

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

SCHEDULE 13D/A  
Under the Securities Exchange Act of 1934  
(Amendment No. 1)

NXP Semiconductors N.V.

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(Name of Issuer)

COMMON STOCK  
NOMINAL VALUE €.20 PER SHARE

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(Title of Class of Securities)

N6596X109

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(CUSIP Number)

HERMAN H. RASPÉ, ESQ.  
PATTERSON BELKNAP WEBB & TYLER LLP  
1133 AVENUE OF THE AMERICAS  
NEW YORK, NEW YORK 10036-6710  
(212) 336-2000

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(Name, Address and Telephone Number of Person Authorized to  
Receive Notices and Communications)

October 29, 2010

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(Date of Event which Requires Filing of this Statement)

If the filing person has previously filed a statement on Schedule 13G to report the acquisition that is the subject of this Schedule 13D, and is filing this schedule because of §§240.13d-1(e), 240.13d-1(f) or 240.13d-1(g), check the following box.

\*The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter disclosures provided in a prior cover page.

The information required on the remainder of this cover page shall not be deemed to be "filed" for the purpose of Section 18 of the Securities Exchange Act of 1934 ("Act") or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, see the *Notes*).

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1	Names of Reporting Person: Philips Pension Trustees Limited I.R.S. Identification No. of Above Person (Entities Only): N/A	
2	Check the Appropriate Box if a Member of a Group (See Instructions) (a) x (b) x (SEE ITEM 5)	
3	SEC Use Only	
4	Source of Funds (See Instructions) N/A	
5	Check if Disclosure of Legal Proceedings Is Required Pursuant to Item 2(d) or 2(e) <input type="checkbox"/>	
6	Citizenship or Place of Organization England and Wales	
NUMBER OF SHARES BENEFICIALLY OWNED BY EACH REPORTING PERSON WITH	7	Sole Voting Power 0 (SEE ITEM 5)
	8	Shared Voting Power 215,251,500 (SEE ITEM 5)
	9	Sole Dispositive Power 0 (SEE ITEM 5)
	10	Shared Dispositive Power 215,251,500 (SEE ITEM 5)
11	Aggregate Amount Beneficially Owned by Each Reporting Person 42,715,650 (SEE ITEM 5)	
12	Check if the Aggregate Amount in Row (11) Excludes Certain Shares (See Instructions) x	
13	Percent of Class Represented by Amount in Row (11) 17.1% (SEE ITEM 5)	
14	Type of Reporting Person (See Instructions) CO, EP	

1	Names of Reporting Person: PPTL Investment LP I.R.S. Identification No. of Above Person (Entities Only): N/A	
2	Check the Appropriate Box if a Member of a Group (See Instructions) (a) x (b) x (SEE ITEM 5)	
3	SEC Use Only	
4	Source of Funds (See Instructions) N/A (SEE ITEM 3)	
5	Check if Disclosure of Legal Proceedings Is Required Pursuant to Item 2(d) or 2(e) <input type="checkbox"/>	
6	Citizenship or Place of Organization Scotland	
NUMBER OF SHARES BENEFICIALLY OWNED BY EACH REPORTING PERSON WITH	7	Sole Voting Power 42,715,650 (SEE ITEM 5)
	8	Shared Voting Power 215,251,500 (SEE ITEM 5)
	9	Sole Dispositive Power 42,715,650 (SEE ITEM 5)
	10	Shared Dispositive Power 215,251,500 (SEE ITEM 5)
11	Aggregate Amount Beneficially Owned by Each Reporting Person 42,715,650 (SEE ITEM 5)	
12	Check if the Aggregate Amount in Row (11) Excludes Certain Shares (See Instructions) x	
13	Percent of Class Represented by Amount in Row (11) 17.1% (SEE ITEM 5)	
14	Type of Reporting Person (See Instructions) PN	

1	Names of Reporting Person: PPTL Investment Limited I.R.S. Identification No. of Above Person (Entities Only): N/A	
2	Check the Appropriate Box if a Member of a Group (See Instructions) (a) x (b) x (SEE ITEM 5)	
3	SEC Use Only	
4	Source of Funds (See Instructions) N/A	
5	Check if Disclosure of Legal Proceedings Is Required Pursuant to Item 2(d) or 2(e) <input type="checkbox"/>	
6	Citizenship or Place of Organization Scotland	
NUMBER OF SHARES BENEFICIALLY OWNED BY EACH REPORTING PERSON WITH	7	Sole Voting Power 0 (SEE ITEM 5)
	8	Shared Voting Power 215,251,500 (SEE ITEM 5)
	9	Sole Dispositive Power 0 (SEE ITEM 5)
	10	Shared Dispositive Power 215,251,500 (SEE ITEM 5)
11	Aggregate Amount Beneficially Owned by Each Reporting Person 42,715,650 (SEE ITEM 5)	
12	Check if the Aggregate Amount in Row (11) Excludes Certain Shares (See Instructions) x	
13	Percent of Class Represented by Amount in Row (11) 17.1% (SEE ITEM 5)	
14	Type of Reporting Person (See Instructions) CO	

This Amendment No. 1 to Schedule 13D relates to the beneficial ownership of common stock, nominal value €.20 per share (“**Common Stock**”), of NXP Semiconductors N.V. (the “**Issuer**”), a public company with limited liability incorporated under the laws of The Netherlands. The principal executive office of the Issuer is located at High Tech Campus 60, 5656 AG Eindhoven, The Netherlands. This Schedule 13D/A is being filed by (i) Philips Pension Trustees Limited (“**Philips Pension Trustees**”), a private limited company organized under the laws of England and Wales, (ii) PPTL Investment LP, a limited partnership organized under the laws of Scotland (“**PPTL LP**”) and (iii) PPTL Investment Limited, a Scottish company limited by guarantee (“**GP**”) and together with Philips Pension Trustees and PPTL LP, the “**Reporting Persons**”) and amends and restates that certain Schedule 13D originally filed with the United States Securities and Exchange Commission on September 17, 2010 (the “**Original 13D**”). Capitalized terms used herein and not otherwise defined have the meanings ascribed to them in the Original 13D.

**Item 2. Identity and Background**

Item 2 of the Original 13D is hereby amended and restated as follows:

The principal business of Philips Pension Trustees is to act as trustee of the Philips Pension Fund, a trust established under the laws of the United Kingdom (the “**Pension Fund**”) to provide pension and retirement benefits for employees of Philips Electronics UK Limited (“**PEUK**”). The principal business of PPTL LP is to carry on in Scotland and elsewhere the business of owning and managing such assets as may be contributed to PPTL LP from time to time. GP’s principal business is to serve as general partners of PPTL LP and to be responsible for managing or supervising the management by authorized persons of the investments of the partnership.

The principal business address of Philips Pension Trustees is Philips Centre, Guildford Business Park, Guildford, Surrey, GU2 8XH, United Kingdom. The principal business address of GP and PPTL LP is 15 Atholl Crescent, Edinburgh, EH3 8HA.

The name, business address and present principal occupation or employment, and the name and principal business of any corporation or other organization in which such employment is conducted, of each of the directors and executive officers, as applicable, of the Reporting Persons is set forth in Schedule I hereto. Except as otherwise indicated in Schedule I hereto, each person listed in Schedule I hereto is a citizen of the United Kingdom.

During the last five years, none of the Reporting Persons nor, to the knowledge of the Reporting Persons, any of the persons listed on Schedule I hereto, (i) has been convicted in a criminal proceeding (excluding traffic violations or similar misdemeanors) or (ii) has been a party to a civil proceeding of a judicial or administrative body of competent jurisdiction as a result of which it was or is subject to a judgment, decree or final order enjoining future violations of, or prohibiting or mandating activities subject to, federal or state securities laws or finding any violation with respect to such laws.

**Item 3. Source and Amount of Funds or Other Consideration**

Item 3 of the Original 13D is hereby amended and restated as follows:

On September 7, 2010, Philips Pension Trustees purchased from Koninklijke Philips Electronics N.V. (“**KPENV**”) 42,715,650 shares of the Issuer’s Common Stock (the “**Transfer Shares**”) in a private transaction, pursuant to the terms of an Agreement for the Sale and Purchase of Shares in NXP Semiconductors N.V., dated September 7, 2010 (the “**Transfer Agreement**”), by and between KPENV and Philips Pension Trustees, in exchange for payment of an initial purchase price of £300,000,000 in cash, or £7.0232 per share (the “**Share Transaction**”). All of the funds used for payment of the initial purchase price were derived from a contemporaneous £300,000,000 cash contribution to the Pension Fund by PEUK, the sponsor of the Pension Fund and a subsidiary of KPENV.

Philips Pension Trustees and GP subsequently established PPTL LP for the purpose of holding the Transfer Shares, by entering into a certain Limited Partnership Agreement, dated as of October 29, 2010, by and between GP and Philips Pension Trustees (the “**Original LP Agreement**”). On October 29, 2010, Philips Pension Trustees transferred the Transfer Shares to PPTL LP, pursuant to the terms of an Amended and Restated Limited Partnership Agreement, dated October 29, 2010 by and between GP and Philips Pension Trustees, (the “**Restated LP Agreement**”), in exchange for amending the allocation of profits, gains and distributions among GP and Philips Pension Trustees (as general partner and limited partner of PPTL LP, respectively) set forth in the Original LP Agreement, through the execution of such Restated LP Agreement (such transfer of the Transfer Shares to PPTL LP, the “**PPTL Share Transfer**”). Pursuant to the terms of the Restated LP Agreement, PPTL LP and GP (as the general partner of PPTL LP) entered into an Amendment and Restatement Agreement for the Sale and Purchase of Shares in NXP Semiconductors N.V., dated October 29, 2010, by and among KPENV, Philips Pension Trustees, GP and PPTL LP (the “**Amended Transfer Agreement**”), which amended and restated the Transfer Agreement to provide for, among other things, joint and several liability for PPTL LP and Philips Pension Trustees for certain obligations of Philips Pension Trustees with respect to the Transfer Shares under the Transfer Agreement. Under the terms of the Amended Transfer Agreement, the purchase price paid to KPENV in the Share Transaction may be adjusted upward, and Philips Pension Trustees and PPTL LP may be required to make an additional payment to KPENV, if on the fourth anniversary of the Share Transaction, certain specified conditions are met (the “**Purchase Price Adjustment**”). The Restated LP Agreement is attached as Exhibit 5 hereto, the Amended Transfer Agreement is attached as Exhibit 1 hereto, and the terms of each are incorporated herein by reference.

#### ***Item 4. Purpose of Transaction***

Item 4 of the Original 13D is hereby amended and restated as follows:

The Share Transaction was for portfolio investment purposes of the Pension Fund. The PPTL Share Transfer was for the purpose of providing limited liability for the Pension Fund with respect to liabilities arising from the holding of Transfer Shares.

The terms of the Restated LP Agreement require that PPTL LP sell Transfer Shares, to the extent such sale is possible in terms of the legal, contractual and regulatory requirements applicable to PPTL LP as the holder of the Transfer Shares (the “**Applicable Requirements**”), on the first business day on which such sale becomes possible under the Applicable Requirements (allowing for exceptions as determined by GP as general partner of PPTL LP). The Restated LP Agreement further requires that the balance of any unsold Transfer Shares be sold as soon as such sale becomes possible under the Applicable Requirements in a manner that is consistent with achieving a reasonable price. Except for the foregoing, none of the Reporting Persons nor, to the knowledge of the Reporting Persons, any of the persons listed on Schedule I hereto, currently has any other plans or proposals which relate to or would result in the actions set forth in paragraphs (a) through (j) of Item 4 of Schedule 13D.

In connection with the Share Transaction and the PPTL Share Transfer, Philips Pension Trustees and PPTL LP, respectively, were required to join the Shareholders’ Agreement (as defined in Item 6 hereof), to which KPENV was already a party. Under the terms of the Shareholders’ Agreement, PPTL LP as holder of the Transfer Shares is required to vote the Transfer Shares in favor of certain other parties’ nominees to the Issuer’s board of directors. In addition, PPTL LP may be required in the future to sell the Transfer Shares and to vote in favor of a sale of control of the Issuer pursuant to drag-along provisions contained in the Shareholders’ Agreement, and may, if joining together with other parties thereto to form the percentage of Common Stock required to trigger such drag-along provisions, similarly require the other parties thereto to sell Common Stock and vote in favor of a sale of control of the Issuer.

The Restated LP Agreement is attached as Exhibit 5 hereto, the Shareholders’ Agreement is incorporated by reference in Item 7 herein, and the terms of each are hereby incorporated by reference in this Item 4.

#### ***Item 5. Interest in Securities of the Issuer***

Item 5 of the Original 13D is hereby amended and restated as follows:

(a) PPTL LP directly owns 42,715,650 shares of Common Stock representing approximately 17.1% of the outstanding Common Stock, based on 249,251,500 shares of Common Stock outstanding after the Issuer's initial public offering of Common Stock (as reported in the Prospectus, dated August 5, 2010, filed pursuant to Rule 424(b)(4) by the Issuer on August 6, 2010, Registration No. 333-166128, and assuming that the underwriters' option to purchase additional shares of Common Stock has not been exercised).

GP does not directly own any shares of Common Stock but, as the general partner of PPTL LP, has the power to direct the voting and disposition of all of the 42,715,650 shares of Common Stock held by PPTL LP. Philips Pension Trustees is the sole member of GP (and may therefore elect GP's board of directors) and is the sole limited partner of PPTL LP. As such, the Reporting Persons may be deemed to have formed a group within the meaning of Section 13 of the Securities Exchange Act of 1934, as amended, and each of GP and Philips Pension Trustees may be deemed to possess shared beneficial ownership of the 42,715,650 shares of Common Stock held by PPTL LP.

KPENV may appoint the majority of the board of directors of Philips Pension Trustees. In addition, the Amended Transfer Agreement limits the ability of PPTL LP as the holder of the Transfer Shares to dispose of the Transfer Shares without the consent of KPENV. Furthermore, the Shareholders' Agreement grants KPENV the right to nominate one non-executive member of the Issuer's board of directors and requires PPTL LP to vote the Transfer Shares in favor of such nominee.

By virtue of (A) the Shareholders' Agreement, which contains (i) certain restrictions on the transfer of shares of Common Stock held by the parties thereto, (ii) certain agreements as to the voting of such shares, (iii) drag-along provisions requiring the sale of such shares in certain circumstances and (iv) tag-along provisions permitting the parties thereto to participate in the sale of Common Stock by another party, and (B) with respect to KPENV, the Amended Transfer Agreement, which contains the provisions described above, the Reporting Persons may be deemed to have formed a group, within the meaning of Section 13 of the Securities Exchange Act of 1934, as amended, and Rule 13d-5 promulgated thereunder, with KPENV and the other parties to the Shareholders' Agreement (each, an "Other Party" and collectively, the "Other Parties"). As a result, beneficial ownership of the 172,535,850 shares of Common Stock held directly or indirectly by the Other Parties may be attributed to the Reporting Persons, which would result in the beneficial ownership by the Reporting Persons of a total of 215,251,500 shares of Common Stock, representing approximately 86.4% of the outstanding Common Stock, based on 249,251,500 shares of Common Stock outstanding after the Issuer's initial public offering of Common Stock (as reported in the Prospectus, dated August 5, 2010, filed pursuant to Rule 424(b)(4) by the Issuer on August 6, 2010, Registration No. 333-166128, and assuming that the underwriters' option to purchase additional shares of Common Stock has not been exercised). Notwithstanding the foregoing, the Reporting Persons disclaim membership in such group and disclaim beneficial ownership of all shares of Common Stock held directly or indirectly by the Other Parties.

The aggregate beneficial ownership that may be attributed to KPENV and the Other Parties by virtue of any group that may be deemed to have been formed, as described above, is set forth in Schedule II attached hereto.

(b) The responses of the Reporting Persons to (i) Rows (7) through (10) of this Schedule 13D and (ii) Item 5(a) hereof are incorporated herein by reference. By virtue of the rights and obligations of Philips Pension Trustees and PPTL LP under the Shareholders' Agreement including those described in Item 5(a) hereof, the Reporting Persons may be deemed to share voting and dispositive power with respect to the 172,535,850 shares of Common Stock held directly or indirectly by the Other Parties but disclaim beneficial ownership of such shares. The number of shares of Common Stock as to which KPENV and each Other Party may be deemed to share voting or dispositive power, as well as the information required by Item 2 with respect to each such party, is set forth in Schedule II hereto.

(c) Aside from the Share Transaction and the PPTL Share Transfer described in Item 3 hereof, the Reporting Persons have not effectuated any other transactions in Common Stock during the past sixty days. In accordance with Section 3 of the Shareholders' Agreement, the Other Parties on or shortly after August 5, 2010 reallocated among themselves their direct and indirect shareholdings in the Issuer. The Shareholders' Agreement is incorporated by reference in this Schedule 13D in Item 7 and its terms are hereby incorporated by reference in this Item 5(c). Aside from the Share Transaction, the Reporting Persons are not aware of any other transactions in Common Stock that were effected during the past sixty days by KPENV or any Other Party.

(d) The Reporting Persons have the right to receive or the power to direct the receipt of dividends from, or the proceeds from the sale of, the 42,715,650 shares of Common Stock held directly by PPTL LP. Pursuant to the Amended Transfer Agreement, PPTL LP and/or Philips Pension Trustees may be required under certain circumstances to make an additional payment to KPENV in respect of the such Common Stock, as described in Item 3 hereof. The description of the Purchase Price Adjustment set forth in Item 3 hereof, the terms of the Amended Transfer Agreement (attached hereto as Exhibit 1) and the terms of the Restated LP Agreement (attached hereto as Exhibit 5) are incorporated herein by reference.

(e) Not applicable.

**Item 6. Contracts, Arrangements, Understandings or Relationships with Respect to Securities of the Issuer**

Item 6 of the Original 13D is hereby amended and restated as follows:

The information set forth in Items 2, 4 and 5 hereof is incorporated by reference herein.

Effective as of September 7, 2010, in connection with the Share Transaction, Philips Pension Trustees became a party to a shareholders' agreement (the "**Shareholders' Agreement**"), dated August 5, 2010, among KPENV and the Other Parties. PPTL LP subsequently became a party effective as of October 29, 2010 in connection with the PPTL Share Transfer. The Shareholders' Agreement (i) contains certain limitations on the transfer of shares of Common Stock held by the parties thereto, (ii) permits parties who hold in the aggregate certain percentages of Common Stock to require the sale of Common Stock by all parties pursuant to drag-along provisions contained therein, (iii) permits the parties to participate in the sale of Common Stock by another party pursuant to tag-along provisions contained therein, (iv) permits certain parties to nominate persons to the Issuer's board of directors and (v) directs the voting of the Common Stock by the parties with respect to certain matters, including the election of certain parties' nominees to the Issuer's board of directors. The Shareholders' Agreement is incorporated by reference in this Schedule 13D in Item 7 and its terms are hereby incorporated by reference in this Item 6.

In connection with the PPTL Share Transfer, Philips Pension Trustees, GP, PPTL LP and KPENV entered into the Amended Transfer Agreement, which restricts disposition of the Transfer Shares without the consent of KPENV and requires additional payment to KPENV in the event of a Purchase Price Adjustment (as described in Item 3 hereof). Under the Amended Transfer Agreement, PPTL LP and Philips Pension Trustees have joint and several liability for these and other obligations with respect to the Transfer Shares. The description of the Purchase Price Adjustment set forth in Item 3 hereof and the terms of the Amended Transfer Agreement (attached hereto as Exhibit 1) are incorporated herein by reference.

Under the terms of the Restated LP Agreement entered into by Philips Pension Trustees and GP in connection with the PPTL Share Transfer, PPTL LP must sell Transfer Shares, to the extent such sale is possible in terms of the Applicable Requirements, on the first business day on which such sale becomes possible (allowing for exceptions as determined by GP as general partner of PPTL LP). The Restated LP Agreement further requires that the balance of any unsold Transfer Shares be sold as soon as such sale becomes possible under the Applicable Requirements in a manner that is consistent with achieving a reasonable price. The terms of the Restated LP Agreement (attached hereto as Exhibit 5) are incorporated herein by reference.

In addition, Philips Pension Trustees by letter dated as of September 7, 2010 (the "**Lock-Up Letter**") agreed, in respect of the Transfer Shares and in connection with the Issuer's initial public offering of Common Shares, not to transfer the Transfer Shares for a period of 180 days without the consent of the underwriters of such initial public offering (subject to certain exceptions), and further agreed to certain other restrictions in respect of the Transfer Shares. PPTL LP, by letter dated as of October 29, 2010 (the "**PPTL Lock-Up Letter**") agreed to identical restrictions in respect of the Transfer Shares. The Lock-Up Letter is incorporated by reference in Item 7 hereof, the PPTL Lock-Up Letter is attached as Exhibit 6 hereto and the terms of each are hereby incorporated by reference in this Item 6.



Effective as of September 7, 2010, Philips Pension Trustees in connection with the Share Transaction acquired certain rights, as the assignee of KPENV, under a Registration Rights Agreement, dated as of August 5, 2010, among the Issuer, KPENV and the parties listed on Schedule III hereto (the “**Registration Rights Agreement**”). PPTL LP, as the assignee of Philips Pension Trustees under the PPTL Share Transfer, acquired these rights effective as of October 29, 2010. The Registration Rights Agreement is incorporated by reference in this Schedule 13D in Item 7 and its terms are incorporated herein by reference.

**Item 7. Material to be Filed as Exhibits**

Exhibit 1: Amendment and Restatement Agreement for the sale and purchase of shares in NXP Semiconductors N.V., dated October 29, 2010, by and among KPENV, Philips Pension Trustees, GP and PPTL LP.\*

Exhibit 2: Shareholders’ Agreement, dated August 5, 2010 (filed as Exhibit 2 to the Issuer’s Report on Form 6-K on August 10, 2010).\*\*

Exhibit 3: Registration Rights Agreement, dated as of August 5, 2010 (filed as Exhibit 3 to the Issuer’s Report on Form 6-K on August 10, 2010).\*\*

Exhibit 4: Lock-Up Letter, dated as of September 7, 2010, from Philips Pension Trustees to Credit Suisse Securities (USA) LLC, Goldman, Sachs & Co. and Morgan Stanley & Co. Incorporated (filed as original Exhibit 4 to Form 13D filed on September 17, 2010 by Philips Pension Trustees).\*\*

Exhibit 5: Amended and Restated Limited Partnership Agreement, dated October 29, 2010, by and between GP and Philips Pension Trustees.\*

Exhibit 6: Lock-Up Letter, dated as of October 29, 2010, from PPTL LP to Credit Suisse Securities (USA) LLC, Goldman, Sachs & Co. and Morgan Stanley & Co. Incorporated.\*

Exhibit 7: Joint Filing Agreement, dated November 2, 2010, by and among Philips Pension Trustees, GP and PPTL LP.\*

\* Filed herewith

\*\* Incorporated herein by reference

**SIGNATURE**

After reasonable inquiry and to the best of the undersigned's knowledge and belief, the undersigned certify that the information set forth in this statement is true, complete and correct.

Dated: November 2, 2010

**PHILIPS PENSION TRUSTEES LIMITED**

/s/ M.R. Armstrong

\_\_\_\_\_  
Name: M.R. Armstrong

Title: Director

**PPTL INVESTMENT LP**

by its general partner, PPTL Investment Limited

/s/ M.R. Armstrong

\_\_\_\_\_  
Name: M.R. Armstrong

Title: Director

**PPTL INVESTMENT LIMITED**

/s/ M.R. Armstrong

\_\_\_\_\_  
Name: M.R. Armstrong

Title: Director

DIRECTORS AND EXECUTIVE OFFICERS OF  
PHILIPS PENSION TRUSTEES LIMITED, PPTL INVESTMENT LP  
AND PPTL INVESTMENT LIMITED

The name, business address and present principal occupation or employment, and the name and principal business of any corporation or other organization in which such employment is conducted, of each of the directors and executive officers of the Reporting Persons is set forth below. Except as set forth below, each of the directors and executive officers of each of the Reporting Persons is a citizen of the United Kingdom. The business address of each of the directors and executive officers of Philips Pension Trustees is Philips Centre, Guildford Business Park, Guildford, Surrey, GU2 8XH, United Kingdom, and the business address of each of the directors and officers of each of GP and PPTL LP is 15 Atholl Crescent, Edinburgh, EH3 8HA. The principal business of Philips Pension Trustees is to act as trustee of the Philips Pension Fund, a trust established under the laws of the United Kingdom to provide pension and retirement benefits for employees of Philips Electronics UK Limited. The principal business of PPTL LP is to carry on in Scotland and elsewhere the business of owning and managing such assets as may be contributed to PPTL LP from time to time. GP's principal business is to serve as general partner of PPTL LP and to be responsible for managing or supervising the management by authorized persons of the investments of the partnership.

Philips Pension Trustees Limited	
Name (Citizenship)	Present Principal Occupation or Employment
Mr. D. H. Jordan	Chairman of the Board of Directors of Philips Pension Trustees
Mr. C. Andrew	Member of the Board of Directors of Philips Pension Trustees
Mr. W. W. Bryant	Member of the Board of Directors of Philips Pension Trustees
Mr. I. Huitson	Member of the Board of Directors of Philips Pension Trustees
Mr. C. Petrie	Member of the Board of Directors of Philips Pension Trustees
Mrs. S. Roberts	Member of the Board of Directors of Philips Pension Trustees
Mr. G. Tranter	Member of the Board of Directors of Philips Pension Trustees
Mr. C. Auton	Member of the Board of Directors of Philips Pension Trustees
Mr. R. Ayres	Member of the Board of Directors of Philips Pension Trustees
Mrs. M. Slater	Member of the Board of Directors of Philips Pension Trustees
Mr. M. R. Armstrong	Secretary and Member of the Board of Directors of Philips Pension Trustees
Mr. A. Holmes	Pension Manager, Philips Pension Trustees

PPTL Investment LP	
Name (Citizenship)	Present Principal Occupation or Employment
PPTL Investment Limited	The general partner of PPTL Investment LP

PPTL Investment Limited

Name (Citizenship)	Present Principal Occupation or Employment
Mr. D. H. Jordan	Director of PPTL Investment Limited and Chairman of the Board of Directors of Philips Pension Trustees
Mr. M. R. Armstrong	Director of PPTL Investment Limited and Member of the Board of Directors of Philips Pension Trustees

## KPENV AND OTHER PARTIES TO SHAREHOLDERS' AGREEMENT

This Schedule II sets forth the information required by Items 2 and 5(a) and (b) for each of the parties to the Shareholders' Agreement other than Philips Pension Trustees and PPTL LP, to the extent such information is known by the Reporting Persons. Such information is derived from (i) representations made by the Issuer in the Prospectus, dated August 5, 2010, filed pursuant to Rule 424(b)(4) by the Issuer on August 6, 2010, Registration No. 333-166128, (ii) information set forth in the Shareholders' Agreement and (iii) with respect to KPENV, certain additional information provided by KPENV. While the Reporting Persons have no reason to believe that such information is not reliable, the Reporting Persons only accept responsibility for accurately reproducing such information and accept no further or other responsibility for such information.

## A. KPENV

Item 2, Principal Business: Manufacture and distribution of electronic and electrical products

Item 2, Principal Office Address: Breitner Center, Amstelplein 2, 1096 BC Amsterdam, The Netherlands

Item 2, Place of Organization: The Netherlands

Item 5(a), Shares of Common Stock Deemed to Beneficially Own: 215,251,500\*

Item 5(a), Percentage of Outstanding Common Stock: 86.4%\*

Item 5(b), Deemed Shared Voting Power: 215,251,500\*

Item 5(b), Deemed Shared Dispositive Power: 215,251,500\*

\*On September 7, 2010, KPENV transferred the entirety of its holdings of Common Stock to Philips Pension Trustees (who subsequently transferred such holdings to PPTL LP) and no longer holds any Common Stock. Due to the governance arrangements among KPENV and the Reporting Persons (described in Item 5), and in light of certain provisions of the Shareholders' Agreement and Amended Transfer Agreement (each as described in Item 6), KPENV may be deemed to beneficially own shares of Common Stock held by the Reporting Persons and the Other Parties.

## B. OTHER PARTIES

Item 2, Party Name:	AlpInvest Partners CSI 2006 Lion C.V.	AlpInvest Partners Later Stage II-A Lion C.V.	Apax NXP VI 1 L.P.	Apax NXP VI A L.P.
Item 2, Principal Office Address:	c/o Alpinvest Beheer, Jachthavenweg 118, 1081 KJ Amsterdam, The Netherlands	c/o Alpinvest Beheer, Jachthavenweg 118, 1081 KJ Amsterdam, The Netherlands	c/o Alpinvest Beheer, Jachthavenweg 118, 1081 KJ Amsterdam, The Netherlands	c/o Alpinvest Beheer, Jachthavenweg 118, 1081 KJ Amsterdam, The Netherlands
Item 5(a), Shares of Common Stock Deemed to Beneficially Own:	215,251,500	215,251,500	215,251,500	215,251,500
Item 5(a), Percentage of Outstanding Common Stock:	86.4%	86.4%	86.4%	86.4%
Item 5(b), Deemed Shared Voting Power:	215,251,500	215,251,500	215,251,500	215,251,500
Item 5(b), Deemed Shared Dispositive Power:	215,251,500	215,251,500	215,251,500	215,251,500

<b>Item 2, Party Name:</b>	<b>Meridian Holding S.a.r.l.</b>	<b>Apax NXP V A L.P.</b>	<b>Apax NXP V B-2 L.P.</b>	<b>Apax NXP US VII L.P.</b>
<b>Item 2, Principal Office Address:</b>	Unknown	Unknown	Unknown	Unknown
<b>Item 5(a), Shares of Common Stock Deemed to Beneficially Own:</b>	215,251,500	215,251,500	215,251,500	215,251,500
<b>Item 5(a), Percentage of Outstanding Common Stock:</b>	86.4%	86.4%	86.4%	86.4%
<b>Item 5(b), Deemed Shared Voting Power:</b>	215,251,500	215,251,500	215,251,500	215,251,500
<b>Item 5(b), Deemed Shared Dispositive Power:</b>	215,251,500	215,251,500	215,251,500	215,251,500

<b>Item 2, Party Name:</b>	<b>Bain Capital Lion Holdings L.P.</b>	<b>Bain Capital Fund IX L.P.</b>	<b>Bain Pumbaa LuxCo S.a.r.l.</b>	<b>NXP Co-Investment Partners L.P.</b>
<b>Item 2, Principal Office Address:</b>	111 Huntington Avenue, Boston, MA 02199, U.S.A.	111 Huntington Avenue, Boston, MA 02199, U.S.A.	Unknown	Unknown
<b>Item 5(a), Shares of Common Stock Deemed to Beneficially Own:</b>	215,251,500	215,251,500	215,251,500	215,251,500
<b>Item 5(a), Percentage of Outstanding Common Stock:</b>	86.4%	86.4%	86.4%	86.4%
<b>Item 5(b), Deemed Shared Voting Power:</b>	215,251,500	215,251,500	215,251,500	215,251,500
<b>Item 5(b), Deemed Shared Dispositive Power:</b>	215,251,500	215,251,500	215,251,500	215,251,500

<b>Item 2, Party Name:</b>	<b>NXP Co-Investment Investor S.a.r.l.</b>	<b>KKR NXP (Millenium) Limited</b>	<b>KKR NXP (2006) Limited</b>	<b>KKR NXP (European II) Limited</b>
<b>Item 2, Principal Office Address:</b>	Unknown	c/o Kohlberg Kravis Roberts & Co. L.P., 9 West 57 <sup>th</sup> Street, New York, NY 10019, U.S.A.	c/o Kohlberg Kravis Roberts & Co. L.P., 9 West 57 <sup>th</sup> Street, New York, NY 10019, U.S.A.	c/o Kohlberg Kravis Roberts & Co. L.P., 9 West 57 <sup>th</sup> Street, New York, NY 10019, U.S.A.
<b>Item 5(a), Shares of Common Stock Deemed to Beneficially Own:</b>	215,251,500	215,251,500	215,251,500	215,251,500
<b>Item 5(a), Percentage of Outstanding Common Stock:</b>	86.4%	86.4%	86.4%	86.4%
<b>Item 5(b), Deemed Shared Voting Power:</b>	215,251,500	215,251,500	215,251,500	215,251,500
<b>Item 5(b), Deemed Shared Dispositive Power:</b>	215,251,500	215,251,500	215,251,500	215,251,500

<b>Item 2, Party Name:</b>	<b>KKR Associates Europe II Limited Partnership</b>	<b>KKR NXP Investor S.a.r.l.</b>	<b>SLTI II Cayman NXP, L.P.</b>	<b>SLP II Cayman NXP, Ltd.</b>
<b>Item 2, Principal Office Address:</b>	c/o Kohlberg Kravis Roberts & Co. L.P., 9 West 57 <sup>th</sup> Street, New York, NY 10019, U.S.A.	Unknown	c/o 2775 Sand Hill Road, Suite 100, Menlo Park, CA 94025, U.S.A.	c/o 2775 Sand Hill Road, Suite 100, Menlo Park, CA 94025, U.S.A.
<b>Item 5(a), Shares of Common Stock Deemed to Beneficially Own:</b>	215,251,500	215,251,500	215,251,500	215,251,500
<b>Item 5(a), Percentage of Outstanding Common Stock:</b>	86.4%	86.4%	86.4%	86.4%
<b>Item 5(b), Deemed Shared Voting Power:</b>	215,251,500	215,251,500	215,251,500	215,251,500
<b>Item 5(b), Deemed Shared Dispositive Power:</b>	215,251,500	215,251,500	215,251,500	215,251,500

<b>Item 2, Party Name:</b>	SL II NXP S.a.r.l.	Stichting Management Co-Investment NXP
<b>Item 2, Principal Office Address:</b>	Unknown	Unknown
<b>Item 5(a), Shares of Common Stock Deemed to Beneficially Own:</b>	215,251,500	215,251,500
<b>Item 5(a), Percentage of Outstanding Common Stock:</b>	86.4%	86.4%
<b>Item 5(b), Deemed Shared Voting Power:</b>	215,251,500	215,251,500
<b>Item 5(b), Deemed Shared Dispositive Power:</b>	215,251,500	215,251,500

## C. ITEMS 2(D) &amp; (E)

Item 2(d) & (e): During the last five years, none of the persons listed on this Schedule II, to the knowledge of the Reporting Persons, (i) has been convicted in a criminal proceeding (excluding traffic violations or similar misdemeanors) or (ii) has been a party to a civil proceeding of a judicial or administrative body of competent jurisdiction as a result of which it was or is subject to a judgment, decree or final order enjoining future violations of, or prohibiting or mandating activities subject to, federal or state securities laws or finding any violation with respect to such laws.



## LIST OF OTHER PARTIES TO THE REGISTRATION RIGHTS AGREEMENT

AlpInvest Partners CSI 2006 Lion C.V.

AlpInvest Partners Later State II-A Lion C.V.

Meridian Holding S.a.r.l.

Bain Pumbaa LuxCo S.a.r.l.

NXP Co-Investment Investor S.a.r.l.

KKR NXP Investor S.a.r.l.

SL II NXP S.a.r.l.

Stichting Management Co-Investment NXP

Kings Road Holdings IV, L.P.

NXP Co-Investment Partners II, L.P.

NXP Co-Investment Partners III, L.P.

NXP Co-Investment Partners IV, L.P.

OZ NXP Investment Ltd.

TCW/NXP Co-Investment Partners IV, L.P.

TCW/NXP Co-Investment Partners IVB, L.P.

NXP Co-Investment Partners VII, L.P.

NXP Co-Investment Partners VIII, L.P.

## EXHIBIT INDEX

- Exhibit 1      Amendment and Restatement Agreement for the sale and purchase of shares in NXP Semiconductors N.V., dated October 29, 2010, by and among KPENV, Philips Pension Trustees, GP and PPTL LP.\*
- Exhibit 2      Shareholders' Agreement, dated August 5, 2010 (filed as Exhibit 2 to the Issuer's Report on Form 6-K on August 10, 2010).\*\*
- Exhibit 3      Registration Rights Agreement, dated as of August 5, 2010 (filed as Exhibit 3 to the Issuer's Report on Form 6-K on August 10, 2010).\*\*
- Exhibit 4      Lock-Up Letter, dated as of September 7, 2010, from Philips Pension Trustees to Credit Suisse Securities (USA) LLC, Goldman, Sachs & Co. and Morgan Stanley & Co. Incorporated (filed as original Exhibit 4 to Form 13D filed on September 17, 2010 by Philips Pension Trustees).\*\*
- Exhibit 5      Amended and Restated Limited Partnership Agreement, dated October 29, 2010, by and between GP and Philips Pension Trustees.\*
- Exhibit 6      Lock-Up Letter, dated as of October 29, 2010, from PPTL LP to Credit Suisse Securities (USA) LLC, Goldman, Sachs & Co. and Morgan Stanley & Co. Incorporated.\*
- Exhibit 7      Joint Filing Agreement, dated November 2, 2010, by and among Philips Pension Trustees, GP and PPTL LP.\*

\*      Filed herewith

\*\*     Incorporated herein by reference

Private & Confidential

DATED 7 SEPTEMBER 2010  
AS AMENDED AND SUPPLEMENTED ON 29 OCTOBER 2010

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KONINKLIJKE PHILIPS ELECTRONICS N.V. (1)

PHILIPS PENSION TRUSTEES LIMITED (2)

PPTL INVESTMENT LIMITED (3)

and

PPTL INVESTMENT LP (4)

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AMENDMENT AND RESTATEMENT  
AGREEMENT

for the sale and purchase of shares in  
NXP SEMICONDUCTORS N.V.

---

**Wragge&Co**

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**CONTENTS**

Clause	Heading	Page
1	Definitions and Interpretation .....	1
2	Sale of the Sale Shares .....	9
3	Consideration .....	10
4	Completion .....	11
5	Post-Completion Matters and Further Assurances .....	11
6	Calculation of Surplus .....	14
7	Adjustment to Initial Purchase Price .....	15
8	Adjustment to the Reference Amount and the Reference Shares .....	21
9	Further provisions in relation to Takeovers and liquidations .....	23
10	Sales of Reference Shares by the Buyer and/or the SLP .....	23
11	Default interest .....	25
12	Warranties .....	25
13	Buyer's Guarantee .....	31
14	Announcements and Confidentiality .....	31
15	Preservation of Rights .....	32
16	Notices .....	33
17	Entire Agreement .....	34
18	Alterations .....	34
19	Counterparts .....	34
20	Payment of Costs .....	35
21	Successors, Assigns and Third Party Rights .....	35
22	Applicable Law and Submission to Jurisdiction .....	35
23	Delivery of Agreement .....	35
24	No partnership .....	35
25	Parties' intention and further assurance .....	36
	Schedule 1 The Sale Shares .....	37
	Schedule 2 The Company .....	38
	Schedule 3 Warranties .....	39
	Schedule 4 Completion Provisions .....	40
	Schedule 5 SLP Agreement .....	41
	Schedule 6 Amended SLP Agreement .....	42

THIS AMENDMENT AND RESTATEMENT AGREEMENT is made as a deed on 29 October 2010 BETWEEN:

- (1) **KONINKLIJKE PHILIPS ELECTRONICS N.V.**, a public company with limited liability (*naamloze vennootschap*) incorporated under the laws of The Netherlands, having its registered office at High Tech Campus 5, 5656 AE Eindhoven, The Netherlands and registered with the Chamber of Commerce under file number 17001910 (the "Seller");
- (2) **PHILIPS PENSION TRUSTEES LIMITED** (registered in England and Wales number 00406330) having its registered office at Philips Centre, Guildford Business Park, Guildford, Surrey, GU2 8XH, United Kingdom (the "Buyer");
- (3) **PPTL INVESTMENT LIMITED**, a company limited by guarantee incorporated under the laws of Scotland with registered number 387663 and whose registered office is at 15 Atholl Crescent, Edinburgh, EH3 8HA, United Kingdom ("GP"); and
- (4) **PPTL INVESTMENT LP** a limited partnership registered in Scotland with number 8360 whose principal place of business is at 15 Atholl Crescent, Edinburgh, EH3 8HA, United Kingdom ("SLP").

**WHEREAS:**

- (A) The Seller and the Buyer entered into a share purchase agreement on 7 September 2010 (the "Share Purchase Agreement") relating to the sale and purchase of the Sale Shares (as defined below). The sale and purchase of the Sale Shares pursuant thereto completed pursuant to clause 4 thereof on 7 September 2010.
- (B) This Agreement amends and restates the terms of the Share Purchase Agreement with effect from the date hereof to reflect certain agreed supplemental arrangements in connection with the proposed transfer of the Sale Shares from the Buyer to the SLP in accordance with the provisions of clause 10.2(d) of the Share Purchase Agreement.

**IT IS AGREED** as follows:

**1** **Definitions and Interpretation**

1.1 In this Agreement, unless the context otherwise requires:

"Accession Form" means a declaration of accession in the agreed form pursuant to which the Buyer declares its accession to the Shareholders' Agreement;

"Actuary" means a person who is a Fellow of the Institute and Faculty of Actuaries;

"Actuarial Assumptions" means the actuarial assumptions and methods used for the purposes of the actuarial valuation of the Pension Scheme as at 31 March 2009 as set out in Appendix A (based on market conditions at the Sufficient Sell-Down Date) of the Statement of Funding Particulars prepared for that valuation (except in relation to (i) demographics where the assumptions used for the purposes of the actuarial valuation as at 31 March 2012 shall apply and (ii) inflation which is to be calculated by reference to CPI or a modified RPI intended to equate to CPI (as applicable) depending on the availability of reliable data at the time of the valuation except where the relevant inflation reference for the revaluation of a category of benefits is RPI in which case RPI shall be used, PROVIDED THAT the

Buyer and the Seller may agree different actuarial assumptions as appropriate at the time);

**"Adjustment Amount"** means the amount (if any), expressed in pounds sterling, by which (i) the Aggregate Year 4 Value exceeds (ii) the Reference Amount;

**"Adjustment Date"** means the date falling on the fourth anniversary of the Completion Date, or, if such a day is not a business day, on the business day immediately preceding such day;

**"Adjustment Notice"** means a notice specifying the items referred to in clause 7.7;

**"Adjustment Payment Account"** means such bank account as the Seller may nominate, the details of which shall be notified to the Buyer and/or the SLP pursuant to an Adjustment Notice;

**"Adjustment Payment Amount"** has the meaning given to it in clause 7.6;

**"Adjustment Settlement Date"** means the date specified in the final Adjustment Notice issued in accordance with sub-clause 7.7;

**"affiliate"** means any undertaking in respect of which, directly or indirectly, the relevant party:

- (a) has a majority of the shareholders' or members' voting rights;
- (b) is a shareholder or member and at the same time has the right to appoint or remove a majority of the members of its board of directors;
- (c) is a shareholder or member and alone controls a majority of the shareholders' or members' voting rights pursuant to an agreement entered into with other shareholders or members; or
- (d) has the power to exercise, or actually exercises, dominant influence or control.

For these purposes, the relevant party's rights as regards voting, appointment or removal shall include the rights of any other affiliate and those of any person or entity acting in his own name but on behalf of that party or any of its affiliates and for the purposes of this Agreement the Buyer (which term includes, for the purposes of this definition only, any affiliate controlled by and any subsidiary of the Buyer (including, for the avoidance of doubt, the SLP and the GP)) and the Seller shall not be affiliates of one another;

**"Aggregate Unlisted Reference Share Value"** has the meaning given to it in clause 7.1;

**"Aggregate Year 4 Value"** has the meaning given to it in clause 7.1;

**"Agreed Documents"** means this Agreement and all the agreed form documents referred to in it;

**"agreed form"** means in a form which has been agreed by the Seller and the Buyer and which has been duly executed or initialled for identification by them or on their behalf;

**"Agreed Rate"** means a rate of 2 per cent. per annum above the sterling base rate from time to time of Barclays Bank PLC;

**"this Agreement"** means this deed, including all its schedules;

**"Amended SLP Agreement"** has the meaning given to it in sub-clause 12.4(h);

**"Applicable Source"** means Bloomberg L.P. or any successor service or, in the event that no relevant prices for the relevant shares or securities are quoted therein, such alternative source as the Seller reasonably believes to be equivalent;

**"business day"** means any day other than a Saturday, Sunday or a day that is a public holiday in any of England and Wales, The Netherlands or the United States of America;

**"Buyer's Actuary"** means the Actuary or firm of Actuaries appointed by the Buyer for the purposes of this Agreement;

**"Calculation Notice"** has the meaning given to it in clause 7.2;

**"Cash"** means cash or any cash equivalent;

**"Company"** means NXP Semiconductors N.V., details of which are set out in schedule 2;

**"Completion"** means completion of the sale and purchase of the Sale Shares by the performance by the Buyer and the Seller of their respective obligations under clause 4 and schedule 4;

**"Completion Date"** means 7 September 2010;

**"Contracts Act"** means the Contracts (Rights of Third Parties) Act 1999;

**"Disposal"** means any transaction or series of transactions (whether related or not and whether voluntary or involuntary) to sell, lease, create or permit to subsist any Encumbrance, transfer, lend, or otherwise dispose of any relevant share, security or instrument, or any other transaction (including options or contracts for differences) having equivalent economic effect;

**"Dispute Notice"** means a notice disputing the Aggregate Year 4 Value, served by the SLP (acting for itself and on behalf of the Buyer) on the Seller in accordance with clause 7.3;

**"enactment"** means any statute or statutory provision (whether of the United Kingdom or elsewhere), subordinate legislation (as defined by section 21(1) Interpretation Act 1978) and any other subordinate legislation made under any such statute or statutory provision;

**"Encumbrance"** means any option, trust, power of sale, title, retention, pre-emption right, right of first refusal, Security Interest or other right, claim or interest, whether legal or equitable, of any third party (or an agreement or commitment to create any of them);

**"Exchange Rate"** means the spot rate quoted in the market data section of the Financial Times for the conversion of the relevant currency into pounds sterling on, unless stated to the contrary in this Agreement, the Adjustment Date;

"Expert" has the meaning given to it in clause 7.4;

"Final Adjustment Amount" has the meaning given to it in clause 7.9;

"holding company" and "subsidiary": mean a "holding company" and "subsidiary" as defined in section 1159 of the Companies Act 2006 and a company shall be treated, for the purposes only of the membership requirement contained in subsections 1159(1)(b) and (c), as a member of another company even if its shares in that other company are registered in the name of (i) another person (or its nominee), whether by way of security or in connection with the taking of security, or (ii) its nominee;

"Independent Financial Adviser" means an independent financial institution of international repute;

"Initial Purchase Price" means £300,000,000 (Three Hundred Million Pounds);

"Lock-up Letter" means the lock-up letter pursuant to which the SLP undertakes that it will not breach certain restrictions placed upon it in respect of the Sale Shares, by which the Seller shall be bound from the date hereof;

"Nominated Account" means the Seller's bank account with following details:

Name of bank:	CitiBank
Branch of bank:	London branch
Beneficiary:	Koninklijke Philips Electronics N.V.
Account number:	8020930
IBAN:	GB55CITI18500808020930
Swift:	CITIGB2L

"Ordinary Shares" means ordinary shares with a par value of EUR 0.20 each in the capital of the Company;

"Pension Scheme" means the Philips Pension Fund (established in the UK);

"Pre-contractual Statement" has the meaning given to it in clause 17.1;

"Press Release" means a press release in the agreed form;

"Qualifying Portfolio" means a collection of cash, shares, securities or instruments comprising the Unlisted Reference Share Percentage of each class or type of Unlisted Reference Share as was comprised in the calculation of the Aggregate Year 4 Value, provided that where any Unlisted Reference Share as was so comprised has been subject to any subsequent event or transaction, the successor share, security or instrument shall be taken into such calculation in place of the preceding share, security or instrument (or such other collection as may be agreed between the SLP (acting for itself and on behalf of the Buyer) and the Seller);

"Reference Amount" means £510,000,000 or such amount as may from time to time be substituted therefor pursuant to the provisions of clause 8;

"Reference Shares" means:



- (a) 42,715,650 Ordinary Shares or such amount of Ordinary Shares or other securities or instruments as may be substituted therefor, added thereto or derived therefrom pursuant to the provisions of clause 8; and
- (b) such Takeover Consideration as comprises Successor Securities (and which does not constitute Cash) or any other instrument of value, regardless of whether such Successor Securities or instruments of value are listed and/or publicly traded or whether a publicly quoted price is available for them (or such other securities or instruments as may be substituted therefor, added thereto or derived therefrom pursuant to the provisions of clause 8);

**"Relevant Permitted Sale"** means (i) any sale within sub-clause 10.2(b) or sub-clause 10.2(c), and (ii) if the Seller so determines at the time of granting consent under that clause in relation to the relevant sale, any sale under sub-clause 10.2(a);

**"Relevant Rights Issue"** means any (i) issue of shares of a class or type that are within the then applicable definition of Reference Shares to shareholders as a class by way of rights, or (ii) any issue or grant to shareholders as a class by way of rights, any options, warrants or other rights to subscribe for or purchase any shares of a class or type that are within the then applicable definition of Reference Shares or any securities which by their terms of issue carry (directly or indirectly) rights of conversion into, or exchange or subscription for, any shares of a class or type that are within the then applicable definition of Reference Shares (or shall grant any such rights in respect of existing securities so issued), in each case at a price per share which is less than 95 per cent. of the market price per share prior to the announcement of the issue (or, in the case of the Company or any other Dutch-incorporated company, the resolution to issue being publicly announced or the resolution to issue becoming public following filing at the office of the Dutch trade register, whichever is earlier) (being the volume-weighted average trading price per share, as derived from the Applicable Source for the period of the twenty consecutive business days ending on the business day immediately preceding the date on which the issue is publicly announced (or, in the case of the Company or any other Dutch-incorporated company, the resolution to issue is publicly announced or the resolution to issue becomes public following filing at the office of the Dutch trade register, whichever is earlier));

**"Relevant Sufficient Securities"** means Sale Shares (or shares, securities or instruments derived therefrom) and any Successor Securities (in respect of which no cash alternative was available on the relevant Takeover);

**"Relevant Withholding Gross-up Amount"** means any amount payable by the Buyer and/or the SLP (as applicable) to the Seller under the final sentence of clause 3.3 by reason of any deductions or withholdings which are required by law to be made at the Adjustment Settlement Date as provided in clause 3.3;

**"Return of Value"** means any corporate action as a result of which cash or value is returned to holders of any class of Reference Shares (including, without limitation, any purchase, redemption or buy-back of Reference Shares by the Company (or any issuer of Reference Shares), any special or non-ordinary course dividend paid in respect of the Reference Shares, any return of capital or value by the Company (or any issuer of Reference Shares), or any liquidation of the Company (or any issuer of Reference Shares), whether solvent or insolvent) but not including any event specified in sub-clauses 8.1(a) or 8.1(b). For the avoidance of doubt, if a company which has not been in the regular practice of paying ordinary course dividends

assumes such practice, the first (and any subsequent) dividend so paid shall be regarded as ordinary course for the purposes of this definition;

**"Rights Issue Securities"** means (i) the original shares, securities or other instruments resulting from the subscription, take-up or acceptance by the Buyer and/or the SLP of its rights under a Relevant Rights Issue, (ii) other securities or instruments as may be substituted therefor, added thereto or derived therefrom pursuant to the provisions of clause 8 (as applied by clause 8.2), and (iii) such Takeover Consideration (applying such definition as if references to "Reference Shares" were references to "Rights Issue Securities") as comprises Successor Securities or any other instrument of value, again as the same may be substituted, supplemented or adjusted pursuant to the provisions of clause 8 (as applied by clause 8.2);

**"Sale Consideration"** means the maximum consideration (taken prior to the application of any commissions, deductions, withholdings, duties, taxes or set-off) paid or payable by a third party in respect of shares, securities or instruments sold or to be sold pursuant to a Relevant Permitted Sale;

**"Sale Date"** means the date on which legal title to the relevant shares, securities or instruments sold pursuant to a Relevant Permitted Sale is transferred from the Buyer to a third party or payment of any Sale Consideration is received (whichever is earlier);

**"Sale Shares"** means 42,715,650 Ordinary Shares as referred to in schedule 1;

**"Securities Account"** has the meaning given to it in clause 5.8;

**"Security Interest"** means a mortgage, lien, pledge, charge (fixed or floating), assignment or assignation by way of security, hypothecation or other security interest (or an agreement or commitment to create any of them);

**"Seller's Actuary"** means the Actuary or firm of Actuaries appointed by the Seller for the purposes of this Agreement;

**"Seller's Group"** means the Seller, any subsidiary or affiliate of the Seller, any holding company of the Seller and all other subsidiaries or affiliates of any such holding company from time to time (excluding, for the avoidance of doubt, the Buyer, the SLP and the GP and any affiliate controlled by or any subsidiary of the Buyer);

**"Share Purchase Agreement"** has the meaning given to it in Recital (A) above;

**"Shareholders' Agreement"** means the shareholders' agreement entered into by the Seller with various parties on 5 August 2010 in relation to the Company and to which the Buyer has adhered with effect from 7 September 2010 and to which the SLP shall adhere from the date of completion of the SLP Transfer;

**"SLP Accession Form"** means a declaration of accession in a form agreed by the parties (and which has been duly executed or initialled for identification by them or on their behalf) pursuant to which the SLP declares its accession to the Shareholders' Agreement;

**"SLP Agreement"** has the meaning given to it in sub-clause 12.4(f);

"SLP Transfer" means the transfer of all (and not some only) of the Sale Shares (and any shares, securities or instruments derived therefrom) from the Buyer to the SLP in accordance with the provisions of sub-clause 10.2(d);

"Successor Securities" means such number of shares, convertible or exchangeable bonds, or other securities or instruments (including any loan note) as are issued, granted or transferred (or offered to be issued, granted or transferred) in respect of any relevant shares, securities or instruments as part of a transaction or series of transactions to effect a Takeover;

the "Sufficient Sell-Down Date" shall be determined as follows:

- (a) in the event that no Relevant Sufficient Securities are held by the Buyer or SLP as at the Adjustment Date, the Sufficient Sell-Down Date shall be the Adjustment Date;
- (b) in the event that paragraph (a) does not apply and no Relevant Sufficient Securities are held by the Buyer or the SLP as at the first anniversary of the Adjustment Date (the "12 Month Date"), the Sufficient Sell-Down Date shall be the 12 Month Date;
- (c) in the event that paragraphs (a) and (b) do not apply, the Sufficient Sell-Down Date shall be the date that is 18 months after the Adjustment Date in the event that, as at the 12 Month Date, X is less than Y, where:
  - (i) "X" is the minimum number of Relevant Sufficient Securities the value of which (when taken at their relevant average volume-weighted price over the twenty consecutive business days immediately prior to the 12 Month Date, as derived from the Applicable Source) exceeds the aggregate of A minus B, where:

"A" is the portion of the Adjustment Amount that, in the calculation of such amount, resulted from the holding of Relevant Sufficient Securities as at the Adjustment Date; and

"B" is the aggregate proceeds received upon sales of Relevant Sufficient Securities between the Adjustment Date and the 12 Month Date (and, where applicable, converted into pounds sterling at the Exchange Rate applicable on the 12 Month Date); and
  - (ii) "Y" is one-third of the number of shares of the same class or type as the relevant Relevant Sufficient Securities as were traded or sold (including, for the avoidance of doubt, by the Buyer or the SLP in any on- or off-market sale) during the six month period prior to the 12 Month Date; and
- (d) if none of paragraphs (a), (b) and (c) apply, and in any other event, the Sufficient Sell-Down Date shall be the second anniversary of the Adjustment Date,

and the Buyer, the SLP and the GP shall each provide all such information as the Seller may reasonably request in order to enable the Seller to determine such date, PROVIDED THAT if the SLP (acting for itself and on behalf of the Buyer) and the Seller cannot agree such date it shall be determined by an Independent Financial Adviser with appointment of the Independent Financial Adviser and determination

of the date being governed by the provisions of the final sentences of sub-clause 7.1(a)(ii) applied *mutatis mutandis*;

a "Takeover" shall occur if, pursuant to or following an offer, merger or other transaction structure having become effective or been declared unconditional, either:

- (a) any person, taken together with persons acting in concert (as such term is defined in the UK City Code on Takeovers and Mergers) with him, acquires or has the right to cast more than 50 per cent of the votes which may ordinarily be cast at a general meeting (or at a meeting of the relevant class or type of share, security or instrument) of the Company (or any issuer of Reference Shares); or
- (b) the Company (or any issuer of Reference Shares) is subsumed or merged into another entity or is otherwise dissolved or ceases to exist as a distinct legal entity,

PROVIDED THAT, for the avoidance of doubt, any offer, merger or other transaction structure need not extend to all classes of Reference Shares in order to be a "Takeover" for the purposes of this Agreement;

"Takeover Consideration" means the maximum consideration (taken prior to the application of any commissions, deductions, withholdings, duties, taxes or set-off) paid, payable, received or receivable, offered or made available by an offeror (whether in the form of Cash and/or Successor Securities or any other form) in respect of the relevant Reference Shares as part of a transaction or series of transactions to effect a Takeover;

"Tax Authority" means any taxing or other authority competent to impose any liability to tax;

"Transfer Deed" has the meaning given to it in schedule 4;

"Unlisted Reference Shares" has the meaning given to it in sub-clause 7.1(a)(ii);

"Valuation Completion Date" has the meaning given to it in clause 6.5;

"Warranties" means the warranties contained in schedule 3 and clause 12; and

"Working Hours" means 8.30 a.m. to 6.30 p.m. on a business day.

1.2 In this Agreement, unless the context otherwise requires:

- (a) references to a clause, sub-clause or schedule are to a clause or sub-clause of, or a schedule to, this Agreement, references to this Agreement include its schedules and references in a schedule or part of a schedule to a paragraph are to a paragraph of that schedule or that part of that schedule;
- (b) references to this Agreement or any other document or to any specified provision in any of them are to this Agreement, that document or that provision as in force for the time being and as amended from time to time in accordance with their terms or, as the case may be, with the agreement of the relevant parties;
- (c) words importing the singular include the plural and vice versa, words

importing a gender include every gender and references to persons include corporations, partnerships and other unincorporated associations or bodies of persons;

- (d) a reference to any enactment shall include:
- (i) any provision which it has re-enacted (with or without modification), modified or re-written; and
  - (ii) that enactment as re-enacted, replaced, modified or re-written from time to time, whether before, on or after the date of this Agreement,

but any such changes taking effect after the date of this Agreement shall not impose any additional liability or obligation on either of the parties or deprive either of them of any right, in each case under this Agreement;

- (e) references to times are to London time;
- (f) references to shares, securities or instruments deriving from the Sale Shares shall include, without limitation, shares, securities or instruments arising on a consolidation thereof, sub-division thereof, and shares, securities or instruments issued in respect of the Sale Shares in the circumstances described in clause 8.1(b), but shall not include any Takeover Consideration; and
- (g) references to the GP and/or the SLP (i) being prohibited from doing any act or thing, and (ii) warranting and undertaking not to do any act or thing, shall include (in each case, as applicable):
- (A) a prohibition on the relevant party (as applicable) instructing, empowering or otherwise permitting any person (including, in the case of the SLP, the GP) to do such act or thing on its or their behalf; and/or
  - (B) a warranty and undertaking by the relevant party (as applicable) not to instruct, empower or otherwise permit any person (including, in the case of the SLP, the GP) to do such act or thing on its or their behalf.

1.3 The contents table and the descriptive headings to clauses, schedules and paragraphs in this Agreement are inserted for convenience only, have no legal effect and shall be ignored in interpreting this Agreement.

## 2 Sale of the Sale Shares

2.1 The Seller shall sell to the Buyer and the Buyer (relying, as the Seller acknowledges, on the Warranties) shall purchase from the Seller the Sale Shares, in each case at the Completion Date. The Seller covenants with the Buyer that the Sale Shares shall be sold and transferred free from Encumbrances (save from such Encumbrances comprised in the Shareholders' Agreement).

2.2 Title to, beneficial ownership of, and any risk attaching to, the Sale Shares shall pass on Completion to the Buyer and the Sale Shares shall be sold and purchased together with all rights and benefits attached or accruing to them at Completion (including the right to receive any dividends, distributions or returns of capital

declared, paid or made by the Company on or after Completion).

- 2.3 The Buyer shall not be obliged to complete the purchase of any of the Sale Shares unless the purchase of all the Sale Shares is completed simultaneously. The Seller shall not be obliged to complete the sale of any of the Sale Shares unless the sale of all the Sale Shares (including payment of the Initial Purchase Price in respect thereof) is completed simultaneously.
- 2.4 The parties acknowledge that such sale and purchase completed pursuant to the Share Purchase Agreement on the Completion Date and that, accordingly, the obligations of the relevant parties under clause 4 and schedule 4 have been fully performed.

### **3 Consideration**

- 3.1 The consideration for the Sale Shares shall be the payment on Completion by the Buyer to the Seller of the Initial Purchase Price in cash, provided that such Initial Purchase Price shall be subject to adjustment (and further payment may be required to be made by the Buyer and the SLP (and their liability to make such payment shall be joint and several)) in accordance with the provisions of this Agreement.
- 3.2 Any payment made by the Seller, the Buyer, the SLP or the GP under this Agreement shall (so far as possible) be treated as an adjustment to the Initial Purchase Price to the extent of the payment.
- 3.3 Any sum payable by the Buyer, the SLP or the GP to the Seller under this Agreement (including, for the avoidance of doubt, the Final Adjustment Amount) shall be paid by the Buyer, the SLP or the GP (as applicable) to the Seller free and clear of all deductions or withholdings whatsoever, save only as may be required by law. If any deductions or withholdings are required by law to be made from such amount, then, except in relation to deductions or withholdings which are required by law to be made from the payment of the Initial Purchase Price at Completion pursuant to paragraph 2.1 of Schedule 4 (but not, for the avoidance of doubt, any adjustments thereto), the Buyer, the SLP or the GP (as applicable) shall be obliged to pay to the Seller such sum as will, after the deduction or withholding has been made, leave the Seller with the same amount as it would have been entitled to receive in the absence of any such requirement to make a deduction or withholding, PROVIDED THAT:
- (a) the Buyer and/or the SLP (as applicable) shall have no obligation to make payment of the Relevant Withholding Gross-up Amount where sub-clauses 7.6(b) or 7.6(c) apply; and
  - (b) where:
    - (i) sub-clause 7.6(a) applies and the amount of the Relevant Withholding Gross-up Amount is greater than the excess of the Surplus over the Adjustment Amount, the obligation of the Buyer and/or the SLP (as applicable) to pay the Relevant Withholding Gross-up Amount shall be limited to the amount of the excess of the Surplus over the Adjustment Amount; and
    - (ii) for the avoidance of doubt, where sub-clause 7.6(a) applies and the amount of the Relevant Withholding Gross-up Amount is less than or equal to the excess of the Surplus over the Adjustment Amount, the

Relevant Withholding Gross-up Amount shall be payable in full.

**4 Completion**

- 4.1 Completion shall take place at such place or places in the Netherlands as the Buyer and the Seller may agree on the Completion Date when all (but not part only unless the Buyer and the Seller shall so agree) of the business set out in schedule 4 shall be transacted and the Buyer and the Seller agree to effect the matters contained in schedule 4.

**5 Post-Completion Matters and Further Assurances**

- 5.1 Subject to the Seller having received the Initial Purchase Price from the Buyer in accordance with the provisions of clause 4 and schedule 4, the Seller shall, as soon as reasonably practicable following Completion (and in any event within 5 business days of the Completion Date), procure service of the Transfer Deed on the Company.
- 5.2 Subject to the Seller's having received the Initial Purchase Price from the Buyer in accordance with the provisions of clause 4 and schedule 4, the Seller declares that for so long as it remains the registered holder of any of the Sale Shares after Completion it shall:
- (a) hold the Sale Shares and the dividends and other distributions of profits or surplus or other assets declared, paid or made in respect of them after Completion and all rights arising out of or in connection with them on trust for the Buyer and any successors in title to the Buyer;
  - (b) subject to applicable law and regulation and to the requirements of this Agreement and the Shareholders' Agreement, deal with and dispose of the Sale Shares and all such dividends, distributions and rights as are described in clause 5.2(a) as the Buyer may direct; and
  - (c) subject to applicable law and regulation and to the requirements of this Agreement and the Shareholders' Agreement, exercise voting rights attributable to the Sale Shares in accordance with the wishes of the Buyer, PROVIDED THAT:
    - (i) the Buyer shall first have instructed the Seller (by notice given in accordance with the provisions of clause 16 and with sufficient notice such that the Seller may act accordingly) as to how it wishes the Seller to exercise the voting rights attributable to the Sale Shares; and
    - (ii) nothing in this sub-clause 5.2(c) shall oblige the Seller, under any circumstances, to exercise any voting rights attributable to the Sale Shares or to undertake any action or do anything where to do so could, if the Seller so determines (in its absolute and unfettered discretion), materially prejudice the interests of the Seller's Group (including as to reputation).

For the avoidance of doubt, except in the circumstances envisaged in this sub-clause 5.2(c), the Seller shall be under no obligation to exercise voting rights attributable to the Sale Shares in accordance with the wishes of the Buyer (or, for the avoidance of doubt, the SLP or the GP).

- 5.3 Subject to the Seller having received the Initial Purchase Price from the Buyer in accordance with clause 4 and schedule 4, the Seller appoints the Buyer as its lawful attorney for the purpose of signing any written resolution (or receiving notices of and attending and voting at all meetings) of the members of the Company from Completion to the day on which the Buyer or its nominee is entered in the register of members of the Company as the holder of the Sale Shares. The Buyer agrees to comply with the provisions of the Shareholders' Agreement in connection with its actions as attorney.
- 5.4 Each party shall execute or, so far as it is reasonably able, procure that any relevant third party shall execute all such documents and/or do or, so far as each is reasonably able, procure the doing of such acts and things as any other party shall after Completion require in order to give effect to this Agreement and any documents entered into under it and to give to each other party the full benefit of all the provisions of this Agreement.
- 5.5 The parties acknowledge that the Seller shall owe no duty to the Buyer, the SLP or the GP and shall have absolute discretion as to the waiver, exercise or non-exercise of its director appointment right under the Shareholders' Agreement. In particular, any person nominated and/or appointed by the Seller as a director of the Company shall have the right to resign his or her office at any time.
- 5.6 The Buyer shall keep indemnified the Seller on an after-tax basis against any loss, cost (including any cost of enforcement), liability (including any tax liability), claim or damage (including any loss of profit or indirect or consequential loss or any loss of goodwill or possible business, whether actual or prospective) which the Seller incurs or suffers as a result of acting pursuant to the provisions of clause 5.3.
- 5.7 The parties each agree:
- (a) to provide each other with all reasonable co-operation (including provision of information) in connection with any filings by the Buyer, the Seller, the GP or the SLP (or by the GP on its behalf) or any joint filings under the United States Securities Exchange Act of 1934 relating to holdings in securities of the Company; and
  - (b) to the extent that the Seller (on one hand) and the Buyer and/or the SLP (on the other hand) are at any time each subject to the volume limitations imposed by Rule 144 under the United States Securities Act of 1933 with respect to sales of Ordinary Shares (or any shares, securities or instruments derived therefrom), to co-ordinate any such sales between each other, including by providing reasonable advance notice to the other relevant party of intended sales and, unless otherwise agreed between the Seller (on one hand) and the Buyer and/or the SLP (on the other hand), to allocate permitted sale volumes between the Seller (on one hand) and the Buyer and/or the SLP (on the other hand) pro rata based on the number of Ordinary Shares (or shares, securities or instruments derived therefrom) held by the Seller (on one hand) and the Buyer and/or the SLP (on the other hand).
- 5.8 Promptly:
- (a) following Completion, the Buyer shall deposit the Sale Shares (together with any shares, securities or instruments derived therefrom) in a single purpose securities account with an investment manager or other appropriately



authorised provider of investment services in relation to the shares in which no other shares or securities in the Company shall be, at such time, deposited (a "Securities Account");

- (b) upon completion of the SLP Transfer, the SLP shall deposit or hold the Sale Shares (together with any shares, securities or instruments derived therefrom) in a Securities Account;
- (c) following any Relevant Permitted Sale or Takeover, the Buyer and/or the SLP (as applicable) shall deposit the non-cash Takeover Consideration and the non-cash Sale Consideration received in the relevant Securities Account; and
- (d) following any Relevant Rights Issue, the Buyer and/or the SLP (as applicable) shall deposit any Rights Issue Securities received by the Buyer and/or the SLP (as applicable) in the relevant Securities Account.

Subject to the foregoing and to the Buyer's and the SLP's respective rights to effect Disposals under clause 10.2:

- (i) the Buyer shall be required, until completion of the SLP Transfer (or, if sooner, the Adjustment Date); and
- (ii) the SLP shall be required, up to and including the Adjustment Date,

in each case, to retain all the Sale Shares (or shares, securities or instruments derived therefrom), all the non-cash Takeover Consideration received (if any), all the non-cash Sale Consideration received (if any) and all the Rights Issue Securities received (or shares, securities or instruments derived therefrom) in the Securities Account and such Sale Shares (or shares, securities or instruments derived therefrom), non-cash Takeover Consideration, non-cash Sale Consideration and Rights Issue Securities (or shares, securities or instruments derived therefrom) must be kept segregated from all other assets and liabilities (in whatever form) of the Buyer, the GP, the SLP or any third party so that no calculation envisaged by this Agreement is distorted or difficult to conduct or verify.

- 5.9 Upon request by the Seller (by notice given in accordance with the provisions of clause 16 to the Buyer and/or the SLP), the Buyer and the SLP undertake jointly and severally to, as soon as reasonably practicable following receipt of any such request, provide, or procure the provision of, a statement of the balance of the shares, securities or instruments, non-cash Takeover Consideration and/or non-cash Sale Consideration on any Securities Account as at the date of the Seller's request and any other information the Seller reasonably believes to be relevant to the operation of any of clauses 6, 7, 8, 9 and 10.
- 5.10 The Buyer hereby irrevocably appoints the SLP to act on its behalf in all matters where, pursuant to the terms of this Agreement, the SLP is expressed to act on the Buyer's behalf and hereby agrees that, without limitation, any action, determination, election, agreement, approval, consent, reference or payment undertaken, given or made by the SLP pursuant to this appointment shall irrevocably bind the Buyer.
- 5.11 The GP hereby irrevocably appoints the SLP to act on its behalf in all matters where, pursuant to the terms of this Agreement, the SLP is expressed to act on the GP's behalf and hereby agrees that, without limitation, any action, consent or approval undertaken or given by the SLP pursuant to this appointment shall

irrevocably bind the GP.

5.12 Upon completion of the SLP Transfer, the SLP shall:

- (a) execute the SLP Accession Form (or an appropriate counterpart or duplicate of it) and (i) deliver to Clifford Chance LLP such number of copies of the SLP Accession Form as Clifford Chance LLP may reasonably request and (ii) deliver to the Seller (at the addresses specified in clause 16.1) a copy of the executed SLP Accession Form;
- (b) execute the Lock-up Letter (or an appropriate counterpart or duplicate of it) and deliver the same to counsel for the Seller for delivery to the representatives of the underwriters specified therein; and
- (c) as soon as reasonably practicable following completion of the SLP Transfer, deliver to the Seller (at the addresses specified in clause 16.1) a copy of the executed transfer deed pursuant to which the SLP Transfer has been effected.

## **6 Calculation of Surplus**

- 6.1 For the purposes of this Agreement, the "Surplus" means in relation to the Pension Scheme an amount (to be calculated in respect of the Pension Scheme as at the close of business on the Sufficient Sell-Down Date with reference to the Actuarial Assumptions and to be determined by the Buyer's Actuary and to be agreed by the Seller's Actuary or, in default of agreement, to be determined by an independent Actuary pursuant to clause 6.4) equal to the amount (if any) by which the value of the assets of the Pension Scheme exceeds the value of the benefits, whether immediate, prospective or contingent, payable under the Pension Scheme taking no account of service after the date of the Sufficient Sell-Down Date but making proper allowance (on the basis of the Actuarial Assumptions) for future increases in pay.
- 6.2 Each party shall procure that all such information as is in its possession, custody or control as the Seller's Actuary or the Buyer's Actuary may reasonably request for the purpose of calculating the Surplus under this clause 6 shall be made available promptly to such Actuary, and warrants to the other parties that all such information provided by it (or on its behalf) to the Seller's Actuary and/or the Buyer's Actuary (as applicable) shall be true, complete and accurate in all material respects as at the date the information is required.
- 6.3 The Buyer shall instruct the Buyer's Actuary to calculate the amount of the Surplus and to provide details of the calculation to the Seller's Actuary within 14 days of the Sufficient Sell Down Date (using best endeavours to procure that they do so). The Seller shall instruct the Seller's Actuary to, within 14 days from receipt of the calculation, either agree or object to such calculation (and shall use best endeavours to procure that they do so). If there is an objection then the Buyer and the Seller shall try to agree the amount of the Surplus and, failing such agreement, either the Buyer or the Seller may refer the matter to an independent Actuary as noted below.
- 6.4 Any dispute between the Seller's Actuary and the Buyer's Actuary concerning the determination or agreement of any matter to be determined or agreed by them for the purposes of this clause 6 shall, in the absence of agreement between them, be referred to an independent Actuary to be nominated jointly by the Seller and the

Buyer or, failing such nomination, to be nominated by the President for the time being of The Institute and Faculty of Actuaries at the instance of the first of the Buyer and the Seller as apply to him. The Actuary so appointed shall act as an expert and not as an arbitrator and shall use his reasonable endeavours to reach a decision within 14 days of the date the matter is referred to him; his decision shall (in the absence of manifest error) be final and binding and his costs shall be borne between the Seller of the one part and the Buyer of the other part as the Actuary may direct.

- 6.5 The day on which the amount of any Surplus is agreed between the Buyer and the Seller (or their respective Actuaries) pursuant to this clause 6 (or otherwise) or determined by the independent Actuary appointed pursuant to 6.4 shall, for the purposes of this Agreement, be the "Valuation Completion Date".

## 7 Adjustment to Initial Purchase Price

- 7.1 For the purposes of this clause 7, the "Aggregate Year 4 Value" shall comprise the aggregate of each of the following (to the extent applicable) at the Adjustment Date:

- (a) the aggregate market value of the Reference Shares at 00:01 on the Adjustment Date. In calculating the aggregate market value of such Reference Shares for the purposes of this clause 7:
- (i) each class or type of Reference Shares as includes shares, securities or instruments which are listed and for which a publicly quoted price is available shall be valued on the basis of (a) the average volume-weighted trading price for such class or type of Reference Share for the 20 business days immediately prior to (but not, for the avoidance of doubt, including) the Adjustment Date as derived from the Applicable Source, multiplied by (b) the number of the relevant type or class of Reference Shares, with (c) the product of such multiplication for each class or type of Reference Share then (where applicable) being converted from the currency in which the relevant class or type of Reference Share is quoted into pounds sterling at the Exchange Rate, and (d) with all such sums then being aggregated; and
  - (ii) each class or type of Reference Shares as comprises shares, securities or instruments which do not fall within sub-clause 7.1(a)(i) ("Unlisted Reference Shares") shall (a) be valued by an Independent Financial Adviser having regard to the class, type and amount of each class or type of Reference Shares, with (b) the aggregate value of each class or type of Unlisted Reference Share then (where applicable) being converted into pounds sterling at the Exchange Rate, and (c) with all such sums then being aggregated (the "Aggregate Unlisted Reference Share Value"). The selection of such Independent Financial Adviser shall be agreed jointly by the Seller and the SLP (acting for itself and on behalf of the Buyer), but, if the Seller and the SLP (acting for itself and on behalf of the Buyer) do not reach agreement as to such selection within 10 days of either such party requesting agreement from the other, such selection shall be decided by the President of the Institute of Chartered Accountants in England and Wales (upon reference for determination by either the SLP or the Seller). The costs of such Independent

Financial Adviser shall be paid by the Seller and Buyer equally or as otherwise determined by the Expert. The provisions of clause 7.5 shall apply *mutatis mutandis* to the determination of such value by the Independent Financial Adviser so appointed; and

- (b) the aggregate of (i) any Sale Consideration in cash received or receivable by the Buyer and/or the SLP on any Relevant Permitted Sale effected between the date hereof and 00:01 on the Adjustment Date, and (ii) (to the extent not included in (i)) any Takeover Consideration comprising Cash received or receivable by the Buyer and/or the SLP on any Takeover, in each case taken at its face value and (where applicable) converted into pounds sterling at the Exchange Rate;
- (c) the aggregate value of any liquidation proceeds received or receivable by the Buyer and/or the SLP in the circumstances set out in clause 9.2, with the value of such proceeds being determined by valuing Cash at its face value (and converted into pounds sterling at the Exchange Rate) and by applying, where relevant, the principles set out in sub-clause 7.1(a) above; and
- (d) the aggregate value of:
  - (i) any proceeds paid or payable to, or received or receivable by, the Buyer and/or the SLP prior to the Adjustment Date in respect of the sale or lapse of, or any other action or transaction relating to, its rights under any Relevant Rights Issue, such proceeds being taken (i) in cash at their face value and, where applicable, converted into pounds sterling at the Exchange Rate on the date of such sale, lapse or other action or transaction, and (ii) prior to the application of any fees, commissions, deductions, withholdings, duties, taxes or set-off; and
  - (ii) in the event that the Buyer and/or the SLP subscribes, takes-up or accepts its or their rights under a Relevant Rights Issue, the excess of A over B where:

"A" is the aggregate of:

    - (A) the value, as at 00:01 on the Adjustment Date, of such Rights Issue Securities as are still held by the Buyer or the SLP (as applicable), applying (where relevant) the principles and mechanics of clause 7.1(a) and (b) *mutatis mutandis*; and
    - (B) the proceeds of any Relevant Permitted Sale of Rights Issue Securities effected between the date hereof and 00:01 on the Adjustment Date, such proceeds being taken (i) in cash at face value and, where applicable, converted into pounds sterling at the Exchange Rate on the date of sale, and (ii) prior to the application of any fees, commissions, deductions, withholdings, duties, taxes or set-off; and

"B" is the aggregate subscription, take-up or acceptance price paid by the Buyer or the SLP (as applicable) under such Relevant Rights Issue for the original Rights Issue Securities.

The Seller, the Buyer and the SLP agree that any item valued or counted within one of the categories specified above shall not be double-counted in the calculation of the Aggregate Year 4 Value by also being valued or counted within another category.

- 7.2 At any time within one year after the Adjustment Date, the Seller may deliver to the Buyer and/or the SLP (in accordance with the provisions of clause 16) a notice specifying its calculation of the Aggregate Year 4 Value, accompanied by all relevant documentation supporting the calculation of the Aggregate Year 4 Value (a "Calculation Notice").
- 7.3 The SLP (acting for itself and on behalf of the Buyer) may dispute the Aggregate Year 4 Value specified in the Calculation Notice by serving a Dispute Notice on the Seller in accordance with clause 16 within 15 business days of service of the Calculation Notice. The Dispute Notice shall specify (a) the reasons why the SLP disputes the Aggregate Year 4 Value and (b) the value the SLP considers to represent the correct Aggregate Year 4 Value, and the Dispute Notice shall be accompanied by all relevant documentation supporting the SLP's calculation. If no Dispute Notice is served in accordance with this clause 7.3, the Aggregate Year 4 Value specified in the Calculation Notice shall be final.
- 7.4 If the SLP serves a Dispute Notice under clause 7.3, then the Seller and the SLP (acting for itself and on behalf of the Buyer) shall use their best endeavours to agree the Aggregate Year 4 Value in good faith discussions and either:
- (a) if the Seller and the SLP reach agreement within 10 business days of the Dispute Notice being served, the Aggregate Year 4 Value shall be amended as necessary to reflect such agreement and, following such agreement, a revised Calculation Notice reflecting such agreement shall be issued by the Seller and the revised Aggregate Year 4 Value stated therein shall then constitute the final Aggregate Year 4 Value for the purposes of clause 7.6; or
  - (b) if the Seller and the SLP do not reach agreement as to the value of the Aggregate Year 4 Value in accordance with sub-clause 7.4(a) above, the Seller or the SLP may refer the dispute to such independent firm of chartered accountants of international repute in London as the President of the Institute of Chartered Accountants in England and Wales may, on the application of either the Seller or the SLP, nominate (the "Expert").
- 7.5 In any reference to the Expert in accordance with clause 7.4 above:
- (a) the Expert shall act as an expert and not as an arbitrator;
  - (b) the Expert is to make a decision on the dispute and notify the Seller and the SLP of its decision as to the value of the Aggregate Year 4 Value within 10 business days of receiving the reference or such longer reasonable period as the Expert may determine;
  - (c) the decision of the Expert shall, in the absence of fraud or manifest error, be final and binding on the Seller, the Buyer, the SLP and the GP and the Aggregate Year 4 Value shall be amended as necessary to reflect the decision of the Expert and, following such decision, a revised Calculation Notice reflecting such decision shall be issued by the Seller and the revised Aggregate Year 4 Value stated therein shall then constitute the Aggregate

Year 4 Value for the purposes of clause 7.6;

- (d) the costs of the Expert shall be paid by the Seller and the Buyer equally or as otherwise determined by the Expert; and
- (e) each of the Seller, the Buyer, the SLP and the GP shall respectively provide or procure the provision to the Expert of all such information as the Expert shall reasonably require.

7.6 If the Aggregate Year 4 Value (as previously agreed by the Seller and the SLP (acting for itself and on behalf of the Buyer or determined by the Expert pursuant to this clause 7) exceeds the Reference Amount, the Initial Purchase Price shall be adjusted as follows:

- (a) if the Adjustment Amount is less than or equal to the amount of any Surplus, the Initial Purchase Price shall be adjusted and increased by an amount equal to the Adjustment Amount (with such increased and adjusted amount being the final purchase price);
- (b) if the Adjustment Amount is greater than the amount of any Surplus, the Initial Purchase Price shall be adjusted and increased by an amount equal to the amount of the Surplus (with such increased and adjusted amount being the final purchase price) and neither the Buyer nor the SLP shall have any obligation in respect of the balance of the Adjustment Amount; or
- (c) if there is no Surplus, there shall be no adjustment or increase to the Initial Purchase Price (and neither the Buyer nor the SLP shall have any obligation in respect of the Adjustment Amount),

and the Buyer and the SLP shall be required to pay (with their liability to make such payment being joint and several) any amount by which the Initial Purchase Price is adjusted and increased pursuant to either sub-clause 7.6(a) or 7.6(b) above (such amount being the "Adjustment Payment Amount") (if any) to the Seller by transferring the same to the Adjustment Payment Account on the terms of this clause 7. For the avoidance of doubt:

- (i) the Buyer and the SLP shall be required to pay (with their liability to make such payment being joint and several) the Adjustment Payment Amount in accordance with the provisions of this clause 7 regardless of whether the Buyer and / or the SLP has, on, before or after the Sufficient Sell-Down Date, sold, lent, charged or otherwise disposed of any of the Sale Shares (or any shares, securities or instruments derived therefrom) or continues to hold them;
- (ii) under no circumstances shall there be any adjustment to the Initial Purchase Price pursuant to this clause 7 in the event that:
  - (A) the Aggregate Year 4 Value does not exceed the Reference Amount; or
  - (B) there is no Surplus as at the Sufficient Sell-Down Date; and
- (iii) the Initial Purchase Price is not capable of downwards adjustment for any reason, whether related to the Aggregate Year 4 Value, the non-existence of a Surplus or otherwise.

7.7 At any time on or after the later of the Valuation Completion Date and the date on which the Aggregate Year 4 Value is agreed or determined, the Seller may deliver to the Buyer and/or the SLP an Adjustment Notice (in accordance with clause 16). Any Adjustment Notice shall specify:

- (a) the final Aggregate Year 4 Value;
- (b) the Surplus;
- (c) the Adjustment Payment Amount;
- (d) the Adjustment Payment Account, setting out the name of the bank and branch administering such Adjustment Payment Account and the account number and sort code of such Adjustment Payment Account; and
- (e) the Adjustment Settlement Date, which shall be a business day falling not less than 6 nor more than 10 business days after service of the Adjustment Notice (or, in the event of a dispute conducted in accordance with this clause 7, not less than 2 nor more than 10 business days after the date of issue of a revised Adjustment Notice following resolution of such dispute in accordance with this clause 7).

The Adjustment Notice shall be accompanied by all relevant documentation supporting the calculation of the Adjustment Payment Amount.

7.8 The provisions of clauses 7.3, 7.4 and 7.5 shall apply *mutatis mutandis* to the Seller's calculation of the Adjustment Payment Amount, including as if references to:

- (a) the period of 15 business days referred to in clause 7.3 shall instead be a period of 5 business days;
- (b) "Aggregate Year 4 Value" were to "Adjustment Payment Amount"; and
- (c) "Calculation Notice" were to "Adjustment Notice".

7.9 Subject to clause 7.10 and clause 7.11, the Buyer and the SLP undertake jointly and severally to transfer (or procure the transfer of), on the Adjustment Settlement Date, a sum in cash equal to the Adjustment Payment Amount by electronic funds transfer to the Adjustment Payment Account (the "Final Adjustment Amount"). Transfer of the Final Adjustment Amount to the Adjustment Payment Account shall, subject only to full performance of any obligations under clauses 7.10 and/or 7.11, discharge the obligations of the Buyer and the SLP under this clause 7 and clause 3 and neither the Buyer nor the SLP shall have any obligations as to its distribution to the Seller.

7.10 To the extent that the Aggregate Year 4 Value ascribes a value other than zero to any Unlisted Reference Shares, the Buyer and the SLP may satisfy the Unlisted Reference Share Percentage of the Adjustment Payment Amount by transferring to the Seller (or otherwise passing the economic benefit of) between them a Qualifying Portfolio equal in value (such equality being determined by reference to the valuations of the Unlisted Reference Shares underlying the calculation of the Aggregate Year 4 Value) to not less than such percentage of the Adjustment Payment Amount. For these purposes, the "Unlisted Reference Share Percentage" equals:

$$\frac{A}{B} \times 100$$

where:

- A is the Aggregate Unlisted Reference Share Value; and  
B is the Aggregate Year 4 Value.

7.11 In the event that:

- (a) the Aggregate Year 4 Value includes (i) pursuant to sub-clause 7.1(b), any amount representing Sale Consideration or Takeover Consideration which, as at the Adjustment Date, is unpaid by reason of being contingent or deferred consideration or (ii) pursuant to sub-clause 7.1(c), any unpaid liquidation proceeds (the aggregate amount of such contingent or deferred consideration and/or liquidation proceeds within such value being the "Year 4 C/D Amount"); and
- (b) any of the contingent or deferred consideration and/or liquidation proceeds within the Year 4 C/D Amount remains unpaid as at the Adjustment Settlement Date, by reason of remaining contingent or deferred consideration and/or unpaid liquidation proceeds (such remaining amount being the "Payment Date C/D Amount"); and
- (c) the Permitted C/D Delay Amount (as defined below) is greater than zero,

then the following shall apply:

- (i) the SLP (acting for itself and on behalf of the Buyer) may elect to defer payment of the Permitted C/D Delay Amount until the Permitted C/D Payment Date, where:
- (A) the "Permitted C/D Delay Amount" is the amount in pounds sterling produced by the following equation:

$$\left( \frac{PDC/DA}{AY4V} \times FAA \right) \text{ less } \text{£}50 \text{ million}$$

where:

PDC/DA is the Payment Date C/D Amount;

AY4V is the Aggregate Year 4 Value; and

FAA is the Final Adjustment Amount; and

- (B) the Permitted C/D Payment Date is the earlier of (a) the first anniversary of the Adjustment Settlement Date; and (b) 15 business days after any date on which all amounts comprised within the Year 4 C/D Amount have been received by or paid to the Buyer and/or the SLP (as applicable); and



- (ii) on the Permitted C/D Payment Date, the Buyer and the SLP undertake jointly and severally to transfer (or procure the transfer of) a sum in cash equal to the Permitted C/D Delay Amount by electronic funds transfer to the Adjustment Payment Account specified in the earlier Adjustment Notice (or such other account as the Seller may specify by subsequent notice in accordance with clause 16), PROVIDED THAT the Buyer's and the SLP's joint and several obligation to make such payment shall be reduced to the extent that payment of the Permitted C/D Delay Amount would result in the Pension Scheme being in deficit, with the calculation of the surplus/deficit position being based on the valuation conducted in relation to the Pension Scheme as at the Sufficient Sell-Down Date and agreed or determined pursuant to clause 6, with such valuation being updated solely to reflect (i) payments to the Buyer and/or the SLP (as applicable) following the Sufficient Sell-Down Date but before the date that is 14 days prior to the Permitted C/D Payment Date of contingent or deferred consideration or liquidation proceeds within the Year 4 C/D Amount, and (ii) the value of such of the contingent or deferred consideration and/or liquidation proceeds within the Year 4 C/D Amount as remains unpaid contingent or deferred consideration and/or any unpaid liquidation proceeds as at the date that is 14 days prior to the Permitted C/D Payment Date, using the same policies, practices and methodologies as were used for the purposes of the early valuation.

7.12 In the event that there is any dispute between the Seller and the SLP (whether acting for itself or on behalf of the Buyer) or between the Seller and the Buyer in relation to any act taken by the SLP (whether acting for itself or on behalf of the Buyer) under clause 7.10 or clause 7.11, then it shall be referred for determination to an Independent Financial Adviser appointed in accordance with the provisions of sub-clause 7.4(b) applied *mutatis mutandis* and with clause 7.5 applying *mutatis mutandis* to the Expert's determination of the disputed matter.

## **8 Adjustment to the Reference Amount and the Reference Shares**

8.1 Upon the happening of any of the events described below prior to the Adjustment Date, the respective adjustments set out below shall take effect:

- (a) If and whenever there shall be a consolidation or sub-division in relation to any Reference Shares, such Reference Shares, following the same taking effect, shall comprise such shares as so consolidated or sub-divided. Such adjustment shall become effective on the date the consolidation or sub-division, as the case may be, takes effect.
- (b) If and whenever the Company (or any issuer of Reference Shares) shall issue any shares of a class or type that are within the then applicable definition of Reference Shares credited as fully paid to shareholders by way of capitalisation of profits or reserves (including any share premium account or capital redemption reserve), the Reference Shares, following the same taking effect, shall comprise the previous Reference Shares together with the new shares so issued in respect of or in relation to the Reference Shares. Such adjustment shall become effective on the date of issue of such new shares.
- (c) In the event that the Company (or any issuer of Reference Shares) shall conduct a Relevant Rights Issue, the Seller, the Buyer and the SLP agree that:

- (i) no adjustment shall be made to the number or value of the Reference Shares nor to the Reference Amount, but
  - (ii) rather, the necessary adjustment to take account of the effect of any such Relevant Rights Issue shall be implemented through the provisions of clause 7.1(d) and the other provisions of this Agreement in respect of Relevant Rights Issues.
- (d) If and whenever the Buyer or the SLP effects any Relevant Permitted Sale, the shares, securities or instruments so sold, shall cease to be Reference Shares. Such adjustment shall take effect on the Sale Date for such Relevant Permitted Sale. For the avoidance of doubt, the consideration for any such Relevant Permitted Sale is capable of being counted as Reference Shares or in the calculation of the Aggregate Year 4 Value under clause 7.1.
- (e) If the Seller or the SLP (acting for itself and on behalf of the Buyer) determines (in its absolute discretion) that an adjustment should be made to the Reference Amount (and/or, as the case may be, the quantity, class, nature or identity of the Reference Shares or the operation of any provision of this Agreement) as a result of one or more circumstances not referred to above in this clause 8.1 (including, without limitation: (A) a Return of Value where the adjustment should reflect, without limitation, (i) any dilutive effect on the continuing share capital and (ii) the principle that any value received by the Buyer and/or the SLP pursuant to a Return of Value should reduce *pro tanto* the Reference Amount; and (B) any reclassification of any share, security or instrument comprised within the Reference Shares or any other process or action resulting in there being Reference Shares of an increased number of classes or types, where any adjustment may be made to provide for more than one Reference Amount each allocable to a different class or type of share, security or instrument and/or more than one pool of Reference Shares and/or any change to the operation of any provision of this Agreement), that party may, acting reasonably, request an Independent Financial Adviser (the selection of such Independent Financial Adviser to be agreed jointly by the Seller and the SLP (acting for itself and on behalf of the Buyer) or, if the Seller and the SLP (acting for itself and on behalf of the Buyer) do not reach agreement as to such selection within 10 days of either such party requesting agreement from the other, to be decided by the President of the Institute of Chartered Accountants in England and Wales (upon reference for determination by either the Seller or the SLP (acting for itself and on behalf of the Buyer)) and the costs of such Independent Financial Adviser to be paid by the Seller and Buyer equally or as otherwise determined by the Expert) to determine as soon as practicable what adjustment (if any) to the Reference Amount (or, as the case may be, the quantity, class, nature or identity of the Reference Shares or the operation of any provision of this Agreement) is fair and reasonable to take account thereof and the date or dates on which such adjustment (if any) should take effect for the purposes of various provisions of this Agreement and, upon such determination, such adjustment (if any) shall be made and shall take effect in accordance with such determination, provided that an adjustment shall only be made pursuant to this sub-clause 8.1(e) if such Independent Financial Adviser is so requested to make such determination not more than 42 days after the date on which the Seller receives notice pursuant to clause 8.3 below. If either the Seller or the SLP (acting for itself and on behalf of the Buyer) proposes to request an Independent Financial Adviser to make a determination pursuant to this sub-clause

8.1(e), that party shall, as soon as reasonably practicable, inform the other party by notice (in accordance with the provisions of clause 16) so that such Independent Financial Adviser may be selected jointly by such parties pursuant to the provisions of this sub-clause 8.1(e). A written determination of an Independent Financial Adviser pursuant to this sub-clause 8.1(e) shall be conclusive and binding on the Seller, the Buyer, the SLP and the GP, save in the case of manifest error.

8.2 The provisions of clause 8.1 shall apply *mutatis mutandis* in respect of Rights Issue Securities.

8.3 Upon or as soon as reasonably practicable following the Buyer or the SLP becoming aware that any event reasonably capable of falling within clause 8.1 above has occurred, or is reasonably likely to occur, the SLP (acting for itself and/or (if applicable) on behalf of the Buyer) shall notify the Seller of the relevant event (in accordance with the provisions of clause 16) and shall provide, or procure the provision of, to the Seller all such information concerning that event as the Seller may reasonably request.

## 9 Further provisions in relation to Takeovers and liquidations

9.1 If a Takeover occurs prior to the Adjustment Date, the Buyer and the SLP undertake jointly and severally to , as soon as reasonably practicable, provide, or procure the provision of, to the Seller (in accordance with the provisions of clause 16):

- (a) a statement of the balance of the shares, securities or instruments in the Securities Account at the time immediately preceding, and the time immediately following, such Takeover together with a balance showing the Takeover Consideration in respect of such Takeover; and
- (b) all such information concerning the relevant Takeover as the Seller may reasonably request.

9.2 In the event that any issuer of Reference Shares is liquidated on a solvent or insolvent basis prior to the Adjustment Date, the foregoing provisions of this clause 9 shall apply *mutatis mutandis*. In the event that any issuer of Rights Issue Securities is liquidated on a solvent or insolvent basis, any liquidation proceeds received or receivable by the Buyer and/or the SLP in respect of Rights Issue Securities shall be included in the calculation of "A" under sub-clause 7.1(d).

## 10 Sales of Reference Shares by the Buyer and/or the SLP

10.1 If, prior to the Adjustment Date, the Buyer or the SLP shall effect any sale within clause 10.2 then:

- (a) where applicable, the number of Reference Shares shall be adjusted in accordance with the provisions of sub-clause 8.1(d); and
- (b) the Buyer and the SLP undertake jointly and severally to, as soon as reasonably practicable, provide, or procure the provision of, to the Seller (in accordance with the provisions of clause 16):
  - (i) a statement of the balance of the shares, securities or instruments in the Securities Account at the time immediately preceding, and the

time immediately following, such Relevant Permitted Sale together with a balance showing the Sale Consideration in respect of such Relevant Permitted Sale; and

- (ii) all such information concerning such Relevant Permitted Sale as the Seller may reasonably request.

10.2 The parties agree that, prior to the Adjustment Date, neither the Buyer nor the SLP shall make a Disposal of any share, security or other instrument that (if it continued to be held at the Adjustment Date) would or might fall to be included in the calculation of the Aggregate Year 4 Value other than:

- (a) with the consent of the Seller, such consent not to be unreasonably withheld (in which case the Seller shall, if it grants consent, specify (acting reasonably) whether such Disposal shall be a Relevant Permitted Sale for the purposes of this Agreement);
- (b) a disposal pursuant to a Takeover;
- (c) an outright sale for cash to an unconnected third party on arm's length terms (and with no collateral terms or arrangements which are reasonably capable of affecting the outcome of the calculation of the Adjustment Amount or any element of it):
  - (i) in a market transaction; or
  - (ii) in an off-market transaction conducted through an intermediary or as a block trade; and
- (d) in the case of the Buyer only, a transfer of all (and not some only) of the Sale Shares (and any shares, securities or instruments derived therefrom) to the SLP subject to:
  - (i) such arrangement being compliant with and not infringing the Shareholders' Agreement;
  - (ii) the Seller being satisfied (acting reasonably) (a) as to the due establishment of the partnership and the good standing of the partner, and (b) that the terms of the partnership do not conflict with the terms of this Agreement and are not reasonably likely to compromise the due performance and/or operation of the obligations and arrangements contained in this Agreement; and
  - (iii) execution of such documentation by the Seller, the SLP, the GP and the Buyer as leaves the Seller in no less advantageous a position as that in which it would have been but for the transfer (including, without limitation, the robustness of the Adjustment Amount calculation and payment provisions), and which documentation shall include (without limitation) an obligation on the Buyer to make any payments or discharge any obligations that the SLP might fail to make or discharge.

10.3 Following the Adjustment Date, the Buyer and the SLP shall each use all reasonable endeavours to ensure that it has sold, or procured the sale of, sufficient Relevant Sufficient Securities (or shares, securities or instruments derived therefrom) such that the Sufficient Sell-Down Date shall be the first anniversary of the Adjustment

Date. The Buyer and the SLP shall provide such information as the Seller reasonably requests in relation to action taken by the Buyer and the SLP to discharge their respective obligations under this clause 10.3.

**11 Default interest**

- 11.1 If any party defaults in the payment when due of any sum payable to any other party under this Agreement (whether determined by agreement or pursuant to an order of the court or otherwise), the liability of that party shall be increased on such sum from the date when such payment is due until the date of actual payment (after as well as before judgment) at the Agreed Rate. Such interest shall accrue from day to day, shall be compounded annually and shall be payable on demand by the other party.

**12 Warranties**

- 12.1 In consideration of the Buyer entering into this Agreement, the Seller warrants as at the date of the Share Purchase Agreement to the Buyer in the terms set out in schedule 3 (as though references in schedule 3 to "this Agreement" were to the "Share Purchase Agreement" as defined herein). For the avoidance of doubt, such Warranties were given under the Share Purchase Agreement at the date thereof and, save in respect of the Warranty given at paragraph 2.1 of schedule 3 which is repeated by the Seller in respect of this Agreement only at the date hereof, are not being repeated or re-warranted on the date of this Agreement or any subsequent date.
- 12.2 Each of the Warranties shall be construed as a separate and independent warranty and, except as expressly provided otherwise in this Agreement, shall not be limited by reference to any other Warranty.
- 12.3 The Buyer acknowledges that, save for the Warranties, the Seller has not given and the Buyer has not relied on any other warranties of the Seller (whether express or implied) in entering into this Agreement. The Buyer is aware of all the liabilities arising out of or in connection with or as a consequence of entering into this Agreement. For the avoidance of doubt, the SLP and the GP each acknowledge that the Seller has not given, and neither the SLP nor the GP has relied on, any warranties of the Seller (whether express or implied) in entering into this Agreement. The SLP and the GP are each aware of all liabilities arising out of or in connection with or as a consequence of entering into this Agreement.
- 12.4 The Buyer warrants and undertakes to the Seller that:
- (a) it has and will continue to have full power and authority to enter into and perform the Share Purchase Agreement (including, for the avoidance of doubt, power and authority to perform its obligations pursuant to clauses 6, 7, 9 and 10 thereof), which constitutes binding obligations on the Buyer in accordance with its terms;
  - (b) it is not party to and will not enter into any agreement or arrangement of any kind with any person that is inconsistent with any of the provisions of the Share Purchase Agreement (including in particular clauses 7 and 10 thereof) or for the purpose, or with the effect, of denying or reducing the rights of the Seller pursuant to the Share Purchase Agreement (other than, in either case, this Agreement);
  - (c) as at the date of the Share Purchase Agreement, it acquired the Sale Shares

for investment purposes and not with any view to a distribution of the Sale Shares (as such term is used in the United States Securities Act of 1933);

- (d) it has and will continue to have full power and authority to enter into and perform this Agreement (including, for the avoidance of doubt, power and authority to perform its obligations pursuant to clauses 6, 7, 9 and 10), which constitutes binding obligations on the Buyer in accordance with its terms;
- (e) it is not party to and will not enter into any agreement or arrangement of any kind with any person that is inconsistent with any of the provisions of this Agreement (including in particular clauses 7 and 10) or for the purpose, or with the effect, of denying or reducing the rights of the Seller pursuant to this Agreement;
- (f) the SLP is a limited partnership registered in Scotland in accordance with the provisions of the Limited Partnerships Act 1907 and, as at the date hereof, is constituted pursuant to a limited partnership agreement dated 29 October 2010 between the Buyer and the GP (a copy of which is attached at schedule 5) (the "SLP Agreement");
- (g) there is and will be (until completion of the SLP Transfer, whereupon the Buyer shall enter into the Amended SLP Agreement) no document, agreement (whether written or unwritten), arrangement or understanding other than the SLP Agreement pursuant to which the SLP is constituted;
- (h) upon completion of the SLP Transfer, it will enter into an amended and restated limited partnership agreement (in the form in which it appears at schedule 6) with the GP (the "Amended SLP Agreement"), pursuant to which the SLP shall thereafter be constituted;
- (i) any information provided by the Buyer pursuant to this Agreement shall, when provided, be true and accurate in all material respects and (in relation to clause 6, 7, 8, 9 and 10) sufficient for the purposes of all the calculations, valuations and determinations in this Agreement;
- (j) any information provided by the Buyer pursuant to the Share Purchase Agreement shall, when provided, be true and accurate in all material respects and (in relation to clause 6, 7, 8, 9 and 10 thereof) sufficient for the purposes of all the calculations, valuations and determinations in this Agreement;
- (k) it will not, until such time as the Seller shall have definitively received from the Buyer, the GP and/or the SLP (as applicable) all such sums as are payable to it under this Agreement, whether through a single transaction or a series of transactions (whether related or not and whether voluntary or involuntary), sell or create or permit to subsist any Encumbrance over, transfer, lend, grant any option, right or warrant to purchase or otherwise dispose of or convert its partnership interest in the SLP (or any interest therein or benefit thereof) (whether in whole or in part) or enter into any other transaction having equivalent economic effect;
- (l) it will not, until such time as the Buyer and the GP enter into the Amended SLP Agreement, amend or vary or permit or consent to the amendment or variation of the terms of the SLP Agreement (or make, permit or consent to

any changes as to the identity and interests of the partners) without the prior written approval of the Seller and will act at all times to preserve the SLP as constituted by the SLP Agreement, PROVIDED THAT nothing in this sub-clause 12.4(l) shall prevent the Buyer from entering into the Amended SLP Agreement or from constituting the SLP pursuant to the Amended SLP Agreement;

- (m) subsequent to its entry into the Amended SLP Agreement and until such time as the Seller shall have definitively received from the Buyer, the GP and/or the SLP (as applicable) all such sums as are payable to it under this Agreement, it will not amend or vary or permit or consent to the amendment or variation of the terms of the Amended SLP Agreement (or make, permit or consent to any change(s) as to the identity and interests of the partners) without the prior written approval of the Seller and will act at all times to preserve the SLP as constituted by the Amended SLP Agreement;
- (n) subsequent to its entry into the Amended SLP Agreement and until such time as the Seller shall have definitively received from the Buyer, the GP and/or the SLP (as applicable) all such sums as are payable to it under this Agreement, there will be no document, agreement (whether written or unwritten), arrangement or understanding other than the Amended SLP Agreement pursuant to which the SLP is constituted;
- (o) it will not, until such time as the Seller shall have definitively received from the Buyer, the GP and/or the SLP (as applicable) all such sums as are payable to it under this Agreement, propose, permit or consent to the entering into by the SLP of any amalgamation, demerger, merger, consolidation, reconstruction or joint venture, without the prior written consent of the Seller;
- (p) it will not, until such time as the Seller shall have definitively received from the Buyer, the GP and/or the SLP (as applicable) all such sums as are payable to it under this Agreement, propose, permit or consent to the establishment of any affiliate of the SLP, without the prior written consent of the Seller;
- (q) it will not, until such time as the Seller shall have definitively received from the Buyer, the GP and/or the SLP (as applicable) all such sums as are payable to it under this Agreement, propose, permit or consent to (i) the termination of or (ii) the taking of any step, the passing of any resolution or the making of any order for the winding up, dissolution, bankruptcy, sequestration, administration or reorganisation of or (iii) the appointment of a liquidator, trustee, receiver, administrator, trustee in bankruptcy, compulsory manager, nominee, supervisor, judicial factor, administrative receiver or other similar officer to, the SLP; and
- (r) it will not, until such time as the Seller shall have definitively received from the Buyer, the GP and/or the SLP (as applicable) all such sums as are payable to it under this Agreement, propose, permit or consent to the disposal (whether by distribution or otherwise) of any income or capital received or receivable on the Sale Shares (or any shares, securities or instruments derived therefrom), except for the distribution to the Buyer of any income or capital (comprising (in either case) cash) received on the Sale Shares (or any shares, securities or instruments derived therefrom).

12.5 The GP warrants and undertakes to the Seller that:

- (a) it has and will continue to have full power and authority to enter into and perform this Agreement, which constitutes binding obligations on the GP in accordance with its terms;
- (b) it is not party to and will not enter into any agreement or arrangement of any kind with any person that is inconsistent with any of the provisions of this Agreement (including in particular clauses 7 and 10) or for the purpose, or with the effect, of denying or reducing the rights of the Seller pursuant to this Agreement;
- (c) any information provided by the GP pursuant to this Agreement shall, when provided, be true and accurate in all material respects and (in relation to clause 6, 7, 8, 9 and 10) sufficient for the purposes of all the calculations, valuations and determinations in this Agreement;
- (d) it will not, until such time as the Seller shall have definitively received from the Buyer, the GP and/or the SLP (as applicable) all such sums as are payable to it under this Agreement, whether through a single transaction or a series of transactions (whether related or not and whether voluntary or involuntary), sell or create or permit to subsist any Encumbrance over, transfer, lend, grant any option, right or warrant to purchase or otherwise dispose of or convert its partnership interest in the SLP (or any interest therein or benefit thereof) (whether in whole or in part) or enter into any other transaction having equivalent economic effect;
- (e) the SLP is a limited partnership registered in Scotland in accordance with the provisions of the Limited Partnerships Act 1907 and, as at the date hereof, is constituted pursuant to the SLP Agreement;
- (f) there is and will be (until completion of the SLP Transfer, whereupon the GP shall enter into the Amended SLP Agreement) no document, agreement (whether written or unwritten), arrangement or understanding other than the SLP Agreement pursuant to which the SLP is constituted;
- (g) it will not, until such time as the Buyer and the GP enter into the Amended SLP Agreement, amend or vary or permit or consent to the amendment or variation of the terms of the SLP Agreement (or make, permit or consent to any changes as to the identity and interests of the partners) without the prior written approval of the Seller and will act at all times to preserve the SLP as constituted by the SLP Agreement, PROVIDED THAT nothing in this sub-clause 12.5(g) shall prevent the GP from entering into the Amended SLP Agreement or from constituting the SLP pursuant to the Amended SLP Agreement;
- (h) upon completion of the SLP Transfer, it will enter into the Amended SLP Agreement, pursuant to which the SLP shall thereafter be constituted;
- (i) subsequent to its entry into the Amended SLP Agreement, it will not, until such time as the Seller shall have definitively received from the Buyer, the GP and/or the SLP (as applicable) all such sums as are payable to it under this Agreement, amend or vary or permit or consent to the amendment or variation of the terms of the Amended SLP Agreement (or make, permit or consent to any change(s) as to the identity and interests of the partners)



without the prior written approval of the Seller and will act at all times to preserve the SLP as constituted by the Amended SLP Agreement;

- (j) subsequent to its entry into the Amended SLP Agreement, there will be no document, agreement (whether written or unwritten), arrangement or understanding other than the Amended SLP Agreement pursuant to which the SLP is constituted;
- (k) it will not, until such time as the Seller shall have definitively received from the Buyer, the GP and/or the SLP (as applicable) all such sums as are payable to it under this Agreement, propose, permit or consent to the entering into by the SLP of any amalgamation, demerger, merger, consolidation, reconstruction or joint venture, without the prior written consent of the Seller;
- (l) it will not, until such time as the Seller shall have definitively received from the Buyer, the GP and/or the SLP (as applicable) all such sums as are payable to it under this Agreement propose, permit or consent to the establishment of any affiliate of the SLP, without the prior written consent of the Seller;
- (m) it will not, until such time as the Seller shall have definitively received from the Buyer, the GP and/or the SLP (as applicable) all such sums as are payable to it under this Agreement, propose, permit or consent to (i) the termination of or (ii) the taking of any step, the passing of any resolution or the making of any order for the winding up, dissolution, bankruptcy, sequestration, administration or reorganisation of or (iii) the appointment of a liquidator, trustee, receiver, administrator, trustee in bankruptcy, compulsory manager, nominee, supervisor, judicial factor, administrative receiver or other similar officer to, the SLP;
- (n) it will not, until such time as the Seller shall have definitively received from the Buyer, the GP and/or the SLP (as applicable) all such sums as are payable to it under this Agreement, propose, permit or consent to the disposal (whether by distribution or otherwise) of any income or capital received or receivable on the Sale Shares (or any shares, securities or instruments derived therefrom), except for the distribution to the Buyer of any income or capital (comprising (in either case) cash) received in respect of the Sale Shares (or any shares, securities or instruments derived therefrom); and
- (o) it will not, until such time as the Seller shall have definitively received from the Buyer, the GP and/or the SLP (as applicable) all such sums as are payable to it under this Agreement, withdraw (whether in whole or in part) from its role as general partner of the SLP.

12.6 The GP and the SLP jointly and severally warrant and undertake to the Seller that:

- (a) the SLP has and will continue to have full power and authority to enter into and perform this Agreement (including, for the avoidance of doubt, power and authority to perform its obligations pursuant to clauses 6, 7, 9 and 10), which constitutes binding obligations on the SLP in accordance with its terms;
- (b) the SLP is not party to and, until such time as the Seller shall have

definitively received from the Buyer, the GP and/or the SLP (as applicable) all such sums as are payable to it under this Agreement, will not enter into any agreement or arrangement of any kind with any person (which shall include any agreement, arrangement or understanding pursuant to which the SLP makes or receives a gift of any asset or liability) other than as expressly permitted pursuant to clause 10.2 of this Agreement (and, for the avoidance of doubt, the Seller hereby acknowledges and agrees that the entry by the SLP into the SLP Accession Form and the Lock-up Letter shall not constitute a breach of this sub-clause 12.6(b));

- (c) the SLP does not and, until such time as the Seller shall have definitively received from the Buyer, the GP and/or the SLP (as applicable) all such sums as are payable to it under this Agreement, will not hold (whether directly or indirectly) any asset or liability other than (with effect from completion of the SLP Transfer) the Sale Shares (or shares, securities, instruments or cash proceeds derived therefrom) and has not and, until such time as the Seller shall have definitively received from the Buyer, the GP and/or the SLP (as applicable) all such sums as are payable to it under this Agreement, will not enter into any commercial activities other than as expressly permitted pursuant to clause 10.2 (and, for the avoidance of doubt, the Seller hereby acknowledges and agrees that the entry by the SLP into the SLP Accession Form and the Lock-up Letter shall not constitute a breach of this sub-clause 12.6(c));
- (d) if the SLP acquires Sale Shares from the Buyer pursuant to sub-clause 10.2(d), it will do so for investment purposes and not with any view to a distribution of the Sale Shares (as such term is used in the United States Securities Act of 1933);
- (e) any information provided by the SLP pursuant to this Agreement shall, when provided, be true and accurate in all material respects and (in relation to clause 6, 7, 8, 9 and 10) sufficient for the purposes of all the calculations, valuations and determinations in this Agreement;
- (f) until such time as the Seller shall have definitively received from the Buyer, the GP and/or the SLP (as applicable) all such sums as are payable to it under this Agreement, the SLP will retain and not dispose of (whether by distribution or otherwise) any income or capital received or receivable on the Sale Shares (or any shares, securities or instruments derived therefrom), however arising, PROVIDED THAT the SLP may from time-to-time distribute any income or capital (comprising (in either case) cash) received in respect of the Sale Shares (or any shares, securities or instruments derived therefrom) to the Buyer;
- (g) the SLP will not, until such time as the Seller shall have definitively received from the Buyer, the GP and/or the SLP (as applicable) all such sums as are payable to it under this Agreement, enter into any amalgamation, demerger, merger, consolidation, reconstruction or joint venture, without the prior written consent of the Seller; and
- (h) the SLP will not, until such time as the Seller shall have definitively received from the Buyer, the GP and/or the SLP (as applicable) all such sums as are payable to it under this Agreement, establish, or propose, permit or consent to the establishment of, any affiliate of the SLP, without the prior written consent of the Seller .

**13 Buyer's Guarantee**

- 13.1 The Buyer unconditionally and irrevocably guarantees to the Seller the due and punctual performance by each of the GP and SLP of all their respective obligations under this Agreement. The Buyer undertakes to the Seller that, whenever the GP or SLP (as applicable) does not pay any amount which is expressed to be due from it under this Agreement (and such amount remains outstanding for 3 days following its due date), the Buyer shall immediately and unconditionally on demand by the Seller pay that amount. Demand may be made at any time on or after the date upon which payment is expressed to be due.
- 13.2 The Buyer agrees, as an independent and primary obligation; to indemnify and keep indemnified the Seller on an after-tax basis for all losses (including loss of profit but excluding taxes except to the extent taken into account in the application of the after-tax loss), liabilities, costs and expenses incurred as a result of (i) the failure of the GP and/or SLP to perform or discharge some or all of their respective obligations under this Agreement, and (ii) the unenforceability, invalidity or illegality of any of the GP and/or the SLP's respective obligations under this Agreement.
- 13.3 The Buyer agrees, as an independent and primary obligation, to pay within 3 days of demand by the Seller any amounts which are expressed to be due under this Agreement but which are not recoverable from the Buyer on the basis of the guarantee set out in clause 13.1 above. Any amount due under this clause 13.3 will be recoverable from the Buyer as though the obligation had been incurred by the Buyer as sole or principal debtor. This clause is in addition to and independent from the Buyer's obligations as a guarantor under clause 13.1 above.
- 13.4 If any amount payable by the Buyer under clauses 13.1 or 13.3 is subject to tax in the hands of the Seller but would have not been so subject to tax, or would have been subject to less tax, had it been paid by the SLP or the GP (as applicable), the Buyer shall be obliged to pay to the Seller such sum as will leave the Seller with the same after-tax amount as it would have retained after-tax had the SLP or the GP (as applicable) made the relevant payment.

**14 Announcements and Confidentiality**

- 14.1 Except as expressly required by law or by any legal or regulatory authority or any security exchange (including any filings with any security exchange), all announcements or circulars by, for or on behalf of any party and relating to any matter provided for in any Agreed Document shall be in a form approved in writing by the Seller and the SLP (acting for itself and on behalf of the Buyer) in advance of issue (such approval not to be unreasonably withheld or delayed), PROVIDED THAT the Seller shall have the right to make such announcements and disclosures relating to any matter provided for in any Agreed Document as the Seller may, in its reasonable opinion, consider appropriate, desirable or necessary. In particular and for the avoidance of doubt, the Buyer agrees that, following execution of the Share Purchase Agreement, the Seller may issue the Press Release.
- 14.2 Each party shall treat as confidential all information obtained as a result of negotiating, entering into or performing this Agreement which relates to any other party or to the Company.
- 14.3 Each party shall:

- (a) not disclose any such confidential information to any person other than any of the directors or employees of itself or its (direct or indirect) affiliates or subsidiaries who needs to know such information in order to discharge his duties; and
- (b) procure that any person to whom any such confidential information is disclosed by it complies with the restrictions contained in this clause as if such person were a party to this Agreement.

14.4 Notwithstanding the other provisions of this clause, any party may disclose any such confidential information:

- (a) to the extent required by law or regulation or for the purpose of or pursuant to any judicial proceedings or legal order;
- (b) to the extent required or requested by any securities exchange or regulatory or governmental body to which that party is subject or submits, wherever situated, including (amongst other bodies) any Tax Authority, whether or not the requirement for information has the force of law;
- (c) to its professional advisers, auditors and bankers provided they have a duty to keep such information confidential;
- (d) to the extent the information has come into the public domain through no fault of that party; or
- (e) to the extent the other parties have given prior written consent to the disclosure (such consent to be given, in the case of the Buyer and the GP, by the SLP, acting on their behalf).

14.5 The restrictions contained in this clause shall apply without limit in time.

## 15 Preservation of Rights

15.1 Any party may, in its discretion, in whole or in part release, compound or compromise, or waive its respective rights or grant time or indulgence in respect of, any liability to it under this Agreement without affecting the liability of or its rights against the other parties in respect of the same or any other liability, whether joint and several or otherwise.

15.2 Any release, compounding, compromise or waiver of any right under this Agreement must be in writing to be effective, must specify the right to which it applies and must be signed by an authorised signatory of the relevant party (as appropriate depending on which party is granting the relevant waiver) and shall not prevent the that party from subsequently relying on the relevant provision in a different connection.

15.3 No failure to exercise or delay by any party in exercising any right or any provision of this Agreement shall operate as a waiver of, or prevent any exercise or enforcement or (as the case may be) further or other exercise or enforcement by that party of, that or any other right or provision.

15.4 The giving by any party of any consent to any act which by the terms of this Agreement requires that consent shall not prejudice the right of that party to withhold or give consent to any similar act.

15.5 All of the provisions of this Agreement shall, so far as they are capable of being performed or observed, continue to be effective notwithstanding Completion except in respect of those matters then already performed and Completion shall not constitute a waiver of any party's rights in relation to this Agreement.

**16 Notices**

16.1 Any notice required to be served or issued under this Agreement shall be in writing and may be hand delivered or sent by first class post or registered delivery post or may be sent by e-mail to the address and for the attention of the individual set out below:

<u>Party</u>	<u>Address</u>	<u>E-mail address</u>
The Seller	Koninklijke Philips Electronics N.V., Corporate Treasury, Amstelplein 2 HBT 12, 1096 BC Amsterdam, The Netherlands For the attention of: Group Treasurer	peter.warmerdam@philips.com (Group Treasurer)
	Copy to: Koninklijke Philips Electronics N.V., Secretary of the Board of Management, Amstelplein 2 HBT 14, 1096 BC Amsterdam, The Netherlands For the attention of: General Secretary	eric.coutinho@philips.com (General Secretary)
The Buyer	The address first given above	Such address as may be provided from time to time in accordance with this clause 16
The SLP	The address first given above	Such address as may be provided from time to time in accordance with this clause 16
The GP	The address first given above	Such address as may be provided from time to time in accordance with this clause 16

Provided that a party may change its notice details on giving notice to the other parties of the change in accordance with this clause 16.

16.2 Any notice referred to in clause 16.1 shall be deemed to have been served:

- (a) if hand delivered, at the time of delivery;
- (b) if sent by post (whether first class or registered delivery), at 10.00 a.m. on the second business day after the day of posting; or

- (c) if sent by e-mail, when sent.

In proving service by hand or by post it shall be sufficient to show that the delivery was made or that the envelope containing the notice was properly addressed, stamped and posted.

- 16.3 Any notice given under this Agreement outside Working Hours in the place to which it is addressed shall be deemed not to have been given until the start of the next period of Working Hours in such place.

- 16.4 References to time in this clause 16 are to local time in the place to which the notice is addressed.

## 17 Entire Agreement

- 17.1 This Agreement and the Share Purchase Agreement constitute the entire and only agreement between the parties in relation to the sale and purchase of the Sale Shares by the Seller to the Buyer and the other matters which are the subject matter of this Agreement and the Share Purchase Agreement. It is agreed that:

- (a) no party has entered into this Agreement in reliance on, and each party unconditionally waives any claims in relation to, any statement, representation, warranty or undertaking which is not expressly set out or referred to in this Agreement or the Share Purchase Agreement (a "Pre-contractual Statement");
- (b) in the absence of fraud, no party shall have any right of action against any other party in respect of any Pre-contractual Statement, except to the extent that representations, warranties or undertakings are set out or referred to in either the Share Purchase Agreement or this Agreement and such party's only remedy in respect of such representations, warranties and undertakings shall be for breach of contract; and
- (c) this clause 17 shall not exclude any remedy or liability for fraudulent concealment or fraudulent misrepresentation.

For the avoidance of doubt and notwithstanding the above, the parties hereby agree and acknowledge that the Share Purchase Agreement has remained in force from the date thereof until execution of this Agreement.

## 18 Alterations

- 18.1 No purported alteration of this Agreement shall be effective unless it is in writing, refers specifically to this Agreement and is duly executed by each party to this Agreement.

## 19 Counterparts

- 19.1 This Agreement may be entered into in the form of two or more counterparts each executed by one or more of the parties but, taken together, executed by all of them and, provided that each party duly executes such a counterpart, each of the executed counterparts, when duly exchanged or delivered, shall be deemed to be an original, but, taken together, they shall constitute one instrument.

**20 Payment of Costs**

- 20.1 Except as expressly provided otherwise, each party shall be responsible for its own legal and other costs incurred in relation to the negotiation, preparation and completion of each of this Agreement and all other documents relating to the subject matter of this Agreement.

**21 Successors, Assigns and Third Party Rights**

- 21.1 This Agreement shall be binding on and shall enure for the benefit of the successors in title of each party.
- 21.2 No party shall assign, or purport to assign, all or any part of the benefit of, or its rights or benefits under, this Agreement without having first obtained the prior written consent of the other parties, PROVIDED THAT the Seller may assign, or purport to assign, all or any part of the benefit of, or its rights or benefits under, this Agreement with the prior written consent of the SLP (acting for itself and on behalf of the Buyer and the GP).
- 21.3 The liabilities of the parties other than the relevant assignor (as the case may be) under any Agreed Document shall be no greater than they would have been and the rights of the parties other than the relevant assignor (as the case may be) under any Agreed Document shall be no less than they would have been in either case absent any assignment pursuant to clause 21.2.
- 21.4 The parties do not intend that any term of this Agreement should be enforceable, by virtue of the Contracts Act, by any person who is not a party to this Agreement.

**22 Applicable Law and Submission to Jurisdiction**

- 22.1 This Agreement and any dispute or claim arising out of or in connection with it (whether contractual or non-contractual in nature, including claims in tort, for breach of statute or regulation or otherwise) shall be governed by and construed in accordance with English law.
- 22.2 All disputes (whether contractual or non-contractual) or claims arising out of or relating to this Agreement shall be subject to the exclusive jurisdiction of the English Courts.

**23 Delivery of Agreement**

- 23.1 The parties do not intend this Agreement to be delivered by, or to become legally binding on, any of them until the date of this Agreement is written at its head, notwithstanding that one or more of them may have executed this Agreement prior to that date being inserted.

**24 No partnership**

- 24.1 Nothing in this Agreement and no action taken or omitted to be taken by the parties under this Agreement shall (or shall be deemed to) constitute a partnership, joint venture or agency relationship between the Seller and any other party hereto and, for the avoidance of doubt, nothing in this Agreement and no action taken by (or omitted to be taken by) the parties under this Agreement or otherwise shall be intended (or shall be deemed) to make the Seller or to result in the Seller being a partner in the SLP.

**25 Parties' intention and further assurance**

- 25.1 The parties acknowledge that the intention of the changes made to the Share Purchase Agreement by its amendment and restatement pursuant to this Agreement is to leave the Seller in no less advantageous a position as that in which it would have been but for the transfer of the Sale Shares to the SLP (including, without limitation, the robustness of the Adjustment Amount calculation and payment provisions). To the extent that any further steps are required to be taken and/or documents executed to give full effect to that intention, each of the Buyer, the GP and the SLP hereby undertakes to the Seller that it will take and/or execute the same.

**IN WITNESS** of the above this Agreement has been executed and delivered as a deed on the date written at the head of this Agreement.



Schedule 1  
The Sale Shares

(1) Name	(2) Address (Registered office in the case of companies)	(3)(a) Number of Ordinary Shares held
KONINKLIJKE PHILIPS ELECTRONICS N.V.	High Tech Campus 5, 5656 AE Eindhoven, The Netherlands	42,715,650 Ordinary Shares numbered 172,535,851 through 215,251,500 in the Company shareholder register

Schedule 2  
The Company

Status:	Limited liability company ( <i>naamloze vennootschap</i> )
Date of incorporation:	2 August 2006
Place of incorporation:	Amsterdam, The Netherlands
Registered number:	34253298
Registered office (corporate seat):	Eindhoven, The Netherlands

Schedule 3  
Warranties

1 **Information**

- 1.1 The information in schedules 1 and 2 is accurate.
- 1.2 The Sale Shares are the only Ordinary Shares held by the Seller as at the date hereof.

2 **The Seller**

- 2.1 The Seller has full power to enter into and perform this Agreement which constitutes binding obligations on the Seller in accordance with its terms. The Seller is not party to any agreement or arrangement of any kind with any person that is inconsistent with any of the provisions of this Agreement.
- 2.2 All the Sale Shares are fully paid or are properly credited as fully paid and the Seller is the sole legal and beneficial owner of all the Sale Shares free from Encumbrances (save for such Encumbrances comprised in the Shareholders' Agreement).

Schedule 4  
Completion Provisions

**1 Seller's Obligations**

- 1.1 On Completion, in accordance with clause 4, the Seller shall deliver to the Buyer a deed of transfer in respect of the Sale Shares, duly executed by the Seller and dated as at the Completion Date (the "Transfer Deed").

**2 Buyer's Obligations**

2.1 On Completion:

- (a) the Buyer shall execute the Accession Form and Transfer Deed (or an appropriate counterpart or duplicate of it) and deliver copies of the same to:
- (i) in the case of the Accession Form, Clifford Chance LLP; and
  - (ii) in the case of the Transfer Deed, the Company; and
- (b) the Buyer shall pay the Initial Purchase Price by electronic funds transfer to the Nominated Account. Payment of the Initial Purchase Price into that account shall discharge the obligations of the Buyer under clause 3 in relation to payment of the Initial Purchase Price and the Buyer shall have no obligation as to its distribution to the Seller.

Schedule 5  
SLP Agreement

**FOUNDING LIMITED PARTNERSHIP AGREEMENT**

among

**PPTL INVESTMENT LIMITED**

&

**PHILIPS PENSION TRUSTEES LIMITED**

establishing

**PPTL INVESTMENT LP**

**Brodies LLP  
15 Atholl Crescent  
Edinburgh EH3 8HA  
T: 0131 228 3777  
F: 0131 228 3878  
DX ED10  
Ref:-ACC.AAA  
2010**

## FOUNDING LIMITED PARTNERSHIP AGREEMENT

among

- 1 PPTL INVESTMENT LIMITED, a company incorporated in Scotland under the Companies Acts (Registered Number: SC387663) and having its Registered Office at 15 Atholl Crescent, Edinburgh, EH3 8HA (the "General Partner"); and
- 2 PHILIPS PENSION TRUSTEES LIMITED, a company incorporated in England under the Companies Act 1929 (Registered Number: 06408330) and having its Registered Office at Philips Centre, Guildford Business Park, Guildford, Surrey, GU2 8XH (the "Limited Partner").

It is hereby agreed as follows:-

### 1 Definitions

In this agreement unless the context otherwise requires:

- 1.1 "Accounting Period" means and includes any accounting period of the Partnership as specified in clause 4.1;
- 1.2 "Accounts" means the accounts prepared in accordance with clause 4.2 in respect of each Accounting Period;
- 1.3 "Act" means the Limited Partnerships Act 1907;
- 1.4 "Capital Account" of any Partner, means the capital account maintained in the books of the Partnership for such Partner in accordance with clause 6.1 with the initial balance comprising the Capital Contribution of each Partner, as adjusted from time to time as hereinafter provided;
- 1.5 "Capital Contribution" of any Partner, means the total capital contribution paid or transferred in specie to the Partnership as set out opposite the Partner's name in the Schedule;
- 1.6 "Commencement Date" means the later of (1) the last date of execution of this agreement and (2) the date on which the Partnership shall be registered under the Act as a limited partnership;
- 1.7 "Current Account" of any Partner, means the current account maintained pursuant to clause 7.1 in the books of the Partnership for such Partner, as adjusted from time to time as hereinafter provided;
- 1.8 "Partner" means any of the General Partner and/or the Limited Partner and "Partners" shall be construed accordingly;
- 1.9 "Partnership" means PPTL Investment LP being the limited partnership which is the subject of this agreement;
- 1.10 "Schedule" means the schedule of capital contributions annexed as relative hereto;

- 1.11 "Share Purchase Agreement" means the amended and restated agreement between the Partnership, the Limited Partner, the General Partner and Koninklijke Philips Electronics N.V. entered into on or around 29 October 2010 for the sale and purchase of 42,715,650 ordinary shares numbered 172,535,851 through 215,251,500 in the share register of NXP Semiconductors N.V;
- 1.12 "Termination Accounts" means the accounts prepared pursuant to clause 10.1;
- 1.13 "Termination Date" means the date of termination of the Partnership pursuant to clause 9.1.3;
- 1.14 "UK GAAP" means the generally accepted accounting policies and practices applied to limited partnerships formed under the Act in the United Kingdom or such other accounting policies and practices as shall be selected by the General Partner in consultation with the Limited Partner; and
- 1.15 "Working Day" means any day, Monday to Friday inclusive, on which clearing banks in the City of London are open for the conduct of ordinary non-automated business.
- 1.16 Any reference in this agreement to any statute or statutory provision shall be construed as if it referred to that statute or provision as amended, re-enacted or extended from time to time.
- 1.17 Where the context so admits, any word importing the singular number shall be construed as if it referred also to the plural number and vice versa, and any word importing any individual shall be construed as if it referred also to firms and corporations and vice versa.
- 1.18 References to clauses and the Schedule are to the clauses of and the Schedule to this agreement unless otherwise stated.
- 1.19 The headings in this agreement are inserted for convenience only and shall be ignored in construing this agreement.

## 2 Formation of Partnership

### 2.1 limited partnership

The parties hereto agree to enter into and establish the Partnership as a limited partnership (within the meaning of the Act) for the purposes set out in this agreement.

### 2.2 Partnership name

The business of the Partnership shall be carried on under the name "PPTL Investment LP".

### 2.3 commencement

The Partnership as hereby formed shall be held to have commenced as at the Commencement Date and subject to the provisions herein contained shall continue thereafter until the Termination Date.



**2.4 business of the Partnership**

The purpose of the Partnership is to carry on in Scotland and elsewhere the business of owning, managing and exploiting such assets as may be contributed to the Partnership from time to time (in accordance with the provisions of clause 3.1.2 below).

**2.5 profits and losses**

The Partners shall share profits and losses of the business of the Partnership as set out in clause 7.3 of this agreement.

**2.6 liability of partners**

2.6.1 In the event that the Partnership is unable to pay, satisfy or discharge any of its debts, liabilities or obligations out of the property, assets or funds contributed by Partners or otherwise belonging to the Partnership, then the liability of the Limited Partner for the payment, satisfaction and discharge thereof shall be limited to its Capital Contribution.

2.6.2 Subject to the express terms on which such debts, liabilities or obligations are undertaken, the General Partner shall assume and be liable for payment, satisfaction and discharge of the debts, liabilities and obligations of the Partnership to the extent that the same cannot be discharged out of the assets from time to time of the Partnership.

**2.7 principal place of business**

The Partnership shall have a principal place of business at 15 Atholl Crescent, Edinburgh, EH3 9HA or such other place in Scotland as the General Partner may from time to time notify in writing to the Limited Partner.

**2.8 registration**

The Partnership shall forthwith be registered in Scotland by the General Partner as a limited partnership under the Act provided that Section 6(5) (c) of the Act and Section 33(2) of the Partnership Act 1890 shall not apply to the Partnership and are hereby expressly excluded. The Partners shall at all times comply with the requirements of the Act and all other relevant enactments applicable to the establishment of the Partnership. In particular, but without prejudice to the foregoing generality, if during the continuance of the Partnership changes are made or occur in:-

2.8.1 the name of the Partnership;

2.8.2 the general nature of the business of the Partnership;

2.8.3 the principal place of business of the Partnership;

- 2.8.4 the name of any Partner;
- 2.8.5 the form or character of the Partnership;
- 2.8.6 the sum contributed or to be contributed by the Limited Partner by way of Capital Contribution;
- 2.8.7 the liability of any Partner by reason of his becoming a Limited Partner instead of a General Partner or a General Partner as opposed to a Limited Partner;

a statement signed by the General Partner on behalf of the Partnership specifying the nature of the change shall within seven days be sent by post or delivered to the Registrar of Companies in Edinburgh.

### **3 Management of Partnership**

#### **3.1 general**

- 3.1.1 The management, operation and policy of the Partnership is vested in the General Partner which shall alone be responsible for the management of the business and operations of the Partnership.
- 3.1.2 The General Partner will exercise its powers as general partner of the Partnership in respect of the management, operation and policy of the Partnership so as to procure that:
  - 3.1.2.1 the Partnership will comply with its obligations under the Share Purchase Agreement and any document to be entered into by the Partnership pursuant thereto; and
  - 3.1.2.2 no step will be taken by or in relation to, and no agreement or arrangement shall be entered into by or in relation to, the Partnership that may either be inconsistent with, or prejudice the performance by the Partnership of, its obligations under the Share Purchase Agreement and any document to be entered into by the Partnership pursuant thereto, or be inconsistent with or amount to a breach of any of the warranties and/or undertakings given by or in respect of the Partnership in terms of the Share Purchase Agreement (including any warranties and/or undertakings given by the General Partner or by the Limited Partner in respect of the Partnership).
- 3.1.3 Subject to the provisions of clause 3.1.2, the General Partner shall have full power and authority in performing its duties and functions under this agreement:-

- 3.1.3.1 to act or rely upon the opinion or advice or any information obtained from any professional source whether reporting to the Partnership or the General Partner;
- 3.1.3.2 to act by such responsible employee, employees or agents (other than the Limited Partners) for the time being as the General Partner may select;
- 3.1.3.3 to delegate any part of its functions, duties, discretions, rights and powers including general management of the business of the Partnership to any person, firm or corporation (other than the Limited Partner) and provided always that such person, firm or corporation exercises such delegated functions, duties, discretions, rights or powers (as applicable) in accordance with the provisions of clause 3.1.2, without liability on the part of the General Partner to the Limited Partner for any acts, defaults or omissions of any such person, firm or corporation save to the extent that the General Partner shall have acted with negligence in making such delegation; and
- 3.1.3.4 on behalf of the Partnership to enter into the Share Purchase Agreement (in the form or substantially in the form agreed by the Partners and initialed by them on its face for the purpose of identification) and the documents contemplated to be entered into by the Partnership pursuant thereto.

### 3.2 duties of the General Partner

Without prejudice to the generality of clause 3.1.1, the General Partner shall:-

- 3.2.1 be responsible for managing, or supervising the management by authorised persons of, the investments of the Partnership;
- 3.2.2 collect all sums due to and remit all sums due from the Partnership;
- 3.2.3 make distributions to the Partners in accordance with the provisions of this agreement; and
- 3.2.4 be responsible if necessary for applying to the Commissioners of HM Revenue and Customs for registration of the Partnership under the Value Added Tax Act 1994,

PROVIDED THAT, in carrying out its duties hereunder, the General Partner shall always act so as to comply with its obligations pursuant to clause 3.1.2.

**3.3 expenses**

All costs, expenses and liabilities whatsoever of the Partnership shall be borne by the Partnership and without prejudice to the generality of clause 3.8 the General Partner shall be entitled to apply the assets of the Partnership in or towards the discharge of such liabilities.

**3.4 no participation in management by the Limited Partner**

3.4.1 The Limited Partner shall not participate in the management, administration or running of the Partnership.

3.4.2 The Limited Partner shall not hold itself out as a general partner or take or purport to take any action on behalf of the Partnership pursuant to any agreement or contract and shall have no right or authority to do any of the foregoing.

3.4.3 The Limited Partner shall have no power to sign, seal, execute or endorse any document for and on behalf of the Partnership or any Partner or otherwise to bind the Partnership to any agreement, contract or course of action.

**3.5 restrictions on powers of the General Partner**

Save as otherwise provided in this agreement and subject always to the provisions of clause 3.1.2, the General Partner shall not (either as principal or through an agent) effect any material change in the nature of the business of the Partnership.

**3.6 transactions between the Partnership and related parties**

Subject to the provisions of clause 3.1.2, the Partnership shall not be precluded from contracting or entering in the ordinary course of the Partnership's business into any contract or arrangement with any person, trust, firm or corporation which is or may be interested, directly or indirectly, in the Partnership or any Partner (as the case may be) as partners, trustees, shareholders or directors or employees, or from directly or indirectly paying fees or commissions to any such person, trust firm or corporation for services rendered by it to the Partnership, provided that any such contract, transaction, arrangement or payment shall be entered into or made on an arm's-length commercial basis.

**3.7 dealings with third parties**

Notwithstanding but without prejudice to any other provision of this agreement, any third party dealing with the Partnership may rely conclusively upon the authority, power and right of the General Partner under this agreement.

**3.8 limitation of liability**

Neither the General Partner nor any of the persons, firms or corporations referred to in clause 3.1.3 shall, in the absence of negligence, bad faith, wilful default of its obligations or duties

hereunder or misconduct, be liable to the Partnership or the Limited Partners for any act or omission in the course of or in connection with its duties under or in connection with this agreement.

### 3.9 Indemnity

3.9.1 The General Partner shall, subject to the other provisions of this clause 3.9, be entitled to be indemnified out of the assets of the Partnership from and against all liabilities, losses, damages, judgments, costs and expenses (including, but without prejudice to the foregoing generality, amounts paid in satisfaction of judgments, or in compromise settlements, in fines, penalties and legal fees, reasonably incurred in connection with the conduct of any action, suit or other proceedings before any court or administrative or legislative body, in which the General Partner may be or may have been involved as a party or otherwise or with which it may be or may have been threatened) which may be imposed on, incurred by or asserted against the General Partner by reason of its being or having been such General Partner.

3.9.2 Such indemnity shall not apply to any matter in respect of which the General Partner shall have been guilty of negligence, bad faith, wilful default of its obligations or duties hereunder or misconduct in each case on the part of the General Partner.

3.9.3 There shall be no indemnity to the General Partner for any loss it may suffer in respect of the General Partner's interest in the Partnership.

3.9.4 The indemnity contained in this clause 3.9 shall not be exclusive of or affect any other rights or remedies to which the General Partner may be entitled by law.

3.10 The indemnity provided by this clause shall not, and shall not be construed so as to, increase in any respect the liability of the Limited Partner as provided in clause 2.6.

## 4 Accounts and reports to Partners

### 4.1 Accounting Periods

4.1.1 Subject to clause 4.1.2, each Accounting Period of the Partnership shall be a period of 12 months and shall end on 31 December in each year.

4.1.2 The first Accounting Period of the Partnership shall be the period commencing on the Commencement Date and ending on 31 December 2010.

### 4.2 Accounts

As soon as possible after the end of each Accounting Period, the General Partner shall prepare and send to each Partner for approval the following:-

- 4.2.1 copies of the Accounts prepared for the Accounting Period in accordance with UK GAAP which shall contain such further information as is necessary to show a true and fair view of the financial affairs of the Partnership and the report of the auditors of the Partnership thereon; and
- 4.2.2 such other financial information and documents as may be required under this Agreement and such additional information as the General Partner may deem appropriate.

#### 4.3 Information

The General Partner shall provide such information and documentation as the Limited Partner may at any time reasonably require for the purpose of making tax returns and such other information and documentation relating to the affairs of the Partnership as the Limited Partner may from time to time reasonably require. For any such purpose, the General Partner shall permit the Limited Partner to have such access to the books and records of the Partnership as is reasonable in all the circumstances.

#### 4.4 meetings of partners

- 4.4.1 Within 20 Working Days of the presentation of the Accounts in respect of any Accounting Period to the Partners, any Partner shall be entitled by written notice to the General Partner to require that a Partners' meeting be held for the purpose of considering and approving the Accounts for the preceding Accounting Period.
- 4.4.2 Within 10 Working Days of the receipt of any such notice, the General Partner shall convene such meeting by not less than 10 Working Days and not more than 20 Working Days notice in writing to the Partners.
- 4.4.3 There shall be only one such meeting in any Accounting Period and any such meeting shall be held at such place in Scotland nominated by the General Partner in the notice convening the meeting.
- 4.4.4 The Accounts shall be examined by the Partners and if approved shall be docketted by them as correct.
- 4.4.5 If the Accounts are not so docketted, the Accounts shall be held as approved unless any dissatisfied Partner shall within five Working Days of the meeting communicate in writing to the other Partners the details of his objections and request the appointment of an Arbitrator, who after hearing Partners' views shall give his decision thereupon, which shall be final and binding on the Partners and the Accounts shall then be held as approved.

#### 5 Contributions

**5.1 General Partner's and Limited Partner's Contributions**

On the Commencement Date, the General Partner and the Limited Partner shall forthwith contribute the whole of their Capital Contributions to the Partnership.

**6 Capital Accounts****6.1 establishment of Capital Accounts**

6.1.1 A Capital Account shall be established and maintained for each Partner during the life of the Partnership to which the Capital Contribution of that Partner shall be credited and which will be adjusted to reflect any withdrawal of the Capital Contribution of that Partner upon ceasing to be a Partner.

6.1.2 No Partner may draw out or receive back the whole or any part of its Capital Contribution for so long as it remains a Partner.

**6.2 no interest on Capital Account**

No Partner shall be entitled to receive interest from the Partnership on its Capital Account unless agreed otherwise by all of the Partners.

**7 Current Accounts****7.1 establishment of Current Accounts**

A Current Account shall be established and maintained for each Partner during the life of the Partnership to which all allocations and deductions shall be made in accordance with clause 7.3.

**7.2 no interest on Current Account**

No Partner shall be entitled to receive interest from the Partnership on its Current Account unless agreed otherwise by all of the Partners.

**7.3 allocations and deductions to Current Account**

7.3.1 The amount to be credited or, as the case may be, charged to the Current Account of each Partner shall be calculated as at the end of each Accounting Period in accordance with clause 7.3.2.

7.3.2 If the Accounts for such Accounting Period (the "Relevant Accounting Period") reveal that the Partnership has made a capital or revenue profit or a loss for the relevant Accounting Period, or if the General Partner in its sole discretion otherwise determines that the Partnership has made a capital or revenue profit or a loss for the relevant Accounting Period, then the entire profit or loss (as the case may be) will be applied to

or charged against the Current Accounts of the Partners in proportion to their respective Capital Contributions.

7.3.3 The application or charging of profits or losses mentioned in clause 7.3.2 shall be subject to adjustment to reflect the balances on and any additions to or withdrawals from the Partners' Current Accounts during the relevant Accounting Period.

7.3.4 There shall be deducted from the Current Account of each Partner the amount of any distribution made to each Partner in terms of clause 8.

#### **7.4 status of Current Accounts**

Amounts credited or allocated to the Current Account of any Partner shall not be regarded as capital or property contributed to the Partnership for the purpose of section 4(2) of the Act.

### **8 Distributions**

#### **8.1 amount to be distributed**

The aggregate amount (if any) to be distributed to the Partners from their Current Accounts in respect of any Accounting Period shall be determined by the General Partner in its sole discretion.

#### **8.2 Interim distributions**

The General Partner shall be entitled at its sole discretion to make interim distributions to the Partners from their Current Accounts during an Accounting Period on account of the distribution applicable to the relevant Accounting Period.

### **9 Resignation, death or insolvency of Partners**

#### **9.1 General Partner and Limited Partner**

9.1.1 The interest of the General Partner shall be personal to the General Partner and shall be incapable of assignment.

9.1.2 The General Partner may not resign from the Partnership.

9.1.3 The General Partner may determine the Partnership on not less than three months' notice in writing to the Limited Partner provided that no such notice may be given to expire otherwise than on the last day of an Accounting Period. On the expiry of such notice the Partnership shall terminate and the provisions of clause 10 shall apply.

9.1.4 The interest of the Limited Partner shall be personal to the Limited Partner and shall be incapable of assignment.

9.1.5 The Limited Partner may not resign from the Partnership.



**10 Termination Accounts****10.1 preparation of Termination Accounts**

In the event of the Partnership being determined in terms of clause 9:1.3, the General Partner shall procure the preparation of the Termination Accounts for the relevant Accounting Period ending on the Termination Date. The Termination Accounts shall be prepared (subject to the provisions of this clause) on the same basis as applicable to the Accounts as provided for in this agreement and the General Partner shall use reasonable endeavours to procure that the Termination Accounts are produced promptly.

**10.2 distribution upon termination**

As soon as the Termination Accounts are available the General Partner shall make distributions out of the net assets of the Partnership as shown in the Termination Accounts to be applied in the following order of priority:-

- 10.2.1 to the payment of all debts, obligations and liabilities of the Partnership;
- 10.2.2 to the payment of all amounts credited to the Capital Accounts of the Partners in proportion to their respective Capital Contributions; and then
- 10.2.3 to the payment to each Partner of all amounts credited to the Current Account of such Partner as set out in the Termination Accounts.

**11 Withdrawal of capital and profits**

- 11.1 Except as herein expressly provided, no Partner shall be permitted to withdraw profits (including undrawn profits credited to its Current Account) or capital from the Partnership.

**12 Introduction of new Partners**

- 12.1 No party (which term, for the purposes of this clause 12.1, does not include the General Partner or the Limited Partner) shall be admitted into the Partnership as a Partner.

**13 Miscellaneous****13.1 entire agreement**

This agreement contains the entire agreement and understanding between the Partners or any of them and supersedes and cancels all previous negotiations, agreements and commitments in respect of the subject matter of this agreement, and no party has relied on any representation of any other party other than as expressly set out or referred to in this agreement.

## 13.2 notices

Any notice to be given hereunder to a Partner shall be in writing and may be served personally or by pre-paid first class letter to such Partner at the address specified in this agreement or at such other address as may from time to time be notified to the other Partners for this purpose. Any notice so given by letter and any Accounts or other information or document pursuant to clause 4 that are despatched by post shall be deemed to have been received two days after the day of posting and in proving the giving of such notice or the despatch of such Accounts or such other information or documents it shall be sufficient to prove that the letter containing the notice or Accounts or such other information or documents was properly addressed and put into the post as a pre-paid first class recorded delivery letter.

## 13.3 variation of agreement

Except as otherwise specifically provided in this agreement or by law, the terms and provisions of this agreement may only be modified or amended by probative agreement among all of the Partners.

## 13.4 confidentiality

No announcement shall be made by any of the Partners concerning the subject matter of this agreement without the prior written consent of all the other Partners unless the obligation to make such announcement arises as a matter of law.

## 13.5 law

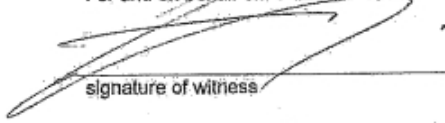

13.5.1 This agreement shall be governed by and construed in accordance with the law of Scotland.

13.5.2 Each of the parties hereto submits to the non-exclusive jurisdiction of the Court of Session in Scotland.

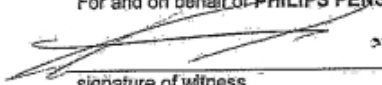
## 14 Execution


14.1 This document including the Schedule is executed as follows:-

For and on behalf of PPTL INVESTMENT LIMITED, acting through its duly appointed attorney

	
signature of witness	signature of attorney
<u>ANDREW ANDREW</u>	<u>AUSTIN CAROLINE CAMPBELL</u>
full name of above (print)	full name of above (print)
<u>15, Arnie Crescent, Edinburgh</u>	<u>29 October 2010</u>
address of witness	date of signing
	place of signing <u>Edinburgh</u>

For and on behalf of PHILIPS PENSION TRUSTEES LIMITED, acting through its duly appointed attorney

  
signature of witness

  
signature of attorney

Andrew Ainslie  
full name of above (print)

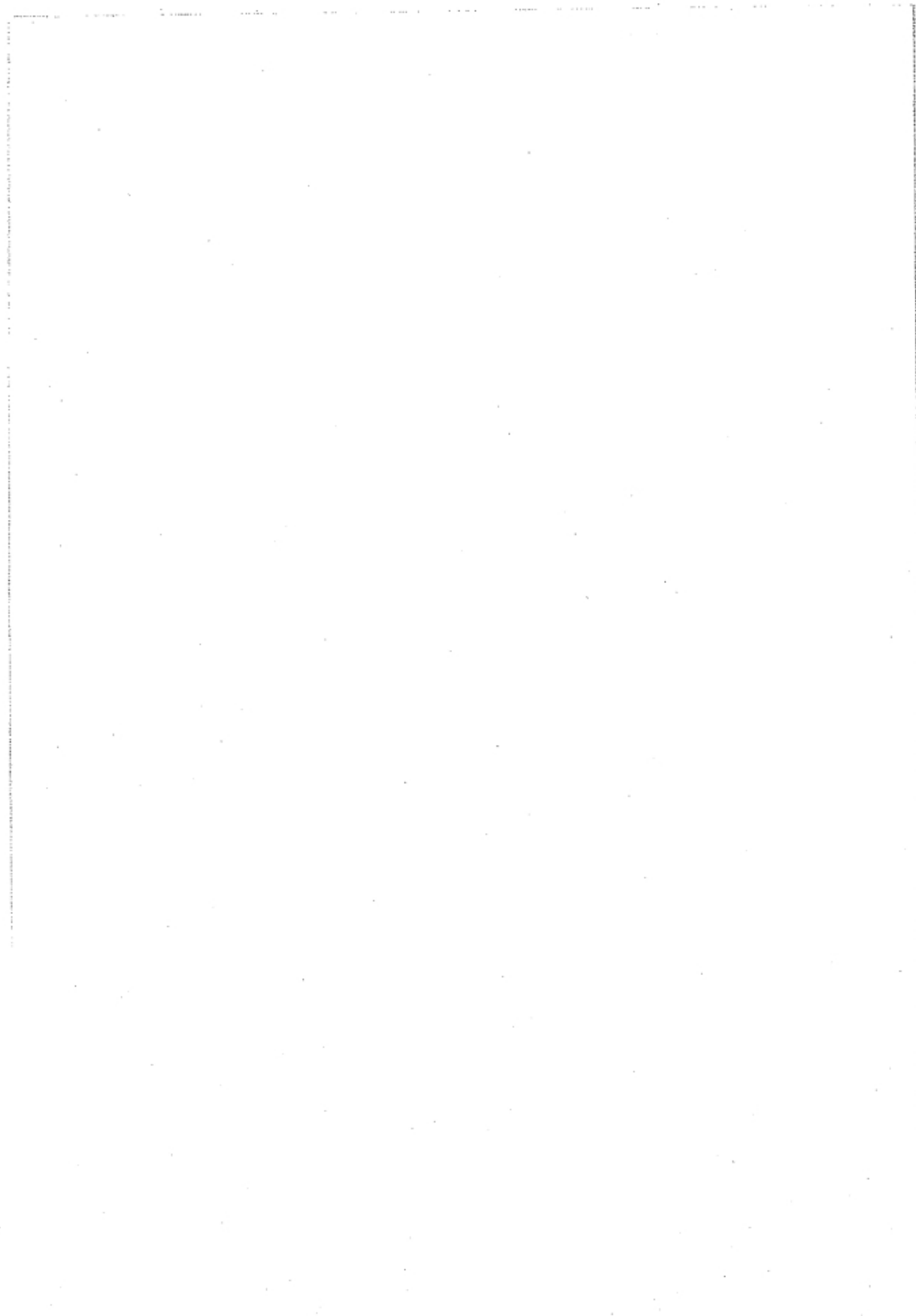
Aisling Carrick Carrick  
full name of above (print)

15 Small Crescent, Edinburgh  
date of signing

29 October 2010  
date of signing

address of witness

Edinburgh  
place of signing



Schedule 6  
Amended SLP Agreement

**AMENDED AND RESTATED LIMITED PARTNERSHIP AGREEMENT**  
among

**PPTL INVESTMENT LIMITED**

**&**

**PHILIPS PENSION TRUSTEES LIMITED**

relating to

**PPTL INVESTMENT LP**

**Brodies LLP  
15 Atholl Crescent  
Edinburgh EH3 8HA  
T: 0131 228 3777  
F: 0131 228 3878  
DX ED10  
Ref:-ACC.AAA  
2010**

## AMENDED AND RESTATED LIMITED PARTNERSHIP AGREEMENT

among

- 1 **PPTL INVESTMENT LIMITED**, a company incorporated in Scotland under the Companies Acts (Registered Number: SC387663) and having its Registered Office at 15 Atholl Crescent, Edinburgh, EH3 8HA (the "**General Partner**"); and
- 2 **PHILIPS PENSION TRUSTEES LIMITED**, a company incorporated in England under the Companies Act 1929 (Registered Number: 00406330) and having its Registered Office at Philips Centre, Guildford Business Park, Guildford, Surrey, GU2 8XH (the "**Limited Partner**").

### RECITALS

- A The General Partner and the Limited Partner established a limited partnership under the name "PPTL Investment LP" ("**the Partnership**") for the purpose of owning, managing and exploiting such assets as may be contributed to the Partnership from time to time. The Partnership was established by a limited partnership agreement dated 29 October 2010 (the "**Original Partnership Agreement**").
- B The Partnership was registered as a limited partnership in Scotland on 29 October 2010 under the Limited Partnerships Act 1907 with number 8360.
- C The General Partner is a wholly-owned subsidiary of the Limited Partner.
- D The General Partner, as the general partner of the Partnership, is responsible for the conduct, management and operation of the Partnership's business.
- E The General Partner has made a Capital Contribution of £10 in its capacity as the general partner of the Partnership.
- F The Limited Partner has made a Capital Contribution of £10 in its capacity as a limited partner of the Partnership.
- G The General Partner and the Limited Partner wish to amend and restate the Original Partnership Agreement by executing this Agreement.

IT IS HEREBY agreed by the General Partner and the Limited Partner that the Original Partnership Agreement be replaced in its entirety and be superseded by this Agreement.

#### 1 Definitions

In this agreement unless the context otherwise requires:

- 1.1 "**Accounting Period**" means and includes any accounting period of the Partnership as specified in clause 4.1;

- 1.2 **"Accounts"** means the accounts prepared in accordance with clause 4.2 in respect of each Accounting Period;
- 1.3 **"Act"** means the Limited Partnerships Act 1907;
- 1.4 **"Capital Account"** of any Partner, means the capital account maintained in the books of the Partnership for such Partner in accordance with clause 6.1 with the initial balance comprising the Capital Contribution of each Partner, as adjusted from time to time as hereinafter provided;
- 1.5 **"Capital Contribution"** of any Partner, means the total capital contribution paid or transferred in specie to the Partnership as set out opposite the Partner's name in the Schedule;
- 1.6 **"Commencement Date"** means 29 October 2010, being the date on which the Partnership was registered under the Act as a limited partnership;
- 1.7 **"Contractual Transfer"** means the transfer from the Limited Partner to the Partnership of 42,715,650 ordinary shares numbered 172,535,851 through 215,251,500 in the share register of NXP Semiconductors N.V.;
- 1.8 **"Current Account"** of any Partner, means the current account maintained pursuant to clause 7.1 in the books of the Partnership for such Partner, as adjusted from time to time as hereinafter provided;
- 1.9 **"Lock-up Letter"** means the lock up letter confirming that the Partnership will not breach certain sale restrictions placed upon it in respect of the 42,715,650 ordinary shares numbered 172,535,851 through 215,251,500 in the share register of NXP Semiconductors N.V., being the shares comprised in the Contractual Transfer;
- 1.10 **"Original Partnership Agreement:"** has the meaning ascribed thereto in Recital A;
- 1.11 **"Partner"** means any of the General Partner and/or the Limited Partner and **"Partners"** shall be construed accordingly;
- 1.12 **"Partnership"** has the meaning ascribed thereto in Recital A;
- 1.13 **"Schedule"** means the schedule of capital contributions annexed as relative hereto;
- 1.14 **"Share Purchase Agreement"** means the amended and restated agreement between the Partnership, the Limited Partner, the General Partner and Koninklijke Philips Electronics N.V. dated 29 October 2010 for the sale and purchase of 42,715,650 ordinary shares numbered 172,535,851 through 215,251,500 in the share register of NXP Semiconductors N.V.;
- 1.15 **"Shareholders' Agreement"** means the shareholders' agreement dated 5<sup>th</sup> August 2010 in respect of NXP Semiconductors N.V, to which the Limited Partner has adhered with effect from 7 September 2010 and to which the Partnership will adhere from the date hereof;



- 1.16 **"Termination Accounts"** means the accounts prepared pursuant to clause 10.1;
- 1.17 **"Termination Date"** means the date of termination of the Partnership pursuant to clause 9.1.3;
- 1.18 **"UK GAAP"** means the generally accepted accounting policies and practices applied to limited partnerships formed under the Act in the United Kingdom or such other accounting policies and practices as shall be selected by the General Partner in consultation with the Limited Partner; and
- 1.19 **"Working Day"** means any day, Monday to Friday inclusive, on which clearing banks in the City of London are open for the conduct of ordinary non-automated business.
- 1.20 Any reference in this agreement to any statute or statutory provision shall be construed as if it referred to that statute or provision as amended, re-enacted or extended from time to time.
- 1.21 Where the context so admits, any word importing the singular number shall be construed as if it referred also to the plural number and vice versa, and any word importing any individual shall be construed as if it referred also to firms and corporations and vice versa.
- 1.22 References to clauses and the Schedule are to the clauses of and the Schedule to this agreement unless otherwise stated.
- 1.23 The headings in this agreement are inserted for convenience only and shall be ignored in construing this agreement.

## **2 Formation of Partnership**

### **2.1 limited partnership**

The Partnership has been registered as a limited partnership (within the meaning of the Act) for the purposes set out in this agreement.

### **2.2 Partnership name**

The business of the Partnership shall be carried on under the name **"PPTL Investment LP"**.

### **2.3 commencement**

The Partnership shall be held to have commenced as at the Commencement Date and subject to the provisions herein contained shall continue thereafter until the Termination Date.

### **2.4 business of the Partnership**

2.4.1 The purpose of the Partnership is to carry on in Scotland and elsewhere the business of owning, managing and exploiting such assets as may be contributed to the Partnership from time to time (such business to be carried on in accordance with the provisions of clause 3.1.2 below and, for the avoidance of doubt, the Share Purchase Agreement).

2.4.2 The parties hereby agree that the Limited Partner shall make the Contractual Transfer to the Partnership in consideration for the Original Partnership Agreement in place at the date of registration of the Partnership being amended and replaced by this Agreement.

2.4.3 Subject at all times to (i) clause 3.1.2 below, (ii) the Share Purchase Agreement, (iii) the Shareholders' Agreement and (iv) the Lock-up Letter, the parties further agree that the shares comprised in the Contractual Transfer (being the 42,715,650 ordinary shares numbered 172,535,851 through 215,251,500 in the share register of NXP Semiconductors N.V.) shall be subject to the following terms:

2.4.3.1 all of the shares shall be sold by the Partnership on the first business day on which such a sale becomes possible in terms of the legal, contractual and regulatory requirements applicable to the Partnership as the holder of shares;

2.4.3.2 notwithstanding clause 2.4.3.1 above, the General Partner may, if after taking investment advice (or pending the receipt of such advice) it determines in its absolute discretion that it would be in the interests of the Partnership, either (i) require the Partnership to postpone any sale of the shares it would otherwise have made under paragraph 2.4.3.1, or (ii) require the Partnership not to make such a sale; and

2.4.3.3 in the event that the sale of part of the shares becomes possible in terms of the legal, contractual and regulatory requirements applicable to the Partnership as the holder of shares, and is achieved, the General Partner shall manage the sale of the balance as soon as possible in such a manner as is consistent with achieving a reasonable price.

2.4.4 The Partnership (acting through the General Partner or persons authorised on behalf of the Partnership in accordance with the terms of this Agreement) may execute, deliver and perform all contracts and other undertakings and engage in all activities and transactions as may in the reasonable opinion of the General Partner be necessary or advisable in order to carry out the foregoing purposes and objectives, provided that any such activities and transactions are in accordance with the terms of this Agreement (including, for the avoidance of doubt, clause 3.1.2 below).

## 2.5 profits and losses

The Partners shall share profits and losses of the business of the Partnership as set out in clause 7.3 of this agreement.

**2.6 liability of partners**

2.6.1 In the event that the Partnership is unable to pay, satisfy or discharge any of its debts, liabilities or obligations out of the property, assets or funds contributed by Partners or otherwise belonging to the Partnership, then the liability of the Limited Partner for the payment, satisfaction and discharge thereof shall be limited to its Capital Contribution.

2.6.2 Subject to the express terms on which such debts, liabilities or obligations are undertaken, the General Partner shall assume and be liable for payment, satisfaction and discharge of the debts, liabilities and obligations of the Partnership to the extent that the same cannot be discharged out of the assets from time to time of the Partnership.

**2.7 principal place of business**

The Partnership shall have a principal place of business at 15 Atholl Crescent, Edinburgh, EH3 8HA or such other place in Scotland as the General Partner may from time to time notify in writing to the Limited Partner.

**2.8 registration**

The Partnership has been registered in Scotland by the General Partner as a limited partnership under the Act provided that Section 6(5) (c) of the Act and Section 33(2) of the Partnership Act 1890 shall not apply to the Partnership and are hereby expressly excluded. The Partners shall at all times comply with the requirements of the Act and all other relevant enactments applicable to the establishment of the Partnership. In particular, but without prejudice to the foregoing generality, if during the continuance of the Partnership changes are made or occur in:-

- 2.8.1 the name of the Partnership;
- 2.8.2 the general nature of the business of the Partnership;
- 2.8.3 the principal place of business of the Partnership;
- 2.8.4 the name of any Partner;
- 2.8.5 the form or character of the Partnership;
- 2.8.6 the sum contributed or to be contributed by the Limited Partner by way of Capital Contribution;
- 2.8.7 the liability of any Partner by reason of his becoming a Limited Partner instead of a General Partner or a General Partner as opposed to a Limited Partner;

a statement signed by the General Partner on behalf of the Partnership specifying the nature of the change shall within seven days be sent by post or delivered to the Registrar of Companies in Edinburgh.

### **3 Management of Partnership**

#### **3.1 general**

- 3.1.1 The management, operation and policy of the Partnership is vested in the General Partner which shall alone be responsible for the management of the business and operations of the Partnership.
- 3.1.2 The General Partner will exercise its powers as general partner of the Partnership in respect of the management, operation and policy of the Partnership so as to procure that:
- 3.1.2.1 the Partnership will comply with its obligations under the Share Purchase Agreement and any document to be entered into by the Partnership pursuant thereto; and
- 3.1.2.2 no step will be taken by or in relation to, and no agreement or arrangement shall be entered into by or in relation to, the Partnership that may either be inconsistent with, or prejudice the performance by the Partnership of, its obligations under the Share Purchase Agreement and any document to be entered into by the Partnership pursuant thereto, or be inconsistent with or amount to a breach of any of the warranties and/or undertakings given by or in respect of the Partnership in terms of the Share Purchase Agreement (including any warranties and/or undertakings given by the General Partner or by the Limited Partner in respect of the Partnership).
- 3.1.3 Subject to the provisions of clause 3.1.2, the General Partner shall have full power and authority in performing its duties and functions under this agreement:-
- 3.1.3.1 to act or rely upon the opinion or advice or any information obtained from any professional source whether reporting to the Partnership or the General Partner;
- 3.1.3.2 to act by such responsible employee, employees or agents (other than the Limited Partners) for the time being as the General Partner may select;
- 3.1.3.3 to delegate any part of its functions, duties, discretions, rights and powers including general management of the business of the Partnership to any person, firm or corporation (other than the Limited

Partner) and provided always that such person, firm or corporation exercises such delegated functions, duties, discretions, rights or powers (as applicable) in accordance with the provisions of clause 3.1.2, without liability on the part of the General Partner to the Limited Partner for any acts, defaults or omissions of any such person, firm or corporation save to the extent that the General Partner shall have acted with negligence in making such delegation; and

- 3.1.3.4 on behalf of the Partnership to enter into the Share Purchase Agreement and the documents contemplated to be entered into by the Partnership pursuant thereto.

### 3.2 duties of the General Partner

Without prejudice to the generality of clause 3.1.1, the General Partner shall:-

- 3.2.1 be responsible for managing, or supervising the management by authorised persons of, the investments of the Partnership;
- 3.2.2 collect all sums due to and remit all sums due from the Partnership;
- 3.2.3 make distributions to the Partners in accordance with the provisions of this agreement; and
- 3.2.4 be responsible if necessary for applying to the Commissioners of HM Revenue and Customs for registration of the Partnership under the Value Added Tax Act 1994,

PROVIDED THAT, in carrying out its duties hereunder, the General Partner shall always act so as to comply with its obligations pursuant to clause 3.1.2.

### 3.3 expenses

All costs, expenses and liabilities whatsoever of the Partnership shall be borne by the Partnership and without prejudice to the generality of clause 3.8 the General Partner shall be entitled to apply the assets of the Partnership in or towards the discharge of such liabilities.

### 3.4 no participation in management by the Limited Partner

- 3.4.1 The Limited Partner shall not participate in the management, administration or running of the Partnership.
- 3.4.2 The Limited Partner shall not hold itself out as a general partner or take or purport to take any action on behalf of the Partnership pursuant to any agreement or contract and shall have no right or authority to do any of the foregoing.

3.4.3 The Limited Partner shall have no power to sign, seal, execute or endorse any document for and on behalf of the Partnership or any Partner or otherwise to bind the Partnership to any agreement, contract or course of action.

**3.5 restrictions on powers of the General Partner**

Save as otherwise provided in this agreement and subject always to the provisions of clause 3.1.2, the General Partner shall not (either as principal or through an agent) effect any material change in the nature of the business of the Partnership.

**3.6 transactions between the Partnership and related parties**

Subject to the provisions of clause 3.1.2 and, for the avoidance of doubt, the Share Purchase Agreement, the Partnership shall not be precluded from contracting or entering in the ordinary course of the Partnership's business into any contract or arrangement with any person, trust, firm or corporation which is or may be interested, directly or indirectly, in the Partnership or any Partner (as the case may be) as partners, trustees, shareholders or directors or employees, or from directly or indirectly paying fees or commissions to any such person, trust firm or corporation for services rendered by it to the Partnership, provided that any such contract, transaction, arrangement or payment shall be entered into or made on an arm's-length commercial basis.

**3.7 dealings with third parties**

Notwithstanding but without prejudice to any other provision of this agreement, any third party dealing with the Partnership may rely conclusively upon the authority, power and right of the General Partner under this agreement.

**3.8 limitation of liability**

Neither the General Partner nor any of the persons, firms or corporations referred to in clause 3.1.3 shall, in the absence of negligence, bad faith, wilful default of its obligations or duties hereunder or misconduct, be liable to the Partnership or the Limited Partners for any act or omission in the course of or in connection with its duties under or in connection with this agreement.

**3.9 indemnity**

3.9.1 The General Partner shall, subject to the other provisions of this clause 3.9, be entitled to be indemnified out of the assets of the Partnership from and against all liabilities, losses, damages, judgments, costs and expenses (including, but without prejudice to the foregoing generality, amounts paid in satisfaction of judgments, or in compromise settlements, in fines, penalties and legal fees, reasonably incurred in connection with the conduct of any action, suit or other proceedings before any court or administrative or legislative body, in which the General Partner may be or may have been involved as a party or otherwise or with which it may be or may have been threatened) which may

be imposed on, incurred by or asserted against the General Partner by reason of its being or having been such General Partner.

3.9.2 Such indemnity shall not apply to any matter in respect of which the General Partner shall have been guilty of negligence, bad faith, wilful default of its obligations or duties hereunder or misconduct in each case on the part of the General Partner.

3.9.3 There shall be no indemnity to the General Partner for any loss it may suffer in respect of the General Partner's interest in the Partnership.

3.9.4 The indemnity contained in this clause 3.9 shall not be exclusive of or affect any other rights or remedies to which the General Partner may be entitled by law.

3.10 The indemnity provided by this clause shall not, and shall not be construed so as to, increase in any respect the liability of the Limited Partner as provided in clause 2.6.

#### **4 Accounts and reports to Partners**

##### **4.1 Accounting Periods**

4.1.1 Subject to clause 4.1.2, each Accounting Period of the Partnership shall be a period of 12 months and shall end on 31 December in each year.

4.1.2 The first Accounting Period of the Partnership shall be the period commencing on the Commencement Date and ending on 31 December 2010.

##### **4.2 Accounts**

As soon as possible after the end of each Accounting Period, the General Partner shall prepare and send to each Partner for approval the following:-

4.2.1 copies of the Accounts prepared for the Accounting Period in accordance with UK GAAP which shall contain such further information as is necessary to show a true and fair view of the financial affairs of the Partnership and the report of the Auditors (as defined in clause 4.3 below) of the Partnership thereon; and

4.2.2 such other financial information and documents as may be required under this Agreement and such additional information as the General Partner may deem appropriate.

##### **4.3 Information**

The General Partner shall provide such information and documentation as the Limited Partner may at any time reasonably require for the purpose of making tax returns and such other information and documentation relating to the affairs of the Partnership as the Limited Partner may from time to time reasonably require. For any such purpose, the General Partner shall permit the Limited

Partner to have such access to the books and records of the Partnership as is reasonable in all the circumstances.

#### **4.4 meetings of partners**

- 4.4.1 Within 20 Working Days of the presentation of the Accounts in respect of any Accounting Period to the Partners, any Partner shall be entitled by written notice to the General Partner to require that a Partners' meeting be held for the purpose of considering and approving the Accounts for the preceding Accounting Period.
- 4.4.2 Within 10 Working Days of the receipt of any such notice, the General Partner shall convene such meeting by not less than 10 Working Days and not more than 20 Working Days notice in writing to the Partners.
- 4.4.3 There shall be only one such meeting in any Accounting Period and any such meeting shall be held at such place in Scotland nominated by the General Partner in the notice convening the meeting.
- 4.4.4 The Accounts shall be examined by the Partners and if approved shall be docquetted by them as correct.
- 4.4.5 If the Accounts are not so docquetted, the Accounts shall be held as approved unless any dissatisfied Partner shall within five Working Days of the meeting communicate in writing to the other Partners the details of his objections and request the appointment of an Arbitrator, who after hearing Partners' views shall give his decision thereupon, which shall be final and binding on the Partners and the Accounts shall then be held as approved.

### **5 Contributions**

#### **5.1 General Partner's and Limited Partner's Contributions**

The General Partner and the Limited Partner have, as of the Commencement Date, contributed the whole of their Capital Contributions to the Partnership.

### **6 Capital Accounts**

#### **6.1 establishment of Capital Accounts**

- 6.1.1 A Capital Account shall be established and maintained for each Partner during the life of the Partnership to which the Capital Contribution of that Partner shall be credited and which will be adjusted to reflect any withdrawal of the Capital Contribution of that Partner upon ceasing to be a Partner.
- 6.1.2 No Partner may draw out or receive back the whole or any part of its Capital Contribution for so long as he or she remains a Partner.



6.2 **no interest on Capital Account**

No Partner shall be entitled to receive interest from the Partnership on its Capital Account unless agreed otherwise by all of the Partners.

7 **Current Accounts**

7.1 **establishment of Current Accounts**

A Current Account shall be established and maintained for each Partner during the life of the Partnership to which all allocations and deductions shall be made in accordance with clause 7.3.

7.2 **no interest on Current Account**

No Partner shall be entitled to receive interest from the Partnership on its Current Account unless agreed otherwise by all of the Partners.

7.3 **allocations and deductions to Current Account**

7.3.1 The amount to be credited or, as the case may be, charged to the Current Account of each Partner shall be calculated as at the end of each Accounting Period in accordance with clause 7.3.2.

7.3.2 If the Accounts for such Accounting Period (the "Relevant Accounting Period") reveal that the Partnership has made a capital or revenue profit or a loss for the relevant Accounting Period, or if the General Partner in its sole discretion otherwise determines that the Partnership has made a capital or revenue profit or a loss for the relevant Accounting Period, then the entire profit or loss (as the case may be) will be applied to or charged against the Current Accounts of the Partners as follows:

7.3.2.1 first, £500 of such profits or losses shall be applied to the General Partner's Current account; and

7.3.2.2 the balance of such profits or losses shall be applied to the Limited Partner's Current Account.

7.3.3 The application or charging of profits or losses mentioned in clause 7.3.2 shall be subject to adjustment to reflect the balances on and any additions to or withdrawals from the Partners' Current Accounts during the relevant Accounting Period.

7.3.4 There shall be deducted from the Current Account of each Partner the amount of any distribution made to each Partner in terms of clause 8.

**7.4 status of Current Accounts**

Amounts credited or allocated to the Current Account of any Partner shall not be regarded as capital or property contributed to the Partnership for the purpose of section 4(2) of the Act.

**8 Distributions****8.1 amount to be distributed**

Subject to the provisions of clause 3.1.2, the aggregate amount (if any) to be distributed to the Partners from their Current Accounts in respect of any Accounting Period shall be determined by the General Partner in its sole discretion.

**8.2 Interim distributions**

The General Partner shall be entitled at its sole discretion, but subject to the provisions of clause 3.1.2, to make interim distributions to the Partners from their Current Accounts during an Accounting Period on account of the distribution applicable to the relevant Accounting Period.

**9 Resignation, death or insolvency of Partners****9.1 General Partner and Limited Partner**

9.1.1 The interest of the General Partner shall be personal to the General Partner and shall be incapable of assignment.

9.1.2 The General Partner may not resign from the Partnership.

9.1.3 Subject to the provisions of clause 3.1.2, the General Partner may determine the Partnership on not less than three months' notice in writing to the Limited Partners provided that no such notice may be given to expire otherwise than on the last day of an Accounting Period. On the expiry of such notice the Partnership shall terminate and the provisions of clause 10 shall apply.

9.1.4 The interest of the Limited Partner shall be personal to the Limited Partner and shall be incapable of assignment.

9.1.5 The Limited Partner may not resign from the Partnership.

**10 Termination Accounts****10.1 preparation of Termination Accounts**

In the event of the Partnership being determined in terms of clause 9.1.3, the General Partner shall procure the preparation of the Termination Accounts for the relevant Accounting Period ending on the Termination Date. The Termination Accounts shall be prepared (subject to the provisions of this clause) on the same basis as applicable to the Accounts as provided for in this agreement and

the General Partner shall use reasonable endeavours to procure that the Termination Accounts are produced promptly.

**10.2 distribution upon termination**

As soon as the Termination Accounts are available the General Partner shall make distributions out of the net assets of the Partnership as shown in the Termination Accounts to be applied in the following order of priority:-

- 10.2.1 to the payment of all debts, obligations and liabilities of the Partnership;
- 10.2.2 to the payment of all amounts credited to the Capital Accounts of the Partners in proportion to their respective Capital Contributions; and then
- 10.2.3 to the payment to each Partner of all amounts credited to the Current Account of such Partner as set out in the Termination Accounts.

**11 Withdrawal of capital and profits**

- 11.1 Except as herein expressly provided, no Partner shall be permitted to withdraw profits (including undrawn profits credited to its Current Account) or capital from the Partnership.

**12 Introduction of new Partners**

- 12.1 No party (which term, for the purposes of this clause 12.1, does not include the General Partner or the Limited Partner) shall be admitted into the Partnership as a Partner.

**13 Miscellaneous**

**13.1 entire agreement**

This agreement contains the entire agreement and understanding between the Partners or any of them and supersedes and cancels all previous negotiations, agreements and commitments in respect of the subject matter of this agreement, and no party has relied on any representation of any other party other than as expressly set out or referred to in this agreement.

**13.2 notices**

Any notice to be given hereunder to a Partner shall be in writing and may be served personally or by pre-paid first class letter to such Partner at the address specified in this agreement or at such other address as may from time to time be notified to the other Partners for this purpose. Any notice so given by letter and any Accounts or other information or document pursuant to clause 4 that are despatched by post shall be deemed to have been received two days after the day of posting and in proving the giving of such notice or the despatch of such Accounts or such other

information or documents it shall be sufficient to prove that the letter containing the notice or Accounts or such other information or documents was properly addressed and put into the post as a pre-paid first class recorded delivery letter.

**13.3 variation of agreement**

Except as otherwise specifically provided in this agreement or by law, the terms and provisions of this agreement may only be modified or amended by probative agreement among all of the Partners.

**13.4 confidentiality**

No announcement shall be made by any of the Partners concerning the subject matter of this agreement without the prior written consent of all the other Partners unless the obligation to make such announcement arises as a matter of law.

**13.5 law**

13.5.1 This agreement shall be governed by and construed in accordance with the law of Scotland.

13.5.2 Each of the parties hereto submits to the non-exclusive jurisdiction of the Court of Session in Scotland.

**14 Execution**

14.1 This document including the Schedule is executed as follows:-

For and on behalf of **PPTL INVESTMENT LIMITED**, acting through its duly appointed attorney

\_\_\_\_\_  
signature of witness

\_\_\_\_\_  
signature of attorney

\_\_\_\_\_  
full name of above (print)

\_\_\_\_\_  
full name of above (print)

\_\_\_\_\_  
date of signing

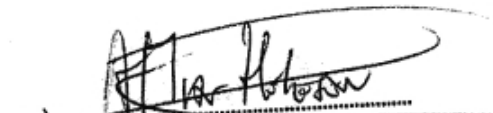
\_\_\_\_\_  
address of witness

\_\_\_\_\_  
place of signing

For and on behalf of **PHILIPS PENSION TRUSTEES LIMITED**, acting through its duly appointed attorney

_____ signature of witness	_____ signature of attorney
_____ full name of above (print)	_____ full name of above (print)
_____ _____	_____ date of signing
_____ address of witness	_____ place of signing

EXECUTED AND DELIVERED  
AS A DEED by  
KONINKLIJKE PHILIPS ELECTRONICS N.V.  
acting by its duly appointed attorney  
ARNO van HEKESEN

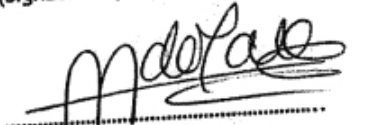
  
(Signature of attorney)

Witness signature:

Witness name:

Witness occupation:

Address:

  
A.A. de Jong  
Controller  
vincent. v. googh. 20  
1412 PD Naarden

EXECUTED AND DELIVERED  
AS A DEED by  
PHILIPS PENSION TRUSTEES LIMITED  
acting by its duly appointed attorney  
ALISTAIR CAMPBELL

)  
(Signature of attorney)  
)

Witness signature:

Witness name:

Witness occupation:

Address:

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EXECUTED AND DELIVERED  
AS A DEED by  
KONINKLIJKE PHILIPS ELECTRONICS N.V.  
acting by its duly appointed attorney  
ARNO van HEKESEN

) .....  
) (Signature of attorney)  
)  
)

Witness signature: .....

Witness name: .....

Witness occupation: .....

Address: .....

EXECUTED AND DELIVERED  
AS A DEED by  
PHILIPS PENSION TRUSTEES LIMITED  
acting by its duly appointed attorney  
ALISTAIR CAMPBELL

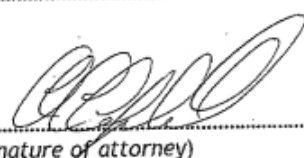
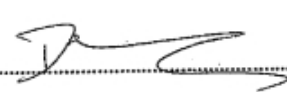
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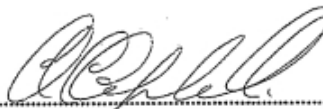
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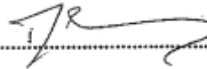
Address: .....

  
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(Signature of attorney)  
  
  
.....  
DAVID HATTIS  
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SOLICITOR  
.....  
15 ATHOLL CRESCENT  
.....  
EDMUNDELL EH3 8HA  
.....

EXECUTED AND DELIVERED  
AS A DEED by  
PPTL INVESTMENT LIMITED  
acting by its duly appointed attorney  
ALISTAIR CAMPBELL

)   
) (Signature of attorney)  
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)

Witness signature:



Witness name:

DAVID LIGHTBODY

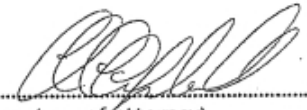
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SOLICITOR

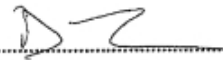
Address:

15 ATHOLL CRESCENT  
EDINBURGH EH3 8HA

EXECUTED AND DELIVERED  
AS A DEED by  
PPTL INVESTMENT LP  
acting by its duly appointed attorney  
ALISTAIR CAMPBELL

)   
) (Signature of attorney)  
)  
)

Witness signature:



Witness name:

DAVID LIGHTBODY

Witness occupation:

SOLICITOR

Address:

15 ATHOLL CRESCENT  
EDINBURGH EH3 8HA

CE103010055



**AMENDED AND RESTATED LIMITED PARTNERSHIP AGREEMENT**

among

**PPTL INVESTMENT LIMITED**

**&**

**PHILIPS PENSION TRUSTEES LIMITED**

relating to

**PPTL INVESTMENT LP**

**Brodies LLP  
15 Atholl Crescent  
Edinburgh EH3 8HA  
T: 0131 228 3777  
F: 0131 228 3878  
DX ED10  
Ref:-ACC.AAA  
2010**

## AMENDED AND RESTATED LIMITED PARTNERSHIP AGREEMENT

among

- 1 **PPTL INVESTMENT LIMITED**, a company incorporated in Scotland under the Companies Acts (Registered Number: SC387663) and having its Registered Office at 15 Atholl Crescent, Edinburgh, EH3 8HA (the "**General Partner**"); and
- 2 **PHILIPS PENSION TRUSTEES LIMITED**, a company incorporated in England under the Companies Act 1929 (Registered Number: 00406330) and having its Registered Office at Phillips Centre, Guildford Business Park, Guildford, Surrey, GU2 8XH (the "**Limited Partner**").

### RECITALS

- A The General Partner and the Limited Partner established a limited partnership under the name "PPTL Investment LP" ("**the Partnership**") for the purpose of owning, managing and exploiting such assets as may be contributed to the Partnership from time to time. The Partnership was established by a limited partnership agreement dated 29 October 2010 (the "**Original Partnership Agreement**").
- B The Partnership was registered as a limited partnership in Scotland on 29 October 2010 under the Limited Partnerships Act 1907 with number 8360.
- C The General Partner is a wholly-owned subsidiary of the Limited Partner.
- D The General Partner, as the general partner of the Partnership, is responsible for the conduct, management and operation of the Partnership's business.
- E The General Partner has made a Capital Contribution of £10 in its capacity as the general partner of the Partnership.
- F The Limited Partner has made a Capital Contribution of £10 in its capacity as a limited partner of the Partnership.
- G The General Partner and the Limited Partner wish to amend and restate the Original Partnership Agreement by executing this Agreement.

IT IS HEREBY agreed by the General Partner and the Limited Partner that the Original Partnership Agreement be replaced in its entirety and be superseded by this Agreement.

### 1 Definitions

In this agreement unless the context otherwise requires:

- 1.1 "**Accounting Period**" means and includes any accounting period of the Partnership as specified in clause 4.1;

- 1.2 **"Accounts"** means the accounts prepared in accordance with clause 4.2 in respect of each Accounting Period;
- 1.3 **"Act"** means the Limited Partnerships Act 1907;
- 1.4 **"Capital Account"** of any Partner, means the capital account maintained in the books of the Partnership for such Partner in accordance with clause 6.1 with the initial balance comprising the Capital Contribution of each Partner, as adjusted from time to time as hereinafter provided;
- 1.5 **"Capital Contribution"** of any Partner, means the total capital contribution paid or transferred in specie to the Partnership as set out opposite the Partner's name in the Schedule;
- 1.6 **"Commencement Date"** means 29 October 2010, being the date on which the Partnership was registered under the Act as a limited partnership;
- 1.7 **"Contractual Transfer"** means the transfer from the Limited Partner to the Partnership of 42,715,650 ordinary shares numbered 172,535,851 through 215,251,500 in the share register of NXP Semiconductors N.V.;
- 1.8 **"Current Account"** of any Partner, means the current account maintained pursuant to clause 7.1 in the books of the Partnership for such Partner, as adjusted from time to time as hereinafter provided;
- 1.9 **"Lock-up Letter"** means the lock up letter confirming that the Partnership will not breach certain sale restrictions placed upon it in respect of the 42,715,650 ordinary shares numbered 172,535,851 through 215,251,500 in the share register of NXP Semiconductors N.V., being the shares comprised in the Contractual Transfer;
- 1.10 **"Original Partnership Agreement:"** has the meaning ascribed thereto in Recital A;
- 1.11 **"Partner"** means any of the General Partner and/or the Limited Partner and **"Partners"** shall be construed accordingly;
- 1.12 **"Partnership"** has the meaning ascribed thereto in Recital A;
- 1.13 **"Schedule"** means the schedule of capital contributions annexed as relative hereto;
- 1.14 **"Share Purchase Agreement"** means the amended and restated agreement between the Partnership, the Limited Partner, the General Partner and Koninklijke Philips Electronics N.V. dated 29 October 2010 for the sale and purchase of 42,715,650 ordinary shares numbered 172,535,851 through 215,251,500 in the share register of NXP Semiconductors N.V.;
- 1.15 **"Shareholders' Agreement"** means the shareholders' agreement dated 5<sup>th</sup> August 2010 in respect of NXP Semiconductors N.V, to which the Limited Partner has adhered with effect from 7 September 2010 and to which the Partnership will adhere from the date hereof;

- 1.16 **"Termination Accounts"** means the accounts prepared pursuant to clause 10.1;
- 1.17 **"Termination Date"** means the date of termination of the Partnership pursuant to clause 9.1.3;
- 1.18 **"UK GAAP"** means the generally accepted accounting policies and practices applied to limited partnerships formed under the Act in the United Kingdom or such other accounting policies and practices as shall be selected by the General Partner in consultation with the Limited Partner; and
- 1.19 **"Working Day"** means any day, Monday to Friday inclusive, on which clearing banks in the City of London are open for the conduct of ordinary non-automated business.
- 1.20 Any reference in this agreement to any statute or statutory provision shall be construed as if it referred to that statute or provision as amended, re-enacted or extended from time to time.
- 1.21 Where the context so admits, any word importing the singular number shall be construed as if it referred also to the plural number and vice versa, and any word importing any individual shall be construed as if it referred also to firms and corporations and vice versa.
- 1.22 References to clauses and the Schedule are to the clauses of and the Schedule to this agreement unless otherwise stated.
- 1.23 The headings in this agreement are inserted for convenience only and shall be ignored in construing this agreement.

## **2 Formation of Partnership**

### **2.1 limited partnership**

The Partnership has been registered as a limited partnership (within the meaning of the Act) for the purposes set out in this agreement.

### **2.2 Partnership name**

The business of the Partnership shall be carried on under the name "PPTL Investment LP".

### **2.3 commencement**

The Partnership shall be held to have commenced as at the Commencement Date and subject to the provisions herein contained shall continue thereafter until the Termination Date.

### **2.4 business of the Partnership**

- 2.4.1 The purpose of the Partnership is to carry on in Scotland and elsewhere the business of owning, managing and exploiting such assets as may be contributed to the Partnership from time to time (such business to be carried on in accordance with the provisions of clause 3.1.2 below and, for the avoidance of doubt, the Share Purchase Agreement).

- 2.4.2 The parties hereby agree that the Limited Partner shall make the Contractual Transfer to the Partnership in consideration for the Original Partnership Agreement in place at the date of registration of the Partnership being amended and replaced by this Agreement.
- 2.4.3 Subject at all times to (i) clause 3.1.2 below, (ii) the Share Purchase Agreement, (iii) the Shareholders' Agreement and (iv) the Lock-up Letter, the parties further agree that the shares comprised in the Contractual Transfer (being the 42,715,650 ordinary shares numbered 172,535,851 through 215,251,500 in the share register of NXP Semiconductors N.V.) shall be subject to the following terms:
- 2.4.3.1 all of the shares shall be sold by the Partnership on the first business day on which such a sale becomes possible in terms of the legal, contractual and regulatory requirements applicable to the Partnership as the holder of shares;
- 2.4.3.2 notwithstanding clause 2.4.3.1 above, the General Partner may, if after taking investment advice (or pending the receipt of such advice) it determines in its absolute discretion that it would be in the interests of the Partnership, either (i) require the Partnership to postpone any sale of the shares it would otherwise have made under paragraph 2.4.3.1, or (ii) require the Partnership not to make such a sale; and
- 2.4.3.3 in the event that the sale of part of the shares becomes possible in terms of the legal, contractual and regulatory requirements applicable to the Partnership as the holder of shares, and is achieved, the General Partner shall manage the sale of the balance as soon as possible in such a manner as is consistent with achieving a reasonable price.
- 2.4.4 The Partnership (acting through the General Partner or persons authorised on behalf of the Partnership in accordance with the terms of this Agreement) may execute, deliver and perform all contracts and other undertakings and engage in all activities and transactions as may in the reasonable opinion of the General Partner be necessary or advisable in order to carry out the foregoing purposes and objectives, provided that any such activities and transactions are in accordance with the terms of this Agreement (including, for the avoidance of doubt, clause 3.1.2 below).

## 2.5 profits and losses

The Partners shall share profits and losses of the business of the Partnership as set out in clause 7.3 of this agreement.

## 2.6 liability of partners

2.6.1 In the event that the Partnership is unable to pay, satisfy or discharge any of its debts, liabilities or obligations out of the property, assets or funds contributed by Partners or otherwise belonging to the Partnership, then the liability of the Limited Partner for the payment, satisfaction and discharge thereof shall be limited to its Capital Contribution.

2.6.2 Subject to the express terms on which such debts, liabilities or obligations are undertaken, the General Partner shall assume and be liable for payment, satisfaction and discharge of the debts, liabilities and obligations of the Partnership to the extent that the same cannot be discharged out of the assets from time to time of the Partnership.

## 2.7 principal place of business

The Partnership shall have a principal place of business at 15 Atholl Crescent, Edinburgh, EH3 8HA or such other place in Scotland as the General Partner may from time to time notify in writing to the Limited Partner.

## 2.8 registration

The Partnership has been registered in Scotland by the General Partner as a limited partnership under the Act provided that Section 6(5) (c) of the Act and Section 33(2) of the Partnership Act 1890 shall not apply to the Partnership and are hereby expressly excluded. The Partners shall at all times comply with the requirements of the Act and all other relevant enactments applicable to the establishment of the Partnership. In particular, but without prejudice to the foregoing generality, if during the continuance of the Partnership changes are made or occur in:-

2.8.1 the name of the Partnership;

2.8.2 the general nature of the business of the Partnership;

2.8.3 the principal place of business of the Partnership;

2.8.4 the name of any Partner;

2.8.5 the form or character of the Partnership;

2.8.6 the sum contributed or to be contributed by the Limited Partner by way of Capital Contribution;

2.8.7 the liability of any Partner by reason of his becoming a Limited Partner instead of a General Partner or a General Partner as opposed to a Limited Partner;

a statement signed by the General Partner on behalf of the Partnership specifying the nature of the change shall within seven days be sent by post or delivered to the Registrar of Companies in Edinburgh.

### **3 Management of Partnership**

#### **3.1 general**

3.1.1 The management, operation and policy of the Partnership is vested in the General Partner which shall alone be responsible for the management of the business and operations of the Partnership.

3.1.2 The General Partner will exercise its powers as general partner of the Partnership in respect of the management, operation and policy of the Partnership so as to procure that:

3.1.2.1 the Partnership will comply with its obligations under the Share Purchase Agreement and any document to be entered into by the Partnership pursuant thereto; and

3.1.2.2 no step will be taken by or in relation to, and no agreement or arrangement shall be entered into by or in relation to, the Partnership that may either be inconsistent with, or prejudice the performance by the Partnership of, its obligations under the Share Purchase Agreement and any document to be entered into by the Partnership pursuant thereto, or be inconsistent with or amount to a breach of any of the warranties and/or undertakings given by or in respect of the Partnership in terms of the Share Purchase Agreement (including any warranties and/or undertakings given by the General Partner or by the Limited Partner in respect of the Partnership).

3.1.3 Subject to the provisions of clause 3.1.2, the General Partner shall have full power and authority in performing its duties and functions under this agreement:-

3.1.3.1 to act or rely upon the opinion or advice or any information obtained from any professional source whether reporting to the Partnership or the General Partner;

3.1.3.2 to act by such responsible employee, employees or agents (other than the Limited Partners) for the time being as the General Partner may select;

3.1.3.3 to delegate any part of its functions, duties, discretions, rights and powers including general management of the business of the Partnership to any person, firm or corporation (other than the Limited

Partner) and provided always that such person, firm or corporation exercises such delegated functions, duties, discretions, rights or powers (as applicable) in accordance with the provisions of clause 3.1.2, without liability on the part of the General Partner to the Limited Partner for any acts, defaults or omissions of any such person, firm or corporation save to the extent that the General Partner shall have acted with negligence in making such delegation; and

- 3.1.3.4 on behalf of the Partnership to enter into the Share Purchase Agreement and the documents contemplated to be entered into by the Partnership pursuant thereto.

### **3.2 duties of the General Partner**

Without prejudice to the generality of clause 3.1.1, the General Partner shall:-

- 3.2.1 be responsible for managing, or supervising the management by authorised persons of, the investments of the Partnership;
- 3.2.2 collect all sums due to and remit all sums due from the Partnership;
- 3.2.3 make distributions to the Partners in accordance with the provisions of this agreement; and
- 3.2.4 be responsible if necessary for applying to the Commissioners of HM Revenue and Customs for registration of the Partnership under the Value Added Tax Act 1994,

PROVIDED THAT, in carrying out its duties hereunder, the General Partner shall always act so as to comply with its obligations pursuant to clause 3.1.2.

### **3.3 expenses**

All costs, expenses and liabilities whatsoever of the Partnership shall be borne by the Partnership and without prejudice to the generality of clause 3.8 the General Partner shall be entitled to apply the assets of the Partnership in or towards the discharge of such liabilities.

### **3.4 no participation in management by the Limited Partner**

- 3.4.1 The Limited Partner shall not participate in the management, administration or running of the Partnership.
- 3.4.2 The Limited Partner shall not hold itself out as a general partner or take or purport to take any action on behalf of the Partnership pursuant to any agreement or contract and shall have no right or authority to do any of the foregoing.



3.4.3 The Limited Partner shall have no power to sign, seal, execute or endorse any document for and on behalf of the Partnership or any Partner or otherwise to bind the Partnership to any agreement, contract or course of action.

**3.5 restrictions on powers of the General Partner**

Save as otherwise provided in this agreement and subject always to the provisions of clause 3.1.2, the General Partner shall not (either as principal or through an agent) effect any material change in the nature of the business of the Partnership.

**3.6 transactions between the Partnership and related parties**

Subject to the provisions of clause 3.1.2 and, for the avoidance of doubt, the Share Purchase Agreement, the Partnership shall not be precluded from contracting or entering in the ordinary course of the Partnership's business into any contract or arrangement with any person, trust, firm or corporation which is or may be interested, directly or indirectly, in the Partnership or any Partner (as the case may be) as partners, trustees, shareholders or directors or employees, or from directly or indirectly paying fees or commissions to any such person, trust firm or corporation for services rendered by it to the Partnership, provided that any such contract, transaction, arrangement or payment shall be entered into or made on an arm's-length commercial basis.

**3.7 dealings with third parties**

Notwithstanding but without prejudice to any other provision of this agreement, any third party dealing with the Partnership may rely conclusively upon the authority, power and right of the General Partner under this agreement.

**3.8 limitation of liability**

Neither the General Partner nor any of the persons, firms or corporations referred to in clause 3.1.3 shall, in the absence of negligence, bad faith, wilful default of its obligations or duties hereunder or misconduct, be liable to the Partnership or the Limited Partners for any act or omission in the course of or in connection with its duties under or in connection with this agreement.

**3.9 indemnity**

3.9.1 The General Partner shall, subject to the other provisions of this clause 3.9, be entitled to be indemnified out of the assets of the Partnership from and against all liabilities, losses, damages, judgments, costs and expenses (including, but without prejudice to the foregoing generality, amounts paid in satisfaction of judgments, or in compromise settlements, in fines, penalties and legal fees, reasonably incurred in connection with the conduct of any action, suit or other proceedings before any court or administrative or legislative body, in which the General Partner may be or may have been involved as a party or otherwise or with which it may be or may have been threatened) which may

be imposed on, incurred by or asserted against the General Partner by reason of its being or having been such General Partner.

3.9.2 Such indemnity shall not apply to any matter in respect of which the General Partner shall have been guilty of negligence, bad faith, wilful default of its obligations or duties hereunder or misconduct in each case on the part of the General Partner.

3.9.3 There shall be no indemnity to the General Partner for any loss it may suffer in respect of the General Partner's interest in the Partnership.

3.9.4 The indemnity contained in this clause 3.9 shall not be exclusive of or affect any other rights or remedies to which the General Partner may be entitled by law.

3.10 The indemnity provided by this clause shall not, and shall not be construed so as to, increase in any respect the liability of the Limited Partner as provided in clause 2.6.

#### **4 Accounts and reports to Partners**

##### **4.1 Accounting Periods**

4.1.1 Subject to clause 4.1.2, each Accounting Period of the Partnership shall be a period of 12 months and shall end on 31 December in each year.

4.1.2 The first Accounting Period of the Partnership shall be the period commencing on the Commencement Date and ending on 31 December 2010.

##### **4.2 Accounts**

As soon as possible after the end of each Accounting Period, the General Partner shall prepare and send to each Partner for approval the following:-

4.2.1 copies of the Accounts prepared for the Accounting Period in accordance with UK GAAP which shall contain such further information as is necessary to show a true and fair view of the financial affairs of the Partnership and the report of the Auditors (as defined in clause 4.3 below) of the Partnership thereon; and

4.2.2 such other financial information and documents as may be required under this Agreement and such additional information as the General Partner may deem appropriate.

##### **4.3 information**

The General Partner shall provide such information and documentation as the Limited Partner may at any time reasonably require for the purpose of making tax returns and such other information and documentation relating to the affairs of the Partnership as the Limited Partner may from time to time reasonably require. For any such purpose, the General Partner shall permit the Limited

Partner to have such access to the books and records of the Partnership as is reasonable in all the circumstances.

#### **4.4 meetings of partners**

- 4.4.1 Within 20 Working Days of the presentation of the Accounts in respect of any Accounting Period to the Partners, any Partner shall be entitled by written notice to the General Partner to require that a Partners' meeting be held for the purpose of considering and approving the Accounts for the preceding Accounting Period.
- 4.4.2 Within 10 Working Days of the receipt of any such notice, the General Partner shall convene such meeting by not less than 10 Working Days and not more than 20 Working Days notice in writing to the Partners.
- 4.4.3 There shall be only one such meeting in any Accounting Period and any such meeting shall be held at such place in Scotland nominated by the General Partner in the notice convening the meeting.
- 4.4.4 The Accounts shall be examined by the Partners and if approved shall be docketed by them as correct.
- 4.4.5 If the Accounts are not so docketed, the Accounts shall be held as approved unless any dissatisfied Partner shall within five Working Days of the meeting communicate in writing to the other Partners the details of his objections and request the appointment of an Arbiter, who after hearing Partners' views shall give his decision thereupon, which shall be final and binding on the Partners and the Accounts shall then be held as approved.

### **5 Contributions**

#### **5.1 General Partner's and Limited Partner's Contributions**

The General Partner and the Limited Partner have, as of the Commencement Date, contributed the whole of their Capital Contributions to the Partnership.

### **6 Capital Accounts**

#### **6.1 establishment of Capital Accounts**

- 6.1.1 A Capital Account shall be established and maintained for each Partner during the life of the Partnership to which the Capital Contribution of that Partner shall be credited and which will be adjusted to reflect any withdrawal of the Capital Contribution of that Partner upon ceasing to be a Partner.
- 6.1.2 No Partner may draw out or receive back the whole or any part of its Capital Contribution for so long as he or she remains a Partner.

## 6.2 no interest on Capital Account

No Partner shall be entitled to receive interest from the Partnership on its Capital Account unless agreed otherwise by all of the Partners.

## 7 Current Accounts

### 7.1 establishment of Current Accounts

A Current Account shall be established and maintained for each Partner during the life of the Partnership to which all allocations and deductions shall be made in accordance with clause 7.3.

### 7.2 no interest on Current Account

No Partner shall be entitled to receive interest from the Partnership on its Current Account unless agreed otherwise by all of the Partners.

### 7.3 allocations and deductions to Current Account

7.3.1 The amount to be credited or, as the case may be, charged to the Current Account of each Partner shall be calculated as at the end of each Accounting Period in accordance with clause 7.3.2.

7.3.2 If the Accounts for such Accounting Period (the "**Relevant Accounting Period**") reveal that the Partnership has made a capital or revenue profit or a loss for the relevant Accounting Period, or if the General Partner in its sole discretion otherwise determines that the Partnership has made a capital or revenue profit or a loss for the relevant Accounting Period, then the entire profit or loss (as the case may be) will be applied to or charged against the Current Accounts of the Partners as follows:

7.3.2.1 first, £500 of such profits or losses shall be applied to the General Partner's Current account; and

7.3.2.2 the balance of such profits or losses shall be applied to the Limited Partner's Current Account.

7.3.3 The application or charging of profits or losses mentioned in clause 7.3.2 shall be subject to adjustment to reflect the balances on and any additions to or withdrawals from the Partners' Current Accounts during the relevant Accounting Period.

7.3.4 There shall be deducted from the Current Account of each Partner the amount of any distribution made to each Partner in terms of clause 8.

#### **7.4 status of Current Accounts**

Amounts credited or allocated to the Current Account of any Partner shall not be regarded as capital or property contributed to the Partnership for the purpose of section 4(2) of the Act.

### **8 Distributions**

#### **8.1 amount to be distributed**

Subject to the provisions of clause 3.1.2, the aggregate amount (if any) to be distributed to the Partners from their Current Accounts in respect of any Accounting Period shall be determined by the General Partner in its sole discretion.

#### **8.2 interim distributions**

The General Partner shall be entitled at its sole discretion, but subject to the provisions of clause 3.1.2, to make interim distributions to the Partners from their Current Accounts during an Accounting Period on account of the distribution applicable to the relevant Accounting Period.

### **9 Resignation, death or insolvency of Partners**

#### **9.1 General Partner and Limited Partner**

9.1.1 The interest of the General Partner shall be personal to the General Partner and shall be incapable of assignment.

9.1.2 The General Partner may not resign from the Partnership.

9.1.3 Subject to the provisions of clause 3.1.2, the General Partner may determine the Partnership on not less than three months' notice in writing to the Limited Partners provided that no such notice may be given to expire otherwise than on the last day of an Accounting Period. On the expiry of such notice the Partnership shall terminate and the provisions of clause 10 shall apply.

9.1.4 The interest of the Limited Partner shall be personal to the Limited Partner and shall be incapable of assignment.

9.1.5 The Limited Partner may not resign from the Partnership.

### **10 Termination Accounts**

#### **10.1 preparation of Termination Accounts**

In the event of the Partnership being determined in terms of clause 9.1.3, the General Partner shall procure the preparation of the Termination Accounts for the relevant Accounting Period ending on the Termination Date. The Termination Accounts shall be prepared (subject to the provisions of this clause) on the same basis as applicable to the Accounts as provided for in this agreement and

the General Partner shall use reasonable endeavours to procure that the Termination Accounts are produced promptly.

#### 10.2 **distribution upon termination**

As soon as the Termination Accounts are available the General Partner shall make distributions out of the net assets of the Partnership as shown in the Termination Accounts to be applied in the following order of priority:-

- 10.2.1 to the payment of all debts, obligations and liabilities of the Partnership;
- 10.2.2 to the payment of all amounts credited to the Capital Accounts of the Partners in proportion to their respective Capital Contributions; and then
- 10.2.3 to the payment to each Partner of all amounts credited to the Current Account of such Partner as set out in the Termination Accounts.

#### 11 **Withdrawal of capital and profits**

- 11.1 Except as herein expressly provided, no Partner shall be permitted to withdraw profits (including undrawn profits credited to its Current Account) or capital from the Partnership.

#### 12 **Introduction of new Partners**

- 12.1 No party (which term, for the purposes of this clause 12.1, does not include the General Partner or the Limited Partner) shall be admitted into the Partnership as a Partner.

#### 13 **Miscellaneous**

##### 13.1 **entire agreement**

This agreement contains the entire agreement and understanding between the Partners or any of them and supersedes and cancels all previous negotiations, agreements and commitments in respect of the subject matter of this agreement, and no party has relied on any representation of any other party other than as expressly set out or referred to in this agreement.

##### 13.2 **notices**

Any notice to be given hereunder to a Partner shall be in writing and may be served personally or by pre-paid first class letter to such Partner at the address specified in this agreement or at such other address as may from time to time be notified to the other Partners for this purpose. Any notice so given by letter and any Accounts or other information or document pursuant to clause 4 that are despatched by post shall be deemed to have been received two days after the day of posting and in proving the giving of such notice or the despatch of such Accounts or such other

information or documents it shall be sufficient to prove that the letter containing the notice or Accounts or such other information or documents was properly addressed and put into the post as a pre-paid first class recorded delivery letter.

### 13.3 variation of agreement

Except as otherwise specifically provided in this agreement or by law, the terms and provisions of this agreement may only be modified or amended by probative agreement among all of the Partners.

### 13.4 confidentiality

No announcement shall be made by any of the Partners concerning the subject matter of this agreement without the prior written consent of all the other Partners unless the obligation to make such announcement arises as a matter of law.

### 13.5 law

13.5.1 This agreement shall be governed by and construed in accordance with the law of Scotland.


13.5.2 Each of the parties hereto submits to the non-exclusive jurisdiction of the Court of Session in Scotland.

## 14 Execution

14.1 This document including the Schedule is executed as follows:-

For and on behalf of **PPTL INVESTMENT LIMITED**, acting through its duly appointed attorney

  
signature of witness

  
signature of attorney

DAVID LIGHTBORN  
full name of above (print)

ALISTAIR CARNEGIE CAMPBELL  
full name of above (print)

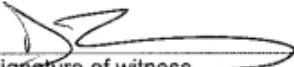
15 ATHOLL CRESCENT  
EDINBURGH EH3 8HA

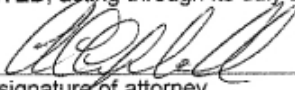
29 OCTOBER 2010  
date of signing

address of witness

EDINBURGH  
place of signing

For and on behalf of **PHILIPS PENSION TRUSTEES LIMITED**, acting through its duly appointed attorney

  
signature of witness

  
signature of attorney

DAVID LIGHTBODY  
full name of above (print)

ALISTAIR CARNEGIE CAMPBELL  
full name of above (print)

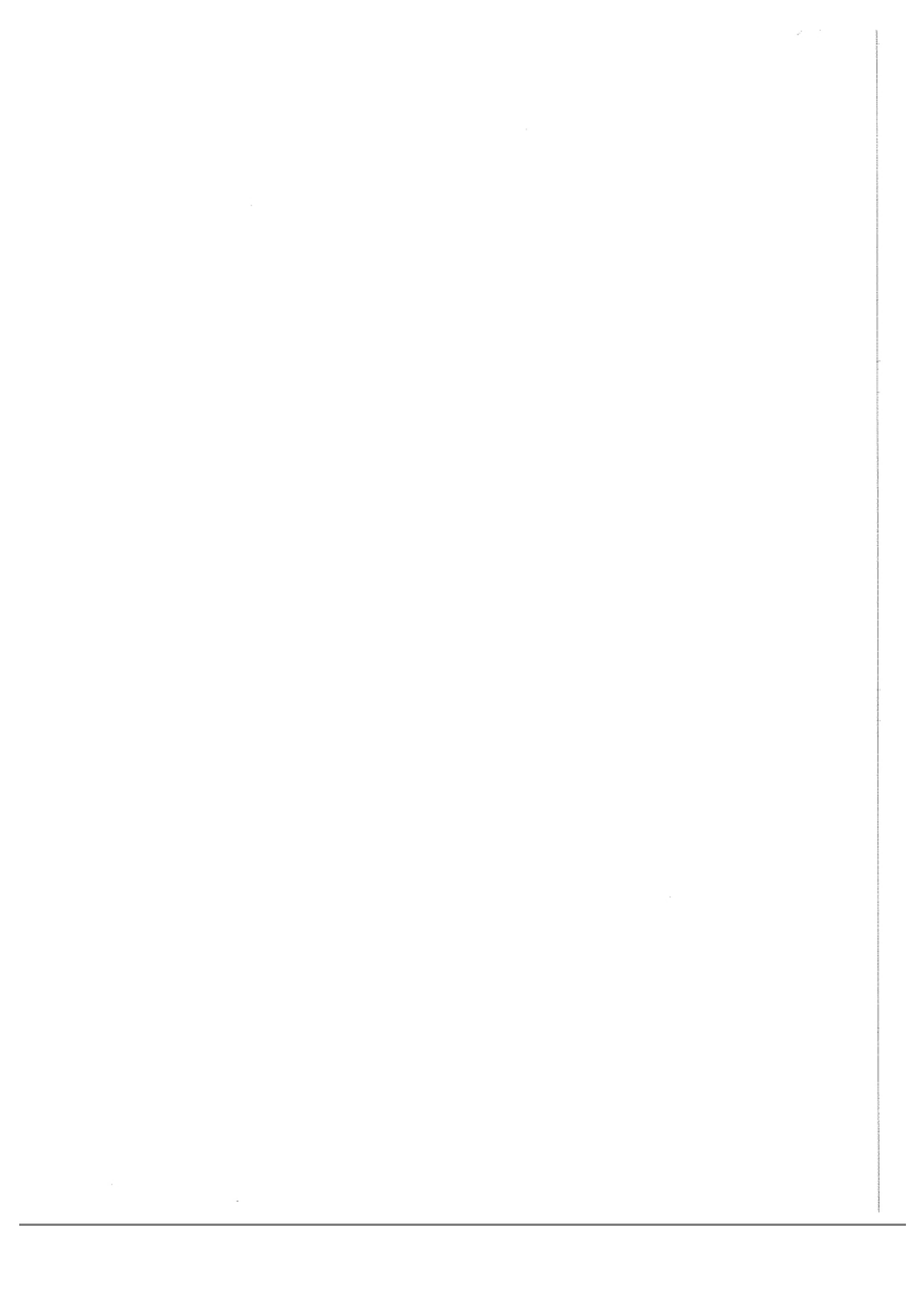
15 ATHOLL CRESCENT  
EDINBURGH EH3 8HA

29 OCTOBER 2010  
date of signing

address of witness

EDINBURGH  
place of signing





## LOCK-UP LETTER

As of 29 October 2010

Credit Suisse Securities (USA) LLC  
Eleven Madison Avenue  
New York, New York 10010

Goldman, Sachs & Co.  
200 West Street  
New York, NY 10282

Morgan Stanley & Co. Incorporated  
1585 Broadway  
New York, New York 10036

As Representatives of the Underwriters (as defined below)

Ladies and Gentlemen:

The undersigned understands that you (the "**Representatives**") have previously entered into an Underwriting Agreement (the "**Underwriting Agreement**") with NXP Semiconductors N.V., a public company with limited liability (*naamloze vennootschap*) formed in The Netherlands (the "**Company**"), with respect to the public offering (the "**Public Offering**") by the several Underwriters, including the Representatives (the "**Underwriters**"), of 34,000,000 shares (the "**Shares**") of the ordinary shares, par value €0.20 per share, of the Company (the "**Ordinary Shares**").

The undersigned has, on October 29, 2010, acquired 42,715,650 Ordinary Shares from Philips Pension Trustees Limited ("**PPTL**") pursuant to (i) an Amended and Restated Limited Partnership Agreement, dated October 29, 2010, by and among the undersigned, PPTL and PPTL Investment Limited, and (ii) the Deed of Transfer of Shares, dated 29 October 2010, between PPTL and the undersigned, and in connection with such acquisition the undersigned acceded to the Shareholders' Agreement regarding NXP Semiconductors N.V., dated 5 August 2010 (the "**Shareholders' Agreement**"). The undersigned hereby agrees that, without the prior written consent of the Representatives on behalf of the Underwriters, it will not, during the period commencing on the date hereof and ending 180 days after the date of the final prospectus relating to the Public

Offering (the “**Prospectus**”), (1) offer, pledge, sell, contract to sell, sell any option or contract to purchase, purchase any option or contract to sell, grant any option, right or warrant to purchase, lend, or otherwise transfer or dispose of, directly or indirectly, any Ordinary Shares beneficially owned (as such term is used in Rule 13d 3 of the Securities Exchange Act of 1934, as amended (the “**Exchange Act**”), by the undersigned or any other securities so owned convertible into, exercisable or exchangeable for or representing Ordinary Shares or (2) enter into any swap or other arrangement that transfers to another, in whole or in part, any of the economic consequences of ownership of the Ordinary Shares, whether any such transaction described in clause (1) or (2) above is to be settled by delivery of Ordinary Shares or such other securities, in cash or otherwise (other than (x) the drag along rights contemplated in the Shareholders’ Agreement and (y) the purchase price adjustments contemplated in that certain Amendment and Restatement Agreement for the sale and purchase of shares in NXP Semiconductors N.V., dated September 7, 2010 and amended and supplemented on 29 October, 2010, among Koninklijke Philips Electronics N.V. (“**Philips**”), PPTL, PPTL Investment Limited and the undersigned). The foregoing sentence shall not apply to (a) transactions relating to Ordinary Shares or other securities acquired in open market transactions after the completion of the Public Offering, (b) transfers of Ordinary Shares or any security convertible into Ordinary Shares as a bona fide gift, (c) distributions or other transfers of Ordinary Shares or any security convertible into Ordinary Shares to partners, members, interest holders or stockholders of the undersigned or of any of the undersigned’s affiliates (as such term is defined in Rule 405 of the Securities Act) or to any investment funds, pension funds, mutual funds or similar entities controlled, managed, advised by or affiliated with the undersigned, (d) sales or transfers of Ordinary Shares or securities convertible into Ordinary Shares to affiliates (as such term is defined in Rule 405 of the Securities Act) of PPTL, of Philips or to any pension funds (or affiliated investment vehicles) operated for the benefit of current or former employees of Philips or its subsidiaries, *provided* that (x) in the case of any transfer or distribution pursuant to clause (b), (c) or (d), each donee, distributee or transferee, as the case may be, shall sign and deliver to the Representatives a lock-up letter in the form of this letter, (y) in the case of any transfer or distribution pursuant to clause (a), (b) or (c), no filing under the Exchange Act reporting a reduction in beneficial ownership of Ordinary Shares shall be required or shall be voluntarily made in respect of the transfer or distribution during the restricted period referred to in the foregoing sentence, and (z) in the case of any sale or transfer pursuant to clause (d), if the transferor or the purchaser or transferee is required to file a report under the Exchange Act reporting a change in beneficial ownership of Ordinary Shares in respect of the sale or transfer during the restricted period (and provided that neither the transferor, nor the purchaser or transferee shall voluntarily file such a report if not so required), the undersigned shall provide at least two business days’ prior written notice of such filing to the Representatives, (e) the sale of any ordinary

Shares or any security convertible into Ordinary Shares in connection with a “cashless exercise” of options or warrants, (f) the establishment of a trading plan pursuant to Rule 10b5-1 under the Exchange Act for the transfer of Ordinary Shares, *provided* that such plan does not provide for the transfer of Ordinary Shares during the restricted period and no public announcement or filing under the Exchange Act regarding the establishment of such plan shall be required of or voluntarily made by or on behalf of the undersigned or the Company, and (g) the tender of any Ordinary Shares in a public offer for all of the Ordinary Shares.

In addition, the undersigned agrees that, without the prior written consent of the Representatives on behalf of the Underwriters, it will not, during the period commencing on the date hereof and ending 180 days after the date of the Prospectus, make any demand for or exercise any right with respect to, the registration of any Ordinary Shares or any security convertible into, exercisable or exchangeable for or representing Ordinary Shares. The undersigned also agrees and consents to the entry of stop transfer instructions with the Company and the Company’s transfer agent and registrar, as applicable, against the transfer of the undersigned’s Ordinary Shares except in compliance with the foregoing restrictions.

If:

(1) during the last 17 days of the restricted period the Company issues an earnings release or material news or a material event relating to the Company occurs; or

(2) prior to the expiration of the restricted period, the Company announces that it will release earnings results during the 16-day period beginning on the last day of the restricted period;

the restrictions imposed by this agreement, shall continue to apply until the expiration of the 18-day period beginning on the issuance of the earnings release or the occurrence of the material news or material event, as applicable. The undersigned acknowledges that the Company has agreed in the Underwriting Agreement to provide written notice of any event that would result in an extension of the restricted period and agrees that any such notice properly delivered will be deemed to have been given to, and received by, the undersigned.

The undersigned understands that the Company and the Underwriters are relying upon this agreement in connection with the Public Offering. The undersigned further understands that this agreement is irrevocable and shall be binding upon the undersigned’s heirs, legal representatives, successors and assigns.

This Agreement shall be governed by and construed in accordance with the laws of the State of New York.

*[Remainder of page intentionally left blank. Signature page follows.]*

**PPTL Investment LP by PPTL  
Investment Limited, its general  
partner**

Very truly yours,

*AC Campbell, Attorney*  
ALISTAIR CARNEGIE CAMPBELL  
(Name)

15 ATHOLL CRESCENT  
(Address)  
EDINBURGH, EH3 8HA  
UK.

[Lock-up Letter signature page]

JOINT FILING AGREEMENT

In accordance with Rule 13d-1(k)(1) promulgated under the Securities Exchange Act of 1934, the undersigned agree to the joint filing of a Statement on Schedule 13D (including any and all amendments thereto) with respect to the Common Stock, nominal value € .20 per share, of NXP Semiconductors N.V. and further agree to the filing of this Agreement as an Exhibit thereto. In addition, each party to this Agreement expressly authorizes each other party to this Agreement to file on its behalf any and all amendments to such Statement on Schedule 13D.

Dated: November 2, 2010

**PHILIPS PENSION TRUSTEES LIMITED**

/s/ M.R. Armstrong

\_\_\_\_\_  
Name: M.R. Armstrong

Title: Director

**PPTL INVESTMENT LP**

by its general partner, PPTL Investment Limited

/s/ M.R. Armstrong

\_\_\_\_\_  
Name: M.R. Armstrong

Title: Director

**PPTL INVESTMENT LIMITED**

/s/ M.R. Armstrong

\_\_\_\_\_  
Name: M.R. Armstrong

Title: Director