THIS AGREEMENT is made the day of Two Thousand and Sixteen BETWEEN PROSPECT ESTATES LIMITED (Company Number 3189093) whose registered office is at Prospect Court 2 Courthouse Street Otley Leeds (hereinafter called "the Owner") of the first part AND THE COUNCIL OF THE BOROUGH OF KIRKLEES of the Town Hall Huddersfield West Yorkshire (hereinafter called "the Council") of the second part AND SVENSKA HANDELSBANKEN AB (PUBL) (hereinafter called "the Mortgagee")

WHEREAS

- 1. The Council is the local planning authority pursuant to the Town and Country Planning Act 1990 and the local highway authority for the purposes of the Highways Act 1980 for the Kirklees district within which the Site is situated and by whom the planning obligations within this Deed are enforceable
- The Owner is the freehold owner of the Site registered under title numbers WYK378731 WYK854879 and WYK402843 subject to a mortgage in favour of the Mortgagee but otherwise free from incumbances
- 3. By the provisions of Section 106 of the Town and Country Planning Act 1990 ("the Act") any person interested in land in the area of a local planning authority may by deed or otherwise enter into a planning obligation in respect of the land
- 4. The Council would not have been willing to grant the Planning Permission but for this Deed because of the need to:-
 - 4.1 secure the provision of Affordable Housing as part of the Development in accordance with the policies of the Kirklees Unitary Development Plan;
 - 4.2 secure the provision and subsequent maintenance of on and off-site public open space to serve the Development in accordance with policies of the Kirklees Unitary Development Plan;
- 5. The Mortgagee is the registered proprietor of the charge dated 18 March 2016 and has agreed to enter into this Deed to give its consent to the terms of this Deed.

NOW IT IS HEREBY AGREED as follows:-

1. INTERPRETATION

1 .

1.1 In this Deed unless the context otherwise requires the following words and expressions shall have the meanings respectively assigned to them in this Clause:-

"Administration Charge" means 1% (one percent) of the Financial Contribution

"the Affordable Dwellings" "Affordable Housing" means dwellings falling within the definition of Affordable Housing set out in Annex 2 of National Planning Policy Framework published by the Department of Communities and Local Government and which includes includes social rented, affordable rented and intermediate housing provided to eligible households whose needs are not met by the market as defined by Annex 2 of the NPPF

"the Affordable Price" means the sum to be paid by the Registered Provider (or Alternative Provider) to the Owner which shall reflect the range of prices prevailing in SPD2 or such other sum as may be reasonably agreed between the Owner and the Council

Affordable Housing Scheme means the scheme identifying the location and type of Affordable Dwellings on the Site in accordance with Clause 3 of this Deed being six two bedroom Dwellings which shall be made available as intermediate housing

"the Alternative Provider" means any other such provider approved by the Council (such approval not to be unreasonably withheld) which can deliver affordable housing as defined in Annex 2 of NPPF as shall be nominated by the Council and Owner under Clause 3 of this Deed

"Default Works" means such works as the Council shall reasonably determine to be necessary to remedy the failure by the Owner to comply with any of its obligations in the circumstances described in Clause 4 of this Agreement

"Dwellings" means the Affordable Dwellings and the Market Dwellings

"Financial Contribution" means the payment to be made in lieu of the

provision of on-site Affordable Dwellings (or a full

complement thereof) calculated as described in

paragraph 11.4 of SPD2

"First Occupation" means the first Occupation of a Dwelling under a

sale lease licence or other arrangement excluding

all subsequent occupation and reference to "First

Occupier" shall be construed accordingly;

"Registered Provider" means a social landlord registered with the Homes and Communities Agency

"Homes and Communities Agency" means the national housing and regeneration delivery agency for England

"Huddersfield Market Area" means the Huddersfield housing market area as defined within the SHMA (Strategic Housing Market Assessment) published May 2012

"Implementation" means the implementation of the Planning Permission by the carrying out of any material operation as defined by Section 56(4) of the Act PROVIDED THAT the following shall not be regarded as material operations:

- (a) demolition of existing structures on the Site;
- (b) the erection of boundary structures, fencing and/or hoardings or other site security measures or safety measures;
- (c) diversion and laying of services;
- (d) site and ground investigations and/or surveys;
- (e) site clearance, preparation and levelling including ground earthworks;
- (f) archaeological investigations or works;
- (g) ecological, landscaping and/or noise attenuation mitigation measures;
- (h) remedial treatment of areas of contaminated land;
- (i) levelling and/or regrading of land in preparation for use or development;

any operations undertaken by the Council (j)

and Implement and Implemented shall be construed accordingly

Charge"

"Inspection and Certification "Inspection and Certification Charge" means £1000.00 (one thousand pounds) towards the administrative costs to the Council in inspecting the works undertaken on the POS Area certifying that they are in accordance with the scheme of works set out in the Approved POS Management Scheme;

"Occupation"

means the beneficial occupation under a sale lease licence or other arrangement for the purpose for which the Dwelling was granted planning permission but shall exclude occupation for the purposes of fit out or marketing and reference to "Occupy" shall be construed accordingly;

"Management Company"

means a limited company or companies registered at Companies House which may already be in existence or which may be formed by the Owner for the purposes carrying out future maintenance of the POS Area, in accordance with paragraph 5 of the First Schedule, and:-

- 1. which is incorporated in England and Wales or Scotland;
- which has its registered office in England or 2. Scotland; and
- whose primary objects permit it to maintain 3. and manage the POS Area;

"Market Dwellings" means those Dwellings within the Development excluding the Affordable Dwellings

"Plan" means the plan annexed hereto showing the Site

"Planning Permission" means the outline/full planning permission to be granted under Ref No. 2015/93824 for

"POS Area"

means an area of land to be provided in accordance with the Planning Permission and approved plans to be made available for use by the general public;

"POS Management Scheme"

means a scheme for initial preparation and the future maintenance and management of the POS Area to be submitted by the Owner in accordance with the provisions of clause 4 of this Agreement and approved by the Council (together with any variation of such scheme agreed in writing from time to time between the Owner and the Council);

"SHMA" means the Kirklees Strategic Housing Market Assessment, published May 2012, and the housing market areas designated within that Assessment, as may be varied by further market updates

"Site" means the land at former Midlothian Garage New Mill Road Holmfirth as shown on the Plan annexed hereto

"SPD2" means the Council's Supplementary Planning Document number 2 – Affordable Housing adopted by Kirklees Council on 18 November 2008

2. GENERAL

2.1 The Owner and the Mortgagee covenant with the Council to observe the restrictions and perform the obligations contained in this Deed

- 2.2 The provisions of this Deed are planning obligations made pursuant to Section 106 of the Act and all other powers so enabling to the intent that they shall bind the Owner and each and every part of the Site
- 2.3 The expressions "the Council" and "the Owner" and "the Mortgagee" shall include their successors in title and assigns
- 2.4 No person shall be liable for breach of any covenant contained in this Deed after he shall have parted with all interest in the Site or the part in respect of which such breach occurs but without prejudice to liability for any subsisting breach of covenant prior to parting with such interest
- 2.5 This Deed shall not be binding upon the owner/occupiers of the Dwellings nor (save for the provisions of Clause 3 hereof) upon the Registered Provider or any Alternative Provider nor against any statutory undertaker or authority who acquires any part of the Site or interest in it for the purposes of its statutory undertakings or functions
- 2.6 This Deed shall come into effect upon the date hereof
- 2.7 If the Planning Permission expires or is revoked or otherwise withdrawn or modified without the consent of the Owner this Deed shall cease to have effect from the date of the said expiration revocation withdrawal or modification (as the case may be) but without prejudice to any rights liabilities or obligations which may have been incurred by or shall have accrued to any party prior to such date
- 2.8 Nothing in this Deed shall prohibit or limit the right to develop any part of the Site in accordance with a planning permission granted (whether or not on appeal) after the date of this Deed
- 2.9 This Deed is a local land charge and shall be registered as such
- 2.10 The provisions of the Contracts (Rights of Third Parties) Act 1999 shall not apply to this Deed

- 2.11 The Owner shall pay to the Council its legal fees reasonably incurred in the preparation of this Deed
- 2.12 The Mortgagee consents to the completion of this Deed and declares that its interest in the Property shall be bound by the terms of this Deed as if it had been executed and registered as a land charge prior to creation of the Mortgagee's interest in the Property
- 2.13 The Mortgagee shall not be personally liable for any breach of the obligations in this Deed unless committed at a time when the Mortgagee is in possession of all or part of the Property

3. AFFORDABLE HOUSING

The Owner covenants with the Council:-

- 3.1 Prior to Implementation to submit to the Council for its approval in writing a scheme identifying the number and type of Affordable Dwellings on the Site (the Affordable Housing Scheme) and once approved not to permit in excess of 28 Market Dwellings to be substantially completed until the Affordable Dwellings identified in the approved Affordable Housing Scheme have been constructed in accordance with Clause 3.2 hereof and made available for sale to the Registered Provider or Alternative Registered Provider
- 3.2 To construct the Affordable Dwellings to Homes and Communities Agency design and quality standards or Housing Corporation scheme development standards (or such other standards as may be agreed between the Owner and the Registered Provider or Alternative Registered Provider in accordance with the Planning Permission and approved plans unless otherwise agreed with the Registered Provider or the Alternative Registered Provider
- 3.3 If the Registered Provider or the Alternative Registered Provider shall not confirm in writing to the Owner its willingness subject to contract to accept the Affordable Dwellings at the Affordable Price within twelve (12) calendar months of Implementation then the Council upon receipt of notice in writing from the Owner to

that effect shall as soon as reasonably practicable nominate another Registered Provider and this provision may be repeated as often as is necessary (subject to Clause 3.4 below) until such time as one of the nominated Registered Provider shall have confirmed its willingness subject to contract to purchase the Affordable Dwellings

- 3.4 If neither the Registered Provider or Alternative Registered Provider shall have confirmed its willingness subject to contract to purchase the Affordable Dwellings at the Affordable Price within a period of twenty four (24) calendar months from Implementation and the Owner shall have produced evidence in writing to the reasonable satisfaction of the Council that it has made all reasonable endeavours to secure acceptance of the Affordable Dwellings by an Alternative Registered Provider then the Owner will be free to offer such Dwellings for sale on the open market but the provisions of Clause 3.7 and 3.8 shall apply
- 3.5 If the Registered Provider or Alternative Registered Provider after confirming its willingness to purchase the Affordable Dwellings does not then contract to buy the Affordable Dwellings within two (2) months from the delivery of the complete package of contract documentation to the Registered Provider's solicitor or the Solicitor of the Alternative Registered Provider then:-
 - 3.5.1 if a period of 24 (twenty four) calendar months from the Implementation has expired the Owner will be free to offer the Affordable Dwellings for sale on the open market but the provisions of Clauses 3.7 and 3.8 below shall apply
 - 3.5.2 in any other circumstances the provisions of Clause 3.3 shall continue to apply
- 3.6 In the event that the Owner is free to offer the Affordable Dwellings for sale on the open market pursuant to Clause 3.4 or 3.5.1 hereof the Owner shall within 28 (twenty eight) days thereof pay to the Council:-
 - 3.6.1 the Financial Contribution; and
 - 3.6.7 the Administration Charge

- 3.7 The Open Market Value of the Affordable Dwellings shall be determined in the first instance between the Owner and the Council and in default of such deed shall be the average of two (2) valuations provided by two (2) valuers one of which shall be selected by the Owner and the other by the Council and the parties shall each bear their own costs in respect of such valuations
- 3.8 The transfer to the Registered Provider or the Alternative Provider shall contain the following provisions:-
 - 3.8.1 A covenant that the Affordable Dwellings shall be made available for letting at a rent level no higher than the Housing Corporation target rents in operation from time to time
 - 3.8.2 A covenant that the Registered Provider or the Alternative Provider shall not use the Affordable Dwellings otherwise than for the purpose of providing housing to persons in need who meet the objectives of that Registered Provider or Alternative Provider
 - 3.8.3 A declaration that the covenants referred to in clauses 3.6.1 and 3.6.2 shall not be binding upon:-
 - 3.8.3.1 a mortgagee or chargee of the Affordable Dwellings or any of them or any receiver appointed by such mortgagee or chargee or any persons deriving title from them
 - 3.8.3.2 any person acquiring any Affordable Dwelling pursuant to any statutory right to acquire the same

4 PUBLIC OPEN SPACE AREA

4.1 To provide the POS Area in accordance with the Planning Permission and approved plans thereto and not to implement the Planning Permission until it has submitted for the written approval of the Council a draft POS Management Scheme for works of initial woodland habitat management on the POS Area and arrangements future maintenance and management of the POS Area and not to permit First Occupation until the POS Management Scheme has been approved in writing by the Council.

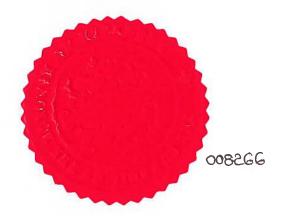
- 4.2 To implement and thereafter comply with the approved POS Management Scheme prior to Occupation of the 28th Dwelling
- 4.3 As soon as is reasonably practicable after the completion of works of initial woodland habitat management and preparation on the POS Area specified in paragraph 4.1 and in accordance with the approved POS Management Scheme the Owner shall notify the Council in writing that such works have been completed.
- 4.4 Not later than one calendar month following receipt of the relevant notice referred to in paragraph 4.3 the Council shall inspect the POS Area and if has been provided in accordance with the Planning Permission and approved plans and initial works of woodland habitat management and preparation have been completed in accordance with approved POS Management Plan to the Council's reasonable satisfaction the Council shall notify the Owner in writing thereof **PROVIDED THAT** it is agreed that in the event that the Council do not inspect the POS Area within one calendar month following receipt of the relevant notice referred to in paragraph 4.3 of this Schedule it will be deemed that the Council has approved the POS Area.
- 4.5 If upon notification by the Owner pursuant to paragraph 4.4 the initial works to the POS Area have not been carried out in accordance with the Planning Permission and approved plans and approved POS Management Plan to the reasonable satisfaction of the Council it shall notify the Owner specifying the measures necessary to satisfactorily complete the POS Area initial works and the Owner shall within such period as specified by the Council carry out those works and shall notify the Council pursuant to paragraph 4.3 of this Schedule (such procedure being repeated as often as is necessary until such time as the Council confirms satisfactory completion thereof).
- 4.6 Following written confirmation or deemed approval by the Council of the satisfactory completion of the POS Area initial works pursuant to paragraph 4.4 of this Schedule the Owner shall thereafter maintain the POS Area in accordance with the approved POS Management Scheme until such time as it shall be transferred to a Management Company.

- 4.7 Within three months of receipt of written confirmation or deemed approval by the Council of the satisfactory completion of the POS Area pursuant to paragraph 4.4 the Owner shall transfer the POS Area to the Management Company **PROVIDED THAT** it is agreed that the transfer shall contain a covenant so as to bind the POS Area into whomsoever hands the same may be transferred to maintain the POS Area in accordance with the approved POS Management Scheme and shall not permit it to be used for anything other than open space (within the meaning of Open Spaces Act 1906) and to allow the public reasonable access thereto.
- 4.8 The Owner shall pay the Inspection and Certification Charge to the Council prior to the transfer of the POS Area referred to in paragraph 4.7.
- 4.9 Responsibility for the maintenance of the POS Area shall not at any time be transferred to an alternative management company unless the Council has been given a minimum of 28 Working Days written notice that such a transfer is to take place and has issued its approval in writing thereto.

IN WITNESS WHEREOF the parties hereto have caused this Deed to be executed as a Deed



THE CORPORATE COMMON SEAL of THE COUNCIL OF THE BOROUGH
OF KIRKLEES was hereunto affixed but not delivered until the date hereof In the presence of:-



Acting Assistant Director - Legal, Govern - & Monitoring /Authorised Signatory

EXECUTED AS A DEED by PROSPECT ESTATES acting by a Director in the
Signature of Witness
Name of Witness (in block capitals)
Address to Whitehall Whole
2 Mande Wy
hub LSI 4EH
Signed as a deed for and on behalf of) SVENSKA HANDELSBANKEN AB (PUBL))
Signature (1)
Name MICHAEL HARVEY PRIME AUTHORISED SIGNATORY
in the presence of
Witness's signature
Witness's name KAREN BAINES
Address
114 Wellington Street Leeds LS1 1BA Tel: 0113 2452307

gnature (2)	
me DAVID ROSETSON AME/ADDITIONAL*AUTHORISED SIGNATORY	
the presence of	
/itness's signature	
itness's name KAREN BAINES	
ddress	
Svenska Handelsbanken AB (pub 9th Floor	I)

2016

THE COUNCIL OF THE BOROUGH OF KIRKLEES (1)

PROSPECT ESTATES LIMITED (2)

SVENSKA HANDELSBANKEN AB (PUBL) (3)

DEED

Under Section 106 of the Town & Country Planning Act 1990 relating to land at former Midlothian Garage New Mill Road Holmfirth

Julie Muscroft Assistant Director: Legal, Governance & Monitoring Kirklees Council Fourth Floor Civic Centre I Huddersfield HD1 2NF