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0610244093 Fee: \$42.50

Eugene "Gene" Moore RHSP Fee:\$10.00 Cook County Recorder of Deeds Date: 04/12/2006 03:59 PM Pg: 1 of 10

This document was prepared by, and after recording, return to:

Elvin E. Charity Charity & Associates, P.C. 20 North Clark Street, Suite 1150 Chicago, Illinois 60602

Permanent Tax Index Numbers: (See Exhibit A)

This space reserved for Recorders use only.

Property Address

47th & Bishop Plaza, 4628-44 S. Bishop

Chicago, Illinois 60609

SUBORDINATION, NON-DISTURBANCE AND ATTORNMENT AGREEMENT

This SUBORDINATION, NON-DIST'JRLANCE AND ATTORNMENT AGREEMENT dated as of January 4, 2006 (the "Agreement"), is executed by and between HARRIS, N.A., a national banking association, with a mailing address at 111 W. Monroe, 2nd Floor East, Chicago, Illinois 60603 (the "Lender"), and Farmer's Best III, an Phinois corporation, with a mailing address at c/o Steven J. Rothschild, Esq., Rothschild & Alexander, LLP, 1500 Lakeside Drive, Bannockburn, IL 60015 (the "Tenant").

RECITALS:

A. Bishop Plaza LLC, an Illinois limited liability company ("<u>Landlerd</u>"), is the owner of certain premises (the "<u>Leased Premises</u>") comprising a shopping center ("<u>Bulding</u>") located on the parcel of land (the "<u>Land</u>"; the Land and Building being collectively referred to herein as the "<u>Real Estate</u>") legally described on <u>Exhibit "A"</u> attached hereto and made a part hereof.

B. The Lender is the mortgagee under that certain construction mortgage, with Assignmen
of Rents, Security Agreement and Fixture Filing dated January, 2006, to be recorded concurrently
herewith (the "Mortgage"), which Mortgage encumbers the Real Estate (as hereinafter defined) and
secures a principal indebtedness in the aggregate amount of
Dollars (\$), as more particularly described in that certain Reimbursement and Loar
Agreement of even date herewith between Lender and Landlord.

C. The Tenant has entered into that cortain Shopping Plaza Lease (the "Lease") dated as of November 25, 2003 as amended February 2004, October 12, 2004 and June 23, 2005, with Landlord, pursuant to which the Tenant has leased from Landlord certain premises (the "Leased Premises") in the shopping center Building.

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0610244093 Page: 2 of 10

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NOW, THEREFORE, in consideration of the mutual covenants and agreements herein contained and for other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the parties hereby covenant and agree as follows:

AGREEMENTS:

- 1. The Tenant represents and warrants to the Lender that the Lease constitutes the entire agreement between the Tenant and the Landlord with respect to the Leased Premises and there are no other agreements, written or verbal, governing the tenancy of the Tenant with respect to the Leased Premises.
- 2. The Tenant will execute and deliver to the Lender that certain Tenant Estoppel Certificate of even date herewith (the "Estoppel Certificate"). The provisions of the Estoppel Certificate will then be incorporated into this Agreement as if fully set forth in this Agreement in their entirety, and the Tenant acknowledges that the Lender will be relying on the statements made in the Estoppel Certificate in determining whether to disburse the proceeds of the loan secured by the Mortgage and whether to enter into this Agreement.
- 3. The Tenant covenants with the Lender that the Lease shall be subject and subordinate to the lien and all other provisions of inc. Mortgage and to all modifications and extensions thereof, to the full extent of all principal, interest and all other amounts now or hereafter secured thereby and with the same force and effect as if the Mortgage had been executed and delivered prior to the execution and delivery of the Lease. Without limiting the generality of the foregoing subordination provision, the Tenant hereby agrees that any of its right, title and interest in and to insurance proceeds and condemnation awards (or other similar awards arising from eminent domain proceedings) with respect to damage to or the condemnation (or similar taking) of any of the Real Estate, shall be subject and subordinate to the Lender's right, title and interest in and to such proceeds and awards.
- 4. The Tenant acknowledges that the Landlord has assigned to the Lender any and all leases affecting the Real Estate, including the Lease, and the rents and other amounts, including, without limitation, lease termination fees, if any, due and payable under such leases. In connection therewith, the Tenant agrees that, upon receipt of a notice of a default by the Landlord under such assignment and a demand by the Lender for direct payment to the Lender of the rents due under the Lease, the Tenant will honor such demand and make all subsequent rent payments directly to the Lender. The Tenant further agrees that any Lease termination fees payable under the Lease shall be paid jointly to the Landlord and the Lender.
 - 5. The Lender agrees that so long as the Tenant is not in default under the Lease:
 - (a) The Tenant shall not be named or joined as a party in any suit, action or proceeding for the foreclosure of the Mortgage or the enforcement of any rights under the Mortgage (unless the Tenant is a necessary party under applicable law); and
 - (b) The possession by the Tenant of the Leased Premises and the Tenant's rights thereto shall not be disturbed, affected or impaired by, nor will the Lease or the term thereof

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be terminated or otherwise materially adversely affected by (i) any suit, action or proceeding for the foreclosure of the Mortgage or the enforcement of any rights under the Mortgage, or by any judicial sale or execution or other sale of the Leased Premises, or any deed given in lieu of foreclosure, or (ii) any default under the Mortgage.

- 6. Prior to pursuing any remedy available to the Tenant under the Lease, at law or in equity as a result of any failure of the Landlord to perform or observe any covenant, condition, provision or obligation to be performed or observed by the Landlord under the Lease (any such failure being hereinafter referred to as a "Landlord's Default"), the Tenant shall: (a) provide the Lender with a notice of the Landlord's Default, specifying the nature thereof, the section of the Lease under which such Landlord's Default arose, and the remedy which the Tenant will elect under the terms of the Lease or otherwise, and (b) allow the Lender not less than thirty (30) days following receipt of notice of the Landlord's Default to cure the same; provided, however, that, if such Landlord's Default 's not readily curable within such thirty (30) day period, the Tenant shall give the Lender such additional time as the Lender may reasonably need to obtain possession and control of the Real Estate and to cure such Landlord's Default so long as the Lender is diligently pursuing a cure. The Tenant shall not pursue any remedy available to it as a result of any Landlord's Default unless the Lender fails to cure same vithin the time period specified above. For purposes of this Section 6, a Landlord's Default snall not be deemed to have occurred until all grace and/or cure periods applicable thereto under the Lease have lapsed without the Landlord having effectuated a cure thereof.
- 7. If the Lender or any future holder of the Mortgage shall become the owner of the Real Estate by reason of foreclosure of the Mortgage or otherwise, or if the Real Estate shall be sold as a result of any action or proceeding to foreclose the Mortgage or transfer of ownership by deed given in lieu of foreclosure, the Lease shall continue in full force and effect, without necessity for executing any new lease, as a direct lease between the Tenant and the new owner of the Real Estate as "landlord" upon all the same terms, covenants and provisions contained in the Lease (subject to the exclusions set forth in subsection (b) below), and in such event:
 - (a) The Tenant shall be bound to such new owner under all of the terms, covenants and provisions of the Lease for the remainder of the term thereof (including the extension periods, if the Tenant elects or has elected to exercise its options to extend the term), and the Tenant hereby agrees to attorn to such new owner and to recognize such new owner as "landlord" under the Lease without any additional documentation to effect such attornment (provided, however, if applicable law shall require additional documentation at the time the Lender exercises its remedies then the Tenant shall execute such additional documents evidencing such attornment as may be required by applicable law);
 - (b) Such new owner shall be bound to the Tenant under all of the terms, covenants and provisions of the Lease for the remainder of the term thereof (including the extension periods, if the Tenant elects or has elected to exercise its options to extend the term); provided, however, that such new owner shall not be:

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- (i) liable for any act or omission of any prior landlord (including the Landlord);
- (ii) subject to any offsets or defenses which the Tenant has against any prior landlord (including the Landlord) unless the Tenant shall have provided the Lender with (A) notice of the Landlord's Default that gave rise to such offset or defense, and (B) the opportunity to cure the same, all in accordance with the terms of Section 6 above;
- (iii) bound by any base rent, percentage rent, additional rent or any other amounts payable under the Lease which the Tenant might have paid in advance for more than the current month to any prior landlord (including the Landlord);
- (iv) liable to refund or otherwise account to the Tenant for any security deposit not actually paid over to such new owner by the Landlord;
- (v) 4 cand by any amendment or modification of the Lease made without the Lender's consert;
- (vi) bound by, or liable for any breach of, any representation or warranty or indemnity agreement contained in the Lease or otherwise made by any prior fandlord (including the Landle d); or
- (vii) personally liable or coligated to perform any such term, covenant or provision, such new owner's liability being limited in all cases to its interest in the Real Estate.
- 8. Any notices, communications and waivers under this Agreement shall be in writing and shall be (i) delivered in person, (ii) mailed, postage prepaid, either by registered or certified mail, return receipt requested, or (iii) by overnight express carrier, addressed in each case as follows:

To the Lender:

Harris, N.A.

Metropolitan Banking Center 111 West Monroe Street Second Floor - East

Chicago, Illinois 60690-0755 Attention: Steven Quasny Fax Number (312) 765-8348

With a copy to:

Charity & Associates, P.C. 20 North Clark Street

Suite 1150

Chicago, Illinois 60602

0610244093 Page: 5 of 10

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Attention: Elvin E. Charity, Esq. Fax Number: (312) 849-9001

To the Landlord:

Bishop Plaza Shopping Center c/o Matanky Realty Group, Inc. 200 N. LaSalle, Suite 2350 Chicago, Illinois 60601

With a copy to:

Claire Pensyl

Bell & Pensyl

111 W. Washington, Suite 1640

Chicago, Illinois 60602

To the Tenant:

Farmer's Best Market

c/o Steven J. Rothschild, Esq. Rothschild & Alexander, LLP

1500 Lakeside Drive Bannockburn, IL 60015

or to any other address as to any of the parties lereto, as such party shall designate in a written notice to the other party hereto. All notices sent pursuant to the terms of this section shall be deemed received (i) if personally delivered, then on the date of delivery, (ii) if sent by overnight, express carrier, then on the next federal banking day immediately following the day sent, or (iii) if sent by registered or certified mail, then on the earlier of the third federal banking day following the day sent or when actually received.

- 9. The Tenant acknowledges and agrees that the Lender will be relying on the representations, warranties, covenants and agreements of the Tenant contained herein and that any default by the Tenant hereunder shall permit the Lender, at its option, to exercise any and all of its rights and remedies at law and in equity against the Tenant and to join the Tenant in a foreclosure action thereby terminating the Tenant's right, title and interest in and to the Leased Premises.
- 10. This Agreement shall be binding upon and shall inure to the benefit of the parties hereto, their respective successors and assigns and any nominees of the Lender, all of whom are entitled to rely upon the provisions hereof. This Agreement shall be governed by the laws of the State of Illinois.
- 11. This Agreement may be executed in multiple counterparts and all of such counterparts together shall constitute one and the same Agreement.

0610244093 Page: 6 of 10

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IN WITNESS WHEREOF, the parties hereto have executed this Subordination, Non-Disturbance and Attornment Agreement the day and year first above written.

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Farmer's Best III, an Illingis corporation

Na.
Title:

County Clarks Office By:

0610244093 Page: 7 of 10

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IN WITNESS WHEREOF, the parties hereto have executed this Subordination, Non-Disturbance and Attornment Agreement the day and year first above written.

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Farmer's Best III, an Illingis corporation

Property of Continue Clark's Office By:

Name: Steven E. Quashy Gray Christopher Daly

0610244093 Page: 8 of 10

# **UNOFFICIAL COPY**

STATE OF ILLINOIS, COUNTY OF ZOOPE, TO WIT:
I HEREBY CERTIFY, that on this 24th day of
"OFFICIAL SEAL"  GERMANNY NO LINOIS NO LINOIS NO LINOIS NO LINOIS
My Commission Expires:
STATE OF ILLINOIS, COUNTY OF, TO WIT:
I HEREBY CERTIFY, that on this day of, 200_, before me, the undersigned Notary Public of said State/Commonwealth, personally appeared, who acknowledged himself/herself to be a of, a general/limited partnership/corporation, known to me (or satisfactorily proven) to be the person whose name is subscribed to the within Mortgage, and acknowledged that he/she executed the same for the purposes therein contained as the duly authorized of said general/limited partnership/corporation by signing the name of the general/limited partnership/corporation by himself/herself as  WITNESS my hand and Notarial Seal.
Mr. Commission Engineer
My Commission Expires:

0610244093 Page: 9 of 10

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STATE OF ILLINOIS, COUNTY OF <u>Cook</u> , TO WIT:
I HEREBY CERTIFY, that on this 2th day of April , 200, before me, the undersigned Notary Public of said State/Commonwealth, personally appeared the beautiful of Larres, who acknowledged himself/herself to be a less thank of Larres, where the general/limited partnership/corporation, known to me (or satisfactorily proven) to be the person whose name is subscribed to the within Mortgage, and acknowledged that he/she executed the same for the purposes therein contained as the duly authorized the said general/limited partnership/corporation by signing the name of the general/limited partnership/corporation by himself/herself as the same of the general/limited partnership/corporation by himself/herself as the same of the general/limited partnership/corporation by himself/herself as the same of the general/limited partnership/corporation by himself/herself as the same of the general/limited partnership/corporation by himself/herself as the same of the general/limited partnership/corporation by himself/herself as the same of the general/limited partnership/corporation by himself/herself as the same of the general/limited partnership/corporation by himself/herself as the same of the general/limited partnership/corporation by himself/herself as the same of the general/limited partnership/corporation by himself/herself as the same of the general/limited partnership/corporation by himself/herself as the same of the general/limited partnership/corporation by himself/herself as the same of the general/limited partnership/corporation by himself/herself as the same of the general/limited partnership/corporation by himself/herself as the same of the general/limited partnership/corporation by himself/herself as the same of the general/limited partnership/corporation by himself/herself as the same of the general/limited partnership/corporation by himself/herself as the same of the general/limited partnership/corporation by himself/herself as the same of the general/limited partnership/corporation by himself/herself as the same of
WITNESS my hand and Notarial Seal.  "OFFICIAL SEAL"  EVELYN D. TURINER  NOTARY PUBLIC STATE OF ILLINOIS  My Commission Expires 10/3 //20 26
My Commission Expires:
STATE OF ILLINOIS, COUNTY OF , TO WIT:
, 10 WII.
I HEREBY CERTIFY, that on thisdzy of, 200_, before me, the
undersigned Notary Public of said State/Commonweal'in personally appeared,
who acknowledged himself/herself to be a, a
general/limited partnership/corporation, known to me (or satisfactorily proven) to be the person
whose name is subscribed to the within Mortgage, and acknowledged that he/she executed the same for the purposes therein contained as the duly authorized of said
general/limited partnership/corporation by signing the name of the general/limited
partnership/corporation by himself/herself as
WITNESS my hand and Notarial Seal.
Notary Public
My Commission Expires:

0610244093 Page: 10 of 10

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#### EXHIBIT "A"

#### **LEGAL DESCRIPTION**

The East 1/2 of the Southeast 1/4 of the Southwest 1/4 of the Southwest 1/4 of Section 5, Township 38 North, Range 14, East of the Third Principal Meridian, in Cook County, Illinois; Excepting from the above described parcel of land those parts thereof taken or used for street purposes as per document 907217.

Parcel 2:

Lots 31 Through 38 in Block 2 in S.E. Gross Subdivision of the Southeast 1/4 of the Southwest 1/4 of the Southwest 1/4 of Section 5, Township 38 North, Range 14, East of the Third Principal Meridian, in Cook Courty, Illinois.

Street Address: 1422 W. 47th Sweet, Chicago, Illinois 60609

P.I.N.: 20-05-309-030 – 038 and 20-05-310-002