PLC acting by two Directors</b> | ) |
|                                               | ) |
|                                               | ) |
| per pro CSC Directors (No.1) Limited          | ) |
|                                               | ) |
|                                               | ) |
| per pro CSC Directors (No.2) Limited          | ) |

## SCHEDULE 2

### FORM OF DEED OF CHARGE ACCESSION UNDERTAKING

**THIS DEED** is made on [●]

#### **BETWEEN:**

- (1) **PMF 2026-1 PLC** (registered number 16810515), a public limited company incorporated under the laws of England and Wales, whose registered office is at 10th Floor, 5 Churchill Place, London E14 5HU (the **Issuer**);
- (2) **U.S. BANK TRUSTEES LIMITED** (registered number 02379632), a private limited company incorporated under the laws of England and Wales whose registered office is at 125 Old Broad Street, Fifth Floor, London, EC2N 1AR (the **Security Trustee** and **Note Trustee**); and
- (3) [●] (in its capacity as [●], the **New Secured Creditor**).

#### **WHEREAS:**

- (A) Pursuant to the terms of a [*describe agreement*] (the **Agreement**) dated [*date*] made between, *inter alios*, the Issuer and the New Secured Creditor, the Issuer has agreed [*describe nature of the obligations of the Issuer under the Agreement*].
- (B) The Issuer has agreed to provide the Security Trustee with the benefit of any security described in the Deed of Charge to secure the Issuer's obligations to the Secured Creditors.
- (C) The terms of the Deed of Charge permit the Issuer to secure its obligations to a New Secured Creditor thereunder.
- (D) The New Secured Creditor has agreed to enter into this Deed to accede to the provisions of this Deed.

**IT IS HEREBY AGREED** as follows:

#### **1. INTERPRETATION**

The master definitions and construction schedule signed between, *inter alios*, the Issuer and the Security Trustee dated on or about the Closing Date (as the same may be amended, varied or supplemented from time to time with the consent of the parties hereto) (the **Master Definitions and Construction Schedule**) is expressly and specifically incorporated into this Deed and, accordingly, the expressions defined in the Master Definitions and Construction Schedule shall, except where the context otherwise requires and save where otherwise defined herein, have the same meanings in this Deed, including the Recitals hereto and this Deed shall be construed in accordance with the interpretation provisions set out in clause 2 (Interpretation and Construction) of the Master Definitions and Construction Schedule.

#### **2. REPRESENTATIONS AND WARRANTIES**

The New Secured Creditor hereby represents and warrants to the Security Trustee and each of the Secured Creditors in respect of itself that as of the date of this Deed:

- (a) pursuant to the terms of the Agreement, the Issuer has agreed to [*describe in relation to the Agreement*]; and

- (b) the Agreement expressly provides that all amounts due from the Issuer thereunder are to be secured by the Deed of Charge.

### **3. ACCESSION**

In consideration of the New Secured Creditor being accepted as a Secured Creditor for the purposes of the Deed of Charge by the parties thereto as from the date of this Deed, the New Secured Creditor:

- (a) confirms that as from [date], it intends to be a party to the Deed of Charge as a Secured Creditor;
- (b) undertakes to comply with and be bound by all of the provisions of the Master Definitions and Construction Schedule and the Deed of Charge in its capacity as a Secured Creditor, as if it had been an original party thereto;
- (c) undertakes to perform and comply with and be bound by all of the provisions of the Deed of Charge in its capacity as a Secured Creditor, as if it had been an original party thereto as provided in clause 5.3 (Accession of New Secured Creditors) of the Deed of Charge;
- (d) agrees that the Security Trustee shall be the Security Trustee for all Secured Creditors upon and subject to the terms set out in the Deed of Charge.

### **4. SCOPE OF THE DEED OF CHARGE**

The Issuer, the New Secured Creditor and the Security Trustee hereby agree that for relevant purposes under the Deed of Charge and the Master Definitions and Construction Schedule:

- (a) the Agreement shall be treated as a Transaction Document;
- (b) the New Secured Creditor shall be treated as a Secured Creditor.

### **5. APPLICATION**

Prior to and following enforcement of the Security all amounts at any time held by the Issuer, the Cash Manager or the Security Trustee in respect of the security created under or pursuant to this Deed shall be held and/or applied by such person subject to and in accordance with the relevant provisions of the Cash Management Agreement and the Deed of Charge.

### **6. NOTICES AND DEMANDS**

Any notice or communication under or in connection with this Deed, the Deed of Charge or the Master Definitions and Construction Schedule shall be given in the manner and at the times set out in clause 30 (Notices) of the Deed of Charge or at such other address as the recipient may have notified to the other parties hereto and/or thereto in writing.

The address referred to in this Clause 6 for the New Secured Creditor is:

[ ]

For the attention of: [ ]

Telephone: [ ]

Email: [ ]

or such other address and/or numbers as the New Secured Creditor may notify to the parties to the Deed of Charge in accordance with the provisions thereof.

## 7. CHOICE OF LAW

This Deed (and any non-contractual obligations arising out of or in connection with it) shall be governed by, and construed in accordance with, the laws of England and the parties hereto irrevocably submit to the jurisdiction of the courts of England.

**IN WITNESS WHEREOF** the parties hereto have caused this Deed to be duly executed and delivered as a deed the day and year first before written.

**EXECUTED and DELIVERED as a DEED by** )  
[●] )  
as New Secured Creditor )  
acting by two duly authorised Attorneys )  
 )  
 )  
 )  
 )  
in the presence of this witness )

Witness Signature:

Full Name:

Address:

**EXECUTED and DELIVERED as a DEED by** )  
**PMF 2026-1 PLC** )  
as Issuer )  
acting by two Directors )  
 )  
per pro CSC Directors (No.1) Limited )  
 )  
per pro CSC Directors (No.2) Limited )

**EXECUTED and DELIVERED as a DEED by** )  
**U.S. BANK TRUSTEES LIMITED** )  
as Security Trustee and Note Trustee )  
acting by an attorney )  
 )

in the presence of this witness

Witness Signature:

Full Name:

Address:

### SCHEDULE 3

#### FORM OF SCOTTISH SUB-SECURITY (LAND REGISTER)

WE, **PMF 2026-1 PLC** (registered number 16810515), a public limited company incorporated under the laws of England and Wales, whose registered office is at 10th Floor, 5 Churchill Place, London E14 5HU (hereinafter referred to as the **Issuer**) CONSIDERING that:

- (a) We have entered into a trust deed (hereinafter referred to as the **Trust Deed**) dated [●] between us and U.S. Bank Trustees Limited whose principal place of business is at 125 Old Broad Street, Fifth Floor, London EC2N 1AR (hereinafter referred to as the **Note Trustee**, which expression shall include such company and all other persons or companies for the time being acting as trustee or trustees under the Trust Deed or this Deed) constituting certain mortgage-backed floating rate notes;
- (b) In security of the performance of the obligations specified therein to the Note Trustee and others we have entered into a deed of charge (the **Deed of Charge**) between us, U.S. Bank Trustees Limited as Security Trustee thereunder whose principal place of business is at 125 Old Broad Street, Fifth Floor, London EC2N 1AR (the **Security Trustee**, which expression shall include such company and all other persons for the time being acting as trustee or trustees under the Deed of Charge or this deed) and others dated [●]; and
- (c) In terms of the Deed of Charge we have agreed to grant this deed.

**NOW THEREFORE** we the Issuer, in security of the payment and discharge of all present and future monies, obligations and liabilities (whether actual or contingent and whether owed jointly or severally or in any other capacity whatsoever) constituting or comprised within the Secured Obligations and any variation or alteration thereof and in implementation *pro tanto* of Clause 3.4 (Scottish Sub-Securities) of the Deed of Charge HEREBY GRANT a Standard Security in favour of the Security Trustee over ALL and WHOLE those Standard Securities granted by the respective parties whose names are specified in Column 2 of the Schedule annexed and executed as relative hereto in favour of the party whose name is specified in the relative entry in Column 3 of the said Schedule for all sums due and to become due over the subjects therein described, said respective Standard Securities being registered in the Land Register of Scotland under the title number(s) specified in the relative entry in Column 5 of the said Schedule on the date specified in the relative entry in Column 6 of the said Schedule (which said respective Standard Securities are hereinafter together referred to as the **Principal Securities**): Together with our whole right, title and interest, present and future therein and thereto: The Standard Conditions specified in Schedule 3 to the Conveyancing and Feudal Reform (Scotland Act) 1970 (the **said Act**) and any lawful variation thereof operative for the time being shall apply: And we agree that:

(First) capitalised terms in this deed (including the recitals hereto) shall, except where the context otherwise requires and save where otherwise defined herein, bear the meanings ascribed to them in Clause 2 (Interpretation and Construction) of the Master Definitions and Construction Schedule signed between, *inter alios*, the Issuer and the Security Trustee dated [●] (as the same may be amended, varied or supplemented from time to time with the consent of the parties hereto) and this deed shall be construed in accordance with the principles of interpretation and constructions set out therein;

(Second) Conditions 1 to 7 (inclusive) of the Standard Conditions shall not apply to this Standard Security;

(Third) the remaining Standard Conditions shall be varied to the effect that in so far as the provisions of the Deed of Charge (the terms of which shall be deemed to be incorporated herein) extend, add to, depart from or conflict with the said Standard Conditions, the Deed of Charge shall, subject to the provisions of the said Act, prevail and take effect;

(Fourth) upon the Deed of Charge becoming immediately enforceable, in accordance with the provisions of Clause 9.2 (Enforceable) thereof, we shall (in addition to the circumstances specified in the said Act) be deemed to be in default within the meaning of Condition 9(1)(b) of the Standard Conditions whereupon, and without prejudice to its whole other rights and powers under the said Act or the Transaction Documents, the Security Trustee shall be entitled to enforce this Standard Security in accordance with the provisions of the said Act;

(Fifth) without prejudice to the rights and remedies of the Security Trustee under the said Act or otherwise, in the event of our being in default hereunder (a) we shall on demand grant, execute and deliver a valid assignation of the Principal Securities or any of them in favour of the Security Trustee or any nominee of the Security Trustee and (b) the Security Trustee shall have power to uplift, receive, sue for and discharge all sums and liabilities due and to become due under the Principal Securities and to enforce all the rights and obligations contained or implied therein or thereby and to discharge the same in whole or in part and generally to do whatever is or may be or would, if this deed had not been granted, have been competent to us in respect thereof, and that without the consent of or notice to us and on such terms and conditions as the Security Trustee in its absolute discretion may determine, declaring that the exercise or otherwise by the Security Trustee of all or any of the powers hereby conferred shall be without prejudice to and shall in no way restrict or discharge the obligations undertaken by us herein or otherwise; and

(Sixth) the security rights and interests created, made or given under or pursuant to this deed shall be held by the Security Trustee as trustee for the Secured Creditors upon and subject to the terms and conditions of the Deed of Charge:

And we grant warrandice [*insert any exceptions therefrom*]: And we further ASSIGN to the Security Trustee in security of all monies, obligations and liabilities foresaid our whole right, title and interest in and to all and any personal bonds, credit agreements or agreements for loan (howsoever constituted) granted by or entered into with the said respective parties whose names are specified in Column 2 of the said Schedule and secured by the Principal Securities:

**IN WITNESS WHEREOF** these presents typewritten on this and the two preceding pages are executed as follows:

**SUBSCRIBED** for and on behalf of the said  
**PMF 2026-1 PLC**

At  
On  
By

per pro CSC Directors (No.1) Limited, as Director

per pro CSC Directors (No.2) Limited, as  
Director

in the presence of this witness:

Witness signature

Full Name

Address

**Schedule referred to in the foregoing Standard Security by PMF 2026-1 PLC in favour of U.S. Bank  
Trustees Limited (as Security Trustee)**

|                           |                                  |                   |                             |                     |             |
|---------------------------|----------------------------------|-------------------|-----------------------------|---------------------|-------------|
| 1                         | 2                                | 3                 | 4                           | 5                   | 6           |
| <b>Account<br/>Number</b> | <b>Borrowers'<br/>Full Names</b> | <b>Originator</b> | <b>Secured<br/>Property</b> | <b>Title Number</b> | <b>Date</b> |

|                                                   |                                                      |
|---------------------------------------------------|------------------------------------------------------|
| per pro CSC Directors (No.1) Limited, as Director | per pro CSC Directors (No.2) Limited, as<br>Director |
|---------------------------------------------------|------------------------------------------------------|

## SCHEDULE 4

### FORM OF SCOTTISH SUB-SECURITY (SASINE REGISTER)

WE, **PMF 2026-1 PLC** (registered number 16810515), a public limited company incorporated under the laws of England and Wales, whose registered office is at 10th Floor, 5 Churchill Place, London E14 5HU (hereinafter referred to as the **Issuer**) CONSIDERING that:

We have entered into a trust deed (hereinafter referred to as the **Trust Deed**) dated [●] between us and U.S. Bank Trustees Limited whose principal place of business is at 125 Old Broad Street, Fifth Floor, London EC2N 1AR (hereinafter referred to as the **Note Trustee**, which expression shall include such company and all other persons or companies for the time being acting as trustee or trustees under the Trust Deed or this Deed) constituting certain mortgage-backed floating rate notes;

In security of the performance of the obligations specified therein to the Note Trustee and others we have entered into a deed of charge (the **Deed of Charge**) between us, U.S. Bank Trustees Limited as Security Trustee thereunder whose principal place of business is at 125 Old Broad Street, Fifth Floor, London EC2N 1AR (the **Security Trustee**, which expression shall include such company and all other persons for the time being acting as trustee or trustees under the Deed of Charge or this deed) and others dated [●]; and

In terms of the Deed of Charge we have agreed to grant this deed.

NOW THEREFORE we the Issuer, in security of the payment and discharge of all present and future monies, obligations and liabilities (whether actual or contingent and whether owed jointly or severally or in any other capacity whatsoever) constituting or comprised within the Secured Obligations and any variation or alteration thereof and in implement pro tanto of Clause 3.4 (Scottish Sub-Securities) of the Deed of Charge HEREBY GRANT a Standard Security in favour of the Security Trustee over ALL and WHOLE those Standard Securities granted by the respective parties whose names are specified in Column 2 of the said Schedule annexed and executed as relative hereto in favour of the party whose name is specified in the relative entry in Column 3 of the said Schedule for all sums due and to become due over the subjects therein described lying in the county specified in the relative entry in Column 5 of the said Schedule, said respective Standard Securities being recorded in the General Register of Sasines for the county specified as aforesaid in the relative entry in Column 5 of the said Schedule on the date specified in the relative entry in Column 6 of the said Schedule (which said respective Standard Securities are hereinafter together referred to as the **Principal Securities**): Together with our whole right, title and interest, present and future therein and thereto: The Standard Conditions specified in Schedule 3 to the Conveyancing and Feudal Reform (Scotland) Act 1970 (the **said Act**) and any lawful variation thereof operative for the time being shall apply: And we agree that:

- (First) capitalised terms in this deed (including the recitals hereto) shall, except where the context otherwise requires and save where otherwise defined herein, bear the meanings ascribed to them in Clause 2 (Interpretation and Construction) of the Master Definitions and Construction Schedule signed between, *inter alios*, the Issuer and the Security Trustee dated [●] (as the same may be amended, varied or supplemented from time to time with the consent of the parties hereto) and this deed shall be construed in accordance with the principles of interpretation and constructions set out therein:
- (Second) Conditions 1 to 7 (inclusive) of the Standard Conditions shall not apply to this Standard Security;
- (Third) the remaining Standard Conditions shall be varied to the effect that in so far as the provisions of the Deed of Charge (the terms of which shall be deemed to be incorporated herein) extend, add to, depart from or conflict with the said Standard Conditions, the Deed of Charge shall, subject to the provisions of the said Act, prevail and take effect;

- (Fourth) upon the Deed of Charge becoming immediately enforceable, in accordance with the provisions of Clause 9.2 (Enforceable) thereof, we shall (in addition to the circumstances specified in the said Act) be deemed to be in default within the meaning of Condition 9(1)(b) of the Standard Conditions, whereupon and without prejudice to its whole other rights and powers under the said Act or the Transaction Documents, the Security Trustee shall be entitled to enforce this Standard Security in accordance with the provisions of the said Act;
- (Fifth) without prejudice to the rights and remedies of the Security Trustee under the said Act or otherwise, in the event of our being in default hereunder (a) we shall on demand grant, execute and deliver a valid assignation of the Principal Securities or any of them in favour of the Security Trustee or any nominee of the Security Trustee and (b) the Security Trustee shall have power to uplift, receive, sue for and discharge all sums and liabilities due and to become due under the Principal Securities and to enforce all the rights and obligations contained or implied therein or thereby and to discharge the same in whole or in part and generally to do whatever is or may be or would, if this deed had not been granted, have been competent to us in respect thereof, and that without the consent of or notice to us and on such terms and conditions as the Security Trustee in its absolute discretion may determine, declaring that the exercise or otherwise by the Security Trustee of all or any of the powers hereby conferred shall be without prejudice to and shall in no way restrict or discharge the obligations undertaken by us herein or otherwise; and
- (Sixth) the security rights and interests created, made or given under or pursuant to this deed shall be held by the Security Trustee as trustee for the Secured Creditors upon and subject to the terms and conditions of the Deed of Charge.

And we grant warrandice [*insert any exceptions therefrom*]: And we further ASSIGN to the Security Trustee in security of all monies, obligations and liabilities foresaid our whole right, title and interest in and to all and any personal bonds, credit agreements or agreements for loan (howsoever constituted) granted by or entered into with the said respective parties whose names are specified in Column 2 of the said Schedule and secured by the Principal Securities:

**IN WITNESS WHEREOF** these presents typewritten on this and the two preceding pages are executed as follows:

**SUBSCRIBED** for and on behalf of the said  
**PMF 2026-1 PLC**  
At  
On  
By

per pro CSC Directors (No.1) Limited, as Director                      per pro CSC Directors (No.2) Limited, as Director

in the presence of this witness:  
Witness signature  
Full Name  
Address

**Schedule referred to in the foregoing Standard Security by PMF 2026-1 PLC in favour of U.S. Bank Trustees Limited (as Security Trustee)**

|                |                       |            |                  |        |                |
|----------------|-----------------------|------------|------------------|--------|----------------|
| 1              | 2                     | 3          | 4                | 5      | 6              |
| Account Number | Borrowers' Full Names | Originator | Secured Property | County | Recording Date |

per pro CSC Directors (No.1) Limited, as Director                      per pro CSC Directors (No.2) Limited, as Director

## SCHEDULE 5

### FORM OF SCOTTISH SUPPLEMENTAL CHARGE

#### ASSIGNATION IN SECURITY

#### AMONG

- (1) **PMF 2026-1 PLC** (registered number 16810515), a public limited company incorporated under the laws of England and Wales, whose registered office is at 10th Floor, 5 Churchill Place, London E14 5HU (referred to herein as the **Issuer**);
- (2) **U.S. BANK TRUSTEES LIMITED** (registered number 2379632), a private limited company incorporated under the laws of England and Wales whose registered office is at 125 Old Broad Street, Fifth Floor, London EC2N 1AR (in its capacity as **Security Trustee**, which expression shall include its successor or successors as Security Trustee under and in terms of the Deed of Charge); and
- (3) **CHARTER COURT FINANCIAL SERVICES LIMITED** (registered number 06749498), a private limited company incorporated under the laws of England and Wales whose registered office is at 2 Charter Court, Broadlands, Wolverhampton WV10 6TD (the **Seller**).

#### WHEREAS:

- (A) This deed (the **Scottish Supplemental Charge**) is supplemental to a Deed of Charge dated [●] (the **Deed of Charge**) made between, *inter alios*, the Issuer, Security Trustee and the Seller;
- (B) In terms of the Deed of Charge the Security Trustee *inter alia* holds the security constituted or to be constituted by or pursuant to the Deed of Charge for the Secured Creditors;
- (C) A Scottish Declaration of Trust with an effective date [of [●] / dated the effective date of this Supplemental Charge] (the **Scottish Declaration of Trust**) has been entered into between the Seller and the Issuer and delivered, in terms of which certain Scottish Loans together with their related Scottish Mortgages and other Related Security relative thereto as more fully specified and defined therein (the **Scottish Trust Property**) are held in trust by the Seller for the Issuer; and
- (D) This Scottish Supplemental Charge is made by the Issuer in favour of the Security Trustee in accordance with and pursuant to Clause 3.5 (Scottish Trust Security) of the Deed of Charge.

#### NOW THEREFORE IT IS AGREED as follows:

1. Expressions and words defined in Clause 2 (Interpretation and Construction) of the Master Definitions and Construction Schedule dated [●] made among the Seller, the Issuer, the Security Trustee and others (as the same may be amended, restated, novated, varied or supplemented from time to time with the consent of the parties thereto) shall, except where the context otherwise requires and save where otherwise defined herein, have the same meanings in this Scottish Supplemental Charge, including the recitals hereto and this Scottish Supplemental Charge shall be construed in accordance with the interpretation provisions set out therein.
2. The Issuer covenants with and undertakes to the Security Trustee as trustee for the Secured Creditors that it will duly and punctually pay and discharge the Secured Obligations in accordance with the terms of the Deed of Charge and each Transaction Document.
3. The Issuer as holder of the beneficial interest therein and with absolute warrandice and subject to the proviso for release contained in Clause 4 (Release of Charged Assets) of the Deed of Charge HEREBY

ASSIGNS to and in favour of the Security Trustee in security for the discharge and payment of the Secured Obligations the Issuer's whole right, title, interest and benefit, present and future, in and to the Scottish Trust Property and in and to the Scottish Declaration of Trust, surrogating and substituting the Security Trustee in its full right and place therein and thereto.

4. The Issuer hereby intimates (for itself and on behalf of the Security Trustee) this assignment to the Seller, and the Seller hereby acknowledges such intimation.
5. The Issuer hereby agrees that all the obligations, undertakings, covenants, rights and powers specified and contained in the Deed of Charge which relate to the property referred to in and the security and other rights and powers created under and pursuant to Clause 3 (Security and Declaration of Trust) of the Deed of Charge shall be deemed to be repeated herein and shall apply *mutatis mutandis* to the property referred to herein and the security and other rights and powers created under and pursuant hereto and that the whole remaining terms of the Deed of Charge shall, except in so far as inconsistent herewith apply *mutatis mutandis* hereto provided always that this Scottish Supplemental Charge shall be without prejudice to the Deed of Charge and all of the rights, powers obligations and immunities comprised therein and arising pursuant thereto, which shall remain in full force and effect notwithstanding this Scottish Supplemental Charge.
6. This Scottish Supplemental Charge may be executed in any number of counterparts and by each of the parties on separate counterparts. Where executed in counterpart:
  - 6.1 this Scottish Supplemental Charge will not take effect until each of the counterparts has been delivered;
  - 6.2 each counterpart will be held as undelivered until the Scottish Declaration of Trust has become effective and the parties agree a date (being the effective date of the Scottish Declaration of Trust or at a later date) on which the counterparts are to be treated as delivered; and
  - 6.3 the date of delivery may be inserted in the testing clause in the space provided for the effective date of this Scottish Supplemental Charge.
7. This Scottish Supplemental Charge shall be governed by and construed in accordance with Scots law.

**IN WITNESS WHEREOF** these presents typewritten on this and the preceding [two] pages are executed in counterpart by the parties as undernoted, with an effective date of \_\_\_\_\_ and with the counterparts executed by the Issuer, the Security Trustee and the Seller being treated as delivered on such date and in such order:

**SUBSCRIBED** for and on behalf of the said

**PMF 2026-1 PLC**

At

On

By

per pro CSC Directors (No.1) Limited, as Director      per pro CSC Directors (No.2) Limited, as Director

in the presence of this witness:

Witness signature

Full Name

Address

**SUBSCRIBED** for and on behalf of the said

**CHARTER COURT FINANCIAL SERVICES  
LIMITED**

At: .....

On: .....

By: .....

**Director**

In the presence of this witness

Witness signature:

Full Name:

Address:

**SUBSCRIBED** for and on behalf of the said

**U.S. BANK TRUSTEES LIMITED**

At .....

On .....

By .....

Authorised Signatory

Authorised Signatory

in the presence of this witness:

Witness Signature:

Full Name:

Address:

## SCHEDULE 6

### DEFINITIONS AND CONSTRUCTION

#### 1. DEFINITIONS

In any agreement, instrument or deed expressly and specifically incorporating by reference this Master Definitions and Construction Schedule, the undersigned hereby agree that the following words and expressions shall, unless otherwise defined therein or unless the context otherwise requires, have the following meanings:

**1925 Act** means the Law of Property Act 1925;

**1999 Regulations** means the Unfair Terms in Consumer Contracts Regulations 1999 as amended;

**£, GBP, Sterling or Pounds Sterling** means the lawful currency for the time being of the United Kingdom of Great Britain and Northern Ireland;

**Acceptance Notice** has the meaning given to it in clause 32 (*Optional Repurchase of the Portfolio by the Seller*) of the Mortgage Sale Agreement;

**Account Bank Rating** means (i) a short-term deposit rating of at least P-1 by Moody's or a long-term deposit rating of at least A3 by Moody's; and (ii) a short term deposit rating of at least F1 by Fitch or a long term deposit rating of at least A by Fitch, or (in each case) such other lower rating which is consistent with the then current rating methodology of the Rating Agencies in respect of the then current ratings of the Notes;

**Account Mandate** means the Deposit Account Mandate, the Swap Collateral Cash Account Mandate, the Swap Collateral Securities Account Mandate, and any other bank mandate provided by the Issuer to the Issuer Account Bank and/or the Custodian (as applicable) from time to time;

**Accrued Interest** means in respect of a Loan as at any date the aggregate of all interest accrued but not yet due and payable on the Loan from (and including) the monthly payment date immediately preceding the relevant date to (but excluding) the relevant date;

**Advance Date** means the date that the relevant Further Advance is advanced to the relevant Borrowers by the Seller;

**Affiliate** means a Subsidiary or a Holding Company of a person or any other Subsidiary of that Holding Company;

**Agency Agreement** means the agency agreement dated on or prior to the Closing Date between the Issuer, the Principal Paying Agent, the Agent Bank, the Registrar, the Security Trustee and the Note Trustee, which sets out the appointment of the Paying Agents, the Registrar and the Agent Bank for the Notes;

**Agent Bank** means U.S. Bank Europe DAC, UK Branch, acting as Agent Bank under the terms of the Agency Agreement, or such other person as may from time to time be appointed as Agent Bank pursuant to the Agency Agreement;

**Agents** means the Paying Agents, the Registrar and the Agent Bank;

**Applicable Law** means any law or regulation including, but not limited to: (i) any domestic or foreign statute or regulation; (ii) any rule or practice of any Authority with which any party is bound or

accustomed to comply; (iii) any agreement entered into by any party and any Authority that is customarily entered into by institutions of a similar nature or (iv) between any two or more Authorities;

**Appointee** means any attorney, manager, agent, delegate, nominee, custodian, financial adviser or other professional adviser or other person properly appointed or employed by the Note Trustee under the Trust Deed or the Security Trustee under the Deed of Charge (as applicable) to discharge any of its functions;

**Arranger** means Merrill Lynch International;

**Arrears** means as at any date in respect of any Loan, all amounts currently due and payable on that Loan which remain unpaid on that date, **provided that** such overdue amounts equal, in aggregate, one or more full Monthly Instalments;

**Arrears of Interest** means as at any date in respect of any Loan, the aggregate of all interest (other than Capitalised Amounts) on that Loan which is currently due and payable and unpaid on that date;

**Assignment of Third Party Rights** means an assignment of Related Security and rights of action against third parties substantially in the form set out in Schedule 5 (Assignment of Third Party Rights) to the Mortgage Sale Agreement;

**Associated Person** of a person means a director, officer, company secretary, employee, or provider of corporate administration services or agent thereof to such person;

**Auditors** means the current auditors of the Issuer or any other firm appointed by the Issuer to act as its statutory auditors (as at the Closing Date, being Deloitte LLP);

**Authorised Denominations** means, in respect of the Notes, denominations (in either global or definitive form) of £100,000 and higher integral multiples of £1,000;

**Authorised Investments** means:

- (a) Sterling gilt-edged securities;
- (b) money market funds;
- (c) Sterling demand or time deposits and certificates of deposit; and
- (d) short-term debt obligations (including commercial paper),

provided that in all cases such investments will only be made such that there is no withholding or deduction for or on account of taxes applicable thereto and such investments: (i) (aa) have a maturity date of 90 days or less and mature on or before the next following Interest Payment Date or within 90 days, whichever is sooner, and are rated at least F1+ (short term) and/or AA- (long term) by Fitch and at least P-1 (short term) and A1 (long term) by Moody's (or, as applicable, AAmmf by Fitch and Aaa-mf by Moody's, in respect of money market funds); or (bb) have a maturity date of 30 days or less and mature on or before the next Interest Payment Date or within 30 days, whichever is the sooner, and are rated at least F1 (short term) and A (long term) by Fitch and at least P-1 (short term) and A2 (long term) by Moody's, (or, as applicable, AAmmf by Fitch and Aaa-mf by Moody's, in respect of money market funds); and (ii) may be broken or demanded by the Issuer (at no cost to the Issuer) on or before the next following Interest Payment Date or within 30 to 90 days, whichever is sooner, as specified in sub-paragraph (i) above, save that where such investments would result in the recharacterisation of the programme, the Notes or any transaction under the Transaction Documents as a "re-securitisation" or a "synthetic securitisation" as defined in Articles 4(63) and 242(11),

respectively, of Regulation (EU) No. 575/2013 as it forms part of domestic law in the United Kingdom by virtue of the EUWA, such investments shall not qualify as authorised investments.

**Authorised Signatory** means:

- (a) in relation to the Bank Account Agreement and the Custody Agreement, any authorised signatory referred to in, as applicable, the Deposit Account Mandate, the Swap Collateral Cash Account Mandate, the Swap Collateral Securities Account Mandate or any mandate in respect of any account in the name of the Issuer at the Issuer Account Bank or Custodian (as applicable) or any other bank account created after the Closing Date established pursuant to and in accordance with the Bank Account Agreement and the Custody Agreement; and
- (b) in all other cases, (i) an officer of the Issuer, or such other person appointed by the Issuer to act as authorised signatory or (ii) in respect of any party to the Transaction Documents, an officer of such party, or such other person appointed by such party to act as authorised signatory;

**Authority** means any competent regulatory, prosecuting, tax or governmental authority in any jurisdiction;

**Available Redemption Receipts** means for any Interest Payment Date an amount equal to the aggregate of, (without double counting):

- (a) all Redemption Receipts or, if in a Determination Period, any Calculated Redemption Receipts, in each case excluding an amount equal to any Reconciliation Amounts to be applied as Available Revenue Receipts on that Interest Payment Date, received by the Issuer:
  - (i) during the immediately preceding Collection Period; or
  - (ii) if representing amounts received by the Issuer in respect of any repurchases of Loans and their Related Security that were repurchased by the Seller pursuant to the Mortgage Sale Agreement, from but excluding the Collection Period Start Date immediately preceding the immediately preceding Interest Payment Date (or, in the case of the first Interest Payment Date, from and including the Closing Date) to and including the immediately preceding Collection Period Start Date;
- (b) the amounts (if any) calculated on the Calculation Date preceding that Interest Payment Date pursuant to the Pre-Enforcement Revenue Priority of Payments, to be the amount by which the debit balance of each of the Class A Principal Deficiency Sub-Ledger and/or the Class Z Principal Deficiency Sub-Ledger is to be reduced on that Interest Payment Date;
- (c) any Enhanced Amortisation Amounts; and
- (d) on each Interest Payment Date following a Determination Period, any Reconciliation Amounts deemed to be Available Redemption Receipts in accordance with Condition 6.8(c) (Determinations and Reconciliation);

*less* the amount of any Capitalised Borrower Product Switch Fees (including the amount of any shortfall from previous Interest Payment Dates) to be paid to the Seller on the relevant Interest Payment Date.

**Available Revenue Receipts** means, for each Interest Payment Date, an amount equal to the aggregate of (without double counting):

- (a) all Revenue Receipts or, if in a Determination Period, any Calculated Revenue Receipts, in each case excluding any Reconciliation Amounts to be applied as Available Redemption Receipts on that Interest Payment Date, received by the Issuer:
  - (i) during the immediately preceding Collection Period; or
  - (ii) if representing amounts received in respect of any repurchases of Loans and their Related Security by the Seller pursuant to the Mortgage Sale Agreement, from but excluding the Collection Period Start Date immediately preceding the immediately preceding Interest Payment Date (or, in the case of the first Interest Payment Date, from and including the Closing Date) to and including the immediately preceding Collection Period Start Date;
- (b) interest payable to the Issuer on the Issuer Accounts and received in the immediately preceding Collection Period (other than any amount of interest or income received in respect of any Swap Collateral) and income from any Authorised Investments to be received on or prior to the Interest Payment Date (other than any amount of income received in respect of the Swap Collateral);
- (c) amounts received or to be received by the Issuer under or in connection with the Swap Agreement (other than (i) any early termination amount received by the Issuer under the Swap Agreement, (ii) Swap Collateral, (iii) any Replacement Swap Premium paid to the Issuer, and (iv) amounts in respect of Swap Tax Credits on such Interest Payment Date (other than, in each case, any Swap Collateral Account Surplus which is to be applied as Available Revenue Receipts in accordance with the Swap Collateral Account Priority of Payments));
- (d) on the Final Redemption Date only, all amounts standing to the credit of the General Reserve Fund Ledger (after first having applied any General Reserve Fund Release Amount in meeting any Revenue Deficit against the relevant item in the Pre-Enforcement Revenue Priority of Payments in the order they appear in the Pre-Enforcement Revenue Priority of Payments and debiting such amounts from the General Reserve Fund Ledger in accordance with the Pre-Enforcement Revenue Priority of Payments, in each case on such Final Redemption Date);
- (e) on each Interest Payment Date up to and including the Final Redemption Date, the General Reserve Fund Excess Amount;
- (f) on each Interest Payment Date following a Determination Period, any Reconciliation Amounts deemed to be Available Revenue Receipts in accordance with Condition 6.8(c) (Determinations and Reconciliation);
- (g) amounts credited to the Deposit Account on the previous Interest Payment Date in accordance with item (n) of the Pre-Enforcement Revenue Priority of Payments;
- (h) amounts representing the Optional Purchase Price (other than the amount of any debit on the Capitalised Borrower Product Switch Fee Ledger on the Optional Purchase Completion Date) received by the Issuer upon the sale of the Loans and their Related Security comprising the Portfolio further to the exercise of the Call Option; and
- (i) other net income of the Issuer received during the immediately preceding Collection Period, excluding any Redemption Receipts;
- (j) amounts determined to be applied as Available Revenue Receipts on the immediately succeeding Interest Payment Date in accordance with item (d) of the Pre-Enforcement Redemption Priority of Payments;

- (k) on the first Interest Payment Date only, such amount received by the Issuer in respect of part of the subscription proceeds of the Class X Notes on the Closing Date excluding (i) an amount equal to the General Reserve Fund Required Amount and (ii) any payment of any premium due to the Swap Provider in connection with the entry into the Swap Agreement;

*less:*

- (l) amounts applied from time to time during the immediately preceding Collection Period in making payment of certain monies which properly belong to third parties (including the Seller) such as (but not limited to):
- (i) certain costs and expenses charged by the Servicer in respect of its servicing of the Loans and amounts relating to any administration fee, broker procurement fee or Borrower Product Switch Fees payable in respect of a Product Switch Loan, other than the Servicer Fee and the amount of any Capitalised Borrower Product Switch Fees and not otherwise covered by the items below;
  - (ii) payments of certain insurance premia in respect of the Block Insurance Policies (to the extent referable to the Loans);
  - (iii) amounts under a Direct Debit which are repaid to the bank making the payment if such bank is unable to recoup or recall such amount itself from its customer's account or is required to refund an amount previously debited; and
  - (iv) any amount received from a Borrower for the express purpose of payment being made to a third party for the provision of a service to that Borrower,
- (items within this paragraph (l) being collectively referred to herein as **Third Party Amounts**);
- (m) any tax payments paid or payable by the Issuer during the immediately preceding Collection Period to the extent not funded from amounts standing to the credit of the Issuer Profit Ledger; and
- (n) (taking into account any amount paid by way of Third Party Amounts) amounts to remedy any overdraft in relation to any Collection Account or to pay any amounts due to the Collection Account Bank.

**Back-Up Servicer Facilitator** means CSC Capital Markets UK Limited (registered number 10780001), a private limited company incorporated under the laws of England and Wales, whose registered office is at 10th Floor, 5 Churchill Place, London E14 5HU acting in its capacity as back-up servicer facilitator or any successor back-up servicer facilitator appointed from time to time as Back-Up Servicer Facilitator pursuant to the Servicing Agreement;

**Back-Up Servicer Facilitator Fee** has the meaning given to it in clause 22(e) (Back-Up Servicer Facilitator) of the Servicing Agreement;

**Back-Up Servicer Facilitator Fee Letter** means the letter dated the Closing Date between the Back-Up Servicer Facilitator and the Issuer with respect to, *inter alia*, the fees payable by the Issuer to the Back-Up Servicer Facilitator and any other fee letter subsequently agreed between the Back-Up Servicer Facilitator and the Issuer;

**BACS** means the Bankers' Automated Clearing System as amended or supplemented from time to time or any scheme replacing the same;

**Bank Account Agreement** means the agreement dated on or about the Closing Date between the Issuer Account Bank, the Issuer, the Cash Manager and the Security Trustee, which governs the operation of the Deposit Account and the Swap Collateral Account;

**Base Rate Modification** has the meaning given to it in Condition 13.6(g) (Additional Right of Modification);

**Basic Terms Modification** has the meaning given to it in Condition 13.4(c) (Quorum);

**Beneficial Title Transferee** has the meaning given to it in clause 32 (*Optional Repurchase of the Portfolio by the Seller*) of the Mortgage Sale Agreement;

**Block Insurance Policies** means the Failure to Insure Cover, Lender Interest Only Cover and the Properties in Possession Cover;

**Block Voting Instruction** has the meaning given to it in Paragraph 1 (Definitions) of Schedule 3 (Provisions for Meetings of Noteholders) to the Trust Deed;

**Book-Entry Interest** means a beneficial interest in a global note representing the relevant Class of Notes shown on records maintained in book-entry form by Euroclear or Clearstream, Luxembourg, as the case may be;

**Borrower** means, in relation to a Loan, the individual or individuals specified as borrowers in the Mortgage Conditions in respect of such Loan or the individual or individuals from time to time assuming an obligation to repay (under a guarantee or otherwise) such Loan or any part of it;

**Borrower Product Switch Fee** means the fee (if any) payable by a Borrower on the Product Switch Effective Date in connection with a Product Switch (other than a Capitalised Borrower Product Switch Fee);

**Business Day** means a day (other than a Saturday or Sunday or a public holiday) on which banks are open for general business (including dealing in foreign exchange and foreign currency deposits) in London;

**Buy-To-Let Loan** means any residential loan taken out by a borrower in relation to the purchase or re-mortgage of a property for letting purposes;

**Calculated Redemption Receipts** means the Redemption Receipts for any Determination Period calculated as the product of (i) 1 minus the Interest Determination Ratio and (ii) all collections received by the Issuer during such Determination Period;

**Calculated Revenue Receipts** means the Revenue Receipts for any Determination Period calculated as the product of (i) the Interest Determination Ratio and (ii) all collections received by the Issuer during such Determination Period;

**Calculation Date** means, in relation to a Collection Period, the day falling four Business Days before the Interest Payment Date immediately following the end of such Collection Period;

**Call Option** has the meaning given to it in clause 32 (*Optional Repurchase of the Portfolio by the Seller*) of the Mortgage Sale Agreement;

**Call Option Redemption Date** means any Final Redemption Date falling on the Optional Purchase Completion Date;

**Capitalisation Policy** means the section of the arrears, repossessions and forbearance policy of the Servicer relating to the capitalisation of Arrears, applying to all loans serviced by the Servicer from time to time (including the Loans);

**Capitalised Amounts** means, in relation to a Loan, at any date, amounts which are due or overdue in respect of that Loan (other than any principal amounts (including any Capitalised Borrower Product Switch Fees)) and which as at that date have been capitalised in accordance with the Mortgage Conditions or otherwise by arrangement with the relevant Borrower and any other amounts (including fees and expenses) capitalised in accordance with the Capitalisation Policy;

**Capitalised Borrower Product Switch Fee** means the fee (if any) payable by a Borrower on the Product Switch Effective Date in connection with a Product Switch that the Borrower has elected to capitalise;

**Capitalised Borrower Product Switch Fee Ledger** means the ledger maintained by the Cash Manager on behalf of the Issuer which records shortfalls in the amount of Capitalised Borrower Product Switch Fee under paragraph (c) of the definition of “Product Switch Criteria” below;

**Capitalised Borrower Product Switch Fees Amount** has the meaning given to such term in the definition of “Product Switch Criteria” below;

**Cash Management Agreement** means the cash management agreement dated on or about the Closing Date between the Cash Manager, the Servicer, the Seller, the Issuer, the Swap Provider and the Security Trustee;

**Cash Management Services** means the cash management services set out in the Cash Management Agreement, including Schedule 1 (Cash Management Services) thereto;

**Cash Manager** means U.S. Bank Global Corporate Trust Limited, in its capacity as cash manager or any successor cash manager appointed from time to time as Cash Manager pursuant to the Cash Management Agreement;

**Cash Manager Termination Event** has the meaning given to it in clause 12.1(a) (Cash Manager Termination Events) of the Cash Management Agreement;

**CCA and Consumer Credit Act** means the Consumer Credit Act 1974 as amended;

**CCFS** means Charter Court Financial Services Limited;

**Central Bank** means the Central Bank of Ireland;

**Certificate of Title** means, in respect of a Property, a solicitor's or licensed or qualified conveyancer's report or certificate of title obtained by or on behalf of the Seller in respect of such Property substantially in the form of the pro forma set out in the Standard Documentation;

**Charged Assets** means the property, assets and undertakings of the Issuer the subject of any security created under and pursuant to the Deed of Charge;

**Charged Documents** means each of the Transaction Documents (other than the Trust Deed, the Deed of Charge, the Scottish Supplemental Charge and the Scottish Declaration of Trust) to which the Issuer is a party;

**Claim** has the meaning given to it in clause 9.4 (*Indemnity*) of the Corporate Services Agreement;

**Class** in relation to the Notes means each or any of the Class A Notes, the Class Z Notes and the Class X Notes, as the case may be, or to the respective holders thereof;

**Class A Noteholders** means the persons who for the time being are registered in the Register as the holders of Class A Notes;

**Class A Notes** means the £500,050,000 Class A mortgage backed floating rate notes due on the Final Maturity Date;

**Class A Principal Deficiency Sub-Ledger** means the principal deficiency ledger relating to the Class A Notes and maintained by the Cash Manager in accordance with the Cash Management Agreement;

**Class X Noteholders** means the persons who for the time being are registered in the Register as the holders of Class X Notes;

**Class X Notes** means the £6,851,000 Class X fixed rate notes due on the Final Maturity Date;

**Class Z Noteholders** means the persons who for the time being are registered in the Register as the holders of Class Z Notes;

**Class Z Notes** means the £47,951,000 Class Z mortgage backed fixed rate notes due on the Final Maturity Date;

**Class Z Principal Deficiency Sub-Ledger** means the principal deficiency ledger relating to the Class Z Notes and maintained by the Cash Manager in accordance with the Cash Management Agreement;

**Clear Days** has the meaning given to it in Paragraph 1 (Definitions) of Schedule 3 (Provisions for Meetings of Noteholders) to the Trust Deed;

**Clearing System** has the meaning given to it in Paragraph 1 (Definitions) of Schedule 3 (Provisions for Meetings of Noteholders) to the Trust Deed;

**Clearstream, Luxembourg** means Clearstream Banking, S.A.;

**Closing Date** means on or around 5 June 2026;

**Code** means the US Internal Revenue Code of 1986;

**Collateralised Notes** means the Class A Notes and the Class Z Notes;

**Collection Accounts** means (i) the PMF 2026-1 Collection Account, and (ii) the Non-DD Collection Account, and any other replacement or additional collection account of CCFS in respect of which amounts are received in respect of the Loans and their Related Security in the Portfolio (and each a **Collection Account**);

**Collection Account Agreement** means the collection account agreement dated on or about the Closing Date and made between, *inter alios*, the Issuer, the Collection Account Bank and CCFS;

**Collection Account Bank** means Barclays Bank PLC, acting as Collection Account Bank, or such other person as may from time to time be appointed as Collection Account Bank at which the Collection Accounts are maintained from time to time;

**Collection Accounts Declaration of Trust** means the collection accounts declaration of trust dated on or about the Closing Date and made between, *inter alios*, the Issuer, the Security Trustee and CCFS;

**Collection Accounts Trust** has the meaning given to it in clause 2.1 (*Declaration of Trust*) of the Collection Accounts Declaration of Trust;

**Collection Accounts Trustee** means CCFS;

**Collection Period** means the monthly period commencing on (and including) a Collection Period Start Date and ending on (but excluding) the immediately following Collection Period Start Date, except that the first Collection Period will commence on (and include) 1 April 2026 and end on (and exclude) the Collection Period Start Date falling in July 2026;

**Collection Period Start Date** means the first calendar day of each calendar month in each year, the first Collection Period Start Date being 1 April 2026;

**Collections** means Revenue Receipts and Redemption Receipts;

**Common Safekeeper** means, in relation to each Class of Notes, Clearstream Banking, S.A.;

**Common Service Provider** means U.S. Bank Europe DAC in its capacity as nominee for Euroclear and Clearstream, Luxembourg;

**Companies Act** has the meaning given to the term "Companies Acts" in section 2 of the Companies Act 2006, with the addition of the words "to the extent that they are in force" at the end of section 2(1)(a) (as it applies to limited liability partnerships) and any regulations made pursuant to those Acts to the extent that they are in force;

**Compounded Daily SONIA** means the rate of return of a daily compound interest investment (with the daily Sterling Overnight Index Average as reference rate for the calculation of interest) and will be calculated by the Agent Bank as at the Interest Determination Date, as follows, and the resulting percentage will be rounded if necessary to the fourth decimal place, with 0.00005 being rounded upwards:

$$\left[ \prod_{i=1}^{d_0} \left( 1 + \frac{SONIA_{i-5LBD} \times n_i}{365} \right) - 1 \right] \times \frac{365}{d}$$

Where:

**d** is the number of calendar days in the relevant Interest Period;

**d<sub>0</sub>** is the number of London Banking Days in the relevant Interest Period;

**i** is a series of whole numbers from one to d<sub>0</sub>, each representing the relevant London Banking Day in chronological order from, and including, the first London Banking Day in the relevant Interest Period;

LBD or London Banking Day means a Business Day;

**n<sub>i</sub>**, for any day **i**, means the number of calendar days from and including such day "i" up to but excluding the following London Banking Day; and

**SONIA<sub>i-5LBD</sub>** means in respect of any London Banking Day "i" falling in the relevant Interest Period, the SONIA Reference Rate for the London Banking Day falling five London Banking Days prior to that London Banking Day "i";

**Computer System** means any computer hardware or software or any equipment operated by electronic means;

**Conditions or Terms and Conditions of the Notes** means the terms and conditions of the Notes set out in Schedule 2 (Terms and Conditions of the Notes) to the Trust Deed, as any of the same may from time to time be amended, varied or restated in accordance with the provisions of the Trust Deed and any reference to a numbered Condition shall be construed accordingly;

**Controller Party** means the Seller, the Issuer and (to the extent it processes any Personal Data) the Security Trustee;

**Corporate Services Agreement** means the agreement dated on or about the Closing Date and made between the Corporate Services Provider, the Share Trustee, Holdings, the Issuer and the Security Trustee for the provision by the Corporate Services Provider of certain corporate services to the Issuer and Holdings;

**Corporate Services Provider** means CSC Capital Markets UK Limited (registered number 10780001), a company incorporated under the laws of England and Wales, whose principal office is at 10th Floor, 5 Churchill Place, London E14 5HU or such other person or persons for the time being acting as Corporate Services Provider to the Issuer and Holdings under the Corporate Services Agreement;

**Corporate Services Provider Fee Letter** has the meaning given to it in clause 1.2 (*Definitions and Interpretations*) of the Corporate Services Agreement;

**Counter Notice** has the meaning given to it in clause 32 (*Optional Repurchase of the Portfolio by the Seller*) of the Mortgage Sale Agreement;

**CRA Regulation** means Regulation (EU) No. 1060/2009 (as amended);

**CRA Requirements** means the requirements of the UK CRA Regulation and/or the CRA Regulation after the Closing Date, including as a result of the adoption of regulatory technical standards in relation to the UK CRA Regulation and/or the CRA Regulation and the Commission Delegated Regulation 2015/3 (including, any associated regulatory technical standards and advice, guidance or recommendations from relevant supervisory regulators), as amended from time to time;

**Cross-collateral Mortgage Rights Accession Deed** means the deed dated the Closing Date between the Security Trustee and the Issuer;

**Cross-collateral Mortgage Rights Deed** means the cross-collateral mortgage rights deed dated 28 April 2017 between, amongst others, Charter Court Financial Services Limited and Precise Mortgage Funding 2017-1B plc and acceded to by the Issuer on the Closing Date pursuant to Cross-collateral Mortgage Rights Accession Deed;

**Cross-collateral Party** means a party to the Cross-collateral Mortgage Rights Deed;

**Cross-collateral Rights** has the meaning given to it in the Cross-collateral Mortgage Rights Deed;

**CRR Amendment Regulation** means Regulation (EU) 2017/2401 which amends certain provisions of Regulation (EU) No 575/2013;

**Cumulative Defaults** means, at any time, the Current Balance of all Loans that have been repossessed calculated at the point when the relevant Loan was repossessed.

**Current Balance** of a Loan means, on any date, the aggregate balance of the Loan at such date (but without double counting) including:

- (a) the original principal amount advanced to the relevant Borrower secured or intended to be secured by the related Mortgage and which has not been paid, repaid or prepaid by the relevant Borrower; and
- (b) any interest, disbursement, legal expense, fee, charge, rent, service charge, premium or payment which has not been paid by the relevant Borrower and which has been properly capitalised in accordance with the relevant Mortgage Conditions or with the relevant Borrower's consent and added to the amounts secured or intended to be secured by the related Mortgage; and
- (c) any other amount (including, for the avoidance of doubt, Accrued Interest and Arrears of Interest) which is due or accrued (whether or not due) and which has not been paid by the relevant Borrower and has not been capitalised in accordance with the relevant Mortgage Conditions or with the relevant Borrower's consent but which is secured or intended to be secured by the related Mortgage other than any administrative fee that is paid by the Borrower for the benefit of any third party and/or retained by the Servicer in accordance with the terms of the Servicing Agreement,

on the basis of the start of day position on such date (which for the avoidance of doubt is inclusive of any interest rate accrual amount relating to the previous month or otherwise that has been applied on such day but is exclusive of any other payments or postings on such date) and any reference to the Current Balance of a loan contained in the Provisional Portfolio shall be construed as if it were a Loan contained in the Portfolio;

**Custodian** means U.S. Bank Europe DAC, UK Branch acting as Custodian under the terms of the Custody Agreement, or such other person as may from time to time be appointed as Custodian from time to time pursuant to the Custody Agreement;

**Custody Agreement** means the custody agreement dated on or about the Closing Date between the Custodian, the Issuer, the Cash Manager and the Security Trustee;

**Cut-Off Date** means 31 March 2026;

**Data Breach** means any accidental, unlawful or unauthorised destruction, loss, alteration, disclosure of, or access to, or any unauthorised or unlawful processing of, in each case any Personal Data;

**Data Controller** has the meaning given to it in the Data Protection Laws;

**Data Protection Authority** means each person having regulatory or supervisory authority over the processing of Personal Data in connection with this Agreement, as applicable;

**Data Protection Laws** means any law, enactment, regulation or order concerning the processing of data relating to living persons including:

- (a) the EU GDPR;
- (b) the UK GDPR;
- (c) the UK Data Protection Act; and
- (d) other European Data Protection Laws,

each to the extent applicable to the activities or obligations under or pursuant to the Transaction Documents;

**Data Subject** shall, when used in respect of the performance of an activity or obligation, have the same meaning as is assigned to it in the relevant Data Protection Laws as at the time at which that activity or obligation was performed;

**Deed of Charge** means the deed of charge to be dated on or about the Closing Date between, *inter alios*, the Issuer and the Security Trustee pursuant to which the Issuer grants the Security in favour of the Security Trustee for the benefit of the Secured Creditors;

**Deed of Charge Accession Undertaking** means an accession undertaking in a form set out in Schedule 2 (Form of Deed of Charge Accession Undertaking) to the Deed of Charge, to be entered into between *inter alios*, the Issuer, the Security Trustee and the Secured Creditors, by which a new secured creditor shall accede to the terms of the Deed of Charge;

**Deferred Consideration** has the meaning given in clause 2.1 (*Sale and Purchase of the Loans and their Related Security*) of the Mortgage Sale Agreement;

**Deposit Account** means the deposit account (account number [REDACTED]) in the name of the Issuer held with the Issuer Account Bank and maintained subject to the terms of the Bank Account Agreement and the Deed of Charge or such additional or replacement account as may for the time being be in place pursuant to the Cash Management Agreement with the prior consent of the Security Trustee and designated as such;

**Deposit Account Balance** means amounts standing to the credit of the Deposit Account from time to time;

**Deposit Account Mandate** means the form of bank mandate relating to the Deposit Account as set out in Schedule 1 (Form of Deposit Account Mandate) to the Bank Account Agreement;

**Deposit Account Rate** means the rate of interest accruing on the Deposit Account Balance, as the Issuer and the Issuer Account Bank may agree from time to time;

**Determination Period** has the meaning given to it in Paragraph 11.1 (Estimation) of Schedule 2 (Cash Management and Maintenance of Ledgers) to the Cash Management Agreement;

**Direct Debit** means a written instruction of a Borrower authorising its bank to honour a request of the Seller to debit a sum of money on specified dates from the account of the Borrower for deposit into an account of the Seller;

**Direct Debit Mandate** means a mandate from a Borrower to the Servicer authorising payments to be made by the relevant Borrower to the Servicer by way of the Direct Debiting Scheme;

**Direct Debiting Scheme** means the system for the manual or automated debiting of bank accounts by Direct Debit operated in accordance with the principal rules of certain members of the Association for Payment Clearing Services;

**Disruption Event** means either or both of:

- (a) a material disruption to those payment or communications systems or to those financial markets which are, in each case, required to operate in order for the payments to be made in connection with a Transaction Document (or otherwise in order for the Transactions to be

carried out) which disruption is not caused by, and is beyond the control of, the relevant party seeking to rely on such disruption; and/or

- (b) the occurrence of any other event which results in the disruption (of a technical or systems related nature) to the treasury or payments operations of the party seeking to rely on such disruption which prevents that party, or any other party to the Transaction Documents, from:
  - (i) performing its payment obligations under the Transaction Documents; or
  - (ii) communicating with any other party to a Transaction Document in accordance with the terms of the relevant Transaction Documents;

**Early Repayment Charge** means any charge (other than a Redemption Fee) which a Borrower is required to pay in the event that he or she repays all or any part of the relevant Loan before a specified date in the Mortgage Conditions;

**EBA** means the European Banking Authority;

**EIOPA** means the European Insurance and Occupational Pensions Authority;

**Electronic Notification of Discharge** means an electronic notification of the discharge of a mortgage or charge, sent to the Land Registry in lieu of a paper discharge;

**Eligible Person** has the meaning given to it in Paragraph 1 (Definitions) of Schedule 3 (Provisions for Meetings of Noteholders) to the Trust Deed;

**Enforced Loan** means a Loan in respect of which the Related Security has been enforced and the related Property has been sold;

**Enforcement Notice** means a notice served by the Note Trustee on the Issuer (with a copy to the Swap Provider, the Cash Manager, the Security Trustee, the Servicer, the Issuer Account Bank, the Custodian and the Seller) that all Classes of Notes are immediately due and repayable at their respective Principal Amount Outstanding, together with accrued (but unpaid) interest;

**Enforcement Procedures** means the procedures for the enforcement of Mortgages undertaken by the Servicer from time to time in accordance with the Servicing Policies;

**English Loan** means an English or Welsh residential mortgage loan secured by an English Mortgage and, where applicable, other Related Security sold, assigned or transferred by the Seller to the Issuer pursuant to the Mortgage Sale Agreement;

**English Mortgage** means in respect of any English Loans a first fixed charge by way of legal mortgage secured over a Property located in England or Wales which is, or is to be, sold, assigned or transferred by the Seller to the Issuer pursuant to the Mortgage Sale Agreement which secures the repayment of the relevant Loan pursuant to the Mortgage Conditions applicable to it;

**Enhanced Amortisation Amounts** means amounts deemed to be Available Redemption Receipts in accordance with item (k) of the Pre-Enforcement Revenue Priority of Payments;

**ESMA** means the European Securities and Markets Authority;

**EU Affected Investor** means each of EU-regulated credit institutions, EU-regulated investment firms, certain alternative investment fund managers which manage and/or market alternative investment funds in the EU, EU regulated insurers or reinsurers, certain investment companies authorized in

accordance with Directive 2009/65/EC, managing companies as defined in Directive 2009/65/EC, institutions for occupational retirement provision falling within the scope of Directive (EU) 2016/2341 (subject to certain exceptions), and certain investment managers and authorised entities appointed by such institutions subject thereto;

**EU Article 7 ITS** means Commission Implementing Regulation (EU) 2020/1225226 including any relevant guidance and policy statements in relation thereto published by the EBA, the ESMA, the EIOPA (or their successor) or by the European Commission;

**EU Article 7 RTS** means Commission Delegated Regulation (EU) 2020/1224227 including any relevant guidance and policy statements in relation thereto published by the EBA, the ESMA, the EIOPA (or their successor) or by the European Commission;

**EU Article 7 Technical Standards** mean the EU Article 7 RTS and the EU Article 7 ITS;

**EU EMIR** means the European Regulation 648/2012 of 4 July 2012, known as the European Market Infrastructure Regulation;

**EU GDPR** means General Data Protection Regulation 2016/679;

**EU Insolvency Regulation** means Regulation (EU) 2015/848 of the European Parliament and of the Council of 20 May 2015 on insolvency proceedings (recast);

**EU Investor Report** has the meaning given to such terms in clause 8.3(d) (Information Covenants) of the Cash Management Agreement;

**EU Retention Requirement** has the meaning given to it in clause 9 (*Undertaking of the Seller*) of the Mortgage Sale Agreement;

**EU Securitisation Regulation** means Regulation (EU) 2017/2402, as amended, including (i) relevant regulatory and/or implementing technical standards or delegated regulation, or other applicable national implementing measures in relation thereto (including any applicable transitional provisions); and/or (ii) any relevant guidance and policy statements in relation thereto published by the European Banking Authority, the ESMA, the European Insurance and Occupational Pensions Authority, the European Central Bank and/or the European Commission;

**EU SR Data Tape** has the meaning given to it in clause 14.5(b)(ii) (Reporting and information under the EU Securitisation Regulation) of the Servicing Agreement;

**EUWA** means the European Union (Withdrawal) Act 2018 (as amended by the European Union (Withdrawal Agreement) Act 2020) as amended, varied, superseded or substituted from time to time;

**Euroclear** means Euroclear Bank SA/NV;

**European Data Protection Laws** means any law, enactment, regulation or order transposing, implementing, adopting, supplementing or derogating from the EU GDPR and the EU Directive 2002/58/EC in each EU Member State and the United Kingdom;

**Event of Default** has the meaning given to it in Condition 11 (Events of Default);

**EWS1 Form** means the form published by the Royal Institute for Chartered Surveyors (“RICS”) from time to time in relation to an external wall system (EWS) or attachments and provided to valuers or lenders by a building owner to confirm assessment by a suitable expert;

**Exercise Notice** has the meaning given to it in clause 32 (*Optional Repurchase of the Portfolio by the Seller*) of the Mortgage Sale Agreement;

**Extraordinary Resolution** has the meaning given to it in Condition 13 (*Meetings of Noteholders, Modification, Waiver and Substitution*);

**Failure to Insure Cover** means a policy of OSB GROUP PLC and its subsidiaries (including the Seller), and any other insurance contracts in replacement, addition or substitution thereof from time to time, covering all loans originated by the Seller, the premium being paid by the Seller or an affiliate;

**F2A 2023** means the Finance (No. 2) Act 2023;

**FATCA Withholding** means any withholding or deduction required pursuant to an agreement described in section 1471(b) of the Code or otherwise imposed pursuant to sections 1471 through 1474 of the Code (or regulations thereunder or official interpretations thereof) or an intergovernmental agreement between the United States and another jurisdiction facilitating the implementation thereof (or any law implementing such an intergovernmental agreement);

**FCA** means the United Kingdom Financial Conduct Authority (or any successor thereto) which, together with the PRA, pursuant to the provisions of the Financial Services Act 2012, among other things, replaced the FSA on 1 April 2013;

**FCA Handbook** means the handbook of rules and guidance adopted by the FCA;

**Final Maturity Date** means the Interest Payment Date falling in February 2063;

**Final Redemption Date** means the Interest Payment Date in respect of which the Cash Manager determines on the immediately preceding Calculation Date that, following the application on such Interest Payment Date of:

- (a) Available Revenue Receipts in accordance with the Pre-Enforcement Revenue Priority of Payments;
- (b) any General Reserve Fund Release Amounts in meeting any Revenue Deficit against the relevant items in the Pre-Enforcement Revenue Priority of Payments in the order that they appear in the Pre-Enforcement Revenue Priority of Payments; and
- (c) any Principal Addition Amounts in meeting any Senior Expenses Deficit against the relevant items in the Pre-Enforcement Revenue Priority of Payments in the order that they appear in the Pre-Enforcement Revenue Priority of Payments,

the sum of:

- (i) the Available Redemption Receipts (other than, where such Interest Payment Date falls prior to the Optional Redemption Date, paragraph (c) of the definition thereof and excluding any amounts applied as Principal Addition Amounts);
- (ii) all amounts standing to the credit of the General Reserve Fund Ledger; and
- (iii) all amounts which (but for the occurrence of the Final Redemption Date) would have been available following application of items (a) to (j) (inclusive) of the Pre-Enforcement Revenue Priority of Payments,

would be sufficient to redeem in full the Collateralised Notes on such Interest Payment Date, including, as the case may be, as a result of the mandatory redemption of the Collateralised Notes pursuant to Condition 8.3 (*Mandatory Redemption of the Notes in Full*) or 8.4 (*Mandatory Redemption of the Notes for Taxation or Other Reasons*).

For the avoidance of doubt, the "Final Redemption Date" shall be the Interest Payment Date on which the Issuer has sufficient funds comprising Available Revenue Receipts and Available Redemption Receipts (in accordance with paragraphs (a) to (c) and (i) to (iii) above) that are available to redeem the Collateralised Notes in full (including as a result of the mandatory redemption of the Collateralised Notes pursuant to Condition 8.3 (*Mandatory Redemption of the Notes in Full*) or 8.4 (*Mandatory Redemption of the Notes for Taxation or Other Reasons*);

**Financial Year** means the 12-month period ending on 31 December of each year, provided that the first Financial Year ends on 31 December 2026;

**Fitch** means Fitch Ratings Ltd.;

**Fixed Rate** has the meaning given to it in the Swap Agreement;

**Fixed Rate Accrual Date** means the 16<sup>th</sup> day of each calendar month determined on the basis that no adjustment is made to the date thereof for non-Business Days;

**Fixed Rate Day Count Fraction** means Act/365, as such term defined in the ISDA Definitions;

**Fixed Rate Loan** means a loan to the extent that and for such time as the interest rate payable by the relevant Borrower on all or part of the principal balance does not vary and is stated to be on a fixed rate for a fixed period of time by the Seller (that was offered by the Seller as a product to its borrowers generally) (excluding any concessionary arrangements entered into by the Seller (or the Servicer on its behalf) with a Borrower in accordance with its arrears, repossessions and forbearance policy);

**Fixed Rate Notes** means the Class Z Notes and the Class X Notes;

**Flexible Loan** means a loan in respect of which the Borrower has exercisable redraw rights under the relevant loan;

**Floating Mortgage Rate** means a variable interest rate that is based on BBR or SONIA for Sterling deposits;

**Floating Rate Day Count Fraction** means Act/365, as such term defined in the ISDA Definitions;

**Floating Rate Loans** means a Loan where the applicable rate of interest is the Floating Mortgage Rate;

**Floating Rate Notes** means the Class A Notes;

**Force Majeure Event** means any event beyond the reasonable control of a party including strikes, lock-outs, labour disputes, acts of God, war, riot, civil commotion, malicious damage, compliance with any law or governmental order, rule, regulation or direction, accident, breakdown of plant or machinery, fire, flood or storm;

**FSA** means the Financial Services Authority, which, pursuant to the provisions of the Financial Services Act 2012, among other things, was replaced by the FCA and the PRA on 1 April 2013;

**FSMA 2000** or **FSMA** means the Financial Services and Markets Act 2000, as amended by the Financial Services and Markets Act 2023;

**Full Title Guarantee** shall be construed in accordance with the LP (MP) Act but so that the covenants implied by the LP (MP) Act in respect of the Security do not include:

- (a) the words "other than any charges, encumbrances or rights which that person does not and could not reasonably be expected to know about" in section 3(1)(b) of the LP (MP) Act; and
- (b) section 6(2) of the LP (MP) Act;

**Further Advance** means, in relation to a Loan, any advance of further money to the relevant Borrower following the advance of the Initial Advance, which is secured by the same Mortgage as the Initial Advance, but does not include the amount of any retention advanced to the relevant Borrower as part of the Initial Advance after completion of the Mortgage;

**General Reserve Fund** means the fund established on the Closing Date to provide credit enhancement and liquidity support for the Class A Notes, which will be credited with the General Reserve Fund Required Amount from part of the proceeds of the Noteholders' subscription for the Class X Notes on the Closing Date;

**General Reserve Fund Amortising Trigger Event** shall occur if:

- (a) the Collateralised Notes are not redeemed in full on the Optional Redemption Date; or
- (b) Cumulative Defaults in respect of the Loans comprising the Portfolio are greater than 5 per cent. of the aggregate Current Balance of the Loans comprised in the Portfolio as at the Cut-Off Date;

**General Reserve Fund Excess Amount** means, on any Interest Payment Date, an amount equal to the greater of:

- (a) zero; and
- (b) the amount standing to the credit of the General Reserve Fund Ledger on such Interest Payment Date less the General Reserve Fund Required Amount on such Interest Payment Date;

**General Reserve Fund Ledger** means the ledger maintained by the Cash Manager on behalf of the Issuer which records amounts credited to, and debited from, the General Reserve Fund;

**General Reserve Fund Release Amount** has the meaning given to it in Paragraph 3.6 (*General Reserve Fund and General Reserve Fund Ledger*) of Schedule 2 (*Cash Management and Maintenance of Ledgers*) of the Cash Management Agreement;

**General Reserve Fund Required Amount** means:

- (a) on any Interest Payment Date up to (but excluding) the Final Redemption Date:
  - (i) if a General Reserve Fund Amortising Trigger Event has not occurred prior to the Calculation Date immediately preceding such Interest Payment Date, an amount equal to 1.25 per cent. of the then aggregate current Principal Amount Outstanding of the Collateralised Notes on that Interest Payment Date before the application of the Pre-Enforcement Redemption Priority of Payments; and

- (ii) if a General Reserve Fund Amortising Trigger Event has occurred prior to the Calculation Date immediately preceding the Interest Payment Date, an amount equal to 1.25 per cent. of the then aggregate current Principal Amount Outstanding of the Collateralised Notes on the Interest Payment Date immediately preceding the occurrence of a General Reserve Fund Amortising Trigger Event occurring; and
- (b) on each Interest Payment Date on and following the Final Redemption Date, zero;

**Global Note** means in respect of any Class of Notes, the global note certificate in registered form representing such Class of Notes in, or substantially in, the form set out in Schedule 1 (Form of the Global Note) to the Trust Deed;

**Hedge Subordinated Amounts** means, in relation to the Swap Agreement, the amount of any termination payment due and payable to the Swap Provider as a result of a Swap Provider Default or a Swap Provider Downgrade Event except to the extent such amount has already been paid pursuant to the Swap Collateral Account Priority of Payments.

**HMRC** means HM Revenue & Customs;

**Holding Company** means a holding company as defined in section 1159 of the Companies Act 2006;

**Holdings** means PMF 2026-1 Holdings Limited (registered number 16809196), a limited company incorporated under the laws of England and Wales, whose registered office is at 10th Floor, 5 Churchill Place, London, United Kingdom, E14 5HU;

**Identified Person** has the meaning given to it in Paragraph 3 (Procedure for Issue of Voting Certificates, Block Voting Instructions) of Schedule 3 (Provisions for Meetings of Noteholders) to the Trust Deed;

**Indemnified Claim** has the meaning given to it in clause 9.6 (Indemnity) of the Corporate Services Agreement;

**Indemnified Persons** means, with respect to the Corporate Services Agreement, the Corporate Services Provider and all Associated Persons of the Corporate Services Provider;

**Indemnity Notice** has the meaning given to it in clause 9.4 (Indemnity) of the Corporate Services Agreement;

**Independent Director** means a duly appointed member of the board of directors of the Issuer who should not have been, at the time of such appointment, or at any time in the preceding five years, (i) a direct or indirect legal or beneficial owner in the Issuer or any of its Affiliates (excluding *de minimus* ownership interests), (ii) a creditor, supplier, employee, officer, director, family member, manager, or contractor of the Issuer or its Affiliates, or (iii) a person who controls (whether directly, indirectly, or otherwise) the Issuer or its Affiliates or any creditor, supplier, employee, officer, director, manager, or contractor of the Issuer or its Affiliates;

**Indexed LTV** means the indexed loan to value ratio of the relevant Property, calculated by dividing the Current Balance of a Loan as at the Portfolio Reference Date by the indexed valuation (using the Nationwide House Price Index as of 31 March 2026 (regional quarterly indices, non-seasonally adjusted)) of the Property securing that Loan;

**Indirect Participant** means a person that holds interests in the Book-Entry Interests through a Participant or through another Indirect Participant;

**Initial Advance** means the initial principal amount advanced by the Seller to the relevant Borrower under a Loan;

**Initial Consideration** means £548,001,000.00;

**Initial Swap Transaction** means the swap documented under the Swap Agreement and entered into on the Closing Date pursuant to which the Issuer will hedge against the possible variance between the fixed rates of interest payable on the Fixed Rate Loans in the Portfolio and a rate of interest under the Notes being calculated by reference to Compounded Daily SONIA;

**Insolvency Act** means the Insolvency Act 1986 (as amended);

**Insolvency Event** means, in respect of a relevant entity:

- (a) an order is made or an effective resolution passed for the winding up of the relevant entity (or it proposes or makes any compromise or arrangement with its creditors); or
- (b) the relevant entity stops or threatens to stop payment to its creditors generally or the relevant entity ceases or threatens to cease to carry on its business or substantially the whole of its business; or
- (c) an encumbrancer takes possession or a Receiver is appointed to the whole or any material part of the undertaking, property and assets of the relevant entity or a distress, diligence or execution is levied or enforced upon or sued out against the whole or any material part of the chattels or property of the relevant entity and, in the case of any of the foregoing events, is not discharged within 30 days; or
- (d) the relevant entity is unable to pay its debts as they fall due or it is deemed under section 123(1)(a) of the Insolvency Act 1986 to be unable to pay its debts (in the case of the Seller only, on the basis that the reference in such section to £750 was read as a reference to £10 million), section 123(1)(b), (d) and (e), 123(1)(c), (in the case of the Seller only, on the basis that the words “for a sum exceeding £10 million” were inserted after the words “extract registered bond” and “extract registered protest”) and 123(2) (as that section may be amended); or
- (e) if proceedings are initiated against the relevant entity under any applicable liquidation, insolvency, composition, reorganisation or other similar laws or an application is made (or documents filed with a court) for the appointment of an administrative or other receiver, manager, administrator or other similar official, or an administrative or other receiver, manager, administrator or other similar official is appointed, in relation to the relevant entity or, as the case may be, in relation to the whole or any part of the undertaking or assets of any of relevant entity, and in any such case (other than the appointment of an administrator or an administrative receiver appointed following presentation of a petition for an administration order), unless initiated by the relevant entity, is not discharged within 30 days or if the relevant entity takes steps with a view to obtaining a moratorium in respect of any indebtedness;

**Insurance Policies** means with respect to the Mortgages, the Block Insurance Policies and any other insurance contracts in replacement, addition or substitution thereof from time to time which relate to the Loans, and **Insurance Policy** means any one of them;

**Interest Amount** means in respect of an Interest Period and a Class of Notes, the Sterling amount payable in respect of interest on the Principal Amount Outstanding of such Class of Notes for the relevant Interest Period, as determined by the Agent Bank as soon as practicable on the Interest

Determination Date falling in such Interest Period, but in no event later than the third Business Day thereafter;

**Interest Determination Date** means the fifth London Banking Day before the Interest Payment Date for which the relevant Rate of Interest will apply;

**Interest Determination Ratio** means, on any Interest Payment Date, (i) the aggregate Revenue Receipts calculated in the three preceding Servicer Reports (or, where there are not at least three previous Servicer Reports, any previous Servicer Reports) divided by (ii) the aggregate of all Revenue Receipts and all Redemption Receipts calculated in such Servicer Reports;

**Interest-only Loan** means a Loan where the Borrower makes monthly payments of interest but not of principal so that, when the Loan matures, the entire principal amount of the Loan is still outstanding and is payable in one lump sum;

**Interest Payment Date** means the 16th day of each calendar month, if such day is not a Business Day, the immediately following Business Day with the first Interest Payment Date falling in July 2026;

**Interest Period** means (i) in the case of the Floating Rate Notes, the period from (and including) an Interest Payment Date (except in the case of the first Interest Period, which shall commence on (and include) the Closing Date) to (but excluding) the next following Interest Payment Date and (ii) in the case of the Fixed Rate Notes, from (and including) a Fixed Rate Accrual Date (except in the first Interest Period, which shall commence on (and include) the Closing Date) to (but excluding) the next following Fixed Rate Accrual Date or (in the case of the first Interest Period) the Fixed Rate Accrual Date in July 2026;

**Investment Company Act** means the Investment Company Act 1940;

**Investor Report** means the UK Investor Report and/or the EU Investor Report as applicable;

**Irrecoverable VAT** means any amount in respect of VAT incurred by a party to the Transaction Documents (for the purposes of this definition, a **Relevant Party**) as part of a payment in respect of which it is entitled to be reimbursed or indemnified under the relevant Transaction Documents to the extent that the Relevant Party does not or will not receive and retain a credit, deduction or repayment of such VAT as input tax (as that expression is defined in section 24(1) VATA or under Article 168 of the Council Directive of 28 November 2006 on the common system of value added tax (EC Directive 2006/112) or any provision of a similar nature, under the law of a member state of the European Union or elsewhere);

**ISDA** means the International Swaps and Derivatives Association, Inc.;

**ISDA Definitions** means the 2006 ISDA Definitions, as published by ISDA;

**ISDA Master Agreement** means the 2002 ISDA Master Agreement, as published by ISDA;

**Issuer** means PMF 2026-1 PLC (registered number 16810515), a public limited company incorporated under the laws of England and Wales, whose registered office is at 10th Floor, 5 Churchill Place, London E14 5HU;

**Issuer Account Bank** means U.S. Bank Europe DAC, UK Branch, acting as Issuer Account Bank under the terms of the Bank Account Agreement, or such other person as may from time to time be appointed as Issuer Account Bank at which the Issuer Accounts are maintained from time to time pursuant to the Bank Account Agreement;

**Issuer Accounts** means each of the Deposit Account, the Swap Collateral Accounts and any additional or replacement accounts (including, if applicable, any securities accounts) opened in the name of the Issuer and maintained with the Issuer Account Bank and/or the Custodian and any other bank or custodian from time to time;

**Issuer Power of Attorney** means the power of attorney granted by the Issuer in favour of the Security Trustee under the Deed of Charge on the Closing Date substantially in the form set out in Schedule 1 (Issuer Power of Attorney) to the Deed of Charge;

**Issuer Profit Amount** has the meaning given to it in Paragraph 8 (Application of Available Revenue Receipts prior to the service of an Enforcement Notice) of Schedule 2 (Cash Management and Maintenance of Ledgers) to the Cash Management Agreement;

**Issuer Profit Ledger** means the ledger maintained by the Cash Manager to record as a credit amounts retained by the Issuer as profit in accordance with the Pre-Enforcement Revenue Priority of Payments and the Post-Enforcement Priority of Payments and as a debit any amount used to discharge any tax liability of the Issuer;

**Issuer Swap Amount** means the amount in Sterling produced by applying the Fixed Rate to the Notional Amount (as defined in the relevant Swap Transaction) of such Swap Transaction for the relevant Swap Calculation Period and multiplying the resulting amount by the Fixed Rate Day Count Fraction;

**Joint Lead Managers** means Merrill Lynch International, BNP Paribas and RBC Europe Limited;

**Land Registry** means the body responsible for recording details of land in England and Wales;

**Land Registry Transfer** means, in relation to Properties situated in England or Wales, title to which is registered or is in the course of being registered with the Land Registry, each transfer of the relevant Mortgages substantially in the appropriate form set out in Part 1 (Seller Registered Transfer) or Part 2 (Issuer Registered Transfer) of Schedule 2 (Register of Transfers) to the Mortgage Sale Agreement (with such modifications as may be required from time to time);

**Law** includes common or customary law and any constitution, decree, judgment, legislation, order, ordinance, regulation, statute, treaty or other legislative measure in any jurisdiction and any present or future directive, regulation, guideline, practice, concession, request or requirement whether or not having the force of law issued by any governmental body, agency or department or any central bank or other fiscal, monetary, taxation, regulatory, self-regulatory or other authority or agency;

**Ledgers** means the Redemption Ledger, the Revenue Ledger, the General Reserve Fund Ledger, the Principal Deficiency Ledger, the Issuer Profit Ledger, the Swap Collateral Ledger and the Capitalised Borrower Product Switch Fee Ledger and any additional ledger operated in accordance with the Cash Management Agreement (for the avoidance of doubt, the Ledgers will not be required to be kept in physical form and where it is expressed in the Transaction Documents that amounts are standing to the credit of the relevant Ledger this means that such amounts are standing to the credit of an Issuer Account and can be identified as being of the particular nature to be recorded on such Ledger);

**Lender Interest Only Cover** means a policy of OSB GROUP PLC and its subsidiaries (including the Seller), and any other insurance contracts in replacement, addition or substitution thereof from time to time, whereby the Seller (or the Servicer on its behalf) places Borrowers on such Lender Interest Only Cover when the Seller or the Servicer becomes aware that the Borrower's own insurance in respect of the Property referable to its Loan has expired or lapsed;

**Lending Criteria** means in respect of a Loan, the lending criteria of the Seller as at the date such Loan was granted;

**Liability** means, in respect of any person, any loss, damage, cost, charge, award, claim, demand, indemnity, expense, judgment, decree, action, proceeding or other liability including legal costs and expenses properly incurred (including, in each case, Irrecoverable VAT in respect thereof but excluding Tax on net income, profits or gains);

**LIBOR** means the London Interbank Offered Rate for Sterling deposits;

**Loan** means an English Loan or a Scottish Loan or both, as the context requires;

**Loan Agreement** means, in relation to a Loan, the loan agreement entered into between the relevant Borrower and the Seller;

**Loan Files** means the file or files relating to each Loan (including files kept in microfiche format or in a similar electronic data retrieval system or the substance of which is transcribed and held on an electronic data retrieval system) containing *inter alia* correspondence between the Borrower and the Seller and including mortgage documentation applicable to each Loan, each letter of offer for that Loan, the Valuation Report (if applicable), any MHA/CP Documentation and, to the extent available, the solicitor's or licensed or qualified conveyancer's certificate of title;

**Loan Repurchase Notice** means a notice substantially in the form set out in Schedule 6 (Loan Repurchase Notice) to the Mortgage Sale Agreement;

**Loan Warranties** means the representations and warranties set out in Schedule 1 (Loan Warranties) to the Mortgage Sale Agreement;

**London Stock Exchange** means the London Stock Exchange plc or any other body to which its functions have been transferred;

**Losses** means the aggregate of (a) all realised losses on the Loans which are not recovered from the proceeds following the sale of the Property to which such Loan relates or any losses realised by the Issuer on the Loans as a result of the failure of the Collection Account Bank to remit funds to the Issuer and (b) any loss to the Issuer as a result of an exercise of any set-off by any Borrower in respect of its Loan;

**LP (MP) Act** means the Law of Property (Miscellaneous Provisions) Act 1994;

**Market** means the main market of the London Stock Exchange, being a regulated market in the UK for the purposes of Regulation (EU) No. 600/2014 (as it forms part of UK domestic law by virtue of the EUWA) on markets in financial instruments;

**Master Definitions and Construction Schedule** means this master definitions and construction schedule;

**MCOB** means the FCA's Mortgages and Home Finance: Conduct of Business Sourcebook, which sets out the rules under FSMA for regulated mortgage activities;

**Member State** means a state of the European Union;

**MHA/CP Documentation** means an affidavit, declaration, consent or renunciation granted in terms of the Matrimonial Homes (Family Protection) (Scotland) Act 1981 and/or (as applicable) the Civil Partnership Act 2004 in connection with a Scottish Mortgage or the Property secured thereby;

**Monthly Instalment** means the amount which the relevant Mortgage Conditions require a Borrower to pay on each monthly payment date in respect of that Borrower's Loan;

**Monthly Pool Date** means the 16th Business Day of each month;

**Moody's** means Moody's Investors Service Ltd;

**Mortgage** means in respect of any English Loan each English Mortgage and, in respect of any Scottish Loan, each Scottish Mortgage, in each case, which is, or is to be, sold, assigned or transferred by the Seller to the Issuer pursuant to the Mortgage Sale Agreement and (in respect of any Scottish Loan), the Scottish Declaration of Trust, which secures the repayment of the relevant Loan pursuant to the Mortgage Conditions applicable to it.

**Mortgage Conditions** means in respect of a Loan, all the terms and conditions applicable to such Loan (including, without limitation, the Seller's relevant general conditions) each as varied from time to time by the relevant loan agreement, the relevant Mortgage Deed and the Offer Conditions;

**Mortgage Deed** means, in respect of any Mortgage, the deed in written form creating that Mortgage (being in respect of any Scottish Loans, a standard security);

**Mortgage Sale Agreement** means the mortgage sale agreement dated on or about the Closing Date and made between, *inter alios*, the Seller, the Issuer, the Security Trustee and the Servicer, in relation to the sale of the Portfolio to the Issuer;

**Most Senior Class** means, in respect of the Notes, the Class A Notes or, if there are no Class A Notes then outstanding, the Class Z Notes or, if there are no Class A or Class Z Notes then outstanding, the Class X Notes;

**Non-DD Collection Account** means the account held in the name of CCFS with the Collection Account Bank into which amounts received in respect of certain of the Loans arising by way of non-Direct Debit payments from the Borrowers shall be paid;

**Non-DD Collection Account Accession Undertaking** means the non-DD collection account accession undertaking dated on or about the Closing Date and made between, among others, the Issuer and the Security Trustee, under which the Issuer has acceded to the terms of the Non-DD Collection Account Declaration of Trust as a beneficiary of the Non-DD Collection Account Trust;

**Non-DD Collection Account Declaration of Trust** means the non-DD collection account declaration of trust dated 5 December 2013, the terms of which the Issuer has acceded to as a beneficiary of the Non-DD Collection Account Trust pursuant to the Non-DD Collection Account Accession Undertaking (including any notices or acknowledgements delivered in relation thereto);

**Non-DD Collection Account Trust** means the trust over the Non-DD Collection Account created pursuant to the Non-DD Collection Account Declaration of Trust;

**Non-Responsive Rating Agency** has the meaning given to it in Condition 18(b)(i) (*Non-responsive Rating Agency*);

**Note Certificates** means the Registered Definitive Notes, the Global Notes, or both, as the context may require;

**Note Trustee** means U.S. Bank Trustees Limited, acting as Note Trustee under the terms of the Trust Deed, or such other person as may from time to time be appointed as Note Trustee (or co-trustee) pursuant to the Trust Deed;

**Noteholders** means the registered holders for the time being of the Notes, or if preceded by a particular Class designation of Notes, the registered holders for the time being of such Class of Notes;

**Notes** means each of the Class A Notes, the Class Z Notes and the Class X Notes;

**Notices Condition** means Condition 16 (*Notice to Noteholders*);

**NSS** means the New Safekeeping Structure for registered global securities which are intended to constitute eligible collateral for Eurosystem monetary policy operations;

**Observation Period** means the period from and including the date falling five London Banking Days prior to the first day of the relevant Interest Period (and the first Interest Period shall begin on and include the Closing Date) and ending on, but excluding, the date falling five London Banking Days prior to the Interest Payment Date for such Interest Period (or, if applicable, the date falling five London Banking Days prior to any other date on which a payment of interest is to be made in respect of the Floating Rate Notes);

**Offer Conditions** means in respect of a Loan, the terms and conditions applicable to such Loan as set out in the offer letter to the relevant Borrower;

**Official List** means the official list, admission to which is regulated by the listing rules made by the FCA under Part VI of FSMA;

**Optional Purchase Collections** has the meaning given to it in clause 32 (*Optional Repurchase of the Portfolio by the Seller*) of the Mortgage Sale Agreement;

**Optional Purchase Commencement Date** means the earlier of:

- (a) the Collection Period Start Date immediately preceding the Optional Redemption Date;
- (b) any Collection Period Start Date on which the aggregate Current Balance of the Loans (excluding any Enforced Loans) is equal to or less than 10 per cent. of the aggregate Principal Amount Outstanding of the Collateralised Notes on the Closing Date; or
- (c) any Business Day following the occurrence of a Redemption Event;

**Optional Purchase Completion Date** has the meaning given to it in clause 32 (*Optional Repurchase of the Portfolio by the Seller*) of the Mortgage Sale Agreement;

**Optional Purchase Price** means, in respect of the purchase by the Seller of the Loans and their Related Security comprising the Portfolio pursuant to the Call Option, an amount equal to the greater of:

- (a) the aggregate Current Balance of the Loans (excluding any Enforced Loans) comprising the Portfolio determined as at the Collection Period Start Date immediately preceding the Optional Purchase Completion Date; and
- (b) without double-counting, the greater of:
  - (i) zero; and
  - (ii) an amount equal to:
    - (A) the amount required by the Issuer to pay in full all amounts payable under items (a) to (j) (inclusive) of the Pre-Enforcement Revenue Priority of

Payments and items (a) to (c) (inclusive) of the Pre-Enforcement Redemption Priority of Payments, in each case on the immediately following Interest Payment Date

*less*

- (B) any Available Revenue Receipts and Available Redemption Receipts otherwise available to the Issuer, excluding any amounts standing to the credit of the General Reserve Fund),

in each case, plus (i) the Issuer's costs and expenses associated with transferring its interests in any Loan and its Related Security to the Seller or its nominee (if any); (ii) an amount agreed between the Issuer and the Seller in respect of costs anticipated to be incurred by the Issuer after the Optional Purchase Completion Date; and (iii) the amount of any debit on the Capitalised Borrower Product Switch Fee Ledger on the Optional Purchase Completion Date (such amount being for the account of the Seller);

**Optional Redemption Date** means the Interest Payment Date falling in May 2031;

**Ordinary Resolution** has the meaning given to it in Paragraph 1 (Definitions) of Schedule 3 (Provisions for Meetings of Noteholders) to the Trust Deed;

**OSB Group** means the consolidated group regulated by the PRA of which CCFS is a member;

**outstanding** means, in relation to the Notes, all the Notes issued from time to time other than:

- (a) those Notes which have been redeemed in full and cancelled pursuant to the Conditions;
- (b) those Notes in respect of which the date for redemption in accordance with the Conditions has occurred and the redemption monies (including all interest payable thereon) have been duly paid to the Note Trustee or to the Principal Paying Agent in the manner provided in the Agency Agreement (and where appropriate notice to that effect has been given to the relevant Noteholders in accordance with the Conditions) and remain available for payment against presentation of the relevant Notes;
- (c) those Notes which have been cancelled in accordance with Condition 8.8 (*Cancellation on redemption in full and/or the exercise of the Call Option*);
- (d) those Notes which have become void or in respect of which claims have become prescribed, in each case under Condition 10 (*Prescription*);
- (e) those mutilated or defaced Notes which have been surrendered and cancelled and in respect of which replacements have been issued pursuant to Condition 15 (*Replacement of Notes*);
- (f) (for the purpose only of ascertaining the Principal Amount Outstanding of the Notes outstanding and without prejudice to the status for any other purpose of the relevant Note) those Notes which are alleged to have been lost, stolen or destroyed and in respect of which replacements have been issued pursuant to Condition 15 (*Replacement of Notes*); and
- (g) any Global Note to the extent that it shall have been exchanged for another Global Note in respect of the Notes of the relevant Class or for the Notes of the relevant Class in definitive form pursuant to the Conditions,

provided that for each of the following purposes, namely:

- (i) the right to attend and vote at any meeting of the Noteholders of any Class or Classes, the passing of an Extraordinary Resolution in writing or an Ordinary Resolution in writing or an Extraordinary Resolution or Ordinary Resolution by way of electronic consents through the relevant Clearing System(s) as envisaged by Paragraph 1 (Definitions) of Schedule 3 (Provisions for Meetings of Noteholders) to the Trust Deed and any direction or request by the holders of Notes of any Class or Classes;
- (ii) the determination of how many and which Notes are for the time being outstanding for the purposes of clause 10 (*Action, Proceedings and Indemnification*) and Schedule 1 (Form of the Global Note) to the Trust Deed and Conditions 11 (*Events of Default*) and 12 (*Enforcement*);
- (iii) any discretion, power or authority (whether contained in the trust presents, or vested by operation of law) which the Security Trustee and the Note Trustee is required, expressly or impliedly, to exercise in or by reference to the interests of the Noteholders or any Class or Classes thereof; and
- (iv) the determination by the Security Trustee and the Note Trustee whether any event, circumstance, matter or thing is, in its opinion, materially prejudicial to the interests of the Noteholders or any Class or Classes thereof,

those Notes (if any) which are for the time being held by or on behalf of or for the benefit of a Relevant Person, in each case as beneficial owner, shall (unless and until ceasing to be so held) be deemed not to remain outstanding except where all of the Notes of a Class are held by or on behalf of or for the benefit of one or more Relevant Persons, in which case such Class of Notes (the **Relevant Class of Notes**) shall be deemed to remain outstanding except that, if there is any other Class of Notes ranking *pari passu* with, or junior to, the Relevant Class of Notes and one or more Relevant Persons are not the beneficial owners of all the Notes of such Class, then the Relevant Class of Notes shall be deemed not to remain outstanding and provided that in relation to a matter relating to a Basic Terms Modification any Notes which are for the time being held by or on behalf of or for the benefit of a Relevant Person, in each case as beneficial owner, shall be deemed to remain outstanding;

**Participants** means persons that have accounts with Euroclear or Clearstream, Luxembourg;

**Paying Agents** means the Principal Paying Agent and any further or other paying agents appointed under the Agency Agreement;

**Perfection Event** means each of the following events:

- (a) the Seller being required to perfect legal title to the Loans and/or the Related Security:
  - (i) by an order of a court of competent jurisdiction;
  - (ii) by a regulatory authority which has jurisdiction over the Seller; or
  - (iii) by any organisation of which the Seller is a member, or whose members comprise (but are not necessarily limited to) mortgage lenders and with whose instructions it is customary for the Seller to comply; or
- (b) it becoming necessary by law to do any or all of the acts referred to in paragraph (a) above; or
- (c) the security created under or pursuant to the Deed of Charge or any material part of that security being, in the opinion of the Security Trustee, in jeopardy; or

- (d) the Seller calling for perfection by serving notice in writing to that effect on the Issuer and the Security Trustee; or
- (e) an Insolvency Event occurring in relation to the Seller; or
- (f) it becoming unlawful in any applicable jurisdiction for the Seller to hold legal title in respect of any Loan or its Related Security in the Portfolio; or
- (g) the Seller is in breach of its obligations under the Mortgage Sale Agreement, but only if such breach, where capable of remedy, is not remedied to the reasonable satisfaction of (prior to the delivery of an Enforcement Notice) the Issuer or (after the delivery of an Enforcement Notice) the Security Trustee (acting in accordance with the Deed of Charge) within 90 calendar days provided that (A) this provision shall not apply if none of the then outstanding Notes are UK STS; and (B) this provision shall be subject to such amendment as the Seller may require so long as the Seller delivers a certificate to the Note Trustee that the amendment of such provision does not impact the designation as a 'simple, transparent and standardised' securitisation (within the meaning of the UK Securitisation Framework) in respect of any series or class of Notes then outstanding which are intended to satisfy the UK STS requirements; or
- (h) an encumbrancer takes possession or a Receiver is appointed to any part of the undertaking, property and assets of the Seller having an aggregate value in excess of 10% of the total assets of the Seller or a distress, diligence or execution is levied or enforced upon or sued out against any part of the chattels or property of the Seller having an aggregate value in excess of 10% of the total assets of the Seller and, in the case of any of the foregoing events, is not discharged within 30 days (the **Attached Assets**), unless such Attached Assets (i) relate to a different business of the Seller to that generating and/or servicing the Loans and the attachment of the encumbrance over the Attached Assets did not adversely impact the credit quality of the Seller and (ii) are not required by the Seller to enable it to observe or perform its obligations under the Transaction Documents or the enforceability or collectability of the Loans,

provided that the provisions of paragraphs (g) and (h) above shall (A) not apply if the Seller has delivered a certificate to the Security Trustee that the occurrence of such event does not impact the designation as a 'simple, transparent and standardised' securitisation (within the meaning of the UK Securitisation Framework); and (B) be subject to such amendment as the Seller may require so long as the Seller delivers a certificate to the Security Trustee that the amendment of such event does not impact the designation as a 'simple, transparent and standardised' securitisation (within the meaning of the UK Securitisation Framework). The Security Trustee shall be able to rely on such certificate without further enquiry and without liability to any person;

**Personal Data** has, when used in respect of the performance of an activity or obligation, the meaning given to that term in the relevant Data Protection Laws as at the time at which that activity or obligation was performed;

**PMF 2026-1 Collection Account** means the account (account number [REDACTED]) held in the name of CCFS with the Collection Account Bank into which amounts received in respect of the Loans from the Borrowers shall be paid;

**Port** or **Porting** means the transfer of the Mortgage in respect of a Loan from an existing Property to a new Property where the new Property provides replacement security for the repayment by the Borrower of the relevant Loan;

**Portfolio** means the portfolio of Loans and their Related Security which will be selected from the Provisional Portfolio and sold to the Issuer by the Seller pursuant to the Mortgage Sale Agreement on the Closing Date, details of which are set out in Exhibit 2 to the Mortgage Sale Agreement;

**Portfolio Notice** means a notice setting out certain data in respect of the Loans;

**Portfolio Reference Date** means 31 March 2026;

**Post-Enforcement Priority of Payments** means the manner and priority of payments in which amounts received or recovered by the Security Trustee or any Receiver appointed by it in connection with the enforcement of the Security (other than those excluded under clause 7.2 (Post-Enforcement Priority of Payments) of the Deed of Charge) will be applied following the service of an Enforcement Notice on the Issuer, as set out in clause 7.2 (Post-Enforcement Priority of Payments) of the Deed of Charge;

**PRA** means the United Kingdom Prudential Regulation Authority, which, together with the FCA, pursuant to the provisions of the Financial Services Act 2012, among other things, replaced the FSA on 1 April 2013;

**PRA Rulebook** means the rulebook of published policy of the PRA;

**PRA Securitisation Rules** means the Securitisation Part of the PRA Rulebook;

**Pre-Enforcement Priority of Payments** means the Pre-Enforcement Redemption Priority of Payments and the Pre-Enforcement Revenue Priority of Payments;

**Pre-Enforcement Redemption Priority of Payments** means the manner and priority of payments in which Available Redemption Receipts will be applied prior to the service of an Enforcement Notice on the Issuer, as set out in Paragraph 9 (Application of Available Redemption Receipts prior to service of an Enforcement Notice by the Note Trustee on the Issuer) of Schedule 2 (Cash Management and Maintenance of Ledgers) to the Cash Management Agreement;

**Pre-Enforcement Revenue Priority of Payments** means the manner and priority of payments in which the Available Revenue Receipts will be applied prior to service of an Enforcement Notice on the Issuer, as set out in Paragraph 8 (Application of Available Revenue Receipts prior to the service of an Enforcement Notice) of Schedule 2 (Cash Management and Maintenance of Ledgers) to the Cash Management Agreement;

**Preliminary Prospectus** means the draft preliminary prospectus dated 26 May 2026 in relation to the issue of the Notes;

**Principal Addition Amounts** has the meaning given to it in Paragraph 7.2 (*Use of Available Redemption Receipts to pay Senior Expenses Deficit*) of Schedule 2 (Cash Management and Maintenance of Ledgers) of the Cash Management Agreement;

**Principal Amount Outstanding** has the meaning set out in Condition 8.5 (*Principal Amount Outstanding*);

**Principal Deficiency Ledger** means the Class A Principal Deficiency Sub-Ledger and the Class Z Principal Deficiency Sub-Ledger (each a **Principal Deficiency Sub-Ledger**), maintained by the Cash Manager on behalf of the Issuer;

**Principal Paying Agent** means U.S. Bank Europe DAC, UK Branch, acting as Principal Paying Agent under the terms of the Agency Agreement, or such other person as may from time to time be appointed as Principal Paying Agent pursuant to the Agency Agreement;

**Priority of Payments or Priorities of Payments** means the Pre-Enforcement Revenue Priority of Payments, the Pre-Enforcement Redemption Priority of Payments and/or the Post-Enforcement Priority of Payments, as applicable;

**Processing** has the meaning given to it in the Data Protection Laws;

**Product Switch** means any variation in the financial terms and conditions applicable to a Loan other than any variation:

- (a) agreed with a Borrower to control or manage arrears on the Loan;
- (b) required by applicable law, statute, regulation or regulatory guidance; or
- (c) in the rate of interest payable in respect of a Loan as a result of the operation and effect of and/or as contemplated by the existing terms of the Loan.

If the variation in the financial terms and conditions applicable to a Loan results in a Fixed Rate Loan, such variation will constitute a "Product Switch".

The addition or release of a party to a Loan (including but not limited to transfers of equity, changes in guarantor and/or changes in legal title) shall not be considered to be a "Product Switch" (save where, subject to paragraphs (a) to (c) above, such addition or release involves a variation in the financial terms and conditions applicable to such Loan).

**Product Switch Criteria** means the following the criteria:

- (a) the Product Switch Warranties are satisfied in respect of such Product Switch Loan and its Related Security on the Product Switch Effective Date for such Product Switch Loan;
- (b) where the Product Switch Loan is a Relevant Product Switch Loan, on or prior to the Interest Payment Date following the Collection Period during which such Product Switch Loan has its Product Switch Effective Date, the Issuer (with the assistance of the Servicer) has (x) entered into a Product Switch Swap Transaction with the Swap Provider and/or (y) made such adjustments, amendments, variations, supplements and/or modifications to existing Product Switch Swap Transactions as are necessary, to hedge the interest rate risk arising from the variance in the fixed rates of interest payable on the Relevant Product Switch Loans in the Portfolio at the end of such Collection Period and the floating rate of interest payable on the Notes provided that:
  - (i) in the case of (x), where the Issuer (with the assistance of the Servicer) elects to enter into a new Product Switch Swap Transaction with the Swap Provider in respect of the Relevant Product Switch Loans, the notional schedule of such new transaction reflects the amortising notional profile corresponding to such Relevant Product Switch Loans in respect of which the new Product Switch Swap Transaction is entered into; and
  - (ii) in the case of (y), where the Issuer (with the assistance of the Servicer) elects to amend one or more existing Swap Transactions with the Swap Provider in respect of any Relevant Product Switch Loans, the Issuer (with the assistance of the Servicer) may adjust, amend, vary, supplement and/or modify the notional amount profile of one or more existing Swap Transactions such that the aggregate notional amounts match the

amortisation profile of the Fixed Rate Loans in the Portfolio inclusive of the Relevant Product Switch Loans . The “Fixed Rate” payable by the Issuer in respect of each such new Product Switch Swap Transaction (or any adjusted, amended, varied, supplemented and/or modified Product Switch Swap Transaction) shall be agreed between the Issuer (with the assistance of the Servicer) and the Swap Provider, and subject to the Product Switch Criteria,

**the Product Switch Swap Condition;**

- (c) there are sufficient Redemption Receipts standing to the credit of the Deposit Account (as determined by the Cash Manager on the related Calculation Date in respect of such Interest Payment Date (prior to the application of amounts under the relevant Priority of Payments) to effect the payment to the Seller (such payment to be made to the Seller prior to the application of amounts under the relevant Priority of Payments) of an amount equal to the aggregate amount of Capitalised Borrower Product Switch Fees which relate to Product Switch Loans in respect of which the Product Switch Effective Date has occurred within that Collection Period (the **Capitalised Borrower Product Switch Fees Amount**) (provided that if on any Interest Payment Date there is a shortfall in the amount of such Redemption Receipts available to pay in full the Capitalised Borrower Product Switch Fees Amount due to the Seller (for the avoidance of doubt, together with the amount of any shortfall deferred from any previous Interest Payment Date), such shortfall shall be deferred to the next Interest Payment Date in respect of which sufficient Redemption Receipts are so available, provided further that any such shortfall shall in any event be due and payable on a date no later than the Final Redemption Date);
- (d) the Product Switch Loan contains a new fixed rate or fixed rate period and the last day of any such new fixed rate period of that Product Switch Loan is not later than 5.5 years after the Product Switch Effective Date;
- (e) following a Product Switch (i) the Current Balance of the Product Switch Loan excluding any Capitalised Borrower Product Switch Fee (if applicable) is not greater than the Current Balance of such Product Switch Loan immediately prior to the Product Switch Effective Date, (ii) the final maturity date of the Product Switch Loan is the same as the final maturity date of such Product Switch Loan immediately prior to the Product Switch Effective Date, (iii) there is no transfer of equity and (iv) the repayment type of the Product Switch Loan does not change from repayment to interest-only (though for the avoidance of doubt, a change of repayment type from interest-only to repayment is permitted);
- (f) the Product Switch Loan was not more than one month in arrears at the time of the Product Switch Effective Date;
- (g) the identity of the Borrower(s) and/or guarantor(s) of the Product Switch Loan remains the same as the Borrower(s) and/or guarantor(s) of such Product Switch Loan immediately prior to the Product Switch Effective Date;
- (h) the Product Switch Effective Date does not occur after the Optional Redemption Date;
- (i) the aggregate Current Balance of the Product Switch Loans in the Portfolio does not exceed 30 per cent. of the aggregate Current Balance of the Portfolio as at the Cut-Off Date; and
- (j) the net interest margin of the Relevant Product Switch Loans (calculated as the weighted average interest rate of the Relevant Product Switch Loans minus the fixed rate of the relevant Swap Transaction in respect of the Relevant Product Switch Loans as at a Calculation Date prior to the Interest Payment Date) is not less than 1.75 per cent. per annum.

For the avoidance of doubt, a Product Switch Loan may be subject to one or more further Product Switches (subject to the Product Switch Criteria);

**Product Switch Effective Date** means in relation to a Loan that becomes a Product Switch Loan, the date of the last payment by the Borrower in respect of that Product Switch Loan prior to the Product Switch;

**Product Switch Loan** means a Loan where a Product Switch has become effective in respect of that Loan;

**Product Switch Warranties** means paragraphs (c), (m), (ee), (mm), (nn), (oo), (qq) and (aaa) of the Loan Warranties;

**Product Switch Swap Condition** has the meaning given to such term in the definition of “Product Switch Criteria” above;

**Product Switch Swap Transaction** means an interest rate swap transaction entered into under the Swap Agreement from time to time in connection with the Product Switch Criteria;

**Properties in Possession Cover** means the block properties in possession insurance policy of OSB GROUP PLC and its subsidiaries (including the Seller), and any other insurance contracts in replacement, addition or substitution thereof from time to time, for any possessed Properties;

**Property** means (in England and Wales) a freehold, leasehold or commonhold property or (in Scotland) a heritable property or property held under a long lease, which is, in each case, subject to a Mortgage;

**Prospectus** means the prospectus dated on or about 3 June 2026 in relation to the issue of the Notes and approved by the FCA;

**Prospectus Rules** means in the case of the Notes which are to be admitted to the Official List and admitted to trading on the Market, the prospectus rules made under the Prospectus Rules: Admission to Trading on a Regulated Market sourcebook;

**Provisional Portfolio** means a provisional portfolio of loans and their related security which have been originated by the Seller and secured over properties located in England, Wales and Scotland from which the Portfolio shall be selected;

**Purchase Price** means in respect of the Portfolio:

- (a) the Initial Consideration, which is due and payable on the Closing Date; and
- (b) the Deferred Consideration;

**Rate of Interest** has the meaning given to it in Condition 6.3 (*Rate of Interest*);

**Rating Agencies** means Fitch and Moody’s;

**Rating Agency Confirmation** has the meaning given to it in Condition 18(a) (*Non-responsive Rating Agency*);

**Reasonable, Prudent Residential Mortgage Lender** means a reasonably prudent residential mortgage lender lending to borrowers in England, Wales or Scotland of the type contemplated in the Lending Criteria from time to time on terms similar to those set out in the relevant Lending Criteria;

**Reasonable, Prudent Residential Mortgage Servicer** means a reasonably prudent residential mortgage servicer who is servicing residential mortgage loans and their collateral security in respect of residential property in England, Wales or Scotland and which have in all material respects the same or similar characteristics to the Portfolio and are originated, administered and held to maturity to lending standards, lending criteria and procedures as ought to have been applied in relation to the Portfolio or, if the relevant context relates to a specific Loan, as ought to have been applied in relation to such Loan;

**Receiver** means any person or persons appointed (and any additional person or persons appointed or substituted) as an administrative receiver, receiver, manager, or receiver and manager of the Charged Assets by the Security Trustee pursuant to the Deed of Charge;

**Reconciliation Amount** means in respect of any Collection Period, (a) the actual Redemption Receipts as determined in accordance with the available Servicer Reports, less (b) the Calculated Redemption Receipts in respect of such Collection Period, plus (c) any Reconciliation Amount not applied in previous Collection Periods;

**Redemption Event** has the meaning given to it in Condition 8.4 (*Mandatory Redemption of the Notes for Taxation or Other Reasons*);

**Redemption Fee** means the standard redemption fee charged to the Borrower by the Servicer where the Borrower makes a repayment of the full outstanding principal balance of a Loan on the maturity date of such Loan;

**Redemption Ledger** means the ledger maintained by the Cash Manager on behalf of the Issuer which records all Redemption Receipts received by the Issuer and the distribution of the Redemption Receipts in accordance with the Pre-Enforcement Redemption Priority of Payments or the Post-Enforcement Priority of Payments (as applicable);

**Redemption Receipts** means (a) principal repayments under the Loans (including payments of arrears of principal and Capitalised Amounts) other than any principal repayments comprising Optional Purchase Collections and the Optional Purchase Price received by the Issuer pursuant to the exercise of the Call Option, (b) recoveries of principal from defaulting Borrowers under Loans being enforced, (c) recoveries of principal from defaulting Borrowers under Loans in respect of which enforcement procedures relating to the sale of the property have been completed (including the proceeds of sale of the relevant Property, to the extent such proceeds of sale are deemed to be principal but excluding all amounts received following a sale of the relevant Property), (d) any payment pursuant to any insurance policy in respect of a Property in connection with a Loan in the Portfolio, to the extent such payment is deemed to be principal, (e) the proceeds of the repurchase of any Loan by the Seller from the Issuer pursuant to the Mortgage Sale Agreement (but for the avoidance of doubt, excluding amounts attributable to Accrued Interest and Arrears of Interest thereon as at the relevant repurchase date), and (f) any other payment received by the Issuer in the nature of principal;

**Register** means the register of Noteholders kept by the Registrar and which records the identity of each Noteholder and the number of Notes that each Noteholder owns;

**Registered Definitive Notes** means any of the Notes in definitive registered form;

**Registers of Scotland** means the Land Register of Scotland and/or (as the context requires) the General Register of Sasines;

**Registrar** means U.S. Bank Europe DAC, UK Branch, acting as Registrar under the terms of the Agency Agreement to record the holders of the Notes, or such other person as may from time to time be appointed as Registrar pursuant to the Agency Agreement;

**Regulated Mortgage Contract** means a credit agreement which constitutes a "regulated mortgage contract" as defined in the Financial Services and Markets Act 2000 (Regulated Activities) Order 2001 (SI 2001/544), as amended from time to time;

**Regulation S or Reg S** means Regulation S under the Securities Act;

**Regulations** has the meaning given to it in clause 4.3 (Restrictions on transfer) of the Agency Agreement;

**Related Security** means, in relation to a Loan, the security granted for the repayment of that Loan by the relevant Borrower including the relevant Mortgage and all rights, remedies or benefits related thereto including:

- (a) the benefit of all affidavits, consents, renunciations, guarantees, indemnities, waivers and postponements (including any deed of consent and MHA/CP Documentation) from occupiers and other persons having an interest in or rights in connection with the relevant Property;
- (b) each right of action of the Seller against any person (including any solicitor, licensed or qualified conveyancer, valuer, registrar or registry or other person) in connection with any report, valuation, opinion, certificate or other statement of fact or opinion (including each Certificate of Title and Valuation Report) given or received in connection with all or part of any Loan and its Related Security or affecting the decision of the Seller to make or offer to make all or part of the relevant Loan; and
- (c) the benefit of (including the rights as the insured person under and as notations of interest on, and returns of premium and proceeds of claims under) insurance and assurance policies (taken out by or on behalf of the relevant Borrower) deposited, charged, obtained, or held in connection with the relevant Loan, Mortgage and/or Property and relevant Loan Files;

**Relevant Company** means any party to any Transaction Document;

**Relevant Date** has the meaning given to it in Condition 10 (*Prescription*);

**Relevant Party** has the meaning given to that term in the definition of Irrecoverable VAT;

**Relevant Person** means the Seller and any Affiliate of the Seller;

**Relevant Product Switch Loan** means any Product Switch Loan which has been switched to a Fixed Rate Loan;

**Relevant Regulator** means:

- (a) in respect of the period before 1 April 2013, the FSA; and
- (b) in respect of the period on or after 1 April 2013:
  - (i) the FCA; or
  - (ii) the PRA and the FCA,as applicable;

**Repayment Loan** means a Loan where the Borrower makes monthly payments of both interest and principal so that, when the Loan matures, the full amount of the principal of the Loan will have been repaid;

**Replacement Noteholders** means the holders of the Replacement Notes;

**Replacement Notes** means the Notes that the Issuer may issue in accordance with Condition 15 (*Replacement of Notes*);

**Replacement Swap Agreement** means an agreement between the Issuer and a replacement swap provider to replace the Swap Transaction;

**Replacement Swap Premium** means an amount received by the Issuer from a replacement swap provider or an amount paid by the Issuer to a replacement swap provider upon entry by the Issuer into a Replacement Swap Agreement;

**Reporting Website** means <https://editor.eurodw.co.uk>, being a website which conforms with the requirements set out in the UK Transparency Rules (or such other website which may be available for such purpose and notified by the Servicer to the Issuer, the Cash Manager, the Security Trustee, the Note Trustee, each Rating Agency and the Noteholders from time to time);

**repurchase or repurchased** means, in connection a Loan and its Related Security:

- (a) the repurchase by the Seller of the equitable interest of the Issuer in respect of such Loan and its Related Security (to the extent that it is an English Loan) and the repurchase of the beneficial interest in respect of such Loan and its Related Security (to the extent that it is a Scottish Loan) under the Scottish Declaration of Trust and the release of such Loan and its Related Security from the Scottish Declaration of Trust; and
- (b) the purchase by the Seller of such Loan and its Related Security from the Issuer pursuant to the terms of the Mortgage Sale Agreement;

**Repurchase Cost** means the Issuer's costs and expenses associated with transferring its interests in any Loan and its Related Security to the Seller;

**Return Amount** has the meaning given to it in the Swap Agreement;

**Revenue Deficit** means, on any Interest Payment Date, an amount equal to the aggregate of any shortfall in Available Revenue Receipts to pay items (a) to (g) of the Pre-Enforcement Revenue Priority of Payments as determined by the Cash Manager on the immediately preceding Calculation Date;

**Revenue Ledger** means the ledger maintained by the Cash Manager on behalf of the Issuer which records all Revenue Receipts, any Swap Collateral Account Surplus, amounts credited to the Deposit Account in accordance with item (n) of the Pre-Enforcement Revenue Priority of Payments and the distribution of the Revenue Receipts and the distribution of any other relevant amounts recorded on the Revenue Ledger in accordance with the Pre-Enforcement Revenue Priority of Payments or the Post-Enforcement Priority of Payments (as applicable) or by way of Third Party Amounts;

**Revenue Receipts** means (a) payments of interest and other fees due from time to time under the Loans (including any Early Repayment Charges) and other amounts received by the Issuer in respect of the Loans and their Related Security other than payments of interest, fees and other amounts comprising Optional Purchase Collections, the Optional Purchase Price received by the Issuer pursuant to the exercise of the Call Option and Redemption Receipts, (b) recoveries of interest from defaulting

Borrowers under Loans being enforced, (c) recoveries of all amounts from defaulting Borrowers under Loans following enforcement and sale of the relevant property and (d) the proceeds of repurchase attributable to Accrued Interest and Arrears of Interest only of any Loan repurchased by the Seller from the Issuer pursuant to the Mortgage Sale Agreement;

**RICS Valuation Standards** means the Professional Standards UK January 2014 (revised April 2015) (or, if a subsequent edition of the RICS Valuation Standards has been published at the relevant time, the relevant valuation standard of the then most recently published edition of the RICS Valuation Standards);

**Sasine Transfer** means in relation to Properties situated in Scotland title to which is, or is required to be, recorded in the General Register of Sasines, each assignation of the relevant Scottish Loans and their related Scottish Mortgages substantially in the appropriate form set out in Part 3 (Seller Sasine Transfer) or Part 4 (Issuer Sasine Transfer) of Schedule 3 (Scottish Transfers) to the Mortgage Sale Agreement (with such modification as may be required from time to time);

**Scottish Declaration of Trust** means each declaration of trust by the Seller in relation to the Scottish Loans and their Related Security made pursuant to the Mortgage Sale Agreement by means of which the sale of such Scottish Loans and their Related Security by the Seller to the Issuer and the transfer of the beneficial interest therein to the Issuer are given effect substantially in the form set out in Schedule 4 (Scottish Declaration of Trust) to the Mortgage Sale Agreement;

**Scottish Loan** means a Scottish residential mortgage loan secured by a Scottish Mortgage and, where applicable, other Related Security sold, assigned or transferred by the Seller to the Issuer and held on trust by the Seller for the Issuer pursuant to the terms of the Mortgage Sale Agreement and the Scottish Declaration of Trust;

**Scottish Mortgage** means a first ranking standard security over a Property located in Scotland;

**Scottish Sub-Security** means each standard security to be executed pursuant to Clause 3.4 (Scottish Sub-Securities) of the Deed of Charge;

**Scottish Supplemental Charge** means each assignation in security governed by Scots law granted by the Issuer in favour of the Security Trustee pursuant to Clause 3.5 (Scottish Trust Security) of the Deed of Charge;

**Scottish Transfer** means in relation to Scottish Mortgages title to which is recorded or registered in the General Register of Sasines or the Land Register of Scotland, an assignation thereof granted by the Seller in favour of the Issuer pursuant to the Mortgage Sale Agreement in substantially the relevant form scheduled thereto;

**Scottish Trust** means the trust declared and created pursuant to a Scottish Declaration of Trust;

**Scottish Trust Property** has the meaning given to it in a Scottish Declaration of Trust;

**Screen** means the Reuters Screen SONIA Page or such other page as may replace Reuters Screen SONIA on that service for the purpose of displaying such information or if that service ceases to display such information, such page as displays such information on such service as may replace such screen;

**SECN** means the securitisation sourcebook of the FCA Handbook;

**Secured Creditors** means the Security Trustee, any Receiver appointed by the Security Trustee pursuant to the Deed of Charge, the Note Trustee, the Noteholders, the Seller, the Servicer, the Back-

Up Servicer Facilitator, the Cash Manager, the Swap Provider, the Issuer Account Bank, the Custodian, the Collection Account Bank, the Corporate Services Provider, the Paying Agents, the Registrar, the Agent Bank and any other person who is expressed in any deed supplemental to the Deed of Charge to be a secured creditor;

**Secured Obligations** means any and all of the monies and liabilities which the Issuer covenants and undertakes to pay or discharge under clause 2 (Issuer's Covenant to Pay) of the Deed of Charge;

**Securities Act** means the United States Securities Act of 1933, as amended;

**Security** means the security granted by the Issuer to the Security Trustee under or pursuant to the Deed of Charge in favour of the Secured Creditors;

**Security Interest** means any mortgage, sub-mortgage, standard security, assignation in security, charge, sub-charge, sub-security, pledge, lien (other than a lien arising in the ordinary course of business or by operation of law) or other encumbrance or security interest howsoever created or arising;

**Security Period** means the period beginning on the date of the Deed of Charge and ending on the date on which all the Secured Obligations have been unconditionally and irrevocably paid and discharged in full;

**Security Protection Expenses** means any service charge, ground rent, insurance premium or additional amounts paid by the Servicer to maintain and protect the value of any Property contained within the Portfolio;

**Security Trustee** means U.S. Bank Trustees Limited acting in its capacity as the Security Trustee under the terms of the Deed of Charge, which expression shall include such company and all other persons or companies for the time being acting as security trustee (or co-trustee) pursuant to the terms of the Deed of Charge;

**Self-Certified Loan** means a Loan in respect of which the Borrower's income has not been verified;

**Seller** means CCFS;

**Seller's Group** means the Seller, together with: (a) its holding company, (b) its subsidiaries and (c) any other affiliated company as set out in the published accounts of any such company, but excluding any entities that are in the business of investing in securities and whose investment decisions are taken independently of, and at arm's length from, the Seller;

**Seller's Lending Policy** means the lending policy of the Seller applicable to the granting of a loan to a borrower, as may be amended from time to time by the Seller;

**Seller's Policies** means the complaints policy and the residential arrears and enforcement policy applied by the Seller from time to time to the Seller's loans and the security for their repayment;

**Seller Power of Attorney** means the power of attorney granted by the Seller in favour of the Issuer and the Security Trustee on the Closing Date substantially in the form set out in Schedule 5 (Seller Power of Attorney) to the Mortgage Sale Agreement;

**Senior Expenses Deficit** shall be, on any Interest Payment Date, an amount equal to any shortfall in Available Revenue Receipts and any General Reserve Fund Release Amounts (and prior to the application of Available Redemption Receipts) to pay items (a) to (f) of the Pre-Enforcement Revenue

Priority of Payments on such Interest Payment Date, as determined by the Cash Manager on the immediately preceding Calculation Date;

**Servicer** means Charter Court Financial Services Limited, a private limited company incorporated under the laws of England and Wales, with registered number 06749498, whose registered office is at 2 Charter Court, Broadlands, Wolverhampton, WV10 6TD, or such other person as may from time to time be appointed as servicer of the Loans pursuant to the Servicing Agreement;

**Servicer Fee** has the meaning given to it in clause 12 (Servicing Fees) of the Servicing Agreement;

**Servicer Power of Attorney** means the power of attorney from the Issuer to the Servicer in substantially the form set out in Schedule 1 (Servicer Power of Attorney) to the Servicing Agreement;

**Servicer Report** means a report to be provided by the Servicer no later than the 5th Business Day of each month in accordance with the terms of the Servicing Agreement and detailing, *inter alia*, the information relating to the Portfolio necessary to produce the Investor Reports;

**Servicer Termination Event** means any of the events listed in clause 21.1 (Servicer Termination Events) of the Servicing Agreement;

**Servicer Termination Notice** means a notice given by the Security Trustee to terminate the Servicer's appointment following a Servicer Termination Event;

**Services** means the services to be provided by the Servicer as set out in the Servicing Agreement and any services incidental thereto or as may be agreed to in writing by the Issuer, the Seller, the Security Trustee and the Servicer;

**Servicing Agreement** means the agreement dated on or about the Closing Date between the Servicer, the Back-Up Servicer Facilitator, the Seller, the Issuer and the Security Trustee pursuant to which the Servicer agrees to service the Loans and their Related Security;

**Servicing Policies** means the Servicer's servicing, arrears, forbearance and enforcement policies applied by the Servicer from time to time to the Seller's loans and the security for their repayment;

**Share Trust Deed** means the declaration of trust dated 22 December 2025 pursuant to which the Share Trustee holds the beneficial interest in the share of Holdings on trust for discretionary purposes;

**Share Trustee** means CSC Corporate Services (UK) Limited (registered number 10831084), a company incorporated under the laws of England and Wales, whose principal office is at 10th Floor, 5 Churchill Place, London E14 5HU;

**SLR Transfer** means, in relation to Properties situated in Scotland title to which is registered or is in the course of being registered in the Land Register of Scotland, each assignation of the relevant Scottish Loans and their related Scottish Mortgages substantially in the appropriate form set out in Part 1 (Seller SLR Transfer) or Part 2 (Issuer SLR Transfer) of Schedule 3 (Scottish Transfers) to the Mortgage Sale Agreement (with such modifications as may be required from time to time);

**SONIA** means the daily Sterling Overnight Index Average;

**SONIA Reference Rate** means in respect of any London Banking Day, a reference rate equal to the daily Sterling Overnight Index Average rate for such London Banking Day as provided by the administrator of SONIA to authorised distributors and as then published on the Screen or, if the Screen is unavailable, as otherwise provided by the administrator (on the London Banking Day immediately following such London Banking Day). If, in respect of any London Banking Day in the relevant

Observation Period, the Agent Bank determines that the SONIA Reference Rate is not available on the Screen or has not otherwise been published by one or more authorised distributors, such SONIA Reference Rate shall be: (i) the Bank of England's Bank Rate (the **Bank Rate**) prevailing at close of business on the relevant London Banking Day; plus (ii) the mean of the spread of the SONIA Reference Rate to the Bank Rate over the previous five days on which a SONIA Reference Rate has been published, excluding the highest spread (or, if there is more than one highest spread, one only of those highest spreads) and lowest spread (or, if there is more than one lowest spread, one only of those lowest spreads) to the Bank Rate;

**Specified Office** means as the context may require, in relation to any of the Agents, the office specified against the name of such Agent in the Agency Agreement or such other specified office as may be notified to the Issuer and the Security Trustee pursuant to the Agency Agreement;

**SR Equivalency Date** means the date on which the Seller certifies to the Issuer and the Note Trustee that a competent EU authority has confirmed that: (a) the satisfaction of the UK Retention Requirement will also satisfy the EU Retention Requirement due to the application of an equivalency regime or similar analogous concept; or (b) the satisfaction of any other obligation under the UK Securitisation Framework will also satisfy the equivalent provisions of the EU Securitisation Regulation due to the application of an equivalency regime or similar analogous concept, in each case, as applicable to the applicable obligation under the UK Securitisation Framework (and in each case, **SR Equivalency**);

**Standard Documentation** means the standard documentation of the Seller, a list or CD of which is set out in or appended to Exhibit 1 to the Mortgage Sale Agreement, or any update or replacement therefor as permitted by the terms of the Mortgage Sale Agreement;

**Standard Security** means a standard security as defined in Part II of the Conveyancing and Feudal Reform (Scotland) Act 1970;

**Subscription Agreement** means the subscription agreement dated on or about 3 June 2026 between the Seller, the Arranger, the Joint Lead Managers and the Issuer;

**Subsidiary** means a subsidiary as defined in section 1159 of the Companies Act 2006;

**Swap Agreement** means the ISDA Master Agreement, schedule, Swap Credit Support Annex and confirmations (as amended or supplemented from time to time) relating to the Swap Transaction to be dated on or about the Closing Date between the Issuer and the Swap Provider;

**Swap Calculation Period** means (other than the first Swap Calculation Period), each period that commences on (and includes) a Swap Payment Date and ends on (but excludes) the immediately following Swap Payment Date and in respect of the first Swap Calculation Period in respect of the Initial Swap Transaction only, means the period commencing on (and including) the Closing Date and ending on (but excluding) the Swap Payment Date falling in July 2026;

**Swap Collateral** means the collateral provided by the Swap Provider to the Issuer under the Swap Agreement and includes any interest and distributions in respect thereof;

**Swap Collateral Account Priority of Payments** means the manner and priority of payments in which amounts standing to the credit of the Swap Collateral Accounts will be applied, as set out in Paragraph 10 (Swap Collateral) of Schedule 2 (Cash Management and Maintenance of Ledgers) of the Cash Management Agreement;

**Swap Collateral Account Surplus** means the amounts applied as Available Revenue Receipts pursuant to the Swap Collateral Account Priority of Payments;

**Swap Collateral Accounts** means the Swap Collateral Cash Account and the Swap Collateral Securities Account and any additional or replacement collateral accounts (including, if applicable, any securities accounts) opened in the name of the Issuer and maintained with the Issuer Account Bank and/or the Custodian and any other bank or custodian from time to time;

**Swap Collateral Cash Account** means:

- (a) the swap collateral cash account (account number [REDACTED]) in the name of the Issuer held with the Issuer Account Bank and maintained subject to the terms of the Bank Account Agreement and the Deed of Charge;
- (b) such other cash collateral account as may for the time being be in place pursuant to the Bank Account Agreement with the prior consent of the Security Trustee and designated as such; or
- (c) such additional or replacement collateral account as may for the time being be in place pursuant to the Cash Management Agreement with the prior consent of the Security Trustee and designated as such;

**Swap Collateral Cash Account Mandate** means the form of bank mandate relating to the Swap Collateral Account as set out in Schedule 2 (Form of Swap Collateral Cash Account Mandate) to the Bank Account Agreement;

**Swap Collateral Ledgers** means the ledgers maintained by the Cash Manager on each Swap Collateral Account on behalf of the Issuer which records as a credit (A) any Swap Collateral received from the Swap Provider, (B) any Replacement Swap Premium received by the Issuer from a replacement swap provider, (C) any termination payment received by the Issuer from an outgoing Swap Provider, and (D) Swap Tax Credits. Amounts and securities standing to the credit of each Swap Collateral Account (including interest, distributions and redemption or sale proceeds thereon or thereof) and recorded on the Swap Collateral Ledgers will be applied by the Cash Manager in accordance with the Swap Collateral Account Priority of Payments;

**Swap Collateral Securities Account** means:

- (a) the swap collateral securities account (account number [REDACTED]) in the name of the Issuer held with the Custodian and maintained subject to the terms of the Custody Agreement and the Deed of Charge;
- (b) such other securities collateral account as may for the time being be in place pursuant to the Custody Agreement with the prior consent of the Security Trustee and designated as such; or
- (c) such additional or replacement securities collateral account as may for the time being be in place pursuant to the Cash Management Agreement with the prior consent of the Security Trustee and designated as such;

**Swap Collateral Securities Account Mandate** means the form of bank mandate relating to the Swap Collateral Securities Account as set out in Schedule 5 (Form of Swap Collateral Securities Account Mandate) to the Custody Agreement;

**Swap Credit Support Annex** means the credit support annex in the form appended to and which forms a part of the Swap Agreement;

**Swap Payment Date** means the 16th day of each calendar month in each year commencing on (in respect of the Initial Swap Transaction only) the Interest Payment Date falling in July 2026 and ending

on the termination date of the Swap Transaction, in each case subject to adjustment in accordance with the following business day convention as set out in the Swap Agreement;

**Swap Provider** means Royal Bank of Canada in its capacity as the swap provider pursuant to the Swap Agreement and any successor or replacement swap provider under the Swap Agreement;

**Swap Provider Default** means the occurrence of an Event of Default (as defined in the Swap Agreement) where the Swap Provider is the defaulting party (as defined in the Swap Agreement);

**Swap Provider Downgrade Event** means the occurrence of an Additional Termination Event (as defined in the Swap Agreement) following the failure by the Swap Provider to comply with the requirements of the ratings downgrade provisions set out in the Swap Agreement;

**Swap Provider Swap Amount** means the amount in Sterling produced by applying the Compounded Daily SONIA (provided that, for the purposes of the Swap Agreement, Compounded Daily SONIA shall be calculated by the Swap Provider, as calculation agent under the Swap Agreement) for the relevant Swap Calculation Period to the Notional Amount (as defined in the relevant Swap Transaction) of such Swap Transaction for the relevant Swap Calculation Period and multiplying the resulting amount by the Floating Rate Day Count Fraction;

**Swap Tax Credits** means any credit, allowance, set-off or repayment received by the Issuer in respect of tax from the tax authorities of any jurisdiction relating to any deduction or withholding giving rise to an increased payment by the Swap Provider to the Issuer under the terms of the Swap Agreement;

**Swap Transaction** means each of (i) the Initial Swap Transaction and (ii) each Product Switch Swap Transaction entered into between the Issuer and the Swap Provider from time to time (in each case, as may be adjusted, amended, varied, supplemented and/or modified from time to time);

**Taxes** means all present and future taxes, levies, imposts, duties, fees, deductions, withholdings or charges of any nature whatsoever and wheresoever imposed, including income tax, corporation tax, value added tax or other tax in respect of added value and any franchise, transfer, sales, gross receipts, use, business, occupation, excise, personal property, real property or other tax imposed by any national, local or supranational taxing or fiscal authority or agency together with any penalties, fines or interest thereon and **Tax** and **Taxation** shall be construed accordingly;

**Third Party Amounts** has the meaning given to that term in the definition of Available Revenue Receipts;

**Third Party Buildings Policies** means in relation to a Loan, the buildings insurance policies (if any) in relation to the relevant Property which have been taken out either in the joint names of the Borrower and the Seller or with the interest of the Seller (as mortgagee) endorsed or otherwise noted thereon or, in the case of leasehold property the buildings insurance policy of the relevant landlord, with the interests of the Seller (as mortgagee) endorsed or otherwise noted thereon;

**Third Party Purchaser** means a third party purchaser of the beneficial title to the Loans and their Related Security as nominated by the Seller in the Exercise Notice;

**Title Deeds** means, in relation to each Loan and its Related Security and the Property relating thereto, all conveyancing deeds, certificates and all other documents which relate to the title to the Property and the security for the Loan and all searches and enquiries undertaken in connection with the grant by the relevant Borrower of the related Mortgage;

**Transaction** means the transactions contemplated by the Transaction Documents;

**Transaction Documents** means the Servicing Agreement, the Agency Agreement, the Bank Account Agreement, the Custody Agreement, the Collection Account Agreement, the Non-DD Collection Account Declaration of Trust, the Non-DD Collection Account Accession Undertaking, the Collection Accounts Declaration of Trust, the Cash Management Agreement, the Corporate Services Agreement, the Deed of Charge, the Scottish Supplemental Charge, the Swap Agreement, the Share Trust Deed, the Issuer Power of Attorney, this Master Definitions and Construction Schedule, the Mortgage Sale Agreement, the Scottish Declaration of Trust, the Seller Power of Attorney, the Cross-collateral Mortgage Rights Deed, the Cross-collateral Mortgage Rights Accession Deed, the Trust Deed and such other related documents which are referred to in the terms of the above documents or which relate to the issue of the Notes;

**Transaction Party** means any person who is a party to a Transaction Document and “Transaction Parties” means some or all of them;

**Transfer Costs** means the Issuer's costs and expenses associated with the transfer of servicing to a substitute servicer;

**Trust Corporation** means a corporation entitled by rules made under the Public Trustee Act 1906 to carry out the functions of a custodian trustee;

**Trust Deed** means the trust deed dated on or about the Closing Date between the Issuer, the Security Trustee and the Note Trustee constituting the Notes;

**Trustee Acts** means the Trustee Act 1925 and the Trustee Act 2000;

**UK Affected Investor** means each of the UK CRR firms as defined by Article 4(1)(2A) of Regulation (EU) No 575/2013 of the European Parliament and of the Council of 26 June 2013 on prudential requirements for credit institutions and investment firms and amending Regulation (EU) No 648/2012 as it forms part of domestic law in the United Kingdom by virtue of the EUWA, certain alternative investment fund managers which manage or market alternative investment funds in the UK, UK regulated insurers or reinsurers, certain management companies as defined in section 237(2) of FSMA, UCITS as defined by section 236A of FSMA which is an authorised open ended investment company as defined in section 237(3) of FSMA and occupational pension schemes as defined in section 1(1) of the Pension Schemes Act 1993;

**UK CRA Regulation** means Regulation (EC) No. 1060/2009 as it forms part of domestic law in the United Kingdom by virtue of the EUWA;

**UK CRR** means Regulation (EU) No 575/2013 as it forms part of domestic law in the United Kingdom by virtue of the EUWA, including any applicable regulations, rules, guidance or other implementing measures of the FCA, the Bank of England or the PRA (or their successor) in relation thereto;

**UK Data Protection Act** means the UK Data Protection Act 2018;

**UK EMIR** means the European Market Infrastructure Regulation (EU) No 648/2012 of the European Parliament and Council on OTC derivatives, central counterparties and trade repositories as it forms part of domestic law in the United Kingdom by virtue of the EUWA;

**UK GDPR** means the General Data Protection Regulation 2016/679 as it forms part of retained EU law (as defined in EUWA as amended from time to time);

**UK Government Securities** means Sterling gilt-edged securities and/or Sterling treasury bills;

**UK Insolvency Regulation** means Regulation (EU) 2015/848 as it forms part of domestic law in the United Kingdom by virtue of the EUWA and the Insolvency (Amendment) (EU Exit) Regulations 2009, SI 2019/146;

**UK Investor Report** has the meaning given to such terms in clause 8.3(a) (Information Covenants) of the Cash Management Agreement;

**UK Retention Requirement** has the meaning given to it in clause 9 (*Undertaking of the Seller*) of the Mortgage Sale Agreement;

**UK Retention Rules** means Article 6 of Chapter 2 together with Chapter 4 of the PRA Securitisation Rules;

**UK Securitisation Framework** means:

- (a) the Securitisation Regulations 2024 (SI 2024/102) as amended (**2024 UK SR SI**);
- (b) the PRA Securitisation Rules; and
- (c) SECN of the FCA Handbook;

**UK SF Data Tape** has the meaning given to it in clause 14.4 (*Reporting and information under the UK Securitisation Framework*) of the Servicing Agreement;

**UK STS Assessment** means the verification of compliance of the Notes with the UK STS Requirements obtained by CCFS;

**UK STS Notification** means the notification to the FCA, in accordance with SECN 2.5 confirming that the requirements of SECN 2.2.2R to SECN 2.2.29 have been satisfied with respect to the Notes submitted by CCFS;

**UK STS Requirements** means the requirements of SECN 2.2.2R to SECN 2.2.29 for designation as a UK STS securitisation;

**UK Transparency Rules** means the requirements of (i) SECN 6 together with SECN 11 (including its Annexes) and SECN 12 (including its Annexes) and (ii) Article 7 of Chapter 2, together with Chapter 5 (including its Annexes) and Chapter 6 of the PRA Securitisation Rules (including its Annexes);

**United Kingdom** or **UK** means the United Kingdom of Great Britain and Northern Ireland;

**United States** means the United States of America;

**U.S. Persons** means U.S. Persons as defined in Regulation S under the Securities Act;

**UTCCR** means the 1999 Regulations and, insofar as applicable, the Unfair Terms in Consumer Contracts Regulations 1994 (SI 1994/3159);

**Valuation Report** means the valuation report or reports for mortgage purposes obtained by the Seller from a valuer in respect of each Property or a valuation report in respect of a valuation made using a methodology which would be acceptable to a Reasonable, Prudent Residential Mortgage Lender and which has been approved by the relevant officers of the Seller;

**VAT** or **value added tax** means:

- (a) any value added tax imposed by the Value Added Tax Act 1994;
- (b) any tax imposed in compliance with the Council Directive of 28 November 2006 on the common system of value added tax (EC Directive 2006/112); and
- (c) any other tax of a similar nature, whether imposed in the United Kingdom or in a member state of the European Union or elsewhere in substitution for, or levied in addition to, such tax referred to in paragraphs (a) and (b) above;

**VATA** means the Value Added Tax Act 1994;

**Voting Certificate** has the meaning given to it in Paragraph 1 (Definitions) of Schedule 3 (Provisions for Meetings of Noteholders) to the Trust Deed;

**Whole Beneficial Title** has the meaning given to it in clause 32 (*Optional Repurchase of the Portfolio by the Seller*) of the Mortgage Sale Agreement;

**Written Off Loans** means any Enforced Loans in relation to which no further amounts are payable or are expected to be recovered.

## 2. INTERPRETATION AND CONSTRUCTION

2.1 Any reference in any Transaction Document, or in any document to which this Master Definitions and Construction Schedule is expressed to be incorporated or apply, to:

- (a) the **assets** of any person shall be construed as a reference to the whole or any part of its business, undertakings, property, intellectual property, shares, securities, debts, accounts, revenues (including any right to receive revenues), goodwill, shareholdings and uncalled capital including premium whether now or hereafter acquired and any other assets whatsoever;
- (b) an assignment, a transfer and/or a sale in relation to the Portfolio and/or any Loan and/or its Related Security transferred or to be transferred by the Seller to the Issuer pursuant to the Mortgage Sale Agreement shall, unless the context requires otherwise, in the context equivalent to the sale, transfer and equitable assignment of Scottish Loans and their Related Security, be construed to include a declaration of trust constituted by a Scottish Declaration of Trust in respect of any applicable Loans and/or their Related Security and all rights and interests relative thereto and the terms assigned, assign, transferred, sell and sold shall be construed accordingly in the context of the Portfolio and/or any Loan and/or its Related Security as aforesaid;
- (c) an **authorisation** includes an authorisation, consent, approval, resolution, licence, exemption, filing or registration;
- (d) monies, funds, sums or payments belonging to or available to the Issuer or due to the Issuer from a Borrower or the Seller, shall, in respect of the Scottish Loans and the Related Security held under the Scottish Trust, be deemed to include (without double counting) reference to monies, funds, sums or payments belonging to or available to the Seller in relation to the Scottish Loans, held under the Scottish Trust for the benefit of the Issuer as beneficiary thereunder;
- (e) a **calendar year** refers to a year from the beginning of 1 January to the end of 31 December;
- (f) **disposal** shall be construed as any sale, lease, transfer, conveyance, assignment, licence, sub-licence or other disposal and **dispose** shall be construed accordingly;

- (g) a **guarantee** means any guarantee, bond, indemnity, letter of credit, third party security or other legally binding assurance against financial loss granted by one person in respect of any indebtedness of another person, or any agreement to assume any indebtedness of any other person or to supply funds or to invest in any manner whatsoever in such other person by reason of, or otherwise in relation to, indebtedness of such other person;
- (h) **including** shall be construed as a reference to **including without limitation**, so that any list of items or matters appearing after the word "including" shall be deemed not to be an exhaustive list, but shall be deemed rather to be a representative list, of those items or matters forming a part of the category described prior to the word "including";
- (i) **indebtedness** shall be construed so as to include any obligation (whether incurred as principal or as surety or guarantor) for the payment or repayment of money, whether present or future, actual or contingent;
- (j) a **month** is a reference to a calendar month;
- (k) **reasonable, unreasonable**, or like references, when used herein in relation to the Note Trustee and/or Security Trustee, as applicable, and the exercise by it of any power, discretion, opinion, determination, or other similar matter shall be construed as meaning reasonable by reference to the interests of the Noteholders, and if there are no Notes then outstanding, the interests of all of the other Secured Creditors;
- (l) a **regulation** includes any regulation, rule, official directive, request or guideline (whether or not having the force of law) of any governmental, inter-governmental or supranational body, agency, department or regulatory, self-regulatory or other authority or organisation;
- (m) Except as otherwise specified in a Transaction Document, reference in a Transaction Document to:
  - (i) Section shall be construed as a reference to a Section of such Transaction Document;
  - (ii) Part shall be construed as a reference to a Part of such Transaction Document;
  - (iii) Schedule shall be construed as a reference to a Schedule of such Transaction Document;
  - (iv) Clause shall be construed as a reference to a Clause of a Part of such Transaction Document; and
  - (v) Paragraph shall be construed as a reference to a Paragraph of a Schedule of such Transaction Document;
- (n) **set-off** shall be deemed to include analogous rights in other relevant jurisdictions;
- (o) a **successor** of any party shall be construed so as to include an assignee or successor in title of such party and any person who under the laws of the jurisdiction of incorporation or domicile of such party has assumed the rights and obligations of such party under the relevant Transaction Document or to which, under such laws, such rights and obligations have been transferred;
- (p) a **wholly-owned subsidiary** of a company or corporation shall be construed as a reference to any company or corporation which has no other members except that other company or

corporation and that other company's or corporation's wholly-owned subsidiaries or persons acting on behalf of that other company or corporation or its wholly-owned subsidiaries;

- (q) the **winding-up, dissolution or administration** of a company or corporation shall be construed so as to include any equivalent or analogous proceedings under the law of the jurisdiction in which such company or corporation is incorporated or any jurisdiction in which such company or corporation carries on business including the seeking of liquidation, winding-up, bankruptcy, reorganisation, dissolution, administration, arrangement, adjustment, protection or relief of debtors;
- (r) the Servicer acting as agent for the Seller shall be deemed to include, in the case of the Scottish Loans, the Servicer acting on behalf of and as agent for the Seller in its capacity as trustee for the Issuer under the Scottish Declaration of Trust; and
- (s) in respect of assets, rights and interests governed by Scots law, references in the Transaction Documents to (i) "beneficial title" shall be construed as references to the beneficial interest therein pursuant to a declaration of trust, (ii) "beneficially owned" shall be construed as references to holding the beneficial interest therein pursuant to a declaration of trust, (iii) "beneficial owner" shall be construed as the holder of the beneficial interest therein pursuant to a declaration of trust, (iv) "legal interest" shall be construed as references to the whole right and title of the proprietor, heritable creditor or creditor thereof, other than the beneficial interest and (v) "legal owner" shall be construed as "owner".

2.2 In this Master Definitions and Construction Schedule and in any of the Transaction Documents in which this Master Definitions and Construction Schedule is expressed to be incorporated or to which this Master Definitions and Construction Schedule is expressed to apply:

- (a) words denoting the singular number only shall include the plural number also and vice versa;
- (b) words denoting one gender only shall include the other gender;
- (c) words denoting persons only shall include firms and corporations and vice versa;
- (d) references to any statutory provision shall be deemed also to refer to any statutory modification or re-enactment thereof or any statutory instrument, order or regulation made thereunder or under any such re-enactment;
- (e) references to any agreement or other document (including any of the Transaction Documents) shall be deemed also to refer to such agreement or document as amended, restated, varied, replaced, supplemented and/or novated from time to time;
- (f) references to the Deed of Charge shall include all documents entered into pursuant thereto including, for the avoidance of doubt, the Scottish Supplemental Charge and any Scottish Sub-Security;
- (g) clause, paragraph and schedule headings are for ease of reference only;
- (h) reference to a statute shall be construed as a reference to such statute as the same may have been, or may from time to time be, amended;
- (i) reference to a statute shall be construed as a reference to such statute as the same may have been, or may from time to time be, re-enacted to the extent such re-enactment is substantially to the same effect as such statute on the date hereof;

- (j) reference to a time of day shall be construed as a reference to London time (unless otherwise specified);
- (k) reference to a court or Court shall be construed as a reference to a court of competent jurisdiction;
- (l) references to any person or a party shall include references to his successors, transferees and assigns and assignees and any person deriving title under or through him; and
- (m) terms particular to the law of Scotland shall be construed in accordance with Scots Law.

In this Master Definitions and Construction Schedule and in any of the Transaction Documents in which this Master Definitions and Construction Schedule is expressed to be incorporated or to which this Master Definitions and Construction Schedule is expressed to apply, all references involving compliance by the Note Trustee or the Security Trustee with a test of reasonableness shall be deemed to include (a) in the case of the Note Trustee, a reference to a requirement that such reasonableness shall be determined by reference to the interests of the Noteholders, and (b) in the case of the Security Trustee, a reference to a requirement that such reasonableness shall be determined by reference (i) while there are Notes outstanding, to the interests of the Noteholders, and (ii) if there are no Notes then outstanding, the interests of all of the other Secured Creditors.