

28 July

DATED

2023

COUNTRYSIDE PROPERTIES (UK) LIMITED and COUNTRYSIDE RESIDENTIAL LIMITED

and

SAINSBURY'S SUPERMARKETS LTD

LEASE

relating to premises known as

Convenience Store, 14 Halewood Way, Rainham, RM13 8QZ

MemeryCrystal

165 Fleet Street

London

EC4A 2DY

Tel: 020 7242 5905

Ref: JA/BEA/10/9

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LAND REGISTRY PRESCRIBED CLAUSES

LR1. Date of lease	28 July 2023
LR2. Title number(s)	
LR2.1 Landlord's title number(s)	BGL148168
LR2.2 Other title numbers	
LR3. Parties to this lease	
Landlord	COUNTRYSIDE PROPERTIES (UK) LIMITED (incorporated and registered in England and Wales under company registration number 00614864), the registered office of which is at Countryside House, The Drive, Brentwood, Essex CM13 3AT and COUNTRYSIDE RESIDENTIAL LIMITED (incorporated and registered in England and Wales under company registration number 0242329), the registered office of which is at Countryside House, The Drive, Great Warley, Brentwood, Essex CM13 3AT
Tenant	SAINSBURY'S SUPERMARKETS LTD (incorporated and registered in England and Wales under company registration number 3261722), the registered office of which is at 33 Holborn, London EC1N 2HT
Guarantor	None.
LR4. Property	In the case of a conflict between this clause and the remainder of this lease then, for the purposes of registration, this clause shall prevail. The property described as the "Premises" in clause 1 of this Lease.
LR5. Prescribed statements etc.	None.
LR6. Term for which the Property is leased	The term as specified in clause 3.1 of this Lease.
LR7. Premium	None.
LR8. Prohibitions or restrictions on disposing of this lease	This Lease contains a provision that prohibits or restricts dispositions.
LR9. Rights of acquisition etc.	
LR9.1 Tenant's contractual rights to renew this lease, to acquire the reversion or another lease of	See clause 11

the Property, or to acquire an interest in other land	
LR9.2 Tenant's covenant to (or offer to) surrender this lease	None.
LR9.3 Landlord's contractual rights to acquire this lease	None.
LR10. Restrictive covenants given in this lease by the Landlord in respect of land other than the Property	None.
LR11. Easements	
LR11.1 Easements granted by this lease for the benefit of the Property	As specified in this Lease at Part 1 of Schedule 1.
LR11.2 Easements granted or reserved by this lease over the Property for the benefit of other property	As specified in this Lease at Part 2 of Schedule 1.
LR12. Estate rentcharge burdening the Property	None.
LR13. Application for standard form of restriction	None.
LR14. Declaration of trust where there is more than one person comprising the Tenant	Not applicable.

LEASE

PARTIES

- (1) the Landlord named in clause LR3 and any other person who becomes the immediate landlord of the Tenant (the “**Landlord**”); and
- (2) the Tenant named in clause LR3 and its successors in title (the “**Tenant**”).

IT IS AGREED AS FOLLOWS:

1 DEFINITIONS

This Lease uses the following definitions:

1925 Act: Law of Property Act 1925;

1954 Act: Landlord and Tenant Act 1954;

1986 Act: Insolvency Act 1986;

1995 Act: Landlord and Tenant (Covenants) Act 1995;

Act: any act of Parliament and any delegated law made under it;

Account Year: a period of 12 months from 1 April in any year to 31 March in the following year, or such other dates as the Landlord chooses from time to time;

AGA: an authorised guarantee agreement (as defined in section 16 of the 1995 Act);

Ancillary Rent Commencement Date: the Term Start Date;

ATM: an automated teller machine or the modern day equivalent from time to time;

Authorised Person: the individual nominated by the Landlord with suitable qualification or expertise to estimate expenditure who may be an employee of the Landlord;

Block K and L: the blocks shown coloured red on Plan 6;

Block: that part of the Estate known as Block K, Beam Park, Dagenham, Essex, RM9 6SA shown edged green on Plan 3 and any area appurtenant to it housing the Block Common Parts that serve the Property including the Structure but excluding the Estate Common Parts;

Block Common Parts: those parts of the Block laid out as communal areas for all commercial and residential tenants of the Block, including external access ways, stairways, lifts gardens (if any) and footpaths as the case may be;

Block Essential Services: (subject to those services excluded under the Excluded Costs);

- (a) keeping the Block Common Parts and all Common Conduits that serve solely the Lettable Units in the Block in good and substantial repair and condition;
- (b) decorating the Block Common Parts in a good and workmanlike manner with appropriate, good quality materials as often as the Landlord deems necessary;

- (c) keeping the Block Common Parts unobstructed, clean and adequately lit;
- (d) keeping any garden within the Block Common Parts in a clean tidy and well tended condition;
- (e) maintaining repairing and renewing all access systems and controls to the Block;
- (f) cleaning maintaining repairing and renewing the Structure;
- (g) repairing maintain and renewing all fire fighting equipment and complying with the reasonable requirements of the fire officer or insurers;

Block Proportion: such fair and reasonable proportion as the Landlord shall determine calculated by reference to the percentage the aggregate square footage of the Property bears to the aggregate square footages of each Lettable Unit within the Block capable of enjoying the benefit of the Block Essential Services or any of them subject to variation in accordance with **paragraph 1.8 of Schedule 3**;

Block Provision means the sum calculated in accordance with **paragraph 1.3.1 of Schedule 3**;

Business Day: any day other than a Saturday, Sunday or a bank or public holiday in England and Wales;

Car Park: any car park or car parks forming part of the Estate at any time during the Term;

Common Conduits: all of the sewers, drains, channels, gutters, gullies, ducts, pipes, wires, cables, watercourses, laser optical fibres, data or impulse transmission, communication or reception systems, channels, flues and all other conducting media that exist at any time of any nature including but not limited to, media that enable the supply or removal of utilities during the Term which serve the Property whether exclusively or not and the Block and the Estate;

Conducting Media: any media for the transmission of Supplies but not including any service risers or any other airspace through which the media run;

Contaminated Land Regime: the contaminated land regime under Part 2A of the Environmental Protection Act 1990 (as amended from time to time) and any statutory instrument circular or guidance issued under it;

Current Guarantor: someone who, immediately before a proposed assignment, is either a guarantor of the Tenant's obligations under this Lease or a guarantor of the obligations given by a former tenant of this Lease under an AGA;

End Date: the last day of the Term (however it arises);

Enforcing Authority: the relevant regulator of the Premises under the Contaminated Land Regime;

Environment: the natural and man-made environment including all or any of the following media namely air water and land (including air within buildings and other natural or man-made structures above or below ground) and any living organisms (including man) or systems supported by those media;

Essential Services means all of the Block Essential Services and the Estate Essential Services;

Estate: such part of the land edged red on Plan 1 annexed hereto being land at the Beam Park Estate as shall either at the date hereof or within a period of 21 years from the date hereof fall within the freehold or leasehold ownership of the Landlord (in this case being Countryside Properties (UK) Limited and Countryside Residential Limited) in respect of which the Landlord notifies the Tenant in writing from time to time;

Estate Common Parts: (insofar as the same are not adopted or do not fall within the curtilage of any plot that is intended to be let or sold for exclusive occupation on the Estate) any accessways roadways footpaths stairways lifts and forecourts any boundary or perimeter wall entrance feature or fence on the Estate and any communal gardens landscaped areas or facilities made erected or constructed on the Estate which are intended to be or are capable of being enjoyed or used by the Tenant in common with other owners and occupiers on the Estate;

Estate Essential Services: keeping the Estate Common Parts, the Estate Structure and all Common Conduits that serve the Estate that are not part of the Property or any Lettable Unit or that exclusively serve any building in the Estate in good and substantial repair and condition;

Estate Proportion: such proportion as the Landlord shall fairly and reasonably determine calculated by reference to the percentage the aggregate square footage of the Property bears to the aggregate square footages of each Lettable Unit within the Estate capable of enjoying the benefit of the Estate Essential Services or any of them subject to variation in accordance with **paragraph 1.8 of Schedule 3**;

Estate Provision means the sum calculated in accordance with **paragraph 1.3.2 of Schedule 3**;

Estate Structure means all structural parts of the Estate (excluding the Block) including the roofs, foundations, main timbers and joists of the buildings;

Excluded Costs means any of those items listed at **paragraph 2.2 of Schedule 3**;

Expert means an independent surveyor who is a member or fellow of the Royal Institute of Chartered Surveyors appointed in accordance with **paragraph 1.11 of Schedule 3**;

External Works: all or any of:

- (a) connecting to existing Conducting Media under **paragraph 1 of Part 1 of Schedule 1**;
- (b) the installation of any CCTV cameras and Conducting Media between them and the Premises under **paragraph 4 of Part 1 of Schedule 1**;

but for the avoidance of doubt excluding any installation within the Premises or the Plant Area.

Gross Internal Area: the gross internal area in square feet calculated in accordance with RICS Code of Measuring Practice (6th edition);

Group Company: in relation to any company (and any reference to “company” in this definition includes any other body corporate including registered societies), any other company within the same group of companies as that company within the meaning of section 42 of the 1954 Act;

Hazardous Substances: any material substance or organism which alone or in combination with others is capable of causing harm to the Environment or which is likely to cause an actionable nuisance;

Insurance Rent: the sums described in **paragraph 1.1 of Schedule 4**;

Insured Risks: the risks of fire (including subterranean fire), lightning, explosion, storm, flood, subsidence, landslip, heave, earthquake, burst or overflowing water pipes, tanks or apparatus, impact by aircraft or other aerial devices and any articles dropped from them, impact by vehicles, terrorism, riot, civil commotion and malicious damage to the extent, in each case, that cover is generally available on normal commercial terms in the UK insurance market at the time the insurance is taken out, and any other risks against which the Landlord

reasonably insures from time to time, subject in all cases to any excesses, limitations and exclusions imposed by the insurers which are prevalent in the insurance market from time to time for properties such as the Block;

Interest Rate: three per cent above the base rate for the time being in force of Lloyds Bank PLC (or any other UK clearing bank specified by the Landlord);

Latent and Inherent Defects: means matters arising as a result of defective design workmanship and/or materials;

Lease: this lease, which is a “new tenancy” for the purposes of section 1 of the 1995 Act, and any document supplemental to it; *(which includes all of those residential as well as commercial accommodations) *Memory Crystal*

Lettable Unit: the units of accommodation^{*} in the Estate (as applicable) that are let or otherwise exclusively occupied or designed or intended for letting or exclusive occupation (whether actually let and occupied or not);

Main Rent: the rent payable under **clause 3.2**;

Night Club: means use as a nightclub, discotheque or other late night bar that is open for trade after midnight;

Notice: any notice, notification or request given or made under this Lease;

Original Tenant: Sainsbury’s Supermarkets Ltd and any Group Company of the Original Tenant;

Outgoings: all or any of:

- (a) all existing and future rates, taxes, duties, charges, and financial impositions charged on the Premises except for:
 - (i) tax (other than VAT) on the Rents payable; and
 - (ii) any tax arising from the Landlord’s dealing with its own interests;
- (b) Supply Costs for the Premises;

Permitted Use: as a retail shop including as ancillary thereto the use of an ATM for banking services, an in-store bakery, post office and/or financial services, lottery paypoint, scratch-card sales, the sale of alcohol, an Ebay or a Tenant or Group Company (or any other online operators) collection and return point for products sold online and storage but not a café and for any other use within Class E(a) of the Town and Country Planning (Use Classes) (Amendment) (England) Regulations 2020, or for any other use with the consent of the Landlord;

Permitted Works: any works or installations (including Tenant’s Business Alterations and any External Works) to which the Landlord has consented or for which, under **clause 4.10**, the Landlord’s consent is not required;

Planning Acts: every Act for the time being in force relating to the use, development, design, control and occupation of land and buildings;

Planning Permission: any permission, consent or approval given under the Planning Acts;

Plan 1: the plan contained in this Lease and annotated accordingly;

Plan 2: the plan contained in this Lease and annotated accordingly;

Plan 3: the plan contained in this Lease and annotated accordingly;

Plan 4: the plan contained in this Lease and annotated accordingly;

Plan 5: the plan contained in this Lease and annotated accordingly;

Plan 6: the plan contained in this Lease and annotated accordingly;

Plant Area: the area shown edged and hatched green and labelled “PR” on Plan 2;

Premises: the ground floor premises known as Convenience Store, 14 Halewood Way, Rainham, RM13 8QZ forming part of the Block and shown edged and hatched red on Plan 2 and:

(a) including:

- (i) all plaster and other internal surfacing materials and finishes on the structural walls, floors and ceilings of the Premises and on the other structural parts of the Block within or bounding the Premises;
- (ii) the shop front, fascia and all doors, windows and door and window frames;
- (iii) the plaster and other internal surfacing and finishes on any non-structural walls separating the Premises from any Block Common Parts;
- (iv) one half severed vertically of any non-structural walls separating the Premises from any adjoining Lettable Units;
- (v) the entirety of any non-structural walls wholly within the Premises;
- (vi) all Conducting Media and Landlord’s plant, equipment and fixtures within and exclusively serving the Premises including the Tenant’s fire detection, alarm and sprinkler systems (if any) up to the point of connection with the Landlord’s fire detection, alarm and sprinkler systems;
- (vii) the Plant Area
- (viii) all tenant’s fixtures; and
- (ix) any alterations to the Premises to which the Landlord has consented or for which, under **clause 4.10**, the Landlord’s consent is not required; but

(b) excluding:

- (i) all load bearing and exterior walls and the floors and ceilings of the Premises (other than those included above);
- (ii) all structural parts of the Block ;
- (iii) the entirety (subject to paragraph (a)(iii) of this definition) of any non-structural walls separating the Premises from any Block Common Parts;
- (iv) the airspace within any service risers that run through the Premises; and
- (v) the Landlord’s fire detection, alarm and sprinkler systems (if any) up to the point of connection with the Tenant’s fire detection, alarm and sprinkler systems;

RAL Colour/s: the European colour matching system which defines colours for paint, coatings and plastics;



PHASE 1
(SECTION 2)
BPTW SCOPE
OF WORKS

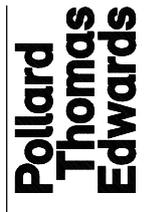


CLIENTS	COUNTRYSIDE	L&Q	STAKEHOLDER
Countryside House Broomfield Way Brentwood CM13 3AT +44(0)1277 260 000	L&Q L&Q L&Q Sturford, London E15 1BJ +44(0)20 72782323	Greater London Authority City Hall, More London 25 Abchurch Lane SE1 2AA +44(0)20 72782323	MAYOR OF LONDON

DRAWING KEY

Legal Boundary Line	Proposed Slation	Phase 1 Outside PTE scope	Estate Manager Parking Space	Visitor Parking	Commercial Unit Demise	Right of Access Areas	Emergency Right of Access Areas	Right to Run Highlevel Pipework	Refuse Store	Switch Room	Tank Room	Plant Room
Building Boundary	Adopted Highways and Footpath	Estate Managed Landscaping	Estate Managed Hard Landscaping	Loading Bay	Substation	Phase 1 Outside PTE scope	Estate Manager Visitor Cycle Parking	Refuse Store	Switch Room	Tank Room	Plant Room	
Adopted Highways and Footpath	Estate Managed Landscaping	Estate Managed Hard Landscaping	Loading Bay	Substation	Proposed Slation	Phase 1 Outside PTE scope	Estate Manager Visitor Cycle Parking	Refuse Store	Switch Room	Tank Room	Plant Room	
Estate Managed Landscaping	Estate Managed Hard Landscaping	Loading Bay	Substation	Proposed Slation	Phase 1 Outside PTE scope	Estate Manager Visitor Cycle Parking	Estate Manager Parking Space	Refuse Store	Switch Room	Tank Room	Plant Room	
Estate Managed Hard Landscaping	Loading Bay	Substation	Proposed Slation	Phase 1 Outside PTE scope	Estate Manager Visitor Cycle Parking	Estate Manager Parking Space	Visitor Parking	Refuse Store	Switch Room	Tank Room	Plant Room	
Loading Bay	Substation	Proposed Slation	Phase 1 Outside PTE scope	Estate Manager Visitor Cycle Parking	Estate Manager Parking Space	Visitor Parking	Commercial Unit Demise	Refuse Store	Switch Room	Tank Room	Plant Room	
Substation	Proposed Slation	Phase 1 Outside PTE scope	Estate Manager Visitor Cycle Parking	Estate Manager Parking Space	Visitor Parking	Commercial Unit Demise	Right of Access Areas	Refuse Store	Switch Room	Tank Room	Plant Room	
Proposed Slation	Phase 1 Outside PTE scope	Estate Manager Visitor Cycle Parking	Estate Manager Parking Space	Visitor Parking	Commercial Unit Demise	Right of Access Areas	Emergency Right of Access Areas	Refuse Store	Switch Room	Tank Room	Plant Room	
Phase 1 Outside PTE scope	Estate Manager Visitor Cycle Parking	Estate Manager Parking Space	Visitor Parking	Commercial Unit Demise	Right of Access Areas	Emergency Right of Access Areas	Right to Run Highlevel Pipework	Refuse Store	Switch Room	Tank Room	Plant Room	
Estate Manager Visitor Cycle Parking	Estate Manager Parking Space	Visitor Parking	Commercial Unit Demise	Right of Access Areas	Emergency Right of Access Areas	Right to Run Highlevel Pipework	Refuse Store	Switch Room	Tank Room	Plant Room		
Estate Manager Parking Space	Visitor Parking	Commercial Unit Demise	Right of Access Areas	Emergency Right of Access Areas	Right to Run Highlevel Pipework	Refuse Store	Switch Room	Tank Room	Plant Room			
Visitor Parking	Commercial Unit Demise	Right of Access Areas	Emergency Right of Access Areas	Right to Run Highlevel Pipework	Refuse Store	Switch Room	Tank Room	Plant Room				
Commercial Unit Demise	Right of Access Areas	Emergency Right of Access Areas	Right to Run Highlevel Pipework	Refuse Store	Switch Room	Tank Room	Plant Room					
Right of Access Areas	Emergency Right of Access Areas	Right to Run Highlevel Pipework	Refuse Store	Switch Room	Tank Room	Plant Room						
Emergency Right of Access Areas	Right to Run Highlevel Pipework	Refuse Store	Switch Room	Tank Room	Plant Room							
Right to Run Highlevel Pipework	Refuse Store	Switch Room	Tank Room	Plant Room								
Refuse Store	Switch Room	Tank Room	Plant Room									
Switch Room	Tank Room	Plant Room										
Tank Room	Plant Room											
Plant Room												

CONVEYANCE



Dispeker Wharf
38 Grafton Street
London W1A
020 7336 7777
forname.surname@ptea.co.uk
@ptearchitects
www.pollardthomasedwards.co.uk

Project:
Beam Park Production Info
Phase 1 - Section 1
Drawing Ref:
Conveyance Plan
Commercial - NR4&5

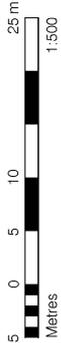
**PLAN 2 -
PREMISES PLAN**

DocuSigned by:
Kevin DeLu
DocuSigned by:
Tom Wright

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GENERAL NOTES
 This drawing is © 2017 PTE architects.
 Use figured dimensions only. **DO NOT SCALE.**
 All dimensions are in millimetres unless noted otherwise.

This drawing must be read in conjunction with all other relevant drawings and specifications from the Architect and other consultants. If in doubt, ask.



CLIENTS	COUNTRYSIDE	L&Q	STAKEHOLDER
Countryside Countryside House The Drive, Great Warley Brentwood CM13 3AT +44(0)1277 260 000	L&Q 10 Grove Crescent Road Stratford, London E15 1BJ +44(0)300 466 9998	MAYOR OF LONDON	Greater London Authority City Hall, Mill Lane Riverside, London SE1 2AA +44(0)20 72782323

DRAWING KEY

- Legal Boundary Line
- Building Boundary
- Adopted Highways and Footpath
- Estate Managed Landscaping
- Estate Managed Hard Landscaping
- Loading Bay
- Substation
- Proposed Station
- Phase 1 Outside PTE scope
- Estate Managed Visitor Cycle Parking
- Estate Manager Parking Space
- Visitor Parking
- Commercial Unit Demise
- Right of Access Areas
- Emergency Right of Access Areas
- Right to Run Highlevel Pipework
- Refuse Store
- Cycle Store
- Lift
- Switch Room
- Tank Room
- Plant Room

CONVEYANCE

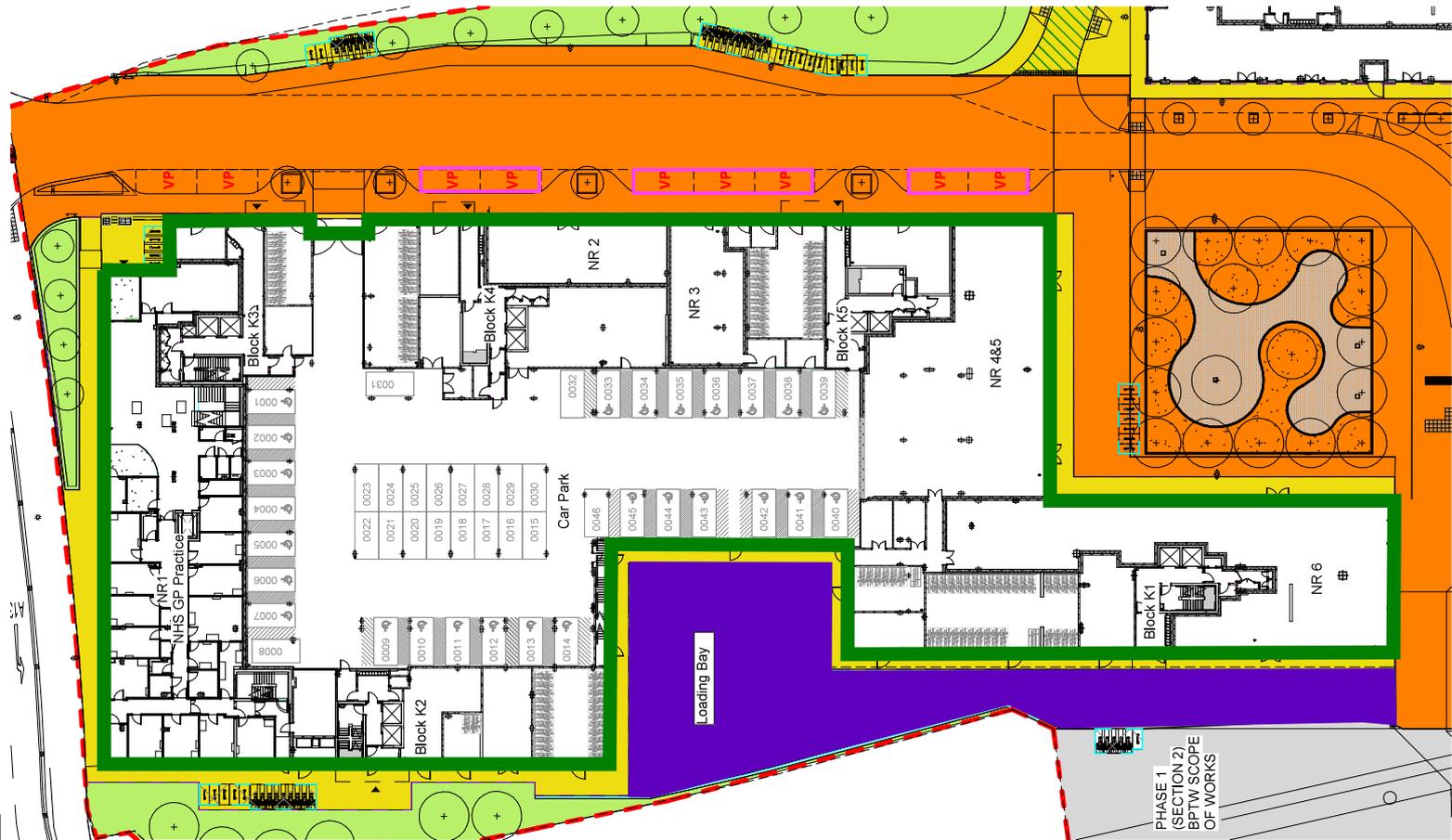
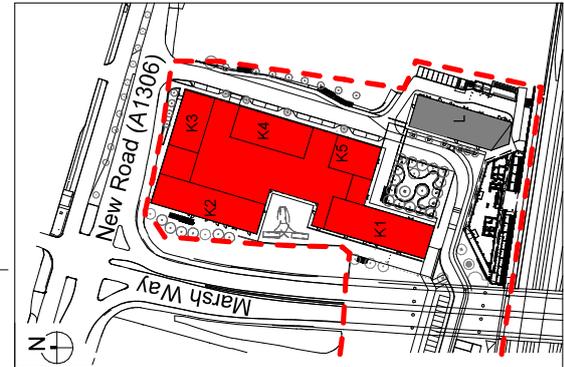
**Pollard
Thomas
Edwards**

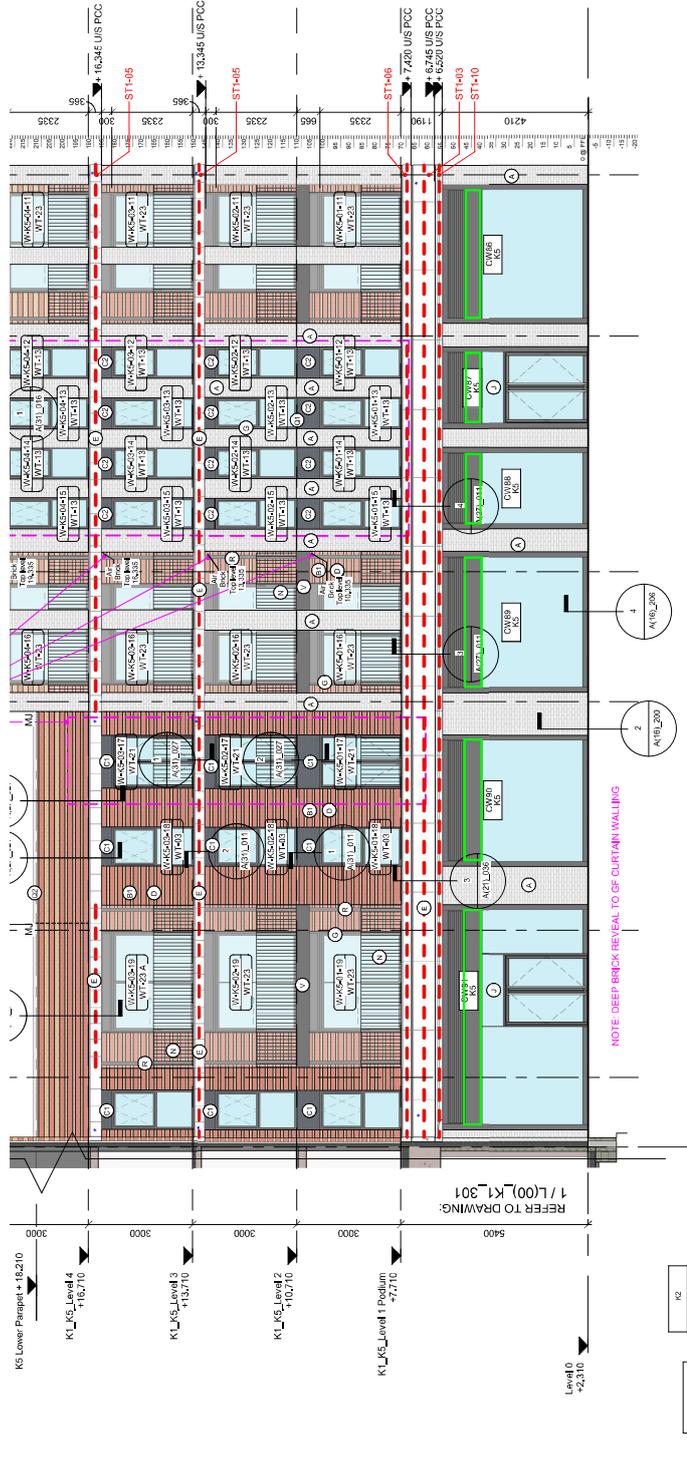
Dispositer Wharf
36 Gicham Street
London N1 8JX
020 7338 7777
@pollardthomasedwards
www.pollardthomasedwards.co.uk

PROJECT
 Beam Park Production Info
 Phase 1 - Section 1
 DRAWING TITLE
 Conveyance Plan
 Commercial - NR4&5

**PLAN 3 -
BUILDING PLAN**

Memery Crystal for and on behalf of Countryside Properties
 (UK) Limited and Countryside Residential Limited



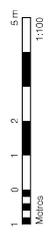


= Signage Zone

PLAN 4 - SIGNAGE (FRONT ELEVATION)

DocuSigned by:
Kevin Deane 72307D421862487...
Tom Wright 0A85E41E87AE459...

CLIENTS	COUNTRYSIDE	Countrywide Countrywide House The Drive, Great Watley Birmmwood CM3 3AT +44(0)1277 209 000
	L&Q	L&Q 10 Grove Crescent Road Shaftesbury, London, E15 1JL +44(0)203 498 9999
STAKEHOLDER	MAYOR OF LONDON	
Contact: London's Authority City Hall, More London Riverside, London SE1 2JA +44(0)20 7272 6223 london@london.gov.uk www.london.gov.uk		



Project: Beam Park Production Info
 Drawing No: Phase 1 - Section 1
PLAN 4 - SIGNAGE ZONE



NOTE: Brick pattern continues to north elevation. Refer to GA Elevation: L(00)_KS_300

NOTE: Brick pattern continues to south elevation. Refer to GA Elevation: L(00)_KS_301

PLAN 5 - SIGNAGE ZONE (SIDE ELEVATION)

 = Signage Zone

CIP/MS	COUNTRY SIDE	SITE/PROJECT REF
Country Side Properties 185C The Drive, Great Wymondley Cambridge CB21 3JQ +44(0)1223 730 000	L&Q L&Q Country Side Stratford, London E15 1BU +44(0)20 72162223	MAYOR OF LONDON City of London Planning City Hall, More London 25 Abchurch Lane, London EC4A 3DF +44(0)20 72162223

DocuSigned by:
Kevin Deane Tom Wright
72307D421862487...0A85E41E87AE459...



THE DRAWING IS FOR ARCHITECTURAL PURPOSES ONLY. IT IS NOT TO BE USED FOR CONSTRUCTION OR FOR ANY OTHER PURPOSES WITHOUT THE EXPRESS WRITTEN PERMISSION OF THE ARCHITECT. CONSULT THE STRUCTURAL ENGINEER FOR ANY STRUCTURAL REQUIREMENTS.

Refuse Area: the area shown edged and hatched green and labelled “RS” on Plan 2;

Rent Commencement Date: three months from the Term Start Date;

Rent Days: 25th March, 24th June, 29th September and 25th December;

Rent Review Date: the fifth and tenth anniversaries of the Term Start Date and references to “the Rent Review Date” mean the relevant Rent Review Date;

Rents: the Main Rent, the Insurance Rent, the Service Charge, any VAT payable on them and any interest payable under **clause 4.5**;

Risk Period: the period of three years starting on the date of the relevant damage or destruction;

Service Area: the area shown coloured purple on Plan 3;

Service Charge means once the Excluded Costs have been considered and factored in, the aggregate of:

- i. the Block Proportion of the Block Provision;
- ii. the Estate Proportion of the Estate Provision;

Service Charge Code: the Professional Statement published by the Royal Institution of Chartered Surveyors called “Service Charges in Commercial Property” 1st Edition September 2018;

Servicing Hours: 07:00 to 21:00 on Mondays to Saturdays inclusive and 09:00 to 13:00 on Sundays and Public Holidays and any longer or shorter periods on any days to comply with any planning permission affecting the Premises;

Signage Zone: the areas shown edged green and labelled “SIGNAGE ZONE” on Plan 4 and Plan 5;

Structure: all structural parts of the Block including the roofs, foundations, main timbers and joists of the buildings;

Superior Landlord: the owner from time to time of any interest in reversion (whether immediately or not) to the Landlord's estate and interest in the Premises;

Superior Lease: the lease of the Block dated 28 February 2019 and made between (1) GLA Land and Property Limited (2) Countryside Properties (UK) Limited and Countryside Residential Limited and (3) Countryside Properties Plc and includes all documents supplementary or collateral to it, whether or not expressly stated to be so

Supplies: water, gas, air, foul and surface water drainage, electricity, oil, telephone, heating, telecommunications, internet, data communications and similar supplies or utilities;

Tenant’s Business Alterations: so long as they do not affect the structural integrity of the Block, any of the following in relation to the Premises or the structural or non-structural walls or the ceiling and floor slabs bounding the Premises that are not within any other Lettable Unit:

- (a) the creation of openings in the walls, ceiling and floor slabs within or bounding the Premises for the passage of the Tenant’s Conducting Media; and
- (b) fixing holes drilled into the floor or ceiling slabs, blockwork or plaster.

Tenant's Plant: plant erected pursuant to clause 4.10.3;

Term: the period of this Lease (including where applicable any continuation of that period under the 1954 Act);

Term End Date: 27 July 2038

Term Start Date: 28 July 2023

Trading Hours: 07:00 to 23:00 on Mondays to Sundays and Public Holidays and any longer or shorter periods on any days stipulated by the Landlord acting reasonably and/or to comply with any planning permission affecting the Premises;

Uninsured Risk: any risk expressly specified in the Insured Risks definition that:

- (a) is not insured against because, at the time the insurance is taken out or renewed, insurance is not generally available in the UK market on normal commercial terms; or
- (b) is not, at the date of the damage or destruction, insured against by reason of a limitation or exclusion imposed by the insurers

but will not include loss or damage (or the risk of it) caused by reason of the Tenant's act or failure to act;

VAT: value added tax or any similar tax from time to time replacing it or performing a similar function;

VAT Supply: a "supply" for the purpose of the Value Added Tax Act 1994;

2 INTERPRETATION

In this Lease:

- 2.1 "notify", "notifies" or "notifying" means notify, notifies or notifying in writing in accordance with **clause 6.3**;
- 2.2 where appropriate, the singular includes the plural and vice versa, and one gender includes any other;
- 2.3 all headings are for ease of reference only and will not affect the construction or interpretation of this Lease;
- 2.4 obligations owed by or to more than one person are owed by or to them jointly and severally;
- 2.5 an obligation to do something includes an obligation not to waive any obligation of another person to do it;
- 2.6 an obligation not to do something includes an obligation not to permit or allow another person to do it;
- 2.7 the Tenant will be liable for any breaches of its obligations in this Lease committed by:
 - 2.7.1 any authorised occupier of the Premises or its or their respective employees, licensees or contractors; or
 - 2.7.2 any person under the control of the Tenant or acting under the express or implied authority of the Tenant;

- 2.8 reference to either the Landlord, the Superior Landlord or the Tenant having a right of approval or consent under this Lease means a prior written approval or consent, which must not be unreasonably withheld or delayed except where this Lease specifies that either the Landlord, the Superior Landlord or the Tenant has absolute discretion;
- 2.9 references to a Schedule are to a Schedule to this Lease and the Landlord and the Tenant must comply with their respective obligations in them;
- 2.10 where either the Tenant or the Landlord must pay any costs that the other incurs (or any proportion of them), those costs must be reasonable and proper and reasonably and properly incurred;
- 2.11 references to any sums being payable on demand or when demanded mean being payable when demanded in writing;
- 2.12 the Landlord's rights under **clause 4.9** and **Part 2 of Schedule 1** may also be exercised by those authorised by the Landlord and shall include the exercise of such right by any Superior Landlord or any mortgagee of the Premises;
- 2.13 reference to "the Block ", "the Block Common Parts", "the Estate", "the Estate Common Parts" or "the Premises" means the whole or an individual part or parts unless inappropriate in the context used;
- 2.14 reference to "adjoining premises" means any land or buildings adjoining or nearby the Block and the Estate, whether or not owned by the Landlord (unless express reference is made to the Landlord's ownership of those premises);
- 2.15 references to an Act are to that Act as amended from time to time and to any Act that replaces it but references to the Town and Country Planning (Use Classes) Order 1987 are to that Order as in force at the date of this Lease;
- 2.16 "includes", "including" and similar words are used without limitation or qualification to the subject matter of the relevant provision;
- 2.17 if any provision is held to be illegal, invalid or unenforceable, the legality, validity and enforceability of the remainder of this Lease will be unaffected; and
- 2.18 if a person must take a matter into consideration that person must have reasonable regard to it but the final decision remains at that person's absolute discretion.

3 DEMISE, TERM AND RENT

- 3.1 The Landlord with full title guarantee leases the Premises to the Tenant:
 - 3.1.1 for a term starting on the Term Start Date and ending on the Term End Date;
 - 3.1.2 together with the rights listed in **Part 1 of Schedule 1**;
 - 3.1.3 excepting and reserving to the Landlord and the Superior Landlord the rights listed in **Part 2 of Schedule 1**;
 - 3.1.4 subject to and with the benefit of the provisions of any documents or matters specified or referred to in **Schedule 5**.
- 3.2 The Tenant must pay as rent:

- 3.2.1 for the period starting on the Rent Commencement Date and ending on the day before the first Rent Review Date one hundred and fifty five thousand pounds (£155,000) yearly plus VAT; and
 - 3.2.2 during the remainder of the Term, the rent set out in **clause 3.2.1** as increased under **Schedule 2**.
- 3.3 Starting on the Ancillary Rent Commencement Date the Tenant must pay as rent:
- 3.3.1 the first payment of Service Charge due under **clause 4.3** and **Schedule 3** provided that the Tenant has been provided with details of the amount due at least 10 Business Days before the Ancillary Rent Commencement Date and if not within 10 Business Days of demand; and
 - 3.3.2 the first payment of Insurance Rent provided that the Tenant has been provided with details of the amount due at least 10 Business Days before the Ancillary Rent Commencement Date and if not within 10 Business Days of demand.
- 3.4 The Tenant must pay as rent VAT under **clause 4.4**.
- 3.5 The Main Rent is payable yearly and proportionally for any part of a year by equal quarterly payments in advance on the Rent Days in every year. The first payment will be for the period starting on (and to be paid on) the Rent Commencement Date and ending on the last day of that quarter.
- 3.6 The Rents and all other sums payable under this Lease must be paid by the Tenant by electronic transfer from a United Kingdom bank account to the United Kingdom bank account notified by the Landlord to the Tenant.
- 3.7 The Tenant must not make any legal or equitable deduction, set-off or counterclaim from any payment due under this Lease unless required to do so by law.

4 TENANT'S OBLIGATIONS

4.1 Main Rent

The Tenant must pay the Main Rent when due.

4.2 Outgoings

The Tenant must pay all Outgoings to agreed terms, save in the case of bona fide dispute.

4.3 Service Charge

The Tenant must pay the Service Charge in accordance with **Schedule 3**.

4.4 VAT

4.4.1 The Tenant must pay

- (a) VAT on any consideration in respect of a VAT Supply to the Tenant by the Landlord at the same time as the consideration is paid provided that it has received a valid VAT invoice addressed to the Tenant; and
- (b) on demand VAT charged in respect of any VAT Supply to the Landlord in respect of the Premises where that VAT is not recoverable by the Landlord from HM Revenue & Customs.

4.4.2 The Tenant must not do anything that would result in the disapplication of the option to tax in respect of the Landlord's interest in the Estate.

4.5 **Interest on overdue payments**

4.5.1 Subject to clause 4.5.2, the Tenant must pay interest on the Main Rent and on all other sums not paid within 21 days of the due date (or, if no date is specified, not paid within 21 days after the date of demand).

4.5.2 The Tenant must pay interest on the on-account payments due to be paid pursuant to paragraph 1.1 of Schedule 3 not paid within 10 Business Days of the due date.

4.5.3 Interest will be payable at the Interest Rate for the period starting on the due date (or date of demand) and ending on the date of payment.

4.6 **Reimburse costs incurred by the Landlord**

The Tenant must pay within 10 Business Days of demand the Landlord's properly incurred costs (and in the case of costs incurred in respect of items detailed at clause 4.6.2 such costs shall be reasonable and proper and shall include those of any superior landlord provided that it is agreed for any consents relating to the initial grant of this lease and any corresponding alterations the Landlord is responsible for any superior landlord or mortgagee costs) including legal and surveyor's charges and bailiff's and enforcement agent's fees and disbursements in connection with:

4.6.1 any breach of the Tenant's obligations in this Lease, including the preparation and service of a notice under section 146 of the 1925 Act;

4.6.2 any application by the Tenant for consent under this Lease, whether that application is withdrawn or consent is granted or lawfully refused, except in cases where the Landlord has unreasonably or withheld or delayed consent or has granted consent subject to one or more unreasonable conditions provided that such costs shall be reasonable and properly incurred;

4.6.3 the preparation and service of a schedule of dilapidations served no later than three months after the End Date provided that such costs shall be reasonable and properly incurred.

4.7 **Insurance**

The Tenant must comply with its obligations in **Schedule 4**.

4.8 **Repair and decoration**

4.8.1 The Tenant must:

(a) keep the Premises and all Tenant's Business Alterations in good and substantial repair and condition and clean and tidy

(b) keep all Conducting Media, plant, equipment or fixtures forming part of the Premises (or that exclusively serve them) and any External Works properly maintained and in good working order in accordance with good industry practice and any requirements of the Landlord's insurers; and

(c) replace (where beyond economic repair) any Conducting Media and plant, equipment or fixtures forming part of the Premises (or that exclusively serve them) and any External Works with items of equivalent or better quality.

- 4.8.2 The Tenant must carry out repairs as soon as reasonably possible.
- 4.8.3 The Tenant must promptly replace any damaged glass forming part of the Premises with glass of equivalent appearance and of the same or better quality.
- 4.8.4 The Tenant must decorate the Premises as and when necessary and in the final six months of the Term.
- 4.8.5 The Tenant shall not be permitted to make any changes to the RAL Colour of any exterior paintwork at the Premises (for the avoidance of doubt excluding the Signage Zone).
- 4.8.6 The obligations under this **clause 4.8** apart from **clause 4.8.2** exclude:
- (a) damage by any Insured Risk, except to the extent that payment of any insurance money is refused because of anything the Tenant does or fails to do and the Tenant has not complied with **paragraph 1.1.3 of Schedule 4**;
 - (b) damage by any Uninsured Risk;
 - (c) contamination to the extent it was in situ at the date of this lease; and
 - (d) until the Term End Date (but not during the period of any continuation or renewal of this lease under the 1954 Act with the intention that this sub-clause shall not be included within any renewal lease under the 1954 Act nor apply during any holding over period under the 1954 Act) damage through Latent or Inherent Defects.

4.9 **Allow entry**

- 4.9.1 Subject to clause 5.5, the Tenant must allow the Landlord to enter and inspect the Premises at reasonable times and on reasonable prior notice (save in emergency).
- 4.9.2 If the Landlord requires the Tenant to remedy any breach of the Tenant's obligations regarding the state and condition of the Premises or to remove any unauthorised alterations then the Tenant must comply with those requirements immediately in the case of an emergency or, in all other cases, begin to comply with those requirements within one month after being notified of them and diligently complete any works required within three months after being notified of them.
- 4.9.3 If the Tenant does not comply with **clause 4.9.2**, the Landlord may enter the Premises and carry out any works required itself provided that the Landlord shall not be entitled to enter the Property to execute works where the work is of a minor nature and/or decorative only. The Tenant must repay, as a debt on demand, all the costs the Landlord incurs in so doing. The Landlord's rights under **clause 6.1** will be unaffected.

4.10 **Alterations**

- 4.10.1 The Tenant must not build any new structure on, or alter the external appearance of, the Premises or cut into any structural part of the Block, except for Tenant's Business Alterations and installation of signage pursuant to paragraph 5 of Schedule 1.
- 4.10.2 Subject to **sub-clause 4.10.3** the Tenant must not, without the Landlord's consent:
- (a) do any other works to the Premises;
 - (b) carry out or install any External Works; or

- (c) make any Tenant's Business Alterations.

4.10.3 The Tenant may carry out the following alterations without the Landlord's consent subject to the Landlord being supplied within six weeks of such works a set of drawings showing the alterations:

- (a) internal, non-structural alterations;
- (b) install internal cctv equipment, a security alarm, an internal ATM, and make alterations to the wiring at the Premises provided that the alterations to the wiring so made comply with all applicable regulations; and
- (c) install internal air conditioning, refrigeration, ventilation, filtration and other ancillary plant and equipment within the Premises and the Plant Area.

4.11 **Relocation of External Works**

4.11.1 Subject to clause 4.11.2, the Tenant must relocate any External Works when requested to do so on not less than three months' notice by the Landlord.

4.11.2 The Landlord will:

- (a) use reasonable endeavours to provide an equally convenient location for the External Works which is mutually agreed between the parties acting reasonably; and
- (b) only require relocation when it has a valid reason for doing so.

4.11.3 The Landlord will be responsible for the Tenant's reasonable costs and expenses in complying with the Landlord's request to relocate the External Works.

4.12 **Signs and advertisements**

4.12.1 The Tenant must not display any signs or advertisements on the Premises other than:

- (a) signs approved by the Landlord; or
- (b) temporary window banners, posters, sales notices, promotional material, price tickets, provided that no more than 20% of the total window area for the Premises shall be covered by such signs at any time; or
- (c) permanent window coverings, graphics or vinyls or trade signs displayed from within the Premises approved by the Landlord; or
- (d) display of the Tenant's usual corporate signage on the shopfront and fascia of the Premises (and for the avoidance of doubt in the Signage Zone) approved by the Landlord

provided that the Original Tenant shall not require the approval of the Landlord for signs that are in keeping with the Original Tenant's national corporate branding from time to time (and for the avoidance of doubt this proviso is personal to the Original Tenant).

4.13 **Obligations at the End Date**

4.13.1 By the End Date the Tenant must have removed:

- (a) all tenant's and trade fixtures and loose contents from the Premises;

- (b) all signage installed by the Tenant or any undertenant at the Premises or elsewhere on the Block or the Estate;
- (c) if required by the Landlord on giving the Tenant not less than 3 months' notice, all Permitted Works; and
- (d) without affecting any other Landlord's rights, any works that have been carried out by the Tenant in breach of any obligation in this Lease.

4.13.2 The Tenant must make good all damage to the Premises, the Block or the Estate caused when complying with **clause 4.13.1** and restore them to the same configuration, state and condition as they were in before the items removed were originally installed.

4.13.3 At the End Date the Tenant must:

- (a) give back the Premises (and the fixtures, plant and equipment in them) in good decorative order and in a state and condition and working order consistent with the Tenant's obligations in this Lease;
- (b) give back the Premises with vacant possession; and
- (c) hand to the Landlord any registers or records maintained by the Tenant pursuant to any statutory duty that relate to the Premises including any health and safety file.

4.13.4 If the Tenant has not removed all of its property from the Premises by the End Date and the Landlord gives the Tenant not less than ten Business Days' notice of its intention to do so:

- (a) the Landlord may sell that property as the agent of the Tenant;
- (b) the Tenant must indemnify the Landlord against any liability of the Landlord to any third party whose property has been sold in the genuine but mistaken belief that it belonged to the Tenant; and
- (c) the Landlord must pay to the Tenant the sale proceeds after deducting the costs of transportation, storage and sale incurred by the Landlord.

4.14 **User**

4.14.1 The Tenant must not use the Premises other than for the Permitted Use.

4.14.2 The Tenant will not carry out any trade at the Premises outside the Trading Hours.

4.14.3 The Tenant must not use the Premises as a sex shop or similar, as a pay day loan shop or similar, as an amusement arcade for games machines and/or betting machines in connection with gaming, as a betting office, as a pawn brokers, as a casino or as a Night Club.

4.14.4 Save for ancillary hot food and hot drink sales ancillary to the Permitted Use the Tenant must not use (and shall not be permitted at any time to use) the Premises for any use within Class A5 of the Schedule to the Town and Country Planning (Use Classes) Order 1987 (enacted as at the 20 August 2020)

4.14.5 The Tenant must not:

- (a) keep in the Premises any plant, machinery or equipment (except that properly required for the Permitted Use) or any petrol or other explosive or especially flammable substance (except such flammable substances as are generally sold in connection with the Permitted Use in such quantities as are consistent with the Permitted Use);
- (b) cause any nuisance or damage to the Landlord or the other tenants or occupiers of the Block or the Estate or to the owners, tenants or occupiers of any adjoining premises;
- (c) overload any part of the Premises or the Block or any plant, machinery, equipment or Conducting Media;
- (d) do anything that blocks the Conducting Media or makes them function less efficiently including any blockage to or corrosion of any drains, pipes or sewers by virtue of any waste, grease or refuse deposited by the Tenant or any cleaning of them carried out by the Tenant; or
- (e) play any music or amplify any sound at the Premises so as to be audible outside the Premises and will not operate any machinery or equipment which causes vibration outside the Premises except for the use of the stock cages for the Tenant's deliveries to and from the Premises and properly maintained fire and security alarms and machinery necessary for carrying out permitted alterations to the Premises.

4.14.6 When exercising any right granted to it for entry to any other part of the Block or the Estate the Tenant must:

- (a) cause as little damage and interference as is reasonably practicable to the remainder of the Block or the Estate and the business of its tenants and occupiers and make good any physical damage caused to the reasonable satisfaction of the Landlord; and
- (b) comply with the Landlord's requirements and those of any other tenants and occupiers of the Block or the Estate who are affected.

4.14.7 On each day the Premises are open for trade the Tenant must arrange collection of any of the Tenant's customer trolleys that have been left or abandoned on other parts of the Estate.

4.14.8 The Tenant must provide the Landlord with the names, addresses and telephone numbers of not fewer than two people who from time to time hold keys and any security access codes to the Premises and who may be contacted in an emergency if the Landlord needs access to the Premises outside the Tenant's normal business hours.

4.14.9 The Tenant must not use any parking spaces in respect of which the Tenant is granted rights under **paragraph 6 of Part 1 of Schedule 1** except for the parking of cars or motorbikes belonging to persons working at the Premises or any authorised visitors to the Premises.

4.15 Dealings with the Premises

4.15.1 The Tenant must not assign, underlet, charge, hold on trust, part with or share possession or occupation of the Premises in whole or in part, except as authorised under this **clause 4.15** or **Schedule 6**.

4.15.2 The Tenant may, with the Landlord's consent, assign the whole of the Premises.

4.15.3 For the purposes of section 19(1A) of the Landlord and Tenant Act 1927:

- (a) The Tenant may not assign to a Current Guarantor;
- (b) if reasonably required by the Landlord in the circumstances (and where the covenant strength of the proposed assignee is less than the Tenant's, such condition shall automatically be deemed to be reasonable), any consent to assign may be subject to a condition that:
 - (i) the assigning Tenant gives the Landlord an AGA; and
 - (ii) any guarantor of the assigning Tenant gives the Landlord a guarantee that the assigning Tenant will comply with the terms of the AGA

in each case in a form that the Landlord reasonably requires, given as a deed and delivered to the Landlord before the assignment.

- (c) any consent to assign may (to the extent reasonably required by the Landlord) be subject to either or both of the following conditions:
 - (i) that a guarantor (approved by the Landlord) that is not a Current Guarantor guarantees the assignee's performance of the Tenant's obligations in this Lease; or
 - (ii) the assignee enters into a rent deposit deed with the Landlord providing for a reasonable deposit (being not less than six months' Main Rent (plus VAT) calculated as at the date of the assignment) as security for the assignee's performance of the tenant's covenants in this Lease with a charge over the deposit;

in either case in a form that the Landlord reasonably requires, given as a deed and delivered to the Landlord before the assignment;

- (d) the Landlord may refuse consent to assign if the Tenant has not paid in full all Rents and other sums due to the Landlord under this Lease and in the case of the Main Rent whether or not formally demanded and in the case of all other Rents and other sums due which have been demanded 14 days before the proposed date of assignment and that are not the subject of a legitimate dispute about their payment; and
- (e) the Landlord may refuse consent if in the reasonable opinion of the Landlord the proposed assignee is of insufficient covenant strength (taking into account any guarantor (other than any guarantor under an authorised guarantee agreement), rent deposit or other security being offered by the assignee) to comply with the tenant covenants in this Lease.

4.15.4 The provisions of **Schedule 6** apply to underlettings of the Premises and the Tenant must comply with its obligations in that Schedule.

4.15.5 In addition to the provisions of this **clause 4.15**, the Tenant may share occupation of the Premises with a Group Company of the Tenant on condition that:

- (a) the Tenant notifies the Landlord of the identity of the occupier and the part of the Premises to be occupied;

- (b) no relationship of landlord and tenant is created or is allowed to arise;
- (c) the sharing of occupation ends if the occupier is no longer a Group Company of the Tenant; and
- (d) the Tenant notifies the Landlord promptly when the occupation ends.

4.15.6 In addition to the provisions of this **clause 4.15**, the Tenant may without licence or consent of the Landlord permit any part or parts of the Premises comprising not more than thirty (30) percent of the Gross Internal Area) to be occupied under concessionary agreements provided no relationship of landlord and tenant is created or allowed to arise.

4.16 **Registration of dealings**

The Tenant must give notice to the Landlord together with a certified copy of every document transferring or granting any interest in the Premises (and, if relevant, evidence that sections 24 to 28 of the 1954 Act have been lawfully excluded from the grant of any interest) within two weeks after the transfer or grant of that interest and pay the Landlord's registration fee of £50.00 plus VAT.

4.17 **Marketing**

4.17.1 Subject always to clause 5.5, unless genuine steps are being taken towards renewal of this Lease, the Tenant must, during the six months before the End Date, allow the Landlord to:

- (a) place on the Premises (but not obstructing the shop window display) a notice for their disposal; and
- (b) show the Premises at reasonable times in the day to potential tenants (who must be accompanied by the Landlord or its agents).

4.17.2 Subject always to clause 5.5, the Tenant must allow the Landlord at reasonable times in the day to show the Premises to potential purchasers of the Block or the Estate (who must be accompanied by the Landlord or its agents).

4.18 **Notifying the Landlord of notices or claims**

The Tenant must notify the Landlord as soon as reasonably practicable after the Tenant receives or becomes aware of any notice or claim affecting the Premises.

4.19 **Comply with Acts**

4.19.1 The Tenant must

- (a) do everything required under any Act in respect of the Premises and their use and occupation and the exercise of the rights granted to the Tenant under this Lease;
- (b) not do or fail to do anything in respect of the Premises, the Block or the Estate the effect of which could make the Landlord liable to pay any penalty, damages, compensation, costs or charges under any Act; and
- (c) promptly notify the Landlord of any defect or disrepair in the Premises that may make the Landlord liable under any Act or under this Lease

SAVE THAT the Tenant shall not be required to comply with any obligations or requirements and/or carry out any works and/or obliged to pay or contribute towards any costs relating to or arising from:

4.19.2 any obligation or requirement on owners or occupiers of property to improve the energy efficiency of property;

4.19.3 any obligation of the Landlord relating to Hazardous Substances pursuant to clause 4.26.1.

4.20 **Planning Acts**

4.20.1 The Tenant must comply with the requirements of the Planning Acts and with all Planning Permissions relating to or affecting the Premises or anything done or to be done on them.

4.20.2 The Tenant must not apply for any Planning Permission except where any approval or consent required under any other provisions in this Lease for development or change of use has already been given and the Landlord has approved the terms of the application for Planning Permission.

4.20.3 The Tenant may only implement a Planning Permission that the Landlord has approved.

4.21 **Rights and easements**

The Tenant must not allow any rights or easements to be acquired over the Premises. If an encroachment may result in the acquisition of a right or easement:

4.21.1 the Tenant must notify the Landlord; and

4.21.2 the Tenant must help the Landlord in any way that the Landlord requests to prevent that acquisition so long as the Landlord meets the Tenant's costs and it is not adverse to the Tenant's business interests to do so.

4.22 **Management of the Block and the Estate**

4.22.1 The Tenant must not load or unload vehicles except on the parts of the Estate that it is permitted to use for that purpose by **paragraph 2 of Part 1 of Schedule 1**.

4.22.2 The Tenant must not park vehicles in the Estate Common Parts or the Block Common Parts except in any areas that it is permitted to use for that purpose.

4.22.3 The Tenant must not obstruct the Estate Common Parts or the Block Common Parts in any way or leave any goods on them.

4.22.4 The Tenant must not deposit rubbish anywhere on the Estate or the Block except in skips or bins provided for that purpose.

4.22.5 The Tenant must not use the Estate Common Parts or the Block Common Parts other than for the purposes designated for that purpose by **paragraph 2 of Part 1 of Schedule 1**.

4.22.6 The Tenant must not use those parts of the Estate Common Parts used for servicing the Premises outside the Servicing Hours.

4.22.7 The Tenant shall service the Premises during the Servicing Hours from the rear entrance to the Premises only.

4.22.8 The Tenant shall not service the Premises by vehicles exceeding 12.1 metres in length or permit the Premises to be serviced by such vehicles.

4.22.9 The Tenant must comply with all regulations notified to it or contained within any relevant tenant guide or handbook for the Block or the Estate published by or on behalf of the Landlord

from time to time in the interests of good estate management. No regulations may impose obligations on the Tenant that are inconsistent with the Tenant's rights and obligations under this Lease.

4.23 **Superior interest**

The Tenant must not breach any of the Landlord's obligations contained in the Superior Lease or any obligations affecting the freehold interest in the Block or the Estate at the date of this Lease as shown on the official copies referred to in Schedule 5 to the extent that the same are still subsisting and affect the Premises.

4.24 **Registration at the Land Registry**

4.24.1 If compulsorily registrable, the Tenant must:

- (a) within six weeks of the date of this Lease, apply to register and then take reasonable steps to complete the registration of this Lease and the Tenant's rights at the Land Registry; and
- (b) provide the Landlord with an official copy of the registered title promptly after receipt.

4.24.2 The Tenant must promptly after the End Date, apply to the Land Registry to close and then take reasonable steps to complete the closure of any registered title relating to this Lease and to remove from the Landlord's registered title(s) to the Estate any reference to this Lease and the Tenant's rights.

4.25 **Applications for consent or approval**

Where the Tenant makes any application to the Landlord for consent or approval under this Lease, the Tenant must provide to the Landlord all the information the Landlord requires to enable the Landlord to consider the application.

4.26 **Environmental Liability**

4.26.1 Notwithstanding any other provisions in this Lease, the Landlord and Tenant agree that:

- (a) Any liability under the Contaminated Land Regime arising in respect of Hazardous Substances in, on, under emanating or migrating from the Block before the date of this Lease shall be the sole responsibility of the Landlord and the Landlord agrees to indemnify the Tenant for any loss it may suffer as a result of any such contamination and make good any physical damage it may cause to the Premises or to the Block.
- (b) Subject always to **clause 4.26.1(c)** below, the Tenant shall indemnify the Landlord in respect of any liability under the Contaminated Land Regime on the assumption that the Premises are used for the Permitted Use arising in respect of Hazardous Substances at, on, in or under the Premises (**Contamination**) during the Term.
- (c) The Tenant's liability under **clause 4.26.1(b)** above shall be strictly limited to any Contamination actually caused by the Tenant or a third party acting on behalf of or with the authority of the Tenant during the Term of this Lease.

- (d) This **clause 4.26** constitutes an agreement on liabilities under the Department for Environment, Food and Rural Affairs statutory guidance on the Contaminated Land Regime.
- (e) If the Enforcing Authority serves a notice under the Contaminated Land Regime either party may produce a copy of this **clause 4.26** to any Enforcing Authority or court for the purposes of determining liability under the Contaminated Land Regime regardless of any confidentiality agreement that may exist between the parties relating to this Lease or any of its provisions.
- (f) The Tenant must not permit any oil or grease or any deleterious, objectionable, dangerous, poisonous or explosive matter or substance to be discharged into any of the Conducting Media, and must take all measures to ensure that any effluent discharged into the Conducting Media does not harm the Environment, or corrode or otherwise harm the Conducting Media or cause obstruction or deposit in them.
- (g) Within 48 hours of the spilling or deposit on the Premises of any noxious substance in a quantity that may cause serious damage to or pollution of the environment or serious damage to property or serious harm to human health, the Tenant must inform the Landlord and permit the Landlord to enter and inspect the Premises.

5 LANDLORD'S OBLIGATIONS

5.1 Quiet enjoyment

The Tenant may peaceably hold and enjoy the Premises during the Term without any interruption by the Landlord or any person lawfully claiming under or in trust for the Landlord except as permitted by this Lease.

5.2 Insurance

The Landlord must comply with the Landlord's obligations in **Schedule 4**.

5.3 Services

The Landlord must comply with the Landlord's obligations in **Schedule 3**.

5.4 Repayment of rent

5.4.1 The Landlord must refund any Main Rent and Insurance Rent paid in advance by the Tenant in relation to the period falling after the End Date within 20 Business Days after the End Date.

5.4.2 The Landlord must refund any Service Charge paid in advance by the Tenant in relation to the period falling after the End Date within 20 Business Days after the reconciliation of the Service Charge in respect of the relevant Accounting Period.

5.4.3 **Clauses 5.4.1 and 5.4.2** will not apply if the Landlord ends this Lease under **clause 6.1** or if this Lease is disclaimed by the Crown or by a liquidator or trustee in bankruptcy of the Tenant.

5.5 Entry Safeguards

The Landlord must, when entering the Premises to exercise any Landlord's rights:

- 5.5.1 give the Tenant at least five Business Days' prior notice (except in the case of emergency, when the Landlord must give as much notice as may be reasonably practicable);
- 5.5.2 observe any specific conditions to the Landlord's entry set out in this Lease;
- 5.5.3 cause as little interference to the Tenant's business as reasonably practicable;
- 5.5.4 cause as little physical damage as reasonably practicable;
- 5.5.5 repair any physical damage that the Landlord causes as soon as reasonably practicable;
- 5.5.6 remain upon the Premises for no longer than is reasonably necessary; and
- 5.5.7 where reasonably practicable, exercise any rights outside the normal business hours of the Premises;
- 5.5.8 where reasonably practicable there shall be no such entry during November or December and two weeks either side of Easter Sunday (save in case of emergency);

and where the Landlord's entry on to the Premises is with plant and equipment or to undertake works, the Landlord shall also comply with the following conditions:

- 5.5.9 the Landlord must (except in the case of emergency) give the Tenant at least 20 Business Days' prior written notice;
- 5.5.10 the Landlord shall ensure that the Tenant is first consulted over the timing, programming and method of any work to be undertaken on the Premises and if so reasonably required by the Tenant the Landlord shall carry out the works in accordance with a programme and method statement which the Tenant approves (such approval not to be unreasonably withheld or delayed) having regard to the nature of the Tenant's business carried on from the Premises and the Tenant's reasonable security requirements); and
- 5.5.11 the Landlord must use all reasonable endeavours to minimize any disruption to access and essential services to and from the Premises.

5.6 Scaffolding

- 5.6.1 The Landlord must ensure that in relation to any scaffolding erected outside the Premises in exercise of the Landlord's rights under this Lease:
 - (a) Scaffolding shall be erected for the for the least time reasonably necessary at the Block;
 - (b) the Tenant has (save in the case of emergency where no such notice will be required) been given reasonable prior written notice (being at least 5 Business Days' written notice) specifying the proposed date of commencement of work and the estimated time the scaffolding will be in place;
 - (c) it is not erected or retained (unless in an emergency) during the months of January, November and December or during the one week period either side of Easter Sunday, in each year;
 - (d) it is removed as soon as reasonably practicable, with any damage caused to the exterior of the Premises made good;

- (e) it causes as little obstruction as is reasonably practicable to the entrance to the Premises and to visibility of the Tenant's signage; and
- (f) it does not have advertising displayed on it (except for any health and safety notices and signs relating to any other tenant whose premises are obstructed or interfered with by the scaffolding) unless the Tenant has consented to its display.

5.6.2 If the Tenant's sign or display window is obstructed or interfered with by the scaffolding, the Landlord will permit the Tenant to display a sign (in the Tenant's corporate style approved by the Landlord) on the exterior of the scaffolding in front of the Premises so that it is visible to the public.

5.7 **Change in the extent of the Estate**

The Landlord may change the extent of the Estate but any changes must not:

- 5.7.1 materially increase the amount of Service Charge payable by the Tenant; or
- 5.7.2 materially prejudice:
 - (a) the Tenant's use and occupation of the Premises; or
 - (b) the rights, facilities and amenities granted to the Tenant under this Lease.

5.8 **Superior Lease**

The Landlord must pay the rents reserved by the Superior Lease, and must perform, so far as the Tenant is not liable for such performance under the terms of this lease, the covenants and conditions on the part of the tenant contained in the Superior Lease.

6 **AGREEMENTS**

6.1 **Landlord's right to end this Lease**

6.1.1 If any event listed in **clause 6.1.2** occurs, the Landlord may at any time afterwards re-enter the Premises or any part of them and this Lease will then immediately end.

6.1.2 The events referred to in **clause 6.1.1** are as follows:

- (a) any of the Rents are unpaid for 21 days after becoming due and in the case of the Main Rent whether or not formally demanded and in the case of other Rents provided that they are not subject to bona fide dispute;
- (b) there shall be any material breach, non-performance or non-observance of any of the tenant covenants, conditions or agreements contained in this Lease provided that the Tenant has been notified of such breach, non-performance or non-observance and given reasonable time to remedy it;
- (c) any 1925 Act, administrative, court-appointed or other receiver or similar officer is appointed over the whole or any part of the Tenant's assets at the Premises, or the Tenant enters into any scheme or arrangement with its creditors in satisfaction or composition of its debts under the 1986 Act;
- (d) if the Tenant is a company or a limited liability partnership:

- (i) the Tenant goes into liquidation within the meaning of section 247 of the 1986 Act;
 - (ii) the Tenant is wound up or a petition for winding up is presented against the Tenant that is not dismissed or withdrawn within 14 days of being presented;
 - (iii) a meeting of the Tenant's creditors or any of them is summoned under Part I of the 1986 Act;
 - (iv) a moratorium in respect of the Tenant comes into force under section 1(A) of and schedule A1 to the 1986 Act;
 - (v) an administrator is appointed to the Tenant; or
 - (vi) the Tenant is struck off the register of companies;
- (e) if the Tenant is a partnership, it is subject to an event similar to any listed in **clause 6.1.2(d)** with appropriate modifications so as to relate to a partnership;
- (f) if the Tenant is an individual:
- (i) an interim receiver is appointed over or in relation to the Tenant's property;
 - (ii) the Tenant becomes bankrupt or the Tenant is the subject of a bankruptcy petition that is not dismissed or withdrawn within 14 days of being presented;
 - (iii) the Tenant is adjudicated bankrupt by an adjudicator pursuant to section 263I of the 1986 Act;
 - (iv) the Tenant applies for or becomes subject to a debt relief order or the Tenant proposes or becomes subject to a debt management plan; or
 - (v) an interim order is made against the Tenant under Part VIII of the 1986 Act or the Tenant otherwise proposes an individual voluntary arrangement; or
- (g) any event similar to any listed in **clauses 6.1.2(c) to 6.1.2(f)** occurs in relation to any guarantor of the Tenant's obligations under this Lease Provided That the Tenant has previously been given a reasonable time to provide a replacement guarantor reasonably acceptable to the Landlord; or
- (h) any event similar to any listed in **clauses 6.1.2(c) to 6.1.2(g)** occurs in any jurisdiction (whether it be England and Wales, or elsewhere).

6.1.3 Neither the existence nor the exercise of the Landlord's right under **clause 6.1.1** will affect any other right or remedy available to the Landlord.

6.1.4 In this **clause 6.1** references to "the Tenant", where the Tenant is more than one person, include any one of them.

6.2 **No acquisition of easements or rights**

6.2.1 Unless they are expressly included in Part 1 of Schedule 1, the grant of this Lease:

- (a) does not include any liberties, privileges, easements, rights or advantages over the Block, the Estate or any adjoining premises; and
- (b) excludes any rights arising by the operation of section 62 of the 1925 Act or the rule in *Wheeldon v Burrows*.

6.2.2 The Tenant has no rights that would restrict building or carrying out of works to the Block, the Estate or any adjoining premises, other than any that the Landlord specifically grants the Tenant in this Lease.

6.2.3 The flow of light to the Premises is and will be enjoyed with the Landlord's consent in accordance with section 3 of the Prescription Act 1832. Neither the enjoyment of that light and air nor anything in this Lease will prevent the exercise of any of the rights the Landlord has reserved out of this Lease. The Tenant must permit the exercise of these reserved rights without interference or objection.

6.2.4 The Tenant has no rights to enforce, or to prevent the release or modification of, the benefit of any covenants, rights or conditions to which any other property within the Block, the Estate or any adjoining premises is or are subject, but on the Tenant's reasonable request and at the Tenant's cost, the Landlord shall use reasonable endeavours to do so.

6.3 Service of Notices

6.3.1 A written notice shall be delivered by hand or sent by pre-paid first class post or recorded delivery or special delivery to a party's registered office address (if the party is a company) or (in any other case) at the party's principal place of business. A correctly addressed notice sent by pre-paid first class post shall be deemed to have been delivered at the time at which it would have been delivered in the normal course of the post.

6.3.2 Section 196 of the Law of Property Act 1925 shall otherwise apply to notices given under this lease.

6.4 Contracts (Rights of Third Parties) Act 1999

Nothing in this Lease creates any rights benefiting any person under the Contracts (Rights of Third Parties) Act 1999.

7 EXCLUSIVITY

7.1 The Landlord shall not:

7.1.1 for the period of five years from the date of this Lease; or

7.1.2 until the Tenant (which for the purposes of this clause 7 means Sainsburys Supermarkets Ltd) assigns the Premises in accordance with clause 4.15.2; or

7.1.3 until the Tenant underlets the Premises in accordance with Schedule 6; or

7.1.4 until the Tenant otherwise ceases to use and/or occupy the Premises for the Permitted Use; or

7.1.5 until the termination of this Lease for any reason whatsoever;

whichever is the earlier, occupy, operate or trade or allow any part of the commercial space within Block K and Block L, Beam Park, Dagenham as identified by the blocks edged blue and/or the area

edged red on Plan 6, to be occupied, operated or traded as a supermarket or convenience foodstore and/or as a news agent and/or an off licence (or other shop principally selling alcohol).

- 7.2 For the avoidance of doubt the restriction in clause 7.1 shall not apply to a person or entity occupying, operating or trading in those premises that have a retail area of less than 1,200 square feet and trading as a specialist delicatessen, greengrocer, baker, butcher or fishmonger.

8 JURISDICTION

- 8.1 This Lease and any non-contractual obligations arising out of or in connection with it will be governed by the law of England and Wales.
- 8.2 Subject to **clause 8.3** and any provisions in this Lease requiring a dispute to be settled by an expert or by arbitration, the courts of England and Wales have exclusive jurisdiction to decide any dispute arising out of or in connection with this Lease, including in relation to any non-contractual obligations.
- 8.3 Any party may seek to enforce an order of the courts of England and Wales arising out of or in connection with this Lease, including in relation to any non-contractual obligations, in any court of competent jurisdiction.

9 LEGAL EFFECT

This Lease takes effect and binds the parties from and including the date at clause LR1.

10 NO WARRANTY AS TO USE

There is no warranty by the Landlord (and no exercise of any of the Landlord's powers under this lease constitutes a warranty) that the Premises are authorised under any Planning Acts and or Planning Permission to be used, or are otherwise fit, for any specific purpose.

11 TENANT'S OPTION TO RENEW

- 11.1 In this clause 11:

Term means the term of this Lease specified in the Prescribed Clauses excluding any period of holding over or any extension or continuation of it by statute or common law

Further Lease means the lease to be granted by the Landlord to the Tenant under this clause 11

Open Market Rent means the rent for the Further Lease determined in accordance with this clause 11

President means the President for the time being of the Royal Institution of Chartered Surveyors or a person acting on his behalf

Surveyor means the independent valuer appointed pursuant to clause 11.11.

- 11.2 The Landlord grants the Tenant an option to require the Landlord to grant a further lease of the Premises to the Tenant
- 11.3 The option will lapse if it is not exercised on or before the date which is six months before the expiry of the Term
- 11.4 On exercise of the option the Landlord shall grant and the Tenant shall take a Further Lease on the following terms:

- 11.4.1 The term of the Further Lease shall begin immediately at the end of the Term and shall be for a term of 15 years;
- 11.4.2 The Further Lease shall be completed on or before the first day of its term;
- 11.4.3 The rent reserved by the Further Lease shall be the higher of the Main Rent payable in the last year of the Term of this Lease and the Open Market Rent and shall commence to be payable on the first day of its term;
- 11.4.4 The Further Lease shall exclude this option for a Further Lease; and
- 11.4.5 In all other respects the Further Lease shall be on the same terms as this Lease.
- 11.5 If this Lease is forfeited disclaimed or otherwise comes to an end before the end of the Contractual Term then this clause 11 (including any exercise of the option) shall be void.
- 11.6 The benefit of this clause 11 shall run with the lease and the Tenant shall not retain or dispose of it separately from this Lease.
- 11.7 The Open Market Rent may be agreed between the Landlord and the Tenant at any time before it is determined by the Surveyor.
- 11.8 The Open Market Rent is determined by the Surveyor, it shall be the amount that the Surveyor determines is the annual rent (exclusive of any VAT) at which the Premises could reasonably be expected to be let:
 - 11.8.1 in the open market;
 - 11.8.2 at the date of the commencement of the Further Lease;
 - 11.8.3 on the assumptions listed in clause 11.9; and
 - 11.8.4 disregarding the matters listed in clause 11.10.
- 11.9 The assumptions are:
 - 11.9.1 The Premises are available to let in the open market
 - (a) by a willing lessor to a willing lessee;
 - (b) as a whole;
 - (c) with vacant possession;
 - (d) without a fine or a premium;
 - (e) for a term of 15 years commencing on the date of the Further Lease; and
 - (f) otherwise on the terms of this lease excluding this option in this clause 11;
 - 11.9.2 the willing lessee has had the benefit of any rent-free or other concession or contribution which would be offered in the open market in relation to fitting out works at the Premises;
 - 11.9.3 the Premises may lawfully be used, and is in a physical state to enable it to be lawfully used, by the willing lessee for the Permitted Use;

- 11.9.4 the Landlord and the Tenant have fully complied with their obligations in this lease (save where the Landlord in material and persistent breach of its obligations);
 - 11.9.5 if the Premises, or any means of access to them have been destroyed or damaged, they have been fully restored;
 - 11.9.6 no work has been carried out on the Premises that has diminished its rental value other than work carried out in compliance with statute; and
 - 11.9.7 the willing lessee and its potential assignees and undertenants shall not be disadvantaged by any actual or potential exercise of an option to tax under Part 1 of Schedule 10 to the VATA 1994 in relation to the Premises.
- 11.10 The matters to be disregarded are:
- 11.10.1 any effect on rent of the fact that the Tenant or any authorised undertenant has been in occupation of the Premises;
 - 11.10.2 any goodwill attached to the Premises by reason of any business carried out there by the Tenant or by any authorised undertenant or other lawful occupiers or by any of their predecessors in business; and
 - 11.10.3 any statutory restriction on rents or the right to recover them.
- 11.11 The Surveyor shall be an independent valuer who is a Member or Fellow of the Royal Institution of Chartered Surveyors. The Landlord and the Tenant may, by agreement, appoint the Surveyor at any time before either of them applies to the President for the Surveyor to be appointed.
- 11.12 The Surveyor shall act as an expert and not as an arbitrator. The Surveyor shall determine the Open Market Rent and shall have power to determine any issue involving the interpretation of any provision of this lease, his jurisdiction to determine the matters and issues referred to him or his terms of reference. The Surveyor's decision shall be given in writing, and the Surveyor shall provide reasons for any determination. The Surveyor's written decision on the matters referred to him shall be final and binding in the absence of manifest error or fraud.
- 11.13 The Surveyor shall give the Landlord and the Tenant an opportunity to make written representations to the Surveyor and to make written counter-representations commenting on the representations of the other party to the Surveyor. The parties will provide (or procure that others provide) the Surveyor with such assistance and documents as the Surveyor reasonably requires for the purpose of reaching a decision.
- 11.14 Either the Landlord or the Tenant may apply to the President to discharge the Surveyor if the Surveyor:
- 11.14.1 dies;
 - 11.14.2 becomes unwilling or incapable of acting; or
 - 11.14.3 unreasonably delays in making any determination.
- Clause 11.12 shall then apply in relation to the appointment of a replacement.
- 11.15 The fees and expenses of the Surveyor and the cost of the Surveyor's appointment and any counsel's fees, or other fees, reasonably incurred by the Surveyor shall be payable by the Landlord and the Tenant in the proportions that the Surveyor directs (or if the Surveyor makes no direction, then

equally). The Landlord and the Tenant shall otherwise each bear their own costs in connection with the Open Market Rent review.

11.16 Time shall not be of the essence for the purposes of this clause

SCHEDULE 1

Rights

Part 1 Tenant's Rights

The following rights are granted to the Tenant in common with the Landlord, any person authorised by the Landlord and all other tenants and occupiers of the Block and the Estate:

1 RUNNING OF SERVICES

- 1.1 To connect to and use the existing Conducting Media at the Block and the Estate intended to serve the Premises for the passage of Supplies from and to the Premises.
- 1.2 Subject to the Landlord's prior consent, to lay new Conducting Media and to make connections under unbuilt upon parts of the Block and a right to go onto unbuilt upon parts of the Block so far as this may be necessary for this purpose, the Tenant causing as little damage as reasonably possible and subject to the Tenant making good any physical damage caused as soon as reasonably practicable.

2 ACCESS AND SERVICING

- 2.1 Access to and from the Block with or without vehicles over the Estate Common Parts reasonably designated by the Landlord for the Tenant's use.
- 2.2 Access to and from the Premises (including the Plant Area and the Refuse Area) from and to the Service Area (including over the area shown coloured yellow and also the area edged green with green hatching on Plan 2) on foot with retail cages and other equipment as reasonably required for the Permitted Use and access over the Block Common Parts reasonably designated by the Landlord for the Tenant's use (including access (in emergency and for fire drills) over any escape route from the Premises reasonably designated by the Landlord from time to time).
- 2.3 During the Servicing Hours (and subject to **clause 4.22**) to use each of the following within the Estate Common Parts reasonably designated by the Landlord for the Tenant's use:
 - 2.3.1 the Service Area for loading and unloading and otherwise servicing the Premises; and
 - 2.3.2 the service roads with or without vehicles to come and go to and from the Service Area specified in **paragraph 2.3.1**.

3 REFUSE DISPOSAL

Subject to the Tenant providing its own receptacles or waste compactors and arranging for the collection of refuse and recycling, to deposit rubbish in such receptacles or waste compactors within the Refuse Area.

4 ENTRY ONTO THE COMMON PARTS

- 4.1 If the relevant work cannot otherwise be reasonably carried out, to enter the Block Common Parts and, if necessary, the Estate Common Parts to comply with the Tenant's obligations in this Lease. When exercising this right, the Tenant must:
 - 4.1.1 give the Landlord at least three Business Days' prior notice (except in the case of emergency, when the Tenant must give as much notice as may be reasonably practicable);
 - 4.1.2 observe the Landlord's requirements (but where that includes being accompanied by the Landlord's representative the Landlord must make that representative available);

- 4.1.3 cause as little interference to the operation and use of the Block and the Estate as reasonably practicable;
- 4.1.4 cause as little physical damage as is reasonably practicable;
- 4.1.5 repair any physical damage that the Tenant causes as soon as reasonably practicable and to the reasonable satisfaction of the Landlord;
- 4.1.6 where entering to carry out works, obtain the Landlord's approval to the location, method of working and any other material matters relating to the preparation for, and execution of, the works;
- 4.1.7 remain upon the Block Common Parts and the Estate Common Parts for no longer than is reasonably necessary; and
- 4.1.8 where practicable, exercise this right outside the normal business hours of the Block.

5 EXTERNAL WORKS

- 5.1 The right to erect and maintain CCTV cameras together with connections to the Premises at a height and of a size and design and in a location approved by the Landlord (in its absolute discretion) together with a right of access at all reasonable times to the equipment for the purposes of maintenance repair renewal and replacement of the same subject to causing as little disruption as reasonably possible and making good any damage caused to the reasonable satisfaction of the Landlord. The Tenant shall not be permitted to affix any satellite dishes to the Premises.
- 5.2 To affix dog rails to the exterior of the Block in such locations reasonably required by the Tenant and approved by the Landlord.

6 SIGNAGE ZONE

To attach signage of a size and design approved by the Landlord within the Signage Zone provided that the Original Tenant shall not require the approval of the Landlord for signs that are in keeping with the Original Tenant's national corporate branding from time to time (and for the avoidance of doubt this proviso is personal to the Original Tenant).

7 CAR PARKING

To park private cars or motorbikes (in common with others) within the 7 (seven) spaces as shown labelled "VP" (Visitor Parking) and edged in pink on Plan 3 for the use of customers and visitors to Beam Park, Dagenham only, subject to restrictions imposed by any Controlled Parking Zone.

8 ATM

To install an ATM in the shop-front of the Premises of a size and design and in a location approved by the Landlord, together with the right to construct and maintain two security bollards in front of the ATM.

9 SUPPORT AND SHELTER

Support and shelter for the Premises from the Block and the remainder of the Estate.

Part 2 Landlord's Rights

The following rights are excepted and reserved to the Landlord:

1 SUPPORT, SHELTER, LIGHT AND AIR

- 1.1 Support and shelter for the remainder of the Block and the Estate from the Premises.
- 1.2 All rights of light or air to the Premises that now exist or that might (but for this reservation) be acquired over any other land.

2 RUNNING OF SERVICES

The passage and running of Supplies from and to the remainder of the Block through existing Conducting Media (if any) within the Premises.

3 ENTRY ON TO THE PREMISES

- 3.1 Subject to clause 5.5, to enter the Premises to estimate the current value or rebuilding cost of the Premises, the Block and the Estate for insurance or any other purpose.
- 3.2 If the relevant work cannot be reasonably carried out without entry onto the Premises, and subject always to clause 5.5, to enter the Premises to:
 - 3.2.1 build on or into any boundary or party walls on or adjacent to the Premises;
 - 3.2.2 inspect, repair, alter, decorate, rebuild or carry out other works upon the Block or the Estate;
 - 3.2.3 inspect, clean, maintain, replace or repair any existing Conducting Media within the Premises but serving the Block or the Estate;
 - 3.2.4 carry out any Essential Services; or
 - 3.2.5 for any other reasonable management purpose.
- 3.3 Subject always to clause 5.5, to enter the Premises to do anything that the Landlord is expressly entitled or required to do under this Lease or for any other reasonable purpose in connection with this Lease.

4 COMMON PARTS AND CONDUCTING MEDIA

- 4.1 In an emergency, or when works are being carried out to them, to close off or restrict access to the Block Common Parts or the Estate Common Parts, so long as (except in an emergency) alternative facilities are provided that are not materially less convenient.
- 4.2 To change, end the use of or reduce the extent of any Block Common Parts, the Estate Common Parts or Conducting Media so long as:
 - 4.2.1 alternative facilities are provided that are not materially less convenient; or
 - 4.2.2 if no alternative is provided, the use and enjoyment of the Premises is not materially adversely affected,

provided that the Conducting Media shall be available at sufficient capacities at all times whilst the Premises are open for trade.

- 4.3 From time to time (acting reasonably) to designate areas within the Block Common Parts or the Estate Common Parts for particular purposes including as service areas, Car Park, service roads and footpaths and from time to time to reduce the size of any designated areas, so long as the remaining areas are reasonably adequate for their intended purposes.

5 ADJOINING PREMISES

5.1 To carry out works of construction, demolition, alteration or redevelopment on the Block, the Estate and any adjoining premises (and to permit others to do so) as the Landlord in its absolute discretion considers fit (whether or not these works interfere with the flow of light and air to the Premises) Provided That the Landlord will not do anything which:

5.1.1 has for a significant or prolonged period a material adverse effect on the Tenant's use and enjoyment of the Property or the rights granted to the Tenant by this lease; or

5.1.2 places anything (with the exception of scaffolding as permitted by paragraph 6 below) in front of the Property which will materially interfere with the visibility of the Property or the Tenant's signage for a significant or prolonged period.

6 PLANT, EQUIPMENT AND SCAFFOLDING

The right, where necessary, to bring plant and equipment onto the Premises and to place scaffolding and ladders upon the exterior of or outside any buildings on the Premises in exercising the Landlord's rights under this Lease and subject to the provisions in **clause 5.6**.

SCHEDULE 2 Rent review

1. Defined terms

This **Schedule 2** uses the following definitions:

Base Figure:

- (a) on the first Notional Rent Review Date, the Index figure for the month two months preceding the Term Start Date);
- (b) on each succeeding Notional Rent Review Date, the Current Figure for the preceding Notional Rent Review Date;

Current Figure: the Index figure for the month two months preceding the Notional Rent Review Date; and

Index: the Consumer Prices Index published by the Office for National Statistics or any successor Ministry, Department or Government Agency;

Notional Rent: until the first Notional Rent Review Date, the Main Rent and, from each Notional Rent Review Date, the sum calculated in accordance with **paragraphs 2.1 and 2.2;**

Notional Rent Review Date: each anniversary of the Term Start Date.

2. Rent Review

- 2.1 Subject to paragraph 2.2 below, on each Notional Rent Review Date, the Notional Rent is to be reviewed to the revised Notional Rent (rounded up to the nearest pound) calculated in accordance with the following formula:

$$R = A \times \frac{C}{B}$$

Where:

R is the revised Notional Rent;

A is the Notional Rent immediately before that Notional Rent Review Date;

C is the Current Figure; and

B is the Base Figure.

Provided always if the formula produces an increase in the Notional Rent of more than 3% then the increase in the Notional Rent will be limited to 3% or if the formula produces no increase in the Notional Rent or an increase of less than 1% then an increase of 1% will be applied to the Notional Rent.

- 2.2 On each Rent Review Date, the Main Rent will be reviewed to the Notional Rent calculated for the corresponding Notional Rent Review Date.

3. Notice of Main Rent

- 3.1 If the Main Rent is increased, the Landlord must notify the Tenant as soon as possible after the Rent Review Date.
- 3.2 If the Tenant does not agree the Landlord's calculation of the increase in the Main Rent, the Tenant shall notify the Landlord of its reasons for disputing the calculation and the Landlord and the Tenant must attempt to resolve the dispute by appropriate alternative means.
- 3.3 In the event that the dispute remains unresolved one month following the Tenant's notice under paragraph 3.2, either party may refer the dispute to arbitration pursuant to paragraph 5.2.

4. Effect of delay in notifying the revised rent

- 4.1 Following any Rent Review Date until the Landlord has notified the Tenant of the revised Main Rent:
 - 4.1.1 the Main Rent payable under this Lease immediately before that Rent Review Date will continue to be payable until the revised Main Rent has been notified to the Tenant;
 - 4.1.2 following the notification of the revised Main Rent, the Landlord will demand the difference (if any) between the amount the Tenant has actually paid and the amount that would have been payable had the revised Main Rent been notified before the Rent Review Date; and
 - 4.1.3 the Tenant must pay that difference to the Landlord within 10 Business Days after that demand and interest at three per cent below the Interest Rate calculated on a daily basis on each instalment of that difference from the date on which such instalment would have become payable to the date of payment. If not paid such sums will be treated as rent in arrear.

5. Changes in the Index

- 5.1 If the Index is no longer published or if there is any material change in the way it is compiled or the date from which it commences then a new arrangement for indexation or a rebasing (the "Revised Indexation") will be substituted for the calculation of the Notional Rent to reflect increases in the cost of living on a similar basis to that originally set out in this Lease.
- 5.2 If the parties are unable to agree a basis for the Revised Indexation or the calculation of increase in the Main Rent then either of them may at any time request that the President of the Institute of Chartered Accountants in England and Wales appoints an arbitrator to do so. The arbitration must be conducted in accordance with the Arbitration Act 1996.

6. Time not of the essence

For the purpose of this **Schedule 2** time is not of the essence.

SCHEDULE 3 Services and Service Charge

1. Service Charge Provisions

In this Schedule 3 “Reserve” means an appropriate amount for or towards the matters specified in paragraphs 1.4 and/or 1.5 that are likely to give rise to expenditure after any Account Year being matters likely to arise only once during the unexpired residue of the term of this Lease or at intervals of more than one year.

1.1 Covenant to pay

The Tenant covenants with the Landlord to pay the Service Charge during the Term by equal quarterly payments in advance on the Rent Days by banker’s standing order or such other manner as the Landlord reasonably prescribes.

1.2 When calculated

The Service Charge in respect of any Account Year shall be calculated before the beginning of the Account Year and shall be calculated:

- (a) in accordance with paragraph 1.3 below; and
- (b) if the Landlord has incurred expenditure on Service Charge matters outlined in paragraph 1.4 or 1.5 which other tenants are obliged to contribute towards in the form of a Reserve the Landlord shall be able to require such Block Proportion or Estate Proportion of such expenditure from the Tenant within 20 Business Days of demand.

1.3 How calculated

1.3.1 The Block Provision shall consist of a sum comprising the expenditure estimated by the Authorised Person as likely to be incurred in the Account Year by the Landlord for the matters specified in paragraph 1.4 but reduced by an item that would be an Excluded Cost.

1.3.2 The Estate Provision shall consist of a sum comprising the expenditure estimated by the Authorised Person as likely to be incurred in the Account Year by the Landlord for the matters specified in paragraph 1.5 but reduced by an item that would be an Excluded Cost.

1.4 Block Provision

The relevant expenditure to be included in the Block Provision shall comprise all expenditure reasonably and properly incurred by the Landlord in connection with the repair, management, maintenance and provision of services for the Block (provided always that any such expenditure that relates solely to the Property the Estate and the Lettable Units shall be excluded from the Block Provision and shall include (without prejudice to the generality of the foregoing):

- 1.4.1 the costs of and incidental to the Landlord providing the Block Essential Services;
- 1.4.2 the costs of and incidental to compliance by the Landlord with every notice, regulation or order of any competent local or other authority in respect of the Block (which shall include compliance with all relevant statutory requirements);

- 1.4.3 all reasonable fees, charges and expenses payable to the Authorised Person any solicitor, accountant, surveyor, valuer, architect or other person whom the Landlord may from time to time reasonably employ in connection with the management or maintenance of the Block including the computation and collection of rent (but not including fees, charges or expenses in connection with the effecting of any letting or sale of any premises) including the cost of preparation of the account of the Service Charge and if any such work shall be undertaken by an employee of the Landlord then a reasonable allowance for the Landlord for such work;
- 1.4.4 any rates taxes duties assessments charges impositions and outgoings whatsoever whether parliamentary parochial local or of any other description (though excluding chancel repair liability) assessed, charged, imposed or payable on or in respect of the whole of the Block or in the whole or any part of the Block Common Parts; and
- 1.4.5 any administrative charges incurred by or on behalf of the Landlord including but not limited to:
 - (a) costs arising from non-payment of a sum due to the Landlord under this Lease; and/or
 - (b) costs arising in connection with a breach (or alleged breach) of this Lease;
- 1.4.6 any interest paid or other costs reasonably and properly incurred on money borrowed by the Landlord to repay any expenses incurred in connection with the repair management maintenance and provision of services for the Block;
- 1.4.7 repairing maintaining managing and renewing any part of the Block including the Block Common Parts and keeping the same adequately cleaned and lighted;
- 1.4.8 renewing maintaining and repairing all access systems and controls to the Block;
- 1.4.9 the cost of repairing maintaining and renewing all fire fighting equipment and complying with the reasonable requirements of the fire officer or the insurers as regards the Block;
- 1.4.10 if individual occupiers are not separately assessed or charged for the same the cost of supplying water and drainage services for the Block (to the extent that only occupiers of the Block benefit from such services);
- 1.4.11 the cost of providing operating maintaining renewing and replacing any CCTV system or any reasonably equivalent security device which relates to the external areas of the Block to the extent that only occupiers of the Block benefit from such service;
- 1.4.12 any contribution paid towards the cost of repairing or maintaining any area or facility serving the Block used in common with other occupiers of the Block;
- 1.4.13 the cost of inspecting repairing maintaining cleaning replacing and renewing any common conduits which serve the Property in common with other Lettable Units in Block;
- 1.4.14 the cost of providing such staff for the servicing management and security of the Block as the Landlord shall reasonably consider necessary including the cost of benefits in kind and the rent or (where rent is payable by the Landlord) a notional rent (not exceeding current market rent) for any premises provided rent free for such person's residence.

1.5 Estate Provision

The relevant expenditure to be included in the Estate Provision shall comprise:

- 1.5.1 All expenditure reasonably incurred by the Landlord in connection with the repair management maintenance and provision of services for the Estate but not to any building or individual premises on the Estate and only to the extent that the Landlord has an interest in the Estate or where the Landlord has been granted sufficient rights to provide the Estate Essential Services and all construction works in respect of the relevant part of the Estate have completed and shall include (without prejudice to the generality of the foregoing):
- (a) the costs of and incidental to the performance of the Estate Essential Services;
 - (b) the costs of and incidental to compliance by the Landlord with every notice, regulation or order of any competent local or other authority in respect of the Estate (which shall include compliance with all relevant statutory requirements);
 - (c) all reasonable fees, charges and expenses payable to the Authorised Person any solicitor, accountant, surveyor, valuer, architect or other person whom the Landlord may from time to time reasonably employ in connection with the management or maintenance of the Estate including the computation and collection of rent (but not including fees, charges or expenses in connection with the effecting of any letting or sale of any premises) including the cost of preparation of the account of the Service Charge and if any such work shall be undertaken by an employee of the Landlord then a reasonable allowance for the Landlord for such work;
 - (d) rates taxes duties assessments charges impositions and outgoings whatsoever whether parliamentary parochial local or of any other description.
 - (e) any rates taxes duties assessments charges impositions and outgoings whatsoever whether parliamentary parochial local or of any other description assessed (though excluding chancel repair liability), charged, imposed or payable on or in respect of the whole of the Estate or in the whole or any part of the Estate Common Parts other than those which relate to any dealing with the Landlord's interest in the same (or any part thereof) and any taxes payable by the Landlord by reason of the receipt of any rents (other than VAT); and
 - (f) any administrative charges incurred by or on behalf of the Landlord including but not limited to:
 - (i) costs arising from non-payment of a sum due to the Landlord under this Lease; and/or
 - (ii) costs arising in connection with a breach (or alleged breach) of this Lease;
 - (g) any interest paid or other costs reasonably and properly incurred on money borrowed by the Landlord to repay any expenses incurred in connection with the repair management maintenance and provision of services for the Estate.
- 1.5.2 the costs of and incidental to:
- (a) inspecting repairing reinstating replacing and furnishing the Estate Common Parts;
 - (b) lighting the Estate Common Parts;
 - (c) maintaining the grounds and gardens of the Estate;

- (d) renewing maintaining and repairing all access systems and controls to the Estate (but not solely to individual buildings on the Estate);
 - (e) the cost of providing appropriate furniture and equipment in the Estate Common Parts;
 - (f) the cost of providing operating maintaining and renewing or replacing any CCTV system for the Estate or any reasonably equivalent security device;
 - (g) any contribution paid towards the cost of repairing or maintaining any area or facility used in common with other occupiers of buildings on the Estate;
 - (h) the cost of and incidental to compliance by the Landlord with every notice regulations or order of any competent local or other authority in respect of the Estate;
- 1.5.3 any interest paid in other costs reasonably and properly incurred on money borrowed by the Landlord to repay and expenses incurred in connection with the repair management maintenance and provision of services for the Estate.

1.6 Adjustment to actual expenditure

As soon as practicable after the end of each Account Year the Landlord shall determine and certify the amount by which the estimate referred to in paragraphs 1.3.1 and 1.3.2 shall have exceeded or fallen short of the actual expenditure in the Account Year and shall supply the Tenant with a copy of the certificate prepared and signed off by the Landlord's accountant and the Tenant shall be allowed or (as the case may be) shall pay within 21 days following receipt of the certificate the relevant proportion of the excess or the deficiency. The certificate provided shall be final and binding except in the case of manifest error.

1.7 Inspection of Invoices and Receipts

The supporting invoices and receipts used in the preparation of the certificate referred to in paragraph 1.6 prepared and signed off by the Landlord's accountant may be inspected by the Tenant on prior appointment with the Landlord or (if the Landlord so directs) the Landlord or their respective accountants or managing agents.

1.8 Change of Specified Proportion

If in the reasonable opinion of the Authorised Person or the Landlord it shall at any time be necessary or equitable to do so the Landlord may recalculate on an equitable basis each or any of the Block Proportion the or the Estate Proportion and will notify the Tenant in writing accordingly and from the date specified in the notice the new Block Proportion or the Estate Proportion shall be substituted for that set out in this Lease.

1.9 Replacement where necessary

In performing the Essential Services the Landlord may replace any item with a new one or reclaimed item of comparable or better specification and quality where the Landlord (acting reasonably) thinks it is uneconomic to repair the whole or part of the item in question or that it is likely to become uneconomic to continue to repair the whole or any part of it in the future and the costs of replacement will be included as an item for the purposes of this schedule.

1.10 Double Counting

For the avoidance of doubt there shall be no incidence of double-counting by the Landlord under this Schedule 3.

1.11 Tenant's rights

1.11.1 If there is a dispute to be determined by an independent Expert:

- (a) the Landlord and Tenant shall use reasonable endeavours to refer the matter to a mutually agreed independent Expert;
- (b) in the absence of agreement either party can apply to the President for the time being of the RICS to appoint an Expert;
- (c) if the Expert dies or refuses to act then an alternative Expert shall be appointed in accordance with this paragraph;
- (d) the Expert shall act as an expert and not an arbitrator;
- (e) the parties are entitled to make submissions to the Expert and will provide (or procure that others provide) the Expert with such assistance and documents as the Expert reasonably requires for the purpose of reaching a decision;
- (f) the Expert's decision shall be final and binding on the parties save in the case of manifest error; and
- (g) the Expert's costs (including the cost of appointment) shall be determined by the Expert or (in the absence of determination) each party shall bear its own costs.

2. Excluded Costs

2.1 There shall be excluded from the items comprising the Service Charge any liability or expense for which the Tenant or other tenants or occupiers of the Block may individually be responsible under the terms of the tenancy or other arrangement by which they use or occupy the Block.

2.2 The Landlord shall not be entitled to include within the Service Charge any costs which the Landlord incurs in respect of:

- 2.2.1 damage or destruction caused by an Insured Risk or an Uninsured Risk except to the extent that the insurance money cannot be recovered because of any act or default of any tenant or a Lettable Unit;
- 2.2.2 costs relating to Latent or Inherent Defects until the Term End Date (but not during the period of any continuation or renewal of this lease under the 1954 Act with the intention that this sub-paragraph shall not be included within any renewal lease under the 1954 Act nor apply during any holding over period);
- 2.2.3 all costs relating to the remediation of any Hazardous Substances at the Block and/or the Estate before the date of this lease or after the date of this lease where such Hazardous Substances were not brought on to the Block by the Tenant or any other lawful occupier of the Premises;
- 2.2.4 costs relating to any part of the Estate which only benefit the residential elements of the Estate;
- 2.2.5 all costs relating to the cleaning, repair or renewal of any windows within the Estate including shop front;
- 2.2.6 providing services to the internal Block Common Parts including but not limited to:

- (a) repairs to any lifts and/or lift apparatus, stairs, internal accessways, the bin store and the cycle stores;
 - (b) the provision of services such as pest control and CCTV where such services relate to the internal areas of the Block only;
 - (c) decorating, cleaning and lighting any internal areas of the Block;
 - (d) maintaining or repairing any access or security systems which relate to the internal areas of the Block only;
- 2.2.7 the original construction of the Estate, the Block or the Property including without limitation:
- (a) constructing the Block;
 - (b) creating new Lettable Units;
 - (c) the original initial installation of security cameras;
- 2.2.8 altering, redeveloping or extending the Estate, the Block or the Property (but only where the Tenant will not derive benefit from the alteration, redevelopment or extension)
- 2.2.9 special concessions given by the Landlord to any other tenant or occupier of the Block (including without limitation the amount by which the service charge for any other tenant or occupier of the Block exceeds any service charge cap for such tenant or occupier);
- 2.2.10 works where money has been recovered from third parties in respect of such works (including other tenants or occupiers who are responsible pursuant to the terms of their tenancy arrangement);
- 2.2.11 any costs, fees or expenses attributable to:
- (a) the collection or review of rents (including without limitation proceedings or court action);
 - (b) the letting or re-letting of any Lettable Unit or any part or parts of the Block or the Estate;
 - (c) enforcing any covenants against or dealing with any disputes with or involving any tenant or other occupier of the Block or the Estate (save to the extent the dispute relates to the services);
 - (d) any dispositions or dealings with the Landlord's interest in the Block or any part thereof;
- 2.2.12 all auditors' fees other than in respect of auditing the service charge accounts once a year; and
- 2.2.13 the negligence of the Landlord or any of its agents;
- 2.3 In the event of a dispute arising between the parties in respect of whether a cost is an Excluded Cost, the matter shall be referred to an Expert in accordance with paragraph 1.11.1.

SCHEDULE 4 Insurance and Damage Provisions

1 Tenant's Insurance Obligations

- 1.1 The Tenant must pay in accordance with clause 3.3.2:
- 1.1.1 a fair and reasonable proportion of:
- (a) the reasonably competitive sums the Landlord pays to comply with **paragraphs 2.1.1 and 2.1.2**;
 - (b) if not recovered through the Service Charge, the reasonably competitive sums the Landlord pays to insure all plant, machinery, apparatus and vehicles used in providing the Essential Services;
 - (c) the cost of valuations of the Estate, the Block and the Premises for insurance purposes made not more than once in any three year period; and
 - (d) the amount of any excess or deductible under any insurance policy that the Landlord incurs or will incur in complying with **paragraphs 2.3 and 2.4**;
- 1.1.2 the whole of the reasonably competitive sums the Landlord pays to comply with **paragraph 2.1.3**;
- 1.1.3 a sum equal to the amount that the insurers refuse to pay following damage or destruction by an Insured Risk to the Estate or the Block because of the Tenant's act or failure to act; and
- 1.1.4 any additional or increased reasonably competitive premiums that the insurers may require as a result of the carrying out or retention of any Permitted Works or the Tenant's or any lawful occupier's use of the Premises.
- 1.2 The Tenant must comply with the requirements of the insurers and must not do anything that may invalidate any insurance.
- 1.3 The Tenant must not use the Premises for any purpose or carry out or retain any Permitted Works that may make any additional premium payable for the insurance of the Premises, the Estate or the Block, unless it has first agreed to pay the whole of that additional premium.
- 1.4 The Tenant must notify the Landlord as soon as practicable after it becomes aware of any damage to or destruction of the Premises by any of the Insured Risks or by an Uninsured Risk.
- 1.5 The Tenant must keep insured, in a sufficient sum and with a reputable insurer, public liability risks relating to the Premises.

2 Landlord's insurance obligations

- 2.1 The Landlord must insure (with a reputable insurer and at a reasonably competitive premium):
- 2.1.1 the Block against the Insured Risks in its full reinstatement cost (including all professional fees and incidental expenses, debris removal, site clearance and irrecoverable VAT);
 - 2.1.2 against public liability relating to the Block and the Estate; and
 - 2.1.3 loss of the Main Rent for the Risk Period,

subject to such excesses, limitations and exclusions as the insurers may impose that are prevalent in the insurance market from time to time for properties such as the Block and otherwise on the insurer's usual terms.

- 2.2 In relation to the insurance, the Landlord must:
 - 2.2.1 procure the Tenant's interest in the Premises is noted either specifically or generally on the policy;
 - 2.2.2 take reasonable steps to procure that the insurers waive any rights of subrogation they might have against the Tenant (either specifically or generally);
 - 2.2.3 notify the Tenant promptly of all material variations; and
 - 2.2.4 provide the Tenant with a summary of its main terms upon the Tenant's written request.
- 2.3 The Landlord must take reasonable steps to obtain any consents necessary for the reinstatement of the Block following destruction or damage by an Insured Risk.
- 2.4 The Landlord must use reasonable endeavours to obtain all consents necessary for the reinstatement of the Block and promptly reinstate the Block following destruction or damage by an Insured Risk making up any shortfall in the insurance monies received out of its own funds. Reinstatement need not be identical if the replacement is similar in size, quality and layout (with any material change subject to the Tenant's approval such approval not to be unreasonably withheld or delayed).
- 2.5 Nothing in this **paragraph 2** imposes any obligation on the Landlord to insure or to reinstate tenant's fixtures forming part of the Premises, the Block or the Estate.
- 2.6 If there is destruction or damage to the Block by an Uninsured Risk that leaves the whole or substantially the whole of the Premises unfit for occupation and use or inaccessible and the Landlord notifies the Tenant within 12 months afterwards that the Landlord wishes to reinstate, **paragraphs 2.3 and 2.4** will then apply as if the damage or destruction had been caused by an Insured Risk.

3 Rent suspension

- 3.1 **Paragraph 3.2** will apply if the Block or the essential access to the Premises or the essential Conducting Media serving the Block are destroyed or damaged by any Insured Risk or Uninsured Risk so that the Premises are unfit for occupation or use or inaccessible. **Paragraphs 3.2 and 3.3** will not apply to the extent that the Landlord's insurance has been vitiated or payment of any policy moneys refused because of anything the Tenant does or fails to do and the Tenant has not complied with **paragraph 1.1.3**.
- 3.2 Subject to **paragraph 3.1**, the Main Rent and Service Charge or a fair proportion of them, will not be payable from and including the date of damage or destruction until the earliest of:
 - 3.2.1 the date that the Premises are again fit for occupation and use, accessible, connected to essential Conducting Media and ready to receive tenant's fitting out works; and
 - 3.2.2 the end of the Risk Period; and
 - 3.2.3 the End Date.
- 3.3 Following the date of the damage or destruction the Landlord will promptly repay any Main Rent and within 60 days any Service Charge paid in advance by the Tenant that relates to a period after the date of the damage or destruction. If the damage or destruction occurs prior to the Rent Commencement

Date then following the reinstatement of the damage or destruction the equivalent to the rent free period unexpired at the date of the damage or destruction shall run from the date of reinstatement so that the Tenant receives the benefit of a full six (6) months' rent free period notwithstanding any suspension of rent due to damage or destruction.

3.4 Any dispute about the application of this **paragraph 3** will be decided at the request of either party by a single arbitrator under the Arbitration Act 1996.

4 Termination

4.1 If there is destruction or damage to the Block that leaves the whole or substantially the whole of the Premises unfit for occupation and use or inaccessible:

4.1.1 if the damage or destruction is caused by an Uninsured Risk and:

- (a) the Landlord does not notify the Tenant within 12 months after the damage or destruction that the Landlord wishes to reinstate, this Lease will end on the last day of that 12 month period; or
- (b) the Landlord notifies the Tenant that the Landlord does not wish to reinstate, this Lease will end on the date of that notification by the Landlord;

4.1.2 if, when the Risk Period ends, the Block has not been reinstated sufficiently so that Premises are again fit for occupation and use and accessible, connected to essential Conducting Media and ready to receive tenant's fitting out works, either the Landlord or the Tenant may end this Lease immediately by notifying the other at any time after the end of the Risk Period but before such reinstatement has been completed.

4.2 For the purposes of **paragraphs 3.2.2 and 4.1.2**, if the damage or destruction is caused by an Uninsured Risk, the Risk Period will be treated as beginning on the date the Landlord notifies the Tenant of its wish to reinstate under **paragraph 2.6**.

4.3 If this Lease ends under **paragraph 4.1**:

4.3.1 that will not affect the rights of any party for any prior breaches;

4.3.2 the Tenant must give vacant possession of the Premises to the Landlord; and

4.3.3 the Landlord will be entitled to retain all insurance moneys.

SCHEDULE 5
Title Matters

Register entries

The matters contained or referred to in title numbers BGL148168 other than financial charges as at 7 October 2021 timed at 16:31:58

SCHEDULE 6 Underletting

1. Defined terms

This **Schedule 6** uses the following definitions:

“Approved Underlease”

- (a) an underlease approved by the Landlord and subject to any variations agreed by the Landlord in its absolute discretion;
- (b) lawfully excluded from the security of tenure provisions of the 1954 Act;
- (c) granted without any premium being received by the Tenant;
- (d) reserving a market rent, taking into account the terms of the underletting;
- (e) containing provisions for rent review at five yearly intervals and otherwise on the same terms as in **Schedule 2**;
- (f) containing provisions for change of use and alterations corresponding to those in this Lease;
- (g) prohibiting the assignment of part only of the Underlet Premises;
- (h) allowing assignment of the whole of the Underlet Premises with the prior consent of the Landlord on terms corresponding to those in this Lease;
- (i) containing a covenant by the Undertenant not to create any sub-underlease of the whole or any part of the Underlet Premises;
- (j) containing provisions requiring the Undertenant to pay as additional rent the whole (or in the case of underletting of a Permitted Part, a fair and reasonable proportion) of the Insurance Rent, Service Charge and other sums, excluding the Main Rent, payable by the Tenant under this Lease; and
- (k) containing any other provisions that are reasonable having regard to the terms of this Lease and the nature of the proposed Underlease and shall (where appropriate) be substantially in the same form as this Lease.

“Approved Undertenant”

a person approved by the Landlord and who has entered into a direct deed with the Landlord agreeing to:

- (a) comply with the terms of the Approved Underlease; and
- (b) procure that any proposed assignee of the Underlet Premises enters into a direct deed in the same terms as set out in this definition of Approved Undertenant;

“Permitted Part”

a part of the Premises where all the following conditions are satisfied:

- (a) the Landlord (acting reasonably) is satisfied that the part intended to be underlet and the remainder of the Premises will in each case be self-contained and capable of separate use and occupation;
- (b) the part intended to be underlet and the remainder of the Premises shall each have the benefit of and be subject to such easements and rights as shall in the opinion of the Landlord (acting reasonably) be necessary or appropriate;
- (c) no more than two (2) separate occupations shall subsist at any one time (including the occupation of the Tenant itself but excluding any underlease connected with the ATM and any sharing of occupation pursuant to clauses 4.15.5 and 4.15.6).

“Underlease”

the underlease granted following the approval of the Approved Underlease;

“Underlet Premises”

the premises let by an Underlease; and

“Undertenant”

the Approved Undertenant to whom the Tenant grants an Underlease.

2. Right to underlet

The Tenant may, with the Landlord’s consent, underlet the whole of the Premises or any Permitted Part by an Approved Underlease to an Approved Undertenant.

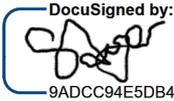
3. Obligations in relation to underleases

- 3.1 The Tenant must not waive any material breach by an Undertenant of any terms of its Underlease.
- 3.2 The Tenant must not reduce, defer, accelerate or commute any rent payable under any Underlease.
- 3.3 On any review of the rent payable under any Underlease, the Tenant must review the rent of the Underlease in compliance with its terms.
- 3.4 The Tenant must not vary the terms or accept any surrender of any Underlease without the Landlord’s approval.

4. Underlease of ATM

Notwithstanding the other provisions of this Schedule 6, the Tenant may, without the Landlord’s consent, underlet the ATM at the Premises PROVIDED ALWAYS that security of tenure provisions of the 1954 Act are validly excluded from any such underlease.

EXECUTED as a **DEED** by)
COUNTRYSIDE PROPERTIES)
(UK) LIMITED acting by)
Kevin Delve and Tom Wright)
as Attorneys for and on behalf of)
Countryside Properties (UK))
Limited under a Power of)
Attorney dated 27 March 2023)
in the presence of:

Witness signature: 9ADCC94E5DB44BD...

Name: Sarah Ager

Address: 130 Mountnessing Road
Billericay
CM12 9HA
Occupation: PA to MD

Witness signature: 031034D02BD148F...

Name: Lucie Kent

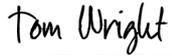
Address: Goddens Cottage, Crowhurst Lane,
Kent
Tn15 8PE
Occupation: Executive Assistant

DocuSigned by:

72307D421862487...

Name:

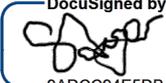
Kevin Delve

DocuSigned by:

0A85E41E87AE459...

Name:

Tom Wright

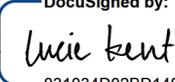
EXECUTED as a **DEED** by)
COUNTRYSIDE)
RESIDENTIAL LIMITED)
acting by)
Kevin Delve and Tom Wright)
as Attorneys for and on behalf of)
Countryside Properties (UK))
Limited under a Power of)
Attorney dated 27 March 2023)
in the presence of:

Witness signature: 
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Name: Sarah Ager

Address: 130 Mountnessing Road
Billericay
CM12 9HA

Occupation: PA to MD

Witness signature: 
031034D02BD148F...

Name: Lucie Kent

Address: Goddens Cottage
Crowhurst Lane
Kent, TN15 8PE

Occupation: Executive Assistant

DocuSigned by:

72307D421862487...

Name:

Kevin Delve

DocuSigned by:

0A85E41E87AE459...

Name:

Tom Wright

EXECUTED as a **DEED**)
by those named below as attorneys)
for **SAINSBURY'S**)
SUPERMARKETS LTD both in)
the presence of:)
)

Witness signature:

Name:

Address:

Occupation:

Signature of Authorised Signatory

Name of Authorised Signatory

Signature of Authorised Signatory

Name of Authorised Signatory

Witness signature:

Name:

Address:

Occupation: