

BERRYS SOLICITORS

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Our Ref: CJB.
Date:

Dear
Re:

We understand that you wish our firm to act on your behalf in respect of your proposed conveyancing transaction

Our professional practice rules dictate that we inform you of a number of matters concerning this matter and how we intend to deal with it on your behalf. We appreciate that this is a lengthy document, but it is important that you read it thoroughly. If there are any matters within it that you require further clarification on, please do not hesitate to contact our office to discuss same. We would ask you to sign & return the copy of this letter to indicate your agreement to the terms of engagement. Once we are in receipt of same we can then proceed to deal with this matter on your behalf.

Responsibility for Work:

Chris Berry will have day to day conduct of the matter and as principal of the firm, will have overall supervisory responsibility for your matter.

Documentation forwarded to you for completion:

We enclose the following papers, which please complete and return to our offices:
Sellers Property Information Form
Fixtures Fittings and Contents List
Clients Consent Form for Sharing Information

There has been recent case law, which is emphasizing the need for Vendors to take great care in their replies to purchasers Enquiries and Additional Enquiries before Contract. Disclaimers placing the emphasis on the Purchaser to carry out his own investigations and searches are no longer meeting favour with the Courts. Accordingly you need to consider carefully your replies to the Enquiries that are raised during the transaction and ensure that you have replied truthfully, furnished information in full and carried out reasonable investigations.

Sale Price:

We understand that the proposed sale price is £

We understand from you that the term of the Lease is referred to as the residue of a XXX Lease. The premises are used as a XXXXX. We are assuming you hold planning, building regulation and Lessor approval for same

At this juncture we have not had the opportunity to inspect the Lease and are therefore unaware as to any responsibilities and obligations you may have to the Lessor in complying with issues arising under the Lease. We are therefore assuming that you have complied with such responsibilities and obligations. You may be obliged to be responsible for Landlord and other party's legal & other fees and therefore you need to be aware of the possibility of same. In addition if you are required to enter into deeds, documents or other arrangements under the Lease or the basis of any assumptions we have made are not correct then you will be responsible for the work undertaken on your behalf based upon the time spent and the hourly rate hereinafter mentioned.

Our remit is simply to deal with the legal aspects of sale of your Leasehold interest. We will not be advising our clients as individuals as Directors/Partners nor if appropriate the Company/Partnership in respect of any tax implications arising from the transaction. We would strongly urge all parties to take such advice as they think necessary from their Accountants & Financial Advisers and in the case of the company/Partnership the Companies /Partnerships Accountants & Financial Advisers.

Details we may require:

If you have not already informed us, please advise us as to the name address and telephone number of the Estate Agents dealing with this matter.

On seeking to sell a property you may well be required to furnish an Energy Performance Certificate.

Our Charges:

On the information available at the present time the base Registered Conveyancing charges are as follows:
Base Charge £750.00 plus vat and Disbursements & Additional Charges

Additional Charges:

Administration Securitisation Deeds & Documents £25.00 plus vat
Chaps Administration charge per transaction £35.00 plus vat & a £10.00 Chaps Fee plus vat per transaction
Lender Administration Charge £95.00 plus vat
Where the property is Leasehold a Leasehold supplement of £125.00 plus vat

Disbursements (payments to others). We would anticipate the following Disbursements:

Office Copy documents £6.00. You need to be aware there are occasions when additional Disbursements are incurred, for example, further documents which need to be obtained from the Land Registry. ID Verification Service £7.20 per individual for other bodies the cost is £14.40 per search.

Where a Chaps transaction has to be undertaken a Chaps fee of £10.00 plus vat will arise and a Administration charge as above mentioned (Additional Charges) in respect of each Chaps transaction undertaken.

HMLR Local Land Charges Search £15.00 plus vat

You will be responsible for the payment of the Legal fees plus vat arising on same and Disbursements together

with any additional legal fees as above mentioned. Please note the agreed fee covers the conveyance of the said property based on the information currently known and assuming the matter does not require none standard work or unknown complications.

There are occasions when a transaction with a party can no longer proceed. In such circumstances you will be responsible for the costs and disbursements relating to such transactions. Equally please note, if you no longer proceed with the matter or you wish to transfer your file then you will be responsible for the payment of our fees, which will become due and payable at that time. In order to calculate our charges, we would advise that our standard charges are £201.00 per hour for attendances and dealing with documentation and £20.10 for each standard letter or telephone call. Correspondence or telephone attendances exceeding a unit of six minutes will be costed on time and rounded up to the next unit. In addition you will be responsible for vat on our costs and any payments made on your behalf (disbursements). Such calculation of costs will not in any event exceed the actual fee stated.

In order to cover initial start up costs and Disbursements to be paid on your behalf, please forward the sum of £100.00 plus VAT plus ID Verification Search fee of £7.20/14.40 to cover same and which will be deducted from your final account.

Furthermore in accordance with the Consumer Protection (Distance Selling) Regulations 2000 please note your right to cancel your contract as to instructing our firm to act on your behalf up to 7 days from the date of receipt of this letter.

Upon completion of the sale we will attend to payment of the Estate Agents and our fees from any balance proceeds arising from the transaction.

A broad outline of our work is:

Supplying information to you and those involved with the transaction.

Preparing the Contract

Agreeing the contract terms

When everyone is ready, and moving dates have been agreed, exchanging contracts, at which time you will be committed to the Contract.

We then deal with the legal formalities of you signing the Transfer Deed.

On the day of completion you need to be ready to move out of the property that morning and hand your keys to the Estate Agents. Any balance monies due to you will be sent to you in the post the next working day following completion.

There may of course be likely complications which commonly arise in relation to this type of matter or additional work to be undertaken and as a consequence this will involve additional costs for such work to be undertaken to deal with such matters. We enclose a note of such possible complications which gives an indication of such issues but this is not a comprehensive list

Mortgages

When you have a mortgage or a charge on your property your Lender requires our firm to attend upon payment of same at completion. Whilst we seek a Redemption figure from your Lender for the completion date and a figure is furnished your Lender for a variety of reasons is not able to guarantee this figure will be sufficient to discharge the mortgage. If the figure is short then they will not discharge the mortgage. Accordingly, due to our Firm having to undertake to the Purchaser Solicitors that the Mortgage/Charge will be discharged, we are obliged to set aside a sum of £500.00 from your funds towards coverage pending the discharge of the

Mortgage/Loan. Upon confirmation from your Lender (which on average takes approximately 2 weeks from the date of your completion) by the issue of an END1 form to our firm we will then be able to release the £500.00 retention to you.

Consumer Contracts Regulations

It is possible our agreement falls with the Consumer Contract Regulations 2013, so as a matter of course we ensure full compliance. Part of the regulations allow for a no quibble cancellation period of 14 days. To this end we enclose a cancellation form for your attention. Should you wish to exercise your right to cancel, then please advise and return this form to us within the specified period.

Ordinarily, unless you instruct us otherwise we would normally not begin work on your matter until expiry of the cancellation period. If you consider the matter urgent then work can begin immediately upon your instruction. This does not affect your right to cancel, but it may mean you are charged for the work we undertake during the period.

Unless otherwise instructed once the quibble cancellation period has expired we can only then proceed with acting on your behalf. Matters in respect of cancellation are detailed within the documents sent to you.

Additionally, the regulations specify a maximum, 30 days in which the contract must be concluded. This is clearly not possible in legal matters of this nature and accordingly by entering in to the contract you are agreeing that it shall not be concluded within 30 days. Estimates for timescales of your particular matter are contained elsewhere within the documents we sent you.

Right to cancel

You have the right to cancel this contract within 14 days without giving any reason.

The cancellation period will expire after 14 days from the day of signing the CFA.

To exercise the right to cancel, you must inform us of your decision to cancel this contract by a clear statement (e.g. a letter sent by post, fax or e-mail). You may use the cancellation form below, but it is not obligatory.

To meet the cancellation deadline, it is sufficient for you to send your communication concerning your exercise of the right to cancel before the cancellation period has expired.

Effects of cancellation

If you cancel this contract, we will reimburse to you all payments received from you, including the costs of delivery (except for the supplementary costs arising if you chose a type of delivery other than the least expensive type of standard delivery offered by us).

We may make a deduction from the reimbursement for loss in value of any goods supplied, if the loss is the result of unnecessary handling by you.

We will make the reimbursement without undue delay, and not later than –

- (a) 14 days after the day we receive back from you any goods supplied, or
- (b) (if earlier) 14 days after the day you provide evidence that you have returned the goods, or

(c) if there were no goods supplied, 14 days after the day on which we are informed about your decision to cancel this contract.

We will make the reimbursement using the same means of payment as you used for the initial transaction, unless you have expressly agreed otherwise; in any event, you will not incur any fees as a result of the reimbursement.

Levels of Service

In acting on your behalf in this matter we aim to achieve the highest possible levels of service, in particular we aim to ensure that:-

- a) The person dealing with the matter wherever possible will deal with your telephone calls, but if that person is unavailable, your call will be directed to an Assistant to deal with or for a message to be taken. All requests for returned telephone calls should be dealt with on the same day or as agreed or as soon as possible thereafter. The person dealing with the matter is Mr Chris Berry Solicitor. The matter will be supervised in accordance with Solicitors rules by Mr C Berry, principal of the firm.
- b) Your letters should have a substantive reply within seven working days.
- c) We will inform you of any material developments by post as soon as possible. You should normally hear from us approximately every two – three weeks.

d) Quality Standards

The firm is working towards under the Lexcel quality standard of the Law Society. As a result of this we are or may become subject to periodic checks by outside assessors. This could mean that your file is selected for checking, in which case we would need your consent for inspection to occur. All inspections are, of course, conducted in confidence. If you prefer to withhold consent, work on your file will not be affected in any way. Since very few of our clients do object to this I propose to assume that we do have your consent unless you notify us to the contrary. We will also assume, unless you indicate otherwise, that consent on this occasion will extend to all future matters which we conduct on your behalf. Please contact me if I can explain this further or if you would like me to mark your file as not to be inspected. If you would prefer to withhold consent please put a line through this section in the copy letter for return to me.

A broad outline of our work is:

Supplying information to you and those involved in the transaction.

Checking the title of the property

Preparing the Transfer Deed

Agreeing contract terms

When all parties are ready and moving dates agreed proceed to exchange of Contracts at which time you will be committed to the transaction.

Making the pre-completion legal arrangements and seeking funds from appropriate parties

Dealing with post completion legal arrangements including dealing with the Land Registry

Please note if you are taking a mortgage we will probably be acting for your lender to make sure that their interests (as well as your own) are properly protected.

There may of course be likely complications which commonly arise in relation to this type of matter or

additional work to be undertaken and as a consequence this will involve additional costs for such work to be undertaken to deal with such matters. We enclose a note of such possible complications which gives an indication of such issues but this is not a comprehensive list.

Estimates [general]

Estimates and Quotations are generally based upon your initial description of the matter in question and upon any documentation that you might have given us to consider. Such information may not be sufficient to give an Estimate or Quotation, particularly if documentation needs to be prepared or negotiated, or if any complicated legal points are involved.

Where an Estimate or Quotation is given, it must be in writing to be of any effect. Such effect will in any event be limited in that sometimes a matter is more complicated than we could reasonably have expected from your description or from a preliminary review of that documentation, or unforeseen issues arise as a matter progresses which have a bearing on the amount of time which we need to spend, or upon any Disbursements or other costs which need to be incurred. We shall advise you of any such changes in circumstance, as these matters will fall outside the scope of any Estimate or Quotation which we have given. We shall seek to agree with you an additional fee for such matters, but if no agreement is made, we shall have the right to cancel this Contract on giving immediate written notice to you.

If it is not possible to calculate our charges with reference to a Quotation we have given, they shall be determined with reference to our hourly rates.

Unless we specifically advise to the contrary, all Estimates and Quotations are exclusive of VAT, Disbursements and other costs.

Billing & Payment

If you or we cancel this agreement and we are required to invoice then:

Our invoices are payable in full upon receipt.

If any of our invoices are not paid within 30 days of their delivery to you:

- We may charge you interest on the outstanding amounts at the rate payable on judgment debts, and;
- We have the right to suspend work on any matters on which you have asked us to act, or to cancel all or any of our Contracts with you on giving you immediate written notice, and;
- We have the right to apply to Court/Tribunal to be taken off the record as your lawyers in relation to any legal matter in which we are representing you on giving you 7 days written notice.

Where the covering letter is addressed to more than one person, or where we have agreed with the addressee of the covering letter to act for another person as well, each of you shall be jointly and severally liable for our fees and disbursements and other costs, so that each of you is jointly responsible for ensuring that our bill is paid, and we can pursue all or any one of you for the whole amount that is due to us. This shall be the case regardless of any agreement you may have entered into with anyone else regarding the payment of our fees, disbursements, and other costs.

Work That is not Included

As far as practically possible we will define our agreed instructions in this letter, however as a matter of course our advice shall not include advice upon

- The laws of any jurisdiction other than England and Wales; or
- Taxes or duties (other than Stamp Duty); or
- Financial planning; or
- Accounting.

Any deviation to this will be agreed in writing before hand.

Instruction & Authority

If you are an individual client then we will only take instructions from you direct, if you are a company, partnership or other organisation, we may accept instructions from anyone within your organisation unless you have written to us identifying which individuals we are to take instructions from.

When our Contract is with more than one person, unless otherwise agreed in writing, we may:

- Accept instructions from any one of those persons on behalf of all; and
- Correspond with any one of those persons on behalf of all.

Monies on Account

We reserve the right to require you to pay one or more sums on account of our fees and/or any likely Disbursements or costs at any time before and/or during the course of the work. Any sums we ask you to pay on account may include an element to reflect any VAT that may be chargeable. These sums will be held in your name in our client account accruing interest. Interest will be calculated at the rate set by Lloyds TSB Plc and at 0.10% pa. That of course may change. The period for which interest will be paid normally runs from the date(s) when funds are received by us until the date(s) on the cheque(s) issued to you.

Interest

Where it is reasonably anticipated that the cleared monies will be held for a period of 4 days then such monies will be placed in a Designated Deposit Account. It will be appreciated considerable time and security measures have to be undertaken in opening and closing such accounts and a minimum Administration Charge of £40.00 plus VAT will be charged for each time such an Account is opened.

When cleared monies are reasonably anticipated to be held for less than 4 days then such monies will be held in your name in our client account accruing interest. We will not account to you for any such interest as the administrative cost of same will far outweigh any financial benefit and any such interest will be retained by the firm.

If a client wishes us to account for such interest then we will be pleased to do so, provided you advise us in writing immediately upon the return of the signed terms and conditions. You will in such circumstances be obliged to attend to payment for such service by way of administrative charge based on the time spent accounting for same and reporting to you based on the hourly rate as previously mentioned and in our experience you would need to legislate in the region of cost equivalent to 20 minutes based on the hourly rate.

From these sums, we shall be entitled to settle our invoices for fees, Disbursements or costs after we have advised you of the fees, Disbursements and costs in question.

Limitation of Liability

As solicitors we are permitted to put a reasonable limit on our liability to our clients provided that:

- The limit on our liability is not below the minimum level of cover required by the Solicitors' Indemnity Rules (currently £2,000,000 for partnerships and sole practitioners); and
- We do not limit our liability for death or personal injury resulting from our negligence.

Our liability to you shall therefore be limited as follows:

- Irrespective of the legal grounds on which any claim against us is made, our liability and loss to you (including any liability for negligence other than for death or personal injury) shall be limited to £2 million for all claims and losses resulting from:
 - one act error or omission;
 - one series of related acts or omissions;
 - the same act or omission in a series of related matters or transactions;
 - similar acts or omissions in a series of related matters or transactions.
- For the purposes of this clause, a claim against any one or more of our partners, assistant solicitors, employed barristers and any other members of our staff (whether employees or not) arising from one matter or transaction shall be regarded as a single claim against us and our liability to you shall be limited accordingly.
- We will not be liable for any consequential, special, indirect or exemplary damages, costs or losses or any damages, costs or losses attributable to lost profits or opportunities.

Joint Liability

If you have a claim against us for any loss or damage for which someone else (including you) could also be liable, our liability to you in those circumstances shall be limited to a just and equitable proportion of the loss or damage in question after liability for it has been apportioned between everyone responsible and for the purposes of this clause:

- “loss or damage” shall include all recoverable amounts, including legal costs; and
- The ability or otherwise of any person or entity to satisfy any legal claim for any reason including (but not limited to) death, bankruptcy, or insolvency shall be disregarded; and
- It shall be assumed that there are no agreements in force that exclude, limit or cap the liability of anyone else who might be liable to you.

Deposit Protection for client accounts

There may be circumstances when our firm is holding significant amounts of money on behalf of clients. In such circumstances it may well be that we place such monies in a Designated Deposit Account with Lloyds

Bank. If such an occurrence arises we will inform you in writing.

There is always the possibility, however unlikely that there would be a Bank failure. In such circumstances we would need to make a claim under the Financial Services Compensation Scheme (FSCS) in respect of client money held on clients' behalf.

The signing of our Terms and Conditions authorises our Firm to give such necessary information as is required to the FSCS to help them identify clients and any amounts to which they are entitled.

You also need to be aware of the following information:

- In the event of such circumstances it is unlikely that our Firm would be held liable for losses resulting from a banking failure.
- Lloyds Bank would be the name of the deposit taking institution in which your money is held.
- The £85,000 FSCS limit applies to the individual client, and so if you would hold other personal monies in the same deposit –taking institution as Lloyds Bank Plc the limit remains £85,000 in total.
- If a corporate body client is not considered a small company by FSCS, then they will not be eligible for compensation.

Please note some deposit-taking institutions have several brands, ie where the same institution is trading under different names. Clients should therefore check either with Lloyds Bank, the FCA or a Financial Adviser for more information.

Specialist Advises

In all aspect of work it may be necessary to refer clients to specialists where the need arises. Where it becomes apparent that such specialist advice is required we will advise you. The cost of such advice will be borne by the client. In the event of the client not wishing to take such specialist advice then our Firms contractual relationship with the client will terminate and the client will be responsible for all work undertaken by our Firm and any disbursements arising there under.

Other Matters

We shall not be liable to you for any failure to provide our services caused by matters beyond our reasonable control.

Evidence of Identity

We may ask you to provide evidence of your identity and/or authority to instruct us. We will ask if this is required by any internal procedure, statute or regulation. If you cannot satisfy these requests promptly, we have the right to cancel the Contract on giving immediate written notice to you.

Regulatory Matters

We are authorised and regulated by the SRA, whose Code of Conduct, including its professional rules, principles and guidance apply to us. We are not authorised by the Financial Services Authority. If, while we are acting for you, you need advice on investments, we may have to refer you to someone who is authorised to provide the necessary advice. However, we may provide certain limited investment advice services where these are closely linked to the legal work we are doing for you. This is because we are members of the Law Society of

England and Wales, which is a designated professional body for the purposes of the Financial Services and Markets Act 2000.

The Firm has effected professional indemnity insurance cover which meets or exceeds the requirements of the SRA. In the event of any failure by the Firm to meet its liabilities, apart from such insurance, the Solicitors' Compensation Fund is in place, from which grants may be given to those who have suffered loss by reason of the dishonesty of a solicitor or an employee in connection with a solicitor's practice or in connection with a trust of which the solicitor is a trustee.

All UK law firms are subject to reporting and other requirements imposed by the UK's money-laundering laws and other legislation and you may therefore be required to provide us with information that may be relevant for legal or regulatory purposes at any time. Any failure by you to provide any information of this sort shall entitle us to cancel this Contract on giving immediate written notice to you.

Provision of Service Regulations 2009

We comply with the above regulation by displaying the required details of Our Professional Indemnity Insurance in our offices. Upon written request we are happy to furnish a copy of same.

Your Responsibilities

It is vital that we can contact you at all times. Please inform us in writing of any change of address or telephone number, as failure to do so could delay and prejudice the matter we are undertaking on your behalf.

We need you to tell us promptly of your instructions when required and we cannot deal with any intermediary without your written permission in advance.

We are constantly aware of the opportunities of fraud and or duress being undertaken. Accordingly any alterations to your original instructions must be advised to us by way of signed and dated correspondence.

In order to carry out our services in a prompt, effective and professional manner, we shall require your full co-operation and assistance throughout the duration of our Contract with you. This means that we expect to receive clear, timely and accurate instructions from you and to be provided with documents promptly upon request. In litigation matters you are required by the Court Rules (the Civil Procedure Rules) to safeguard any documents which are likely to be required for disclosure and we will give you further guidance on the types of documents which you are obliged to disclose, as necessary.

Investments:

Sometimes conveyancing work involves investments. We are not authorised by the Financial Conduct Authority and so may refer you to someone who is authorised to provide any necessary advice. However, we can provide certain limited services in relation to investments, provided they are closely linked with the legal services we are providing to you, as we are regulated by the Solicitors Regulation Authority.

If you have any problem with the service we have provided for you then please let us know. We will try to resolve any problem quickly and operate an internal complaints handling system to help us to resolve the problem between ourselves. If for any reason we are unable to resolve the problem between us, then the

Solicitors Regulation Authority and the Legal Ombudsman provide complaints and redress mechanisms.

The Law Society is a designated professional body for the purposes of the Financial Services and Markets Act 2000 but responsibility for regulation and complaints handling has been separated from the Law Society's representative functions. The Solicitors Regulation Authority is the independent regulatory body of the Law Society and the Legal Ombudsman is the independent complaints handling body of the Law Society.

This firm is not authorised by the Financial Conduct Authority. However, we are included on the register maintained by the Financial Conduct Authority so that we can carry on insurance mediation activity, which is broadly the advising on, selling and administration of insurance contracts. This part of our business, including arrangements for complaints or redress if something goes wrong, is regulated by the Solicitors Regulation Authority. The register can be accessed via the Financial Services Authority website at www.fca.org.uk.

ID & Money Laundering Requirements:

We as a firm are subject to complying with the Money Laundering Regulations 2007. We enclose information sheet for your information. As a consequence we need each individual client to furnish us with two sets of identity drawn from either your Passport, Driving Licence; Birth or Marriage Certificate and one set of Identification being a Bank/ Building Society Account Statement or Household Utility account which is not more than three months old & which confirms your identity & home address. If you have difficulty in complying with these measures then please contact our office to discuss same.

Money Laundering Notes & Proceeds of Crime

Since the beginning of 2002 there has been extensive new law designed to prevent money laundering. Under this law we have a duty to report any financial transactions which we regard as suspicious. It is important that you are aware of this.

If the matter you are instructing us on involves the movement of money or other property through this firm directly or through another party we have to be satisfied that the relevant transaction is legitimate. This is a legal requirement and it may be necessary for us to ask you a series of questions touching upon your own identity, place of residence and the source of any relevant funds.

We are sorry that we have to undertake this level of enquiry but we do not have a choice. We are obliged by law to follow certain procedures and we do hope you will understand this.

The Proceeds of Crime Act 2002 ("The Act") creates a number of offences relating to the proceeds of crime which you should be aware of when you instruct us. The proceeds of crime are any monies/property/assets which have arisen as a result of any crime. These include, for example, monies (however low in value), saved as a result of tax evasion or benefit fraud, whether that money has been saved or spent.

If we become aware or suspect the existence of the proceeds of crime in your case (whether from you or from any other person), we may have to report the irregularity to the Serious Organised Crime Agency (SOCA). SOCA may withhold permission for us to continue with the case. SOCA can pass the information received to any relevant body such as HM Revenue and Customs and an investigation may take place at any time in the future.

It follows from the above that if you have any concerns about irregularities in your financial position you may wish to seek specialist accountancy or welfare benefits advice to correct those irregularities. We strongly

recommend that you do this before proceeding further. Please note that accountants are also required to comply with the provisions of the Act.

It is important that you are aware that we may have a legal duty under the Act to report known or suspicious circumstances without telling you. This could have serious consequences for you. In rare situations you could find that you then become subject to a HM Revenue and Customs investigation or benefits investigation and/or criminal proceedings.

The obligations which we have under this Act can, in certain instances, override the duty of solicitor/client confidentiality.

Circumstances may arise where we have to approach you to seek your permission to report certain matters to SOCA. For instance we may take the view that by proceeding further with your case (without permission from SOCA) we may be assisting in the commission of a money laundering offence. In the event that you refuse such permission we reserve the right to terminate your instructions and if we do so in these circumstances you will be liable for all our fees and expenses incurred up to the date of such termination.

We will not be liable to you for **any** losses arising out of our statutory reporting obligations under the Act. The limitation of our liability to you under this paragraph will only apply if we have acted (in terms of such reporting obligations) strictly in accordance with the requirements of the Act and any anti-money laundering guidance published from time to time by the Law Society.

Criminal Finances Act 2017

On 27th April 2017, the Criminal Finances Act 2017 (“the Act”) was given Royal Assent Part 3 of the Act, when it comes into force on 30th September 2017, will create two new offences under the heading “corporate offences of failure to prevent facilitation of tax evasion”, which will apply in respect of corporate bodies and partnerships (wherever incorporated or formed) and will cover circumstances facilitating tax evasion in the UK and overseas.

How is the offence committed?

If a person, acting in “the capacity of a person associated with” the company (which includes employees, agents, or other people performing services for or on behalf of the company, and is acting in that capacity) commits a “tax evasion facilitation offence”, then the company may be liable for an unlimited fine.

This is a strict liability offence. This means that it is not possible to blame your clients (or the provision of information from your clients), even though they are ones committing the primary tax evasion offence. Nor is it possible to distance yourself from your employees (or other people “associated with” the company) who are deemed by the Act to have facilitated the tax evasion - your company will still have committed an offence under the Act.

If we become aware of or suspect the existence of an act or action which fall or may fall within the Criminal Finances Act 2017 then our Firm without further reference to the client will be obliged to report such matter or suspicion to relevant authorities and an investigation may take place at any time in the future.

If we become aware or suspect the existence of the proceeds of crime in your case (whether from you or from any other person), we may have to report the irregularity to the Serious Organised Crime Agency (SOCA). SOCA may withhold permission for us to continue with the case. SOCA can pass the information received to

any relevant body such as HM Revenue and Customs and an investigation may take place at any time in the future.

It follows from the above that if you have any concerns about irregularities in your financial position you may wish to seek specialist accountancy or welfare benefits advice to correct those irregularities. We strongly recommend that you do this before proceeding further. Please note that accountants are also required to comply with the provisions of the Act.

It is important that you are aware that we may have a legal duty under the Act to report known or suspicious circumstances without telling you. This could have serious consequences for you. In rare situations you could find that you then become subject to a HM Revenue and Customs investigation or benefits investigation and/or criminal proceedings.

The obligations which we have under this Act can, in certain instances, override the duty of solicitor/client confidentiality.

Circumstances may arise where we have to approach you to seek your permission to report certain matters to SOCA. For instance we may take the view that by proceeding further with your case (without permission from SOCA) we may be assisting in the commission of a money laundering offence. In the event that you refuse such permission we reserve the right to terminate your instructions and if we do so in these circumstances you will be liable for all our fees and expenses incurred up to the date of such termination.

We will not be liable to you for any losses arising out of our statutory reporting obligations under the Act. The limitation of our liability to you under this paragraph will only apply if we have acted (in terms of such reporting obligations) strictly in accordance with the requirements of the Act and any anti-money laundering guidance published from time to time by the Law Society.

Our Firm has a zero tolerance policy for the facilitation of tax evasion.

Balance monies:

We will forward, at the relevant stage, our account for your attention. Please note the following information relating to payment of our Account and completion statement relating to payment of any balance monies due.

Please ensure payment is made at least five clear working days prior to completion as it is a requirement of the Bank/Building Society that all funds are in place to complete this matter before their advance can be utilised. We are unable to complete a transaction until all funds are cleared.

Please note if you are paying by cheque it takes five working days to clear, accordingly same could not be utilised until the ninth date following receipt.

In order to avoid delays and possible breach of contracts we would recommend that you forward the balance monies by CHAPS transfer from your own Bank or Building Society Account to our firms account. Please contact our office for our Bank details which you will need to furnish to your own Bank. Please advise us once the monies have been sent so that we may ascertain the monies have been received and allocated to your account.

We do not recommend that funds are sent by Internet Banking as in our experience inordinate delays are experienced and time spent checking for the funds to be shown as appearing in our Account and indeed in some

instances such funds are not cleared funds. Five clear working days are required to clear funds. If Internet Transfer is adopted a minimum Administration fee of £50.00 will be charged to cover the additional work involved, with our costs basis set out below.

We do not recommend cash be brought to the office for obvious security reasons but also Administration charges are imposed at £0.50 pence per £100.00 or part thereof which must be paid upon receipt thereof. Cash sums exceeding £500.00 cannot be accepted in any event due to the Money Laundering Regulations 2003 and any cash sums must be received prior to 12 noon on any working day.

PLEASE NOTE IN ORDER TO COMPLY WITH THE MONEY LAUNDERING REGULATIONS 2003 ALL FUNDS REQUIRED MUST BE DRAWN FROM AN ACCOUNT HELD IN THIS COUNTRY AND HELD IN THE NAME OF THE CLIENT. If funds are forwarded from any other source or person then we are subject to dealing with same under the Money Laundering Regulations. We would anticipate at least a three week delay if not longer. Considerable additional work will be incurred in dealing with and seeking to comply with the Money Laundering Regulations. Minimum additional costs will arise in respect of same of at least £300.00 plus vat & any disbursements incurred. The basis of our costs dealing with the Money Laundering Regulations are £201.00 per hour for attendances and dealing with documentation and £20.10 for each standard letter and telephone call. Correspondence or telephone attendances exceeding a unit of six minutes will be costed on time and rounded up to the next unit. In addition you will be responsible for vat on our costs and payments made on your behalf (disbursements). We would not be able to discuss the matter with you or any other party as that is a criminal offence with parties being subject to imprisonment sentences. If contracts have been exchanged then you will be in breach of Contract and suffer punitive financial penalties and additional legal costs for which you will be responsible. In addition we would have to report the matter to your mortgage lender & this may prejudice your ability to obtain funding from your Lender. If that would be the case then you would have to seek alternative funding.

Subject to the above any balance monies due to the client will be furnished by cheque made payable only to the client and delivered by way of the postal services the next working day following the date of completion.

If client wishes the monies to be sent by way of CHAPS transfer then instructions together with bank details must be furnished in writing to our offices within seven days following the date of this letter. An administration charge of £35.00 plus vat and Chaps fee of £10.00 plus vat will arise. If written instructions are received after this date then a minimum charge of £75.00 plus vat and Chaps fee of £10.00 plus vat will arise. CHAPS transfer will only be made into an Account held in this country and held in the name of the client.

Requests for funds to be paid to one party only when the property is jointly held will only be considered if supported in writing (not faxed copy) and signed by all parties. A minimum administration charge of £40.00 plus vat and Chaps Fee of £10.00 plus vat will arise.

Requests for funds to be paid to any other party will only be considered if it is supported in writing (not faxed copy), signed by client and forms of Identification of the proposed Payee be furnished as set out above. A minimum Administration charge of £75.00 plus vat and Chaps fee of £10.00 plus vat will be charged.

The administration charges above are subject to our costs basis as set out above. Our firm reserves the right to furnish funds only to our named clients and to be delivered by way of postal services.

Please ensure that you follow the above carefully.

Complaints Procedure

It is expected that our relationship during the life of your claim will be professional and mutually satisfactory,

however, we do accept that from time to time miscommunication, issues and grievances can occur. We want you to feel confident in raising any concerns you have at the earliest opportunity and would request that initially any problems you have with your claim or your bill are raised with the fee earner with conduct of this matter. If you are unable to resolve the issue then you can speak to Mr Berry who will advise you of our complaints procedure a copy of which is available on request and request your complaint is put in writing so it can be investigated in accordance with the procedure. If the matter has not been amicably resolved within 8 weeks then there is a non – judicial means of dispute settlement through the offices of the Legal Ombudsman PO Box 6806 Wolverhampton WV1 9WJ more information on the role can be found on their website www.legalombudsman.org.uk. Normally, you will need to bring a complaint to the Legal Ombudsman within six months of receiving a final written response from us about your complaint.

If you are a client and we have made a contract with you by electronic means you may be entitled to use an EU online dispute resolution service to assist with any contractual dispute you may have with us. This service can be found at <http://ec.europa.eu/odr>.

Complaints Regarding Fees

Our invoices contain a brief summary of the work that we have undertaken for you and the Disbursements and costs that have been paid out your behalf in relation to the matters on which you have asked us to act. A more detailed description can be provided if needed. If you are unhappy with your bill then we will treat this like a complaint about our service. Accordingly we want you to feel confident in raising any concerns you have at the earliest opportunity and would request that initially any problems you have with your bill are raised with the fee earner with conduct of this matter. If you are unable to resolve the issue then you can speak to Mr Berry who will advise you of our complaints procedure and request your complaint is put in writing so it can be investigated in accordance with the procedure.

If you are not satisfied with the amount of our fees, you may be entitled to have our charges reviewed by the court, called an assessment - such application for review to be requested not more than one month of delivery of the bill or notification see sections 70, 71 and 72 of the Solicitors Act 1974 or seek independent legal advice.

Papers & Deeds

We are entitled to retain our files and any documents we are holding on your behalf until you have paid all our invoices. Unless you have already asked us to return any papers to you, we shall keep all files relating to your completed matters in storage for not less than six years, either in their original form or on some other retrievable medium. After the end of that period, those files will be destroyed, although this shall not apply to any original documents that you have specifically asked us in writing to keep in safe custody for you.

If you wish us to hold the papers after this time, then we will charge an annual fee of £75 plus vat [reviewable] and you must advise in writing before the expiry of the six years.

Wills, Title Deeds, Pre-registration Deeds and Documentation or other Asset or Legal documents will be charged an annual fee of £75 plus vat [reviewable].

We do not normally make a charge for retrieving stored papers which relate to current matters, although we reserve the right to charge you for any time spent in retrieving papers relating to completed matters and for any time spent in reading the file, writing letters, retrieval of information or doing any other work at your request based on time spent on the hourly rate as previously mentioned.

If you ask us to send any documents to anyone else, we shall not be liable for any loss or damage that occurs to those documents after they leave our possession. You should also note that, unless we believe it might be appropriate to do so we will not ordinarily make copies of any lengthy or bulky documentation which we send to anyone else, unless you specifically ask us to do so, and pay our copying charges. Such copying charges will be based on the time spent copying and preparing same based on the hourly rate as mentioned.

Recommendations

If we should recommend the services of anyone to you such as accountants, surveyors, estate agents, independent financial advisers, trade mark and patent agents, foreign lawyers or anyone else, we shall do so in good faith and this shall be the sole extent of our liability with regard to the recommendation in question.

Audits and Audit Enquiries

If we receive requests for information of an auditing nature from you, your accountants or auditors, we may address our response to you and we may charge you for the time spent in addressing these enquiries at our normal hourly rates.

External firms or organisations may conduct audit or quality checks on our practice to ensure compliance with mandatory requirements such as the regulatory standards and/or voluntary standards such as Lexcel or ISO 9001. Such external firms or organisations are required to maintain confidentiality in relation to your files. We operate our own in-house file review process to ensure our own quality standards are adhered to and personnel involved in the review process are bound by the firm's confidentiality obligations.

Third Party Rights

Unless we specifically agree to the contrary in writing, we shall act only on your behalf in relation to the work that we do for you and the Contracts (Rights of Third Parties) Act 1999 shall not apply.

Any legal advice that we give you is for your own use only and we shall not be liable to anyone else in relation to that advice (including anyone that you pass or transmit it to) unless we expressly agree to be liable to the recipient(s) in writing.

Data

If you are a private individual we shall only use any personal data that we have relating to you for the following purposes:

- To identify you as a client of this firm and to confirm any information you have given us;
- To provide you with our products and services;
- To process any payments from you;
- To send you information regarding our products and services, including any products and services that we may supply in conjunction with anyone else, unless you ask us not to do so;
- For our own internal purposes in connection with risk management matters and resolving disputes; and
- For legal and regulatory compliance; and
- For producing statistics and other information relating to our business, including statutory returns, providing this shall not identify you personally.
- For producing statistics and other information relating to our business, providing this shall not identify you

personally.

Our use of that information is subject to your instructions, the Data Protection Act 1998 and the provisions of the General Data Protection Regulation 2018 and our duty of confidentiality. Please note that our work for you may require us to give information to third parties such as expert witnesses and other professional advisers. Except in certain circumstances, you have a right of access under data protection legislation to the personal data that we hold about you and you should ask us should you need to access this data.

If you are unhappy with the way data is being handled then please inform Mr Chris Berry designated Data Protection Officer in writing who will then investigate same. If the matter cannot be amicably resolved then please note individuals have a right to complain to the Information Commissioner's Office (ICO) of Wycliffe House Water Lane Wilmslow Cheshire SK9 5AF on 0303 123 1113 if they think there is a problem with the way Firm is handling their data.

As part of our services to clients such personal data will be retained subject to legal and regulatory compliance issues such personal data will be removed on your written request.

Conveyancing Matters

In conveyancing matters when acting for you as a purchaser, we may also be acting for your proposed lender and as such we have a duty to fully reveal to your lender all relevant facts about the purchase and mortgage. This includes but is not limited to:

- Any differences between your mortgage application and information we receive during the transaction;
- Any cash-back payments or discounts that a seller is giving you.

Information Technology & Communication Matters

We will aim to communicate with you by such method as you may request. More often than not this will be in writing, but may be by telephone if it is appropriate. We may need to virus check discs or e-mails, but unless you withdraw consent we may communicate with others when appropriate by e-mail or fax but we cannot be responsible for the security of correspondence and documents sent by e-mail or fax. The Data Protection Act requires us to advise you that your particulars may be held on a database operated by us.

Unless otherwise agreed, we may use conventional (unencrypted) email to communicate with you and anyone else that is involved in any matter on which you instruct us. You acknowledge that conventional email may present security risks in certain circumstances and you shall be taken to have accepted those risks unless you tell us not to use that means of communication.

If you would like us to use encrypted email for communication purposes you should notify us in writing. We will endeavour to do so, but this shall also be subject to us making the necessary arrangements with you and any other recipients.

If you do not want us to fax you at any fax number where we might ordinarily think you may be contactable, you must inform us of this in writing and provide us with any fax number(s) you wish us to use.

Please note that in order to protect the integrity and security of our IT systems, we may prohibit the receipt and opening of certain types of electronic files by our staff and you should note our internal IT procedures may also impose a delay on our ability to open and deal with certain types of electronic files.

Please note that we may record and monitor telephone, fax and email communications that are made to or from our offices and staff for the purposes of the Telecommunications (Lawful Business Practice) (Interceptions of Communications) Regulations 2000.

The Contract

This letter and its terms and any written amendments that we agree with you shall form the Contract. This Contract will be concluded:

- When you confirm that the provisions of the covering letter are agreed and returned to us the signed authority to act.

Termination

You may immediately terminate the Contract in writing at any time if you wish us to stop acting for you. We may also cancel the Contract:

- If we have good reason to do so on giving you reasonable written notice; or
- If we believe there are circumstances that justify an immediate cessation of the work that we are doing for you; or
- In the circumstances provided for in other clauses of these Terms.

Circumstances that might justify our ceasing to act for you under the first two bullet points above would include a non-payment of any of our invoices, your failure to make any payment on account or to settle any Disbursements or costs which we have requested, or your failure to give us the instructions that we might reasonably expect in relation to your matter(s).

In the event that we cancel the Contract and cease acting for you, we shall be entitled to charge you a fee for all the time spent by us up to cancellation and in the case of issued litigation matters up until the Court have approved our Firm names removal from the Court Record together with all the Disbursements and costs we have incurred or may be liable for up to that point in time. If it is not possible to calculate our fee with reference to a Quotation that we have given, our fee shall be calculated on the basis of our hourly rates.

Conflicts

We have the following rights to cancel this Contract on giving immediate written notice:

- If our own interests conflict with yours; or
- If a conflict of interests arises between you and any of our other clients in relation to the same or related matters, or there is a significant risk that this might happen; or
- If any instructions you give us conflict with our professional duties or obligations as solicitors.

Equality and Diversity

We are committed to encouraging and promoting equality and diversity in all of our dealings with clients, third parties and employees. Please contact us if you would like a copy of our equality and diversity policy.

Professional Indemnity Insurance

The details of our Professional Indemnity Insurance and the territorial coverage of the policy are available in each of our offices and are available upon request.

General

Any dispute or legal issue arising from our Terms of Business will be determined by the law of England and Wales, and subject to the exclusive jurisdiction of the English and Welsh courts, notwithstanding that you may be based, or our services may be provided to you, elsewhere.

Conclusion:

Once we have further information we shall be in contact with you. Meanwhile please sign / date & return the enclosed copy letter to our offices so as to confirm your agreement with our terms & so as to enable us to proceed with this transaction.

We would like to take this opportunity of reminding you that it is your responsibility before contracts are exchanged to satisfy yourself about the price and structural condition of the property and the satisfactory condition of the contents of the property and to make sure that all the property's services are connected and operating satisfactorily. Accordingly you should make arrangements for such surveys as you may require of the property to be undertaken and for any necessary specialists to inspect and test the services.

Yours Sincerely,

Chris Berry.

Enc.

List of possible complications which may arise in a transaction

I hereby (1) agree and acknowledge the terms and conditions;
(2) consent to process my data.

Signed: _____

Dated: _____

Possible complications which may arise

Please note if we are required to attend to filing, lodging, assignment or re-assignment of life, endowment or similar type policy documents an additional fee of £30.00 plus vat will be charged for each action undertaken for each individual policy or document.

In accordance with the 2007 Solicitors Code of Conduct and Lenders obligation we are obliged to advise any Lender if there is a material change in the purchase price whether this is a straightforward price reduction or in the form of allowances, costs, incentives or subsidisation. This will give rise to additional work to be undertaken reporting to the Lender and seeking authorities of the Lender and same will be charged on the hourly rate as stated.

If a second mortgage or second or further charge has to be redeemed then an additional administration charge of £75.00 plus vat per charge and a Chaps fee of £10.00 plus vat per charge will be charged for the additional work undertaken. Where Deeds and Documents are referred to us for safe keeping then a securitisation of Deeds and Documents an administration charge will arise in the sum of £40.00 plus vat per entry into securitisation.

In the case of Leasehold and occasionally in Freehold property it is sometimes required by the Landlord or other party and or your lender that notices are served upon appropriate parties. In such cases an administration charge of £40.00 plus vat per notice will be charged in order to cover costs. In some instances Deeds of Covenants or similar type documents have to be drawn and in such cases an additional charge commencing from £85.00 plus vat will be charged per document.

On occasions it will be necessary to obtain insurance indemnity policy and in such instances an additional charge of £40.00 per document will be charged in addition to the cost of the policy.

If we are required to furnish up to date accounts for service agreements or other documentary evidence or information is required an additional administration charge of £30.00 plus vat per document/information will be charged in addition to the fees of the landlord or management company may seek.

Where existing Planning Permission Building Regulations or other consents documents have to be sought then apart from any fees from the relevant authorities a administration charge of £20.00 plus vat will be charged in respect of each document.

In most cases the property has been registered at the Land Registry and our anticipated costs is based on this premise. However, if the property has not been registered at the Land Registry then we will be obliged to ascertain the unregistered Title and compile an Abstract of Title which involves additional work to be undertaken with additional costs based on the hourly rate as previously mentioned. With majority of cases we would anticipate approximately an additional hours work to be undertaken. However there may be circumstances due to the complexity of a Title and satisfying Land Registry requirements the one hour time scale will be exceeded. In such cases we will seek to advise as to anticipated further additional charges as soon as we can make a considered assessment.

We would normally anticipate completing your sale transaction 10-21 working days from the date of the exchange of contracts, this enables all the necessary documents to be prepared. However there are occasions when clients seek or by reason of circumstances or by virtue of late exchange of contracts are compelled to complete within a shorter period of time. We will seek to carry out completion within the time constraints to the best of our ability, although this will automatically incur additional costs as we are having to chase parties

for urgent responses and informations without which we cannot complete the transaction within the time scales. As a result this involves a significant amount of time being expended which would not otherwise have had to be undertaken under normal time constraints. Under such circumstances you would need to legislate at least one hour additional cost based on the hourly cost rate as stated in order to seek to deal with such issues however if we foresee any greater costs then we shall wherever possible seek to advise you as to same. Furthermore sometimes parties seek to work to early completion dates without the benefit of fixing a date by the exchange of contracts and seek to exchange and complete virtually simultaneously. This again gives rise to similar issues as to seeking urgent responses and informations which results in additional time being spent which would not otherwise have had to be undertaken under normal time constraints. Under such circumstances you would need to legislate at least one hour additional cost based on the hourly cost rate as stated. Please note if that date is not met by the parties in the chain then significant additional work & costs incurred has to be undertaken to work to another date. We would anticipate additional costs of at least one to one and half hours would be needed to be legislated for based on the hourly cost rate plus disbursements (charges paid) will apply respectively for a Sale for each alternative date set or proposal by parties in the chain thereafter.

There are occasions when there is a defect to the title of the property under such circumstances we will advise you as to the problem and seek to indicate how the issue can be rectified and the likely costs of rectifying the defect based upon the hourly rate as stated in this letter together with the likely charges & fees.

It is common to find that certain extensions on the property do not have planning permission and or building regulation approval or other required consents. Again we will advise you as to the situation and the options open to you and the likely costs based on the hourly rate as stated together with the likely charges & fees.

There are occasions when the mortgage lender has to issue revised mortgage instructions. In such instances we have to further report to you and this gives rise to additional work to be undertaken and costs. Our charges are assessed on the time spent and charged on the hourly rate as stated. We would anticipate further reporting cost to be in the region of half an hour based on the hourly rate as mentioned.

Furthermore if you are obtaining building insurance other than from your Lender then we are obliged to check that the buildings insurance cover complies with the requirements of the Lender. This can be extremely time consuming and we may also have to provide a report to your Lender and clearly this gives rise to additional work to be undertaken and costs. We would anticipate a further reporting charge to be in the region of at least half to three quarters of an hour based on the hourly rate as previously mentioned.

Name:

Re:

Compliance with the Cancellation of Contracts made in a Consumer's Home or Place of Work etc. Regulations 2008

I hereby authorise my Solicitors BERRYS SOLICITORS to start work within the cooling off period of the above regulations.

Signed:

Dated:

To: Berrys Solicitors
247 Church Street
Blackpool
FY1 3PE

I/We [*] hereby give notice that I/We [*] cancel my/our instruction/s detailed in the retainer dated

Name of client: _____

Address of client: _____

Signature of client: _____

Date: _____