

UNOFFICIAL COPY

ASSIGNMENT FOR THE BENEFIT OF CREDITORS BY RAIL-BOLT CORP. IT IS BEING ORGANIZED AS A CLOSE CORPORATION a/k/a RAIL-BOLT CORP., AN ILLINOIS CORPORATION

04007813

ASSIGNMENT made and entered into this twenty-ninth day of November 1994, by Rail-Bolt Corp. It Is Being Organized as a Close Corporation a/k/a Rail-Bolt Corp., an Illinois Corporation, hereinafter referred to as the "Assignor," to Assignment for the Benefit of Creditors, Trustee, Inc. or its nominee, hereinafter referred to as the "Assignee."

Recitals

Assignor was engaged in the business of sales and distribution of commercial and industrial supplies at 5230 Capitol Drive, Wheeling, Illinois 60090.

Assignor is indebted to various persons and is unable to pay such debts in full, and desires to make a fair distribution of its assets among its creditors.

At a special meeting of the shareholders, held at the office of the Assignor at 5230 Capitol Drive, Wheeling, Illinois 60090 on November 18, 1994 a resolution was adopted authorizing the President of the Assignor to execute and deliver to the Assignee an assignment of all the assets of the Assignor for the benefit of its creditors. A certified copy of said resolution is attached hereto as Exhibit "A".

IT IS THEREFORE AGREED:

DEPT-01 RECORDING \$29.50
T#7777 TRAN 1065 11/30/94 15:08:00
#7059 + DW *-04-007813
COOK COUNTY RECORDER

Assignment of Property

1. Assignor hereby assigns to the Assignee all of its property of every kind and nature and wheresoever situated, both real and personal or mixed, and any equity therein, not exempt from execution, as well as all other property owned by it or any property or assets which shall become the property of Assignor during the term of this Assignment, in trust for the purposes as hereinafter set forth.

Assignor's Duties

2. Assignor shall immediately deliver to Assignee all said property assigned and shall immediately deliver to Assignee its books of account showing all creditors and their addresses. Assignor further agrees to execute and deliver to Assignee on demand such other and additional instruments in writing as may be required to vest legal title and establish record title in and to all the Assignor's real and personal property, or Assignor's interest therein.



MAIL TO:
Records Department
8 W. Division St. 3rd fl.
Chicago, IL 60610

04007813

04007813

2950
BML

UNOFFICIAL COPY

Property of Cook County Clerk's Office

04007813

UNOFFICIAL COPY

Duties and Authority of Assignee

3. Assignee shall hold the property hereby assigned in trust for the following uses and purposes and is given the following authority in connection with said property:

(a) To take charge and possession of said property and to reduce the same to money as soon as the same can wisely, prudently, and properly be done, using Assignee's best judgment in selling and disposing of the said property on such terms as Assignee may see fit at public or private sale, or to continue the business thereafter, whichever in the judgment of the Assignee is best calculated to net the best returns for the creditors.

(b) To direct and to advise on collection of all debts and demands hereby assigned that can be collected, including any amount that may be due from the Partners on Assignor's partnership shares or capital accounts issued to or subscribed for by them, or to compromise such debts and demands so as to realize therefrom the greatest sum possible.

(c) To sue for, prosecute, defend, and interplead on account of such property, debts, and demands.

(d) To administer the trust created by this Assignment to the best of Assignee's ability, but it is understood that the Assignee shall be liable only for reasonable care and diligence in the administering thereof and that in so doing Assignee may act through or by Assignee's agents, and Assignee shall not be responsible for any negligence of Assignee's said agents selected by Assignee with reasonable care, nor shall Assignee be liable or responsible for anything done by Assignee in good faith in the execution of this trust. Any contract or agreement made by said Assignee in connection with the trust herein established and created shall not be binding on said Assignee in Assignee's personal capacity, but shall bind said assignment estate and the Assignee in Assignee's representative capacity.

(e) Out of the proceeds received under this Assignment, to direct and to advise on payment of all charges and expenses in connection with the execution of this Assignment and the discharge of the trust, including all reasonable and proper charges for services of the Assignee and of any agents or attorneys who may be employed by Assignee the amounts of which shall be in the discretion of the Assignee.

(f) Then to direct and to advise on payment of and discharge of all claims as are entitled to priority under the laws of the State of Illinois.

(g) Then to direct and to advise on payment of and discharge of all the remaining debts and liabilities due from the Assignor, together with interest thereon, and if the residue of the proceeds is insufficient to pay such debts, liabilities, and interest in full, then to apply the proceeds to the payment of such debts, liabilities, and interest pro rata.

UNOFFICIAL COPY

(h) After payment of all such debts, liabilities, and expenses in full, then to direct and to advise on payment of the residue of such proceeds, if any, to the Assignor's successors or assigns.

(i) Assignee may, in his absolute discretion, continue, for a limited period of time, the business of the Assignor, in order to carry out more effectively the provisions of this Assignment, and in order to do so the Assignee shall have the right to complete the manufacture of goods now in process and to employ such labor as in Assignee's opinion is necessary or proper for this purpose; provided, however, that nothing herein shall be construed as authorizing the Assignee to purchase any new goods or materials, and Assignee may refuse to complete and cancel conditional sales contracts and other contracts now in force to which Assignor is a party.

Power of Attorney

4. In order to enable Assignee to effectively execute this Assignment and trust, Assignor hereby appoints Assignee its attorney, with power of substitution and revocation, and with complete authority to do anything necessary for the full execution of this Assignment and trust, and to execute, acknowledge, and deliver all deeds, instruments of conveyance, receipts, and releases necessary or proper for the execution of this Assignment and trust.

Acceptance by Assignee

5. The Assignee hereby accepts the trust hereby created and covenants with the Assignor and Assignor's successors and assigns that the Assignee will faithfully and without delay execute this trust, according to the best of Assignee's skill, knowledge, and ability.

This assignment is being executed in duplicate originals.

Executed at Chicago, Illinois on the day and year first above written.

ASSIGNOR

Rail-Bolt Corp It Is Being Organized As A Close Corporation a/k/a Rail-Bolt Corp.

By *Stephen H. Mans*
Its President

By *William H. Mans*
Its Vice President

ASSIGNEE

Assignment for the Benefit of Creditors, Trustee, Inc.

[Signature]
President

UNOFFICIAL COPY
ASSIGNMENT FOR THE BENEFIT OF CREDITORS, TRUSTEE,
Incorporated
Eight West Division, Suite 300
Chicago, IL 60610

312-642-8000

NOTICE

Mrs. Kathleen B. Marrs a/k/a Kathleen B. Murphy and Mr. William H. Marrs, because such persons have past experience and understanding of the business, they are responsible for the day-to-day operation of Rail-Bolt Corp. It Is Being Organized As A Close Corporation a/k/a Rail-Bolt Corp., during the period beginning on the date of the Assignment for the Benefit of Creditors and ending on the date of the final sale of all assets. As the operator of the business, such person's non-ordinary financial decisions and expenditures which affect the assigned assets must be specifically approved by Assignment for the Benefit of Creditors, Trustee, Inc. Further, the Assignment for the Benefit of Creditors, Trustee, Inc. must receive a weekly accounting of sales and disbursements from the date of such Assignment.

MRS. KATHLEEN B. MARRS a/k/a KATHLEEN B. MURPHY and MR. WILLIAM H. MARRS MUST keep current with all tax filings and tax payments. Failure to file and pay taxes may result in invalidating an Assignment for the Benefit of Creditors and may cause the Internal Revenue Service, Illinois Department of Revenue, or other taxing authorities to seize your assets.

TO HAVE A VALID ASSIGNMENT FOR THE BENEFIT OF CREDITORS, RAIL-BOLT CORP. IT IS BEING ORGANIZED AS A CLOSE CORPORATION a/k/a RAIL-BOLT CORP. MUST KEEP CURRENT WITH ALL FINANCIAL RESPONSIBILITIES (ANY AND ALL FEDERAL, STATE AND LOCAL TAXES, ALL ACCOUNTS PAYABLE SECURED AND UNSECURED MUST BE PAID) FOLLOWING THE DATE OF ASSIGNMENT AND THROUGH TO THE DATE OF THE SALE.

RECEIVED BY: Kathleen B. Marrs

RECEIVED BY: William H. Marrs

04007813

RESOLUTION BY SPECIAL MEETING OF THE SHAREHOLDERS

We, Kathleen B. Marris a/k/a Kathleen B. Murphy and William H. Marris, the sole shareholders of Rail-Bolt Corp. It Is Being Organized As A Close Corporation a/k/a Rail-Bolt Corp., by special meeting at 5230 Capitol Drive, Wheeling, Illinois 60090, on 11/18/94 notice being waived, shares represented.

HEREBY RESOLVE,

1. To enter an Assignment for the Benefit of Creditors, and
2. To appoint Assignment for the Benefit of Creditors, Trustee, Inc. as the assignee therefor.

Dated: 11/18/94

Kathleen B. Marris
Kathleen B. Marris a/k/a Kathleen B. Murphy

Dated: 11/18/94

William H. Marris
William H. Marris

EXHIBIT A

04007813
3125700200