03074951

COLLATERAL ASSIGNMENT OF LEASE GUARANTEE

THIS COLLATERAL ASSIGNMENT OF LEASE GUARANTEE ("Agreement") is made and delivered as of this had day of head to the personally, but solely as Trustee ("Trustee") under Trust Agreement dated May 15, 1989, and known as Trust No. 108380-01 (the "Trust"), and VAN BUREN ASSOCIATES, an Illinois general partnership (the "Beneficiary"), being the sole beneficiary of the Trust (the Trust and Beneficiary are hereinafter jointly referred to as "Assignor"), to and for the benefit of AMERICAN NATIONAL BYNK AND TRUST COMPANY OF CHICAGO ("Assignee")

72 27 36802 - E

RECITALS:

- There was executed that certain Installment Note of Mortgagor in the principal amount of Seven Million and 00/100 Dollars (\$7,000,000.00). payable to the order of Assignee dated November 30, 1989, which was amended by a certain First Amendment to Construction Loan Agraement dated August 15, 1991 and as further amended by a certain Extension Agreement dated December 31, 1991, recorded in the office of the Recorder of Deeds of Cook County, Illinois on March 13, 1992, as Document No. 92133249 and as further amended by a certain Second Extension Agreement and Modification of Mortgage dated December 31, 1992, recorded in the office of the Recorder of Deeds of Cook County, Illinois on February 10, 1993, as Document No. 93112766 (said Installment Note, as so amended, is hereinafter referred to as the "Note"); such Note was secured, inter alia, by a mortgage made by the Trust in favor of Assignee dated November 30, 1989, recorded December 28, 1989, in the office of the Recorder of Deeds, Cook County, Illinois as Document No. 89618045 (said mortgage as amended by the aforesaid amendments and extensions, as hereinafter referred to as the "Mortgage") mortgaging certain property as described in the Mortgage including the real estate in Cook County, Illinois legally described on Exhibit A attached hereto (the "Property") and certain other collateral now or hereafter evidencing or securing the Note (said collateral and the documents and instruments creating said collateral are collectively referred to herein as the "Additional Collateral").
- B. Assignor and Assignee entered into a Construction Loan Agreement dated November 30, 1989 which was amended by a certain First Amendment to Construction Loan Agreement dated August 15, 1991, and as further amended by a certain Second Amendment to Construction Loan Agreement dated December 31, 1991, and as further amended by a certain Third Amendment to Construction Loan Agreement dated December 31, 1992 (said Construction Loan Agreement as so amended is herein referred to as the "Loan Agreement").
- C. Concurrent herewith Assignor and Assignee have entered into that certain Fourth Amendment to Construction Loan Agreement (the "Fourth Amendment") further amending the Loan Agreement.

BOX 333 - TH

Property of Cook County Clerk's Office

0::074951

UNOFFICIAL COPY

D. Pursuant to the Fourth Amendment, a condition precedent for Assignee entering into the Fourth Amendment is that Assignor enter into this Agreement and grant to Assignee a security interest, lien, encumbrance and charge upon the Lease Guarantee (hereafter defined).

NOW, THEREFORE, in consideration of the premises and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, Assignor and Assignee agree as follows:

- 1. Assignor does hereby collaterally assign, pledge, convey, set over and grant a security interest unto Assignee, all right, title and interest of Assignor in and to the Lease Guarantee described on Exhibit "B" attached hereto and made a part hereof as additional collateral security to and for (a) the payment of (i) the debt evidenced by the Note, and (ii) all other indebtedness arising under the Mortgage or any of the Additional Collateral, (b) the performance of all of the terms and conditions of the Loan Agreement, Note, Mortgage and Additional Collateral, and (c) the performance of all of the terms and conditions of the Loan Agreement, Note, Mortgage and Additional Collateral.
- 2. Assignor represents that Assignor has good right and authority to make this Agreement that Assignor has not heretofore assigned, pledged or otherwise disposed of or encumbered the Lease Guarantee, and that Assignor has not performed any acts or executed any other instruments which might prevent Assignee from operating under any of the terms and conditions of this Agreement, that said Lease Guarantee has not been amended or terminated, and remains in 1911 force and effect, and there has occurred thereunder no default of event which with the passage of time or notice, or both, would become a default thereunder.
- 3. Assignor agrees to observe, perform and discourge, or cause same, duly and punctually, all and singular, the corms and conditions of the Note, Mortgage, Loan Agreement and Additional Collateral and the terms and conditions of the Lease Guarantee in all respects.

4. Assignor also agrees:

- a. not to execute any other assignments of the Lease Guarantee or any interest therein;
- b. if so requested by Assignee, to enforce the Lease Guarantee and all rights and remedies available to Assignor against the guarantors thereunder (the "Guarantors") in case of a default under the Lease Guarantee by said Guarantors; provided, however, that Assignor shall be entitled to

Apologist of Cook County Clarks Of

enforce its rights and remedies against the Guaranters as
determined in the exercise of its business judgment;

- c. notwithstanding any amendment, modification or other change of the terms and conditions of the Loan Agreement, Note, Mortgage or any of the Additional Collateral or any extension of time for payment thereunder or any release of part or parts of the Property, the Lease Guarantee hereby assigned shall continue as additional collateral security in accordance with the terms and conditions of this Agreement.
- 5. Each of the following shall constitute an Event of Default under this Agreement:
 - a. If an Event of Default as defined in any one or more of the Loan Agreement, Note, Mortgage or Additional Collateral shall occur thereunder.
 - b. If default shall be made in the due and punctual performance of any other term, covenant, provision, agreement, condition or obligation herein contained.
 - c. If any representation or warranty made herein shall be or become untrue in any respect.
- It is understood and agreed that Assignor shall be entitled to the rights, benefits and avails of the Lease Guarantee unless and until election by Assignee after an Event of Default shall have occurred hereunder. In such event and election, Assignee shall be entitled forthwith without any further notice whatsoever to Assignor to take control of the Lease Guarantee and all rights, benefits and avails accruing thereunder and to do all acts and things which Assignor could do under or pursuant to the Lease Guarantee, all in the sole judgment and discretion of Assignee and to exercise any other remedy available to it at law or in equity. Without limiting the foregoing, upon such event and election, Assignee shall be entitled to exercise any one or more of the following, whether concurrently or successively, as Assignee may in its discretion (a) notify the Guarantors of such Event of Default and this Agreement, (b) enforce the obligations of such Guarantors under the Lease Guarantee, (c) complete construction of all improvements on the premises, and/or (d) in general perform all acts under the Lease Guarantee, as Assignee in its discretion may determine advisable. In the event of such Event of Default, Assignor agrees to endorse and deliver to Assignee the Lease Guarantee. Without limiting the provisions of the immediately preceding sentence, and whether or not Assignor endorses and/or delivers said Lease Guarantee to Assignee as aforesaid, this Agreement shall be deemed to be an assignment of said Lease Guarantee to Assignee upon such event and election.

Property of County Clerk's Office

- 7. It is further understood that this Agreement shall not operate to place responsibility upon Assignee for the performance of any of the terms and conditions of the Lease Guarantee assigned hereunder, or for any other performance with respect to the Property except and until Assignee exercises its rights under this Agreement (and upon such exercise only with respect to such obligations as first accrue after the date thereof).
- 8. The acceptance of the assignment made herein and the receipt of the rights, benefits and avails of the Lease Guarantee hereby assigned upon the events referred to above shall be without prejudice to and shall not constitute a waiver on the part of Assignee of any of the Assignee's rights or remedies under the terms and conditions of any one or more of the Loan Agreement Note, Mortgage or Additional Collateral.
- In the exercise of the powers herein granted Assignee, no liability shall be asserted or enforced against Assignee, all such liability being hereby expressly waived and released by Assignor. Assigned shall not be obligated to perform or discharge any obligation, duty or liability under the Lease Guarantee or under or by reason of this Agreement, and Assignor shall and does hereby agree to indemnify Assignee for and to hold it harmless of and from any and all liabilities, losses, damages, costs, expenses (including without limitation attorneys' fees), actions, suits, judgments, claims and demands made against or incurred or suffered by it on account of or relating to (a) the Lease Guarantee or this Agreement or (b) any alleged obligations or undertakings on its part to perform or discharge any of the terms, covenants or agreements contained in the Lease Guarantee arising out of events occurring prior to the exercise by Assignee of its rights under this Agreement.
- 10. This Agreement is intended to be supplementary to and not in substitution for or in derogation of any assignment of the Lease Guarantee to secure said debt and indebtedness contained in the Loan Agreement, Mortgage or related documents.
- 11. Assignor shall upon demand, execute and deliver to Assignee such further documents and do and perform such other acts and things as Assignee may reasonably deem necessary or appropriate to make effective this Agreement and the obligations of Assignor under this Agreement and to more effectively vest in and secure to Assignee the Lease Guarantee and the rights, benefits and avails therefrom.
- 12. This Agreement shall be binding upon and inure to the benefit of the parties hereto and their respective legal representatives, successors and assigns. This Agreement may be executed in multiple counterparts.
- 13. This Agreement is executed on behalf of the Trust by American National Bank and Trust Company of Chicago, not

Property of Coot County Clert's Office

personally but solely as Trustee as aforesaid, in the exercise of the power and authority conferred upon and vested in it as land trustee, and it is expressly understood and agreed that nothing herein contained shall be construed as creating any personal liability on American National Bank and Trust Company of Chicago by reason thereof; provided, however, that the foregoing shall not be deemed a release or impairment of said indebtedness or of the lien of the Mortgage, as amended concurrent herewith, nor prejudice Assignee from foreclosing the Mortgage, or exercising any of its other rights and remedies hereunder or under the Note, the Loan Agreement, the Letters of Credit, and the Additional Collateral, all as previously amended and as amended hereby, and/or concurrent herewith, or from securing a deficiency or personal judgment against any subsequent owner of the real estate who assumes the indebtedness created pursuant thereto; and nothing herein shall modify or discharge the personal liability A and responsibility of Beneficiary, or the Trust, or any of the guarantors under the Initial Payment Guarantees, as amended concurrent herewith or under the \$1,100,000 Additional Payment Guarantees, or of any signatories under the EIA (as such terms are defined in the Pourth Amendment), as amended concurrent herewith.

Notwithstanding anything in this Agreement to the contrary, Assignee, for itself and its successors and assigns, agrees that it shall assert to personal liability under this Agreement against any individual general partner of BK Van Buren, an Illinois general partnership ("RK Van Buren"), or CZ Investors Limited Partnership, an Illinois liaited partnership ("CZ Investors") in their capacity as general partners of either of said partnerships, which are the two general partners of the partnership under which Beneficiary acts, for any default by Beneficiary or the Trust, in the performance of any of the terms, conditions or obligations under this Agreement or any other collateral instruments (if any), other than wherentees, securing the Note. Nothing herein contained shall, however, be deemed a release or impairment of said indebtedness or the lien of the Mortgage, as amended concurrent herewith, nor prejudice Assignee from exercising any of its rights under the Note, Ldan Agreement, Letters of Credit and any Security Document all as previously amended and as amended hereby and/or concurrent herewith or from securing a deficiency or personal judgment against any subsequent owner of the real estate who assumes the indebtedness created pursuant thereto; and nothing herein contained shall modify or discharge the personal liability and responsibility of Beneficiary or the Trust or of any of the guarantors under the Initial Payment Guarantees, as amended concurrent herewith or under the \$1,100,000 Additional Payment Guarantees, or of any signatories under the EIA, as amended concurrent herewith.

Property of Coot County Clert's Office

IN WITNESS WHEREOF, the undersigned have executed this Agreement on the date and year first above written.

ASSIGNEE

AMERICAN NATIONAL BANK AND TRUST COMPANY OF CHICAGO

By: //// Title/

Attest:__ Title:___ **ASSIGNOR**

VAN BUREN ASSOCIATES, an Illinois general partnership, by its General Partners

By: BK VAN BUREN, an Illinois

general partnership

a general parther

By: CZ INVESTORS LIMITED PARTNERSHIP, an Illinois

limited partnership

By: General Partner

AMERICAN NATIONAL BANK AND TRUST COMPANY, not personally, but as Trustee under Trust Agreement dated May 15, 1989, known as Trust No. 108380-01

its:

Attest:

Its:_

ASSISTANT SECRETIFY

03074951

CORRECTION AND THE STORY

1993 DEC 25 PM 12: 47

- Participal Control (Participal Control (Pa

The St. St. St. St. Confidence of the Confidence

Consent of Guarantor

The undersigned does hereby consent and agree to the foregoing including without limitation the provisions of Paragraph 4 thereof and does hereby further certify and agree that (a) it has delivered to Assignee a true and complete copy of its Lease Guarantee with Assignor, there has occurred thereunder no default or event which with the passage of time or notice, or both, would become a default thereunder and said Lease Guarantee has not been amended or terminated and remains in full force and effect (b) it shall not amend or terminate said Lease Guaranty without the express prior written consent of Assignee and (c) it shall promptly serve upon Assignee a copy of all notices served or required to be served by it upon Assignor under said Lease Guaranty.

Dated:	Jes 23.	1993
	Ox	

BENNETT & KAHNWEILER, INC. an Illinois corporation

Guarantor

County Clark's Office

Property of Cook Colling Clerk's Office

STAT	re of illinois)) SS.		
COUN	NTY OF COOK)		
the the pers 1989 know the and inst AMER pers ther ackn seal be a and	asid County, in the above named Second I AMERICAN NATIONAL E sonally, but as Trust on to be to be the second instrument of SECREMANT'espectively severally acknowled trument as their free RICAN NATIONAL EAN'S conally but as Trust cein set forth; and nowledged that said of said Trustee case of said Trustee case of said Trustee case for the uses and astee for the uses and the u	State afores VicePresident BANK AND TRUST Stee under Trust No. 108380-0 Same persons with as such Second To appeared be lighted they signed and voluntal AND TRUST COMMITTED AND TRUST COMMITTED AS A SOCIETY AND TRUST COMMITTED AND TRUST	and COMPANY OF CHICAE st Agreement date 1, as assignor and hose names are sub- condition President fore me this day ed and delivered and ry act as Trustee PANY OF CHICAGO, in idian the uses and then and the construction of the orate seal of said idian is own if voluntary act of	RTIFY that GO, not d May 15, d personally bscribed to and in person said of said not nd purposes here e corporate d Trustee to n free will
1	GIVEN UNDER MY han	d and officia	i seal this 23	iay of
Соща	ission expires	1/11 , 19 <u>-</u>	Notary Public "OFFICIA DOROTHY NOTARY PUBLIC 57 My Commission Ex	

PROMINE RO STATE

RECORDED FORESCO

Property of Coot County Clerk's Office

COUNTY OF COOK)
I, Course M. Gras, a notary public in and for said County, in the State aforesaid, DO HEREBY CERTIFY that
Notary Public OFFICIAL SEAL" CONTRISION Expres July 13, 1997 COMMISSION Expres July 13, 1997

A HALL THE LOUIS 3000 NO VINGO

Property of Cook County Clark's Office

OFFICIAL SEEL

STATE OF ILLINOIS)) SS.
COUNTY OF COOK)
I, COUETA M. BLAIS, a notary public in and for said County, in the State aforesaid, DO HEREBY CERTIFY that
Caller H. Klas
Notary Public
Commission expires
T'S Office
03074951

1000 TO 1017 101

Property of County Clerk's Office

Property of Cook County Clerk's Office

EXHIBIT A

PARCEL 1:

SUB-LOT 3 IN LAPLIN, LOCMIS AND CLARE'S PARTITION OF LOTS 14, 15 AND 16 AND THE SOUTHERLY 13 PEET OF LOT 13, ALL IN THOMAS H. HUBBARDS SUBDIVISION OF THE EAST 1/2 OF BLOCK 91 IN SCHOOL SECTION ADDITION TO CHICAGO IN SECTION 16, TOWNSHIP 39 NORTH, RANGE 14, EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS, RECORDED FEBRUARY 21, 1878 AS DOCUMENT 170095.

PARCEL 2:

6 FOOT PRIVATE ALLEY LYING NORTH OF AND ADJOINING SUB-LOT 3 AS SHOWN ON THE PLAT OF LAFLIN, LOOMIS AND CLARE'S PARTITION OF LOTS 14, 15 AND 16 AND THE SOUTHERLY 13 FEET OF LOT 13, ALL IN THOMAS H. HUBBARDS SUBDIVISION OF THE EAST 1/2 OF BLOCK 91 IN SCHOOL SECTION ADDITION TO CHICAGO IN SECTION 16, TOWNSHIP 39 NORTH, RANGE 14, EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS, RECORDED FEBRUARY 21, 1878 AS DOCUMENT 170095.

PARCEL 3:

NON-EXCLUSIVE EASEMENT FOR INGRESS AND EGRESS FOR THE BENEFIT OF PARCEL 1 AS CREATED BY THE AGREEMENT DATED JULY 6, 1886 AND RECORDED MAY 23, 1887 AS DOCUMENT 832.40 MADE BY JOHN G. SHORTALL AND OTHERS OVER THE FOLLOWING DESCRIBED LAND:

BEGINNING AT A POINT ON THE WEST LINE OF LOT 3 IN LOOMIS AND OTHERS SUBDIVISION AFORESAID 80 FEET NORTH OF THE NORTH LINE OF VAN BUREN STREET; RUNNING THENCE EAST 73-1/2 FEET TO A POINT 6 FEET SOUTH OF THE NORTH LINE OF LOT 2 AFORESAID, AND 20 FEET EAST OF THE WEST LINE THEREOF; THENCE NORTH 12 FEET TO A POINT 6 FEET SOUTH OF THE NORTH LINE OF LOT 13 AFORESAID; THENCE VEST 73-1/2 FEET TO A POINT IN THE EAST LINE OF MAIN ALLEY RUNNING MOPTH AND SOUTH THROUGH THE MIDDLE OF SAID BLOCK 91, 6 FEET SOUTH OF THE NORTHWEST CORNER OF SAID LOT 13; THENCE SOUTH 12 FEET TO THE POINT OF BEGINNING.

COMMONLY KNOWN AS 210-214 WEST VAN BUREN, CHICAGO, ILLINOIS.

PIN NO. 17-16-228-013-0000

Property of Cook County Clerk's Office

EXHIBIT A

PARCEL 1:

SUB-LOT 3 IN LAFLIN, LOOMIS AND CLARE'S PARTITION OF LOTS 14, 15 AND 16 AND THE SOUTHERLY 13 FEET OF LOT 13, ALL IN THOMAS H. HUBBARDS SUBDIVISION OF THE EAST 1/2 OF BLOCK 91 IN SCHOOL SECTION ADDITION TO CHICAGO IN SECTION 16, TOWNSHIP 39 NORTH, RANGE 1/1, EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS, RECORDED FEBRUARY 21, 1878 AS DOCUMENT 170095.

PARCEL 2:

6 FOOT PRIVATE ALLEY LYING NORTH OF AND ADJOINING SUB-LOT 3 AS SHOWN ON THE PLAT OF LAPLIN, LOOMIS AND CLARE'S PARTITION OF LOTS 14, 15 AND 16 AND THE SOUTHERLY 13 FEET OF LOT 13, ALL IN THOMAS H. HUBBARDS SUBDIVISION OF THE EAST 1/2 OF BLOCK 91 IN SCHOOL SECTION ADDITION TO CHICAGO IN SECTION 16, TOWNSHIP 39 NORTH, RANGE 14, EAST OF THE THIPD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS, RECORDED FEBRUARY 21, 1878 AS DOCUMENT 170095.

PARCEL 3:

NON-EXCLUSIVE EASEMENT FOR INGRESS AND EGRESS FOR THE BENEFIT OF PARCEL 1 AS CREATED BY THE AGREEMENT PATED JULY 6, 1886 AND RECORDED MAY 23, 1887 AS DOCUMENT 8324/7 MADE BY JOHN G. SHORTALL AND OTHERS OVER THE FOLLOWING DESCRIBED IAND:

BEGINNING AT A PCINT ON THE WEST LINE OF LOT 3 (N LOOMIS AND OTHERS SUBDIVISION AFORESAID 80 FEET NORTH OF THE NORTH LINE OF VAN BUREN STREET; RUNNING THENCE EAST 73-1/2 FEET TO A POINT 6 FEET SOUTH OF THE NORTH LINE OF LOT 2 AFORESAID, AND 20 FEET EAST OF THE WEST LINE THEREOF; THENCE NORTH 12 FEET TO A POINT 6 FEET SOUTH OF THE NORTH LINE OF LOT 13 AFORESAID; THENCE WEST 73-1/2 FEET TO A POINT IN THE EAST LINE OF MAIN ALLEY RUNNING NORTH AND SOUTH THROUGH THE MIDDLE OF SAID BLOCK 91, 6 FEET SOUTH OF THE NORTHWEST CORNER OF SAID LOT 13; THENCE SOUTH 12 FEET TO THE POINT OF BEGINNING.

COMMONLY KNOWN AS 210-214 WEST VAN BUREN, CHICAGO, ILLINOIS.

PIN NO. 17-16-228-013-0000

Droperty of County Clark's

EXHIBIT B

Lease Guarantee

Guaranty by Bennett & Kahnweiler, Inc., an Illinois corporation, of the obligations of Bennett & Kahnweiler Asset Management Company, an Illinois corporation ("Tenant") under that certain Trus.

Clark's Office lease dated November 30, 1989, as amended, by and between Tenant and the Trust.

03074951

Property of Cook County Clerk's Office