

**Illinois Anti-Predatory
Lending Database
Program**

Certificate of Exemption

**Report Mortgage Fraud
800-532-8785**

The property identified as: **PIN: 08-26-300-026-0000**

Address:

Street: 827-891 & 901-985 Busse Rd, 1810-1860 Jarvis Ave,

Street line 2: 870-898 & 901-951 Cabridge Dr, 1800 Landmeier Rd

City: Elk Grove Village

State: IL

ZIP Code: 60007

Lender: DK Rolling Exchange

Borrower: American General Life Insurance

Loan / Mortgage Amount: \$17,070,000.00

This property is located within the program area and is exempt from the requirements of 765 ILCS 77/70 et seq. because it is commercial property.

Certificate number: F672094F-8D02-4819-A509-E28B949BB862

Execution date: 03/12/2013

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9/5
495885

Recording requested by, and
when recorded mail to:

Otten, Johnson, Robinson,
Neff & Ragonetti, P.C.
950 Seventeenth Street
Suite 1600
Denver, Colorado 80202
Attention: Kevin A. Gliwa, Esq.

**SECOND MORTGAGE, SECURITY AGREEMENT, FIXTURE FILING,
FINANCING STATEMENT
AND ASSIGNMENT OF LEASES AND RENTS**

THIS SECOND MORTGAGE, SECURITY AGREEMENT, FIXTURE FILING, FINANCING STATEMENT AND ASSIGNMENT OF LEASES AND RENTS (this "**Mortgage**") is executed as of March 11, 2013, by DK ROLLING EXCHANGE, LLC, a Delaware limited liability company ("**DK Rolling Exchange**"), and D&K ELK GROVE INDUSTRIAL II, LLC, a Delaware limited liability company, jointly and severally as tenants in common ("**D&K Industrial II**," and together with DK Rolling Exchange, "**Mortgagor**"), in favor of, and for the use and benefit of, AMERICAN GENERAL LIFE INSURANCE COMPANY, a Texas corporation ("**Mortgagee**").

ARTICLE 1

PARTIES, PROPERTY, AND DEFINITIONS

The following terms and references shall have the meanings indicated:

1.1 Action for Partition: Either (a) the commencement of any action for the purpose of terminating the TIC Agreement, or (b) the institution of prosecution of any action for partition of the Property (or any portion thereof or interest therein) or any similar action pursuant to the TIC Agreement or any other contractual agreement or instrument or under applicable law (including, without limitation, common law).

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1.2 Affiliate Guaranty Agreement: The Affiliate Guaranty Agreement of even date herewith entered into by Mortgagor and Other Borrower for the benefit of Mortgagee.

1.3 Aggregate Loan Documents: Collectively, this Mortgage, the Affiliate Guaranty Agreement, the Loan Documents and the Other Loan Documents.

1.4 Assignment of Rate Cap Agreement: The Collateral Assignment of Rate Cap Agreement of even date herewith made by Mortgagor for the benefit of Mortgagee.

1.5 Cash Collateral Agreement: The Cash Collateral Agreement of even date herewith made by and between Mortgagor and Mortgagee, and acknowledged and agreed to by the "Servicer" named therein.

1.6 Chattels: All goods, fixtures, inventory, equipment, building and other materials, supplies, and other tangible personal property of every nature, whether now owned or hereafter acquired by any Mortgagor, used, intended for use, or reasonably required in the construction, development, or operation of the Property, together with all accessions thereto, replacements and substitutions therefor, and proceeds thereof.

1.7 Default: Any matter which, with the giving of notice, passage of time, or both, would constitute an Event of Default.

1.8 Environmental Indemnity Agreement: The Environmental Indemnity Agreement of even date herewith made by Mortgagor and Guarantor for the benefit of Mortgagee.

1.9 ERISA: The Employee Retirement Income Security Act of 1974, as amended, together with all rules and regulations issued thereunder.

1.10 Event of Default: Defined in Article 6.

1.11 First Assignment of Leases and Rents: The Assignment of Leases and Rents and Other Income of even date herewith made by Mortgagor for the benefit of Mortgagee.

1.12 First Mortgage: The Mortgage, Security Agreement, Fixture Filing, Financing Statement and Assignment of Leases and Rents of even date herewith encumbering the Property granted by Mortgagor for the benefit of Mortgagee as security for the Loan.

1.13 Future Advance Agreement: The Future Advance Agreement of even date herewith entered into by and between Mortgagor and Mortgagee.

1.14 Guarantor: Draper and Kramer, Incorporated, an Illinois corporation.

1.15 Guaranty Agreement: The Guaranty Agreement of even date herewith made by Guarantor for the benefit of Mortgagee.

1.16 Insurance Agreement: The Agreement Concerning Insurance Requirements of even date herewith executed by Mortgagor for the benefit of Mortgagee.

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1.17 Intangible Personalty: Mortgagor's right to use all trademarks and trade names and symbols or logos used in connection therewith, or any modifications or variations thereof, in connection with the operation of the improvements existing or to be constructed on the Property, together with all accounts, rents, issues, income, profits, fees, charges or other payments for the use or occupancy of rooms and other public facilities at the Property, deposit accounts, letter of credit rights, investment property, monies in the possession of Mortgagee (including, without limitation, proceeds from insurance, retainages and deposits for taxes and insurance), Permits, contract rights (including, without limitation, rights to receive insurance proceeds) and general intangibles (whether now owned or hereafter acquired, and including proceeds thereof) relating to or arising from Mortgagor's ownership, use, operation, leasing, or sale of all or any part of the Property, specifically including but in no way limited to any right which Mortgagor may have or acquire to transfer any development rights from the Property to other real property, and any development rights which may be so transferred.

1.18 Lease Certificate: The certificate of even date herewith made by Mortgagor to Mortgagee concerning Leases.

1.19 Leases: Any and all leases, subleases and other agreements under the terms of which any person other than Mortgagor has or acquires any right to occupy or use the Property, or any part thereof.

1.20 Loan: The loan from Mortgagee to Mortgagor evidenced by the Note.

1.21 Loan Documents: The Note, all of the deeds of trust, mortgages, collateral assignments, security agreements, and other instruments and documents securing or executed and delivered in connection with the Note, including the Affiliate Guaranty Agreement, this Mortgage, the First Mortgage, the Insurance Agreement, the Environmental Indemnity Agreement, the Guaranty Agreement, the Cash Collateral Agreement, the Lease Certificate, the Assignment of Leases and Rents, the Second Assignment of Leases and Rents, the Assignment of Rate Cap Agreement, the Future Advance Agreement, the Subordination of Management Agreement of even date herewith made by Mortgagor and Property Manager for the benefit of Mortgagee and each other document now or hereafter executed or delivered in connection with the transaction pursuant to which the Note has been executed and delivered. The term "Loan Documents" also includes all modifications, extensions, renewals, and replacements of each document referred to above.

1.22 Major Lease: Any Lease for occupancy of space in the Property in excess of 10,000 square feet.

1.23 Mortgagee: The Mortgagee named in the introductory paragraph of this Mortgage, whose legal address is 1999 Avenue of the Stars, 38th Floor, Los Angeles, California 90067-6022, together with any future holder of the Note.

1.24 Mortgagor: The Mortgagor named in the introductory paragraph of this Mortgage, each having a legal address at 33 West Monroe Street, Suite 1900, Chicago, Illinois 60603, together with any future owner of the Property or any part thereof or interest therein.

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1.25 Note: The promissory note of even date herewith made by Mortgagor and payable to the order of Mortgagee in the principal face amount of \$17,070,000, bearing interest at a variable rate as more particularly set forth therein, the last payment under which is due on April 1, 2016, or, if extended by Mortgagor pursuant to its terms, no later than April 1, 2018, or, if extended by Mortgagee pursuant to its terms, no later than April 1, 2023, unless such due date is accelerated, together with all renewals, extensions and modifications of such promissory note. All terms and provisions of the Note are incorporated by this reference in this Mortgage.

1.26 Other Borrower: Collectively, DK Rolling Exchange and D&K Elk Grove Industrial I, LLC, a Delaware limited liability company.

1.27 Other Loan: The loan from Mortgagee to Other Borrower evidenced by the Other Note.

1.28 Other Loan Documents: The Other Note, the Other Mortgage, the Affiliate Guaranty Agreement, all of the mortgages, deeds of trust, assignments of leases and rents and all of the other instruments and documents executed by the Other Borrower and/or Guarantor securing payment of the Other Note and Other Borrower's obligations under the Affiliate Guaranty Agreement, including any guaranty agreements, environmental indemnity agreements, lease certificates, and all other documents executed or delivered by the Other Borrower and/or Guarantor in connection with the transaction pursuant to which the Other Note has been executed and delivered, but excluding the Loan Documents (other than the Affiliate Guaranty Agreement). The term "Other Loan Documents" also includes all modifications, extensions, renewals, and replacements of each document referred to above.

1.29 Other Mortgage: The Mortgage, Security Agreement, Fixture Filing, Financing Statement and Assignment of Leases and Rents of even date herewith granted by Other Borrower for the benefit of Mortgagee, encumbering the Other Property and securing payment of the Other Note.

1.30 Other Note: The Promissory Note of even date herewith made by Other Borrower and payable to the order of Mortgagee in the principal face amount of \$17,430,000, bearing interest at a variable rate as more particularly set forth therein, the last payment under which is due on April 1, 2016, or, if extended by Mortgagor pursuant to its terms, no later than April 1, 2018, or, if extended by Mortgagee pursuant to its terms, no later than April 1, 2023, unless such due date is accelerated, together with all renewals, extensions and modifications of such promissory note. All terms and provisions of the Other Note are incorporated by this reference in this Mortgage.

1.31 Other Property: The real property and the improvements located thereon, which are encumbered by the Other Mortgage.

1.32 Permits: All permits, licenses, certificates and authorizations necessary for the beneficial development, ownership, use, occupancy, operation and maintenance of the Property.

1.33 Permitted Exceptions: The First Mortgage and the matters set forth in Schedule B-I of the title insurance policy insuring the lien created by the First Mortgage, in form

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and substance satisfactory to, and accepted by, Mortgagee, that Mortgagor has caused to be delivered to Mortgagee in connection with the Loan.

1.34 Property: The tract or tracts of land described in **Exhibit A** attached hereto, together with the following:

(a) All buildings, structures, and improvements now or hereafter located on such tract or tracts, as well as all rights-of-way, easements, and other appurtenances thereto;

(b) Any land lying between the boundaries of such tract or tracts and the center line of any adjacent street, road, avenue, or alley, whether opened or proposed;

(c) All of the rents, income, receipts, revenues, issues and profits of and from such tract or tracts and improvements;

(d) All (i) water and water rights (whether decreed or undecreed, tributary, nontributary or not nontributary, surface or underground, or appropriated or unappropriated); (ii) ditches and ditch rights; (iii) spring and spring rights; (iv) reservoir and reservoir rights; and (v) shares of stock in water, ditch and canal companies and all other evidence of such rights, which are now owned or hereafter acquired by Mortgagor and which are appurtenant to or which have been used in connection with such tract or tracts or improvements;

(e) All minerals, crops, timber, trees, shrubs, flowers, and landscaping features now or hereafter located on, under or above such tract or tracts;

(f) All machinery, apparatus, equipment, fittings, fixtures (whether actually or constructively attached, and including all trade, domestic, and ornamental fixtures) now or hereafter located in, upon, or under such tract or tracts or improvements and used or usable in connection with any present or future operation thereof, including but not limited to all heating, air-conditioning, freezing, lighting, laundry, incinerating and power equipment; engines; pipes; pumps; tanks; motors; conduits; switchboards; plumbing, lifting, cleaning, fire prevention, fire extinguishing, refrigerating, ventilating, cooking, and communications apparatus; boilers, water heaters, ranges, furnaces, and burners; appliances; vacuum cleaning systems; elevators; escalators; shades; awnings; screens; storm doors and windows; stoves; refrigerators; attached cabinets; partitions; ducts and compressors; rugs and carpets; draperies; and all additions thereto and replacements therefor;

(g) All development rights associated with such tract or tracts, whether previously or subsequently transferred to such tract or tracts from other real property or now or hereafter susceptible of transfer from such tract or tracts to other real property;

(h) All awards and payments, including interest thereon, resulting from the exercise of any right of eminent domain or any other public or private taking of, injury to, or decrease in the value of, any of such property; and

(i) All contract rights of each Mortgagor under the TIC Agreement;

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(j) All contract rights of each Mortgagor under all assignments, modifications, extensions and renewals of the TIC Agreement, and all credits, deposits, options, privileges and rights of each Mortgagor under the TIC Agreement, including, without limitation, any rights of first refusal relating thereto arising under Section 363(i) of Title 11 of the United States Code entitled "Bankruptcy" (as amended from time to time, and any successor statute or statutes and all rules and regulations from time to time promulgated thereunder, and any comparable foreign laws relating to bankruptcy, insolvency or creditors' rights); and

(k) All other and greater rights and interests of every nature in such tract or tracts and in the possession or use thereof and income therefrom, whether now owned or subsequently acquired by any Mortgagor.

1.35 Property Manager: As defined in Section 4.23.

1.36 Second Assignment of Leases and Rents: The Second Assignment of Leases and Rents and Other Income of even date herewith made by Mortgagor for the benefit of Mortgagee.

1.37 Secured Obligations: All present and future obligations of Mortgagor to Mortgagee evidenced by or contained in the Affiliate Guaranty Agreement, this Mortgage and all other Loan Documents, whether stated in the form of promises, covenants, representations, warranties, conditions, or prohibitions or in any other form whether absolute or contingent, direct or indirect, joint, several or independent, now outstanding or owing or which may hereafter be existing or incurred, arising by operation of law or otherwise, due or to become due under the Affiliate Guaranty Agreement and this Mortgage. The term "Secured Obligations" shall also include all debts, liabilities and obligations of Mortgagor under any interest rate swap, cap, collar, forward, option or floor transaction or any other transaction to protect against fluctuations in interest rates with Mortgagee or any of its affiliates, including all transactions entered into under any "ISDA Master Agreement" and any "Schedule" and "Confirmation" entered into thereunder.

1.38 Senior Secured Obligations: All of the "Secured Obligations" as such term is defined in the First Mortgage.

1.39 TIC Agreement: Collectively, the Amended and Restated Tenancy in Common Agreement made by and between DK Rolling Exchange and D&K Industrial II on or about the date hereof, the Memorandum of Amended and Restated Tenancy in Common Agreement made by and between DK Rolling Exchange and D&K Industrial II on or about the date hereof, and any existing or future amendments, restatements, memoranda, or other modifications thereof entered into in accordance with the terms and conditions hereof.

ARTICLE 2

GRANTING CLAUSE

2.1 Grant to Mortgagee. As security for the Secured Obligations, Mortgagor hereby grants, bargains, sells, conveys, mortgages, and warrants unto Mortgagee the entire right, title, interest and estate of Mortgagor in and to the Property, whether now owned or hereafter

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acquired; TO HAVE AND TO HOLD the same, together with all and singular the rights, hereditaments, and appurtenances in anywise appertaining or belonging thereto, unto Mortgagee and Mortgagee's successors, substitutes and assigns forever.

2.2 Security Interest to Mortgagee. As additional security for the Secured Obligations, Mortgagor hereby grants to Mortgagee a security interest in the Property, Chattels and Intangible Personalty. To the extent any of the Property, Chattels or the Intangible Personalty may be or have been acquired with funds advanced by Mortgagee under the Loan Documents, this security interest is a purchase money security interest. This Mortgage constitutes a security agreement under the Uniform Commercial Code of the state in which the Property is located (the "Code") with respect to any part of the Property, Chattels and Intangible Personalty that may or might now or hereafter be or be deemed to be personal property, fixtures or property other than real estate (all collectively hereinafter called "Collateral"); all of the terms, provisions, conditions and agreements contained in this Mortgage pertain and apply to the Collateral as fully and to the same extent as to any other property comprising the Property, and the following provisions of this Section shall not limit the generality or applicability of any other provisions of this Mortgage but shall be in addition thereto:

(a) The Collateral shall be used by Mortgagor solely for business purposes, and all Collateral (other than the Intangible Personalty) shall be installed upon the real estate comprising part of the Property for Mortgagor's own use or as the equipment and furnishings furnished by Mortgagor, as landlord to tenants of the Property;

(b) The Collateral (other than the Intangible Personalty) shall be kept at the real estate comprising a part of the Property, and shall not be removed therefrom without the consent of Mortgagee (being the Secured Party as that term is used in the Code); and the Collateral (other than the Intangible Personalty) may be affixed to such real estate but shall not be affixed to any other real estate;

(c) No financing statement covering any of the Collateral or any proceeds thereof is on file in any public office (other than financing statements filed in connection with prior financings of the Property which shall be released by the prior mortgagee in the ordinary course); and Mortgagor will, at its cost and expense, upon demand, furnish to Mortgagee such further information and will execute and deliver to Mortgagee such financing statements and other documents in form satisfactory to Mortgagee and will do all such acts and things as Mortgagee may at any time or from time to time reasonably request or as may be necessary or appropriate to establish and maintain a perfected first-priority security interest in the Collateral as security for the Secured Obligations, subject to no adverse liens or encumbrances; and Mortgagor will pay the cost of filing the same or filing or recording such financing statements or other documents and this instrument in all public offices wherever filing or recording is deemed by Mortgagee to be necessary or desirable;

(d) The terms and provisions contained in this Section and in **Section 7.6** of this Mortgage shall, unless the context otherwise requires, have the meanings and be construed as provided in the Code; and

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(e) This Mortgage constitutes a financing statement under the Code with respect to the Collateral. As such, this Mortgage covers all items of the Collateral that are or are to become fixtures. The filing of this Mortgage in the real estate records of the county where the Property is located shall constitute a fixture filing in accordance with the Code. Information concerning the security interests created hereby may be obtained at the addresses set forth in **Article 1** of this Mortgage. Mortgagor is the “**Debtor**” and Mortgagee is the “**Secured Party**” (as those terms are defined and used in the Code) insofar as this Mortgage constitutes a financing statement and their respective addresses as Debtor and Secured Party as set forth in **Section 10.10** hereof;

ARTICLE 3

MORTGAGOR’S REPRESENTATIONS

3.1 Warranty of Title. Mortgagor represents and warrants to Mortgagee that:

(a) Mortgagor has good and marketable fee simple title to the Property, and such fee simple title is free and clear of all liens, encumbrances, security interests and other claims whatsoever, subject only to the Permitted Exceptions;

(b) Mortgagor is the sole and absolute owner of the Chattels and the Intangible Personalty, free and clear of all liens, encumbrances, security interests and other claims whatsoever, subject only to the Permitted Exceptions;

(c) This Mortgage is a valid and enforceable second lien and security interest on the Property, Chattels and Intangible Personalty, subject only to the Permitted Exceptions;

(d) Mortgagor, for itself and its successors and assigns, hereby agrees to warrant and forever defend, all and singular of the property and property interests granted and conveyed pursuant to this Mortgage, against every person whomsoever lawfully claiming, or to claim, the same or any part thereof; and

The representations, warranties and covenants contained in this Section shall survive foreclosure of this Mortgage, and shall inure to the benefit of and be enforceable by any person who may acquire title to the Property, the Chattels, or the Intangible Personalty pursuant to any such foreclosure.

3.2 Due Authorization. If Mortgagor is other than a natural person, then each individual who executes this document on behalf of Mortgagor represents and warrants to Mortgagee that such execution has been duly authorized by all necessary corporate, partnership, limited liability company or other action on the part of Mortgagor. Mortgagor represents that Mortgagor has obtained all consents and approvals required in connection with the execution, delivery and performance of this Mortgage.

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3.3 Other Representations and Warranties. Mortgagor represents and warrants to Mortgagee as follows:

(a) DK Rolling Exchange is a limited liability company, duly organized, validly existing and in good standing under the laws of the State of Delaware, and is authorized to do business as a foreign limited liability company in the State of Illinois.

(b) D&K Rolling Associates Limited Partnership ("D&K Rolling Associates") is a limited partnership, duly organized, validly existing and in good standing under the laws of the State of Illinois, and is the Sole Member of DK Rolling Exchange. D&K Rolling LLC ("D&K Rolling LLC") is a limited liability company, duly organized, validly existing and in good standing under the laws of the State of Illinois, and is the Managing General Partner of D&K Rolling Associates. Draper and Kramer Investments Corp. ("D&K Investments") is a corporation, duly incorporated, validly existing and in good standing under the laws of the State of Delaware, and is the Sole Member of D&K Rolling LLC.

(c) D&K Industrial II is a limited liability company, duly organized, validly existing and in good standing under the laws of the State of Delaware, and is authorized to do business as a foreign limited liability company in the State of Illinois.

(d) D&K Elk Grove Industrial Manager I, LLC ("D&K Industrial Manager") is a limited liability company, duly organized, validly existing and in good standing under the laws of the State of Delaware, and is a Manager of D&K Industrial II. DKIA Industrial Manager I, LLC ("DKIA Industrial Manager") is a limited liability company, duly organized, validly existing and in good standing under the laws of the State of Delaware, and is a Manager of D&K Industrial II. D&K Investments is the Sole Member of D&K Industrial Manager.

(e) The execution, delivery and performance by Mortgagor of the Loan Documents are within Mortgagor's power and authority and have been duly authorized by all necessary action;

(f) This Mortgage is, and the Affiliate Guaranty Agreement and each other Aggregate Loan Document to which Mortgagor or Guarantor is a party will, when delivered hereunder, be valid and binding obligations of Mortgagor and Guarantor enforceable against Mortgagor and Guarantor in accordance with their respective terms, except as limited by equitable principles and bankruptcy, insolvency and similar laws affecting creditors' rights;

(g) The execution, delivery and performance by Mortgagor and Guarantor of this Mortgage, the Affiliate Guaranty Agreement, and each of the other Aggregate Loan Documents to which they are a party, will not contravene any contractual or other restriction binding on or affecting Mortgagor or Guarantor, and will not result in or require the creation of any lien, security interest, other charge or encumbrance (other than pursuant hereto) upon or with respect to any of its properties;

(h) The execution, delivery and performance by Mortgagor and Guarantor of this Mortgage, the Affiliate Guaranty Agreement, or any of the other Aggregate Loan Documents to which they are a party, does not contravene any applicable law;

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(i) No authorization, approval, consent or other action by, and no notice to or filing with, any court, governmental authority or regulatory body is required for the due execution, delivery and performance by Mortgagor and Guarantor of any of the Aggregate Loan Documents or the effectiveness of any assignment of any of Mortgagor's rights and interests of any kind to Mortgagee;

(j) No part of the Property, Chattels, or Intangible Personalty is in the hands of a receiver, no application for a receiver is pending with respect to any portion of the Property, Chattels, or Intangible Personalty, and no part of the Property, Chattels, or Intangible Personalty is subject to any foreclosure or similar proceeding;

(k) Neither Mortgagor nor Guarantor has made any assignment for the benefit of creditors, nor has Mortgagor or Guarantor filed, or had filed against it, any petition in bankruptcy;

(l) There is no pending or, to the best of Mortgagor's knowledge, threatened, litigation, action, proceeding or investigation, including, without limitation, any condemnation proceeding, against Mortgagor, Guarantor or the Property before any court, governmental or quasi-governmental, arbitrator or other authority;

(m) Mortgagor is a "non-foreign person" within the meaning of Sections 1445 and 7701 of the United States Internal Revenue Code of 1986, as amended, and the regulations issued thereunder;

(n) Access to and egress from the Property are available and provided by public streets, and Mortgagor has no knowledge of any federal, state, county, municipal or other governmental plans to change the highway or road system in the vicinity of the Property or to restrict or change access from any such highway or road to the Property;

(o) All public utility services necessary for the operation of all improvements constituting part of the Property for their intended purposes are available at the boundaries of the land constituting part of the Property, including water supply, storm and sanitary sewer facilities, and natural gas, electric, telephone and cable television facilities;

(p) The Property is located in a zoning district designated I-1 by Elk Grove Village, Illinois. Such designation permits the development, use and operation of the Property as it is currently operated as a permitted, and not as a non-conforming use. The Property complies in all respects with all zoning ordinances, regulations, requirements, conditions and restrictions, including but not limited to deed restrictions and restrictive covenants, applicable to the Property;

(q) There are no special or other assessments for public improvements or otherwise now affecting the Property, nor does Mortgagor know of any pending or threatened special assessments affecting the Property or any contemplated improvements affecting the Property that may result in special assessments. There are no tax abatements or exemptions affecting the Property;

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(r) Mortgagor and Guarantor have filed all tax returns it is required to have filed, and has paid all taxes as shown on such returns or on any assessment received pertaining to the Property;

(s) Mortgagor has not received any notice from any governmental body having jurisdiction over the Property as to any violation of any applicable law, or any notice from any insurance company or inspection or rating bureau setting forth any requirements as a condition to the continuation of any insurance coverage on or with respect to the Property or the continuation thereof at premium rates existing at present which have not been remedied or satisfied;

(t) Neither Mortgagor nor Guarantor is in default, in any manner which would adversely affect its properties, assets, operations or condition (financial or otherwise), in the performance, observance or fulfillment of any of the obligations, covenants or conditions set forth in any agreement or instrument to which it is a party or by which it or any of its properties, assets or revenues are bound;

(u) Except as set forth in the Lease Certificate, there are no occupancy rights (written or oral), Leases or tenancies presently affecting any part of the Property. The Lease Certificate contains a true and correct description of all Leases presently affecting the Property. No written or oral agreements or understandings exist between Mortgagor and the tenants under the Leases described in the Lease Certificate that grant such tenants any rights greater than those described in the Lease Certificate or that are in any way inconsistent with the rights described in the Lease Certificate;

(v) There are no options, purchase contracts or other similar agreements of any type (written or oral) presently affecting any part of the Property;

(w) There exists no brokerage agreement with respect to the sale of any part of the Property;

(x) Except as otherwise disclosed to Mortgagee in writing prior to the date hereof, (i) there are no contracts presently affecting the Property ("Contracts") having a term in excess of one hundred eighty (180) days or not terminable by Mortgagor (without penalty) on thirty (30) days' notice; (ii) Mortgagor has heretofore delivered to Mortgagee true and correct copies of each of the Contracts together with all amendments thereto; (iii) Mortgagor is not in default of any obligations under any of the Contracts; and (iv) the Contracts represent the complete agreement between Mortgagor and such other parties as to the services to be performed or materials to be provided thereunder and the compensation to be paid for such services or materials, as applicable, and except as otherwise disclosed herein, such other parties possess no unsatisfied claims against Mortgagor. Mortgagor is not in default under any of the Contracts and to the best of Mortgagor's knowledge, no event has occurred which, with the passing of time or the giving of notice, or both, would constitute a default under any of the Contracts;

(y) Mortgagor has obtained all Permits necessary for the operation, use, ownership, development, occupancy and maintenance of the Property as industrial

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buildings, as the Property is currently being operated. None of the Permits has been suspended or revoked, and all of the Permits are in full force and effect, are fully paid for, and Mortgagor has made or will make application for renewals of any of the Permits prior to the expiration thereof;

(z) All insurance policies held by Mortgagor relating to or affecting the Property are in full force and effect and shall remain in full force and effect until all Secured Obligations are satisfied. Mortgagor has not received any notice of default or notice terminating or threatening to terminate any such insurance policies. Mortgagor has made or will make application for renewals of any of such insurance policies prior to the expiration thereof;

(aa) Mortgagor currently complies with ERISA. Neither the making of the Loan or the Other Loan, nor the exercise by Mortgagee of any of its rights under the Affiliate Guaranty Agreement, this Mortgage or the other Aggregate Loan Documents constitutes or will constitute a non-exempt prohibited transaction under ERISA;

(bb) Mortgagor's exact legal names are correctly set out in the introductory paragraph of this Mortgage. Mortgagor's organizational identification numbers are correctly set forth in the definition of "Mortgagor" set forth in Article 1 hereof. Mortgagor's location (as such term is used in Section 5.8 hereof) is the State of Delaware;

(cc) There are no underground storage tanks located on, under or about the Property which are subject to the notification requirements under Section 9002 of the Solid Waste Disposal Act, as amended (42 U.S.C. § 6991) and (iii) there is no facility located on or at the Property which is subject to the reporting requirements of Section 312 of the federal Emergency Planning and Community Right to Know Act of 1986, as amended, and the federal regulations promulgated thereunder (42 U.S.C. § 11022), as facility is defined in the IRPTA;

(dd) (i) The TIC Agreement is in full force and effect and has not been modified or amended in any manner whatsoever; (ii) there are no defaults under the TIC Agreement and no event has occurred which but for the passage of time, or notice, or both would constitute a default under the TIC Agreement; (iii) all sums due and payable (if any) under the TIC Agreement have been paid in full; (iv) no party to the TIC Agreement (or, to the knowledge of Mortgagor, any other person) has instituted (or given or received notice for the purposes of instituting) an Action for Partition; (v) the Property is owned by DK Rolling Exchange, as to an undivided 30.80% interest, and DK Industrial II, as to an undivided 69.20% interest, as tenants in common; and

(ee) Mortgagor and Other Borrower are owned and controlled by substantially the same persons. Mortgagor acknowledges that Mortgagee would not enter into the Aggregate Loan Documents without the lien on the Property provided by this Mortgage, and, accordingly, Mortgagor acknowledges that Mortgagor will receive material direct and indirect benefit from Mortgagee entering into the Aggregate Loan Documents. Mortgagor is not insolvent and the obligations of Mortgagor set forth in this Mortgage, the Affiliate Guaranty Agreement and the other Aggregate Loan Documents will not render Mortgagor insolvent. Mortgagor has no outstanding debt or liabilities other than the liabilities created pursuant to this

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Mortgage, the First Mortgage, the Affiliate Guaranty Agreement, and the other Aggregate Loan Documents.

3.4 Continuing Effect. Mortgagor shall be liable to Mortgagee for any damage suffered by Mortgagee if any of the foregoing representations are inaccurate as of the date hereof, regardless of when such inaccuracy may be discovered by, or result in harm to, Mortgagee. Mortgagor further represents and warrants that the foregoing representations and warranties, as well as all other representations and warranties of Mortgagor to Mortgagee relative to this Mortgage, the Affiliate Guaranty Agreement and the other Aggregate Loan Documents, shall remain true and correct during the term of the Affiliate Guaranty Agreement and shall survive termination of this Mortgage.

ARTICLE 4

MORTGAGOR'S AFFIRMATIVE COVENANTS

4.1 Payment of Obligations. Mortgagor shall pay, and shall cause Other Borrower to pay, all principal, interest, and other sums payable under the Affiliate Guaranty Agreement and this Mortgage on the date when such payments are due, without notice or demand.

4.2 Performance of Other Obligations. Mortgagor will promptly perform and comply with all other covenants, conditions, and prohibitions required of Mortgagor by the terms of the Affiliate Guaranty Agreement and this Mortgage.

4.3 Other Encumbrances. Mortgagor will promptly perform and comply with all covenants, conditions, and prohibitions required of Mortgagor in connection with any other encumbrance affecting the Property, the Chattels, or the Intangible Personalty, or any part thereof, or any interest therein, regardless of whether such other encumbrance is superior or subordinate to the lien hereof.

4.4 Payment of Taxes.

(a) **Property Taxes.** Unless Mortgagor is depositing with Mortgagee the amounts required pursuant to **Section 4.4(b)**, Mortgagor will (i) pay, before delinquency, all taxes and assessments, general or special, which may be levied or imposed at any time against Mortgagor's interest and estate in the Property, the Chattels, or the Intangible Personalty, and (ii) within ten days after each payment of any such tax or assessment, Mortgagor will deliver to Mortgagee, without notice or demand, an official receipt for such payment. At Mortgagee's option, Mortgagee may retain the services of a firm to monitor the payment of all taxes and assessments relating to the Property, the cost of which shall be borne by Mortgagor.

(b) **Deposit for Taxes.** On or before the date hereof, Mortgagor shall deposit with Mortgagee an amount equal to 1/12th of the amount which Mortgagee estimates will be required to make the next annual payment of taxes, assessments, and similar governmental charges referred to in this Section, multiplied by the number of whole or partial months that have elapsed since the date one month prior to the most recent due date for such taxes, assessments and similar governmental charges. Thereafter, with each monthly payment

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under the Note, Mortgagor shall deposit with Mortgagee an amount equal to 1/12th of the amount which Mortgagee estimates will be required to pay the next annual payment of taxes, assessments, and similar governmental charges referred to in this Section. The purpose of these provisions is to provide Mortgagee with sufficient funds on hand to pay all such taxes, assessments, and other governmental charges thirty (30) days before the date on which they become past due. If the Mortgagee, in its reasonable discretion, determines that the funds impounded hereunder are, or will be, insufficient, Mortgagor shall upon demand pay such additional sums as Mortgagee shall determine necessary and shall pay any increased monthly charges requested by Mortgagee. Provided no Default or Event of Default exists hereunder, Mortgagee will apply the amounts so deposited to the payment of such taxes, assessments, and other charges when due, but in no event will Mortgagee be liable for any interest on any amount so deposited, and any amount so deposited may be held and commingled with Mortgagee's own funds.

(c) Intangible Taxes. If by reason of any statutory or constitutional amendment or judicial decision adopted or rendered after the date hereof, any tax, assessment, or similar charge is imposed against the Note, Mortgage, or any interest of Mortgagee in any real or personal property encumbered hereby, Mortgagor will pay such tax, assessment, or other charge before delinquency and will indemnify Mortgagee against all loss, expense, or diminution of income in connection therewith. In the event Mortgagor is unable to do so, either for economic reasons or because the legal provisions or decisions creating such tax, assessment or charge forbid Mortgagor from doing so, then the Note will, at Mortgagee's option, become due and payable in full upon thirty (30) days' notice to Mortgagor.

(d) Right to Contest. Notwithstanding any other provision of this Section, Mortgagor will not be deemed to be in default solely by reason of Mortgagor's failure to pay any tax, assessment or similar governmental charge so long as, in Mortgagee's reasonable judgment, each of the following conditions is satisfied:

(i) Mortgagor is engaged in and diligently pursuing in good faith administrative or judicial proceedings appropriate to contest the validity or amount of such tax, assessment, or charge; and

(ii) Mortgagor's payment of such tax, assessment, or charge would necessarily and materially prejudice Mortgagor's prospects for success in such proceedings; and

(iii) Nonpayment of such tax, assessment, or charge will not result in the loss or forfeiture of any property encumbered hereby or any interest of Mortgagee therein; and

(iv) Mortgagor deposits with Mortgagee, as security for such payment which may ultimately be required, a sum equal to the amount of the disputed tax, assessment or charge plus the interest, penalties, and other costs which Mortgagee estimates are likely to become payable if Mortgagor's contest is unsuccessful.

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If Mortgagee determines that any one or more of such conditions is not satisfied or is no longer satisfied, Mortgagor will pay the tax, assessment, or charge in question, together with any interest and penalties thereon, within ten (10) days after Mortgagee gives notice of such determination.

4.5 Maintenance of Insurance.

(a) Coverages Required. Mortgagor shall maintain or cause to be maintained, with financially sound and reputable insurance companies or associations meeting the requirements of the Insurance Agreement, all insurance required under the terms of the Insurance Agreement, and shall comply with each and every covenant and agreement contained in the Insurance Agreement.

(b) Renewal Policies. Not less than thirty (30) days prior to the expiration date of each insurance policy required pursuant to the Insurance Agreement, Mortgagor will deliver to Mortgagee an appropriate renewal policy (or a certified copy thereof), together with evidence satisfactory to Mortgagee that the applicable premium has been prepaid.

(c) Deposit for Premiums. On or before the date hereof, Mortgagor shall deposit with Mortgagee an amount equal to 1/12th of the amount which Mortgagee estimates will be required to make the next annual payments of the premiums for the policies of insurance referred to in this Section, multiplied by the number of whole and partial months which have elapsed since the date one month prior to the most recent policy anniversary date for each such policy. Thereafter, with each monthly payment under the Note, Mortgagor will deposit an amount equal to 1/12th of the amount which Mortgagee estimates will be required to pay the next required annual premium for each insurance policy referred to in this Section. The purpose of these provisions is to provide Mortgagee with sufficient funds on hand to pay all such premiums thirty (30) days before the date on which they become past due. If the Mortgagee, in its sole discretion, determines that the funds impounded hereunder are, or will be, insufficient, Mortgagor shall upon demand pay such additional sums as Mortgagee shall determine necessary and shall pay any increased monthly charges requested by Mortgagee. Provided no Default or Event of Default exists hereunder, Mortgagee will apply the amounts so deposited to the payment of such insurance premiums when due, but in no event will Mortgagee be liable for any interest on any amounts so deposited, and the money so received may be held and commingled with Mortgagee's own funds.

(d) Application of Hazard Insurance Proceeds. Mortgagor shall promptly notify Mortgagee of any damage or casualty to all or any portion of the Property or Chattels. Mortgagee may participate in all negotiations and appear and participate in all judicial arbitration proceedings concerning any insurance proceeds which may be payable as a result of such casualty or damage in excess of \$50,000.00, and Mortgagor shall not compromise or settle any claim for any such insurance proceeds in excess of \$50,000.00 without Mortgagee's consent. If any such insurance proceeds are less than \$50,000.00, such insurance proceeds shall be paid to Mortgagor to be utilized for the repairs or replacements necessitated by the casualty. If the insurance proceeds exceed \$50,000.00, any such insurance proceeds shall be paid to Mortgagee and shall be applied first to reimburse Mortgagee for all costs and expenses, including attorneys' fees, incurred by Mortgagee in connection with the collection of such insurance proceeds. The

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balance of any insurance proceeds received by Mortgagee with respect to an insured casualty may, in Mortgagee's sole discretion, either (i) be retained and applied by Mortgagee first, toward payment of the Senior Secured Obligations, and then toward payment of the Other Loan, or (ii) be paid over, in whole or in part and subject to such reasonable conditions as Mortgagee may impose, to Mortgagor to pay for repairs or replacements necessitated by the casualty; provided, however, that if all of the Senior Secured Obligations and the Other Loan have been paid and performed or are discharged by the application of less than all of such insurance proceeds, then any remaining proceeds will be paid over to Mortgagor. Notwithstanding the preceding sentence, if (A) no Default or Event of Default shall exist hereunder, and (B) the proceeds received by Mortgagee (together with any other funds delivered by Mortgagor to Mortgagee for such purpose) shall be sufficient, in Mortgagee's reasonable judgment, to pay for any restoration necessitated by the casualty, and (C) the cost of such restoration shall not exceed an amount equal to ten percent (10%) of the then outstanding principal balance of the Note, and (D) such restoration can be completed, in Mortgagee's judgment, at least ninety (90) days prior to the maturity date of the Note, then Mortgagee shall apply such proceeds as provided in clause (ii) of the preceding sentence. Mortgagee will have no obligation to see to the proper application of any insurance proceeds paid over to Mortgagor, nor will any such proceeds received by Mortgagee bear interest or be subject to any other charge for the benefit of Mortgagor. Mortgagee may, prior to the application of insurance proceeds, commingle them with Mortgagee's own funds and otherwise act with regard to such proceeds as Mortgagee may determine in Mortgagee's sole discretion.

(e) Successor's Rights. Any person who acquires title to the Property or the Chattels upon foreclosure hereunder will succeed to all of Mortgagor's rights under all policies of insurance maintained pursuant to this Section.

4.6 Maintenance and Repair of Property and Chattels. Mortgagor will at all times maintain the Property and the Chattels in good condition and repair, will diligently prosecute the completion of any building or other improvement which is at any time in the process of construction on the Property, and will promptly repair, restore, replace, or rebuild any part of the Property or the Chattels which may be affected by any casualty or any public or private taking or injury to the Property or the Chattels. All costs and expenses arising out of the foregoing shall be paid by Mortgagor whether or not the proceeds of any insurance or eminent domain shall be sufficient therefor. Mortgagor will comply with all statutes, ordinances, and other governmental or quasi-governmental requirements and private covenants relating to the ownership, construction, use, or operation of the Property, including but not limited to any environmental or ecological requirements; provided, that so long as Mortgagor is not otherwise in default hereunder, Mortgagor may, upon providing Mortgagee with security reasonably satisfactory to Mortgagee, proceed diligently and in good faith to contest the validity or applicability of any such statute, ordinance, or requirement. Mortgagee and any person authorized by Mortgagee may enter and inspect the Property at all reasonable times, and may inspect the Chattels, wherever located, at all reasonable times.

4.7 Leases. Mortgagor shall timely pay and perform each of its obligations under or in connection with the Leases, and shall otherwise pay such sums and take such action as shall be necessary or required in order to maintain each of the Leases in full force and effect in accordance with its terms. Mortgagor shall immediately furnish to Mortgagee copies of any

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notices given to Mortgagor by the lessee under any Lease, alleging the default by Mortgagor in the timely payment or performance of its obligations under such Lease and any subsequent communication related thereto. Mortgagor shall also promptly furnish to Mortgagee copies of any notices given to Mortgagor by the lessee under any Lease, extending the term of any Lease, requiring or demanding the expenditure of any sum by Mortgagor (or demanding the taking of any action by Mortgagor), or relating to any other material obligation of Mortgagor under such Lease and any subsequent communication related thereto. Mortgagor agrees that Mortgagee, in its sole discretion, may advance any sum or take any action which Mortgagee believes is necessary or required to maintain the Leases in full force and effect, and all such sums advanced by Mortgagee, together with all costs and expenses incurred by Mortgagee in connection with action taken by Mortgagee pursuant to this Section, shall be due and payable by Mortgagor to Mortgagee upon demand, shall bear interest until paid at the Default Rate (as defined in the Note), and shall be secured by this Mortgage.

4.8 Eminent Domain; Private Damage. If all or any part of the Property is taken or damaged by eminent domain or any other public or private action, or contemplated to be conveyed in lieu of, or in connection with, any such action, Mortgagor will notify Mortgagee promptly of the time and place of all meetings, hearings, trials, and other proceedings relating to such action. Mortgagee may participate in all negotiations and appear and participate in all judicial or arbitration proceedings concerning any award or payment which may be due as a result of such taking or damage, and may, in Mortgagee's reasonable discretion, compromise or settle, in the names of both Mortgagor and Mortgagee, any claim for any such award or payment. Any such award or payment is to be paid to Mortgagee and will be applied first to reimburse Mortgagee for all costs and expenses, including attorneys' fees, incurred by Mortgagee in connection with the ascertainment and collection of such award or payment. The balance, if any, of such award or payment may, in Mortgagee's sole discretion, either (a) be retained by Mortgagee and applied first toward payment of the Senior Secured Obligations, then toward payment of the Other Loan, or (b) be paid over, in whole or in part and subject to such conditions as Mortgagee may impose, to Mortgagor for the purpose of restoring, repairing, or rebuilding any part of the Property affected by the taking or damage. Notwithstanding the preceding sentence, if (i) no Default or Event of Default shall have occurred and be continuing hereunder, and (ii) the proceeds received by Mortgagee (together with any other funds delivered by Mortgagor to Mortgagee for such purpose) shall be sufficient, in Mortgagee's reasonable judgment, to pay for any restoration necessitated by the taking or damage, and (iii) the cost of such restoration shall not exceed an amount equal to ten percent (10%) of the then outstanding principal balance of the Note, and (iv) such restoration can be completed, in Mortgagee's judgment, at least ninety (90) days prior to the maturity date of the Note, and (v) the remaining Property shall constitute, in Mortgagee's sole judgment, adequate security for the Secured Obligations, then Mortgagee shall apply such proceeds as provided in clause (b) of the preceding sentence. Mortgagor's duty to pay the Affiliate Guaranty Agreement in accordance with its terms and to perform the other Secured Obligations will not be suspended by the pendency or discharged by the conclusion of any proceedings for the collection of any such award or payment, and any reduction in the Secured Obligations resulting from Mortgagee's application of any such award or payment will take effect only when Mortgagee receives such award or payment. If this Mortgage or the First Mortgage has been foreclosed prior to Mortgagee's receipt of such award or payment, Mortgagee may nonetheless retain such award or payment to the extent required to reimburse Mortgagee for all costs and expenses, including attorneys' fees,

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incurred in connection therewith, and to discharge any deficiency remaining, first with respect to the Senior Secured Obligations, and then with respect to the Other Loan. Any payment or award made in connection with any actual or threatened eminent domain or other public or private action, or in lieu of any thereof, that Mortgagee elects to apply toward payment of the Senior Secured Obligations (and the Other Loan, if such payment or award is greater than the amount of the Senior Secured Obligations) shall be deemed made pursuant to this Section 4.8 and not pursuant to Section 5.4 of the First Mortgage.

4.9 Mechanics' Liens. Mortgagor will keep the Property free and clear of all liens and claims of liens by contractors, subcontractors, mechanics, laborers, materialmen, and other such persons, and will cause any recorded statement of any such lien to be released of record within thirty (30) days after the recording thereof. Notwithstanding the preceding sentence, however, Mortgagor will not be deemed to be in default under this Section if and so long as Mortgagor (a) contests in good faith the validity or amount of any asserted lien and diligently prosecutes or defends an action appropriate to obtain a binding determination of the disputed matter, and (b) provides Mortgagee with such security as Mortgagee may require to protect Mortgagee against all loss, damage, and expense, including attorneys' fees, which Mortgagee might incur if the asserted lien is determined to be valid.

4.10 Defense of Actions. Mortgagor will defend, at Mortgagor's expense, any action, proceeding or claim which affects any property encumbered hereby or any interest of Mortgagee in such property or in the Secured Obligations, and will indemnify and hold Mortgagee harmless from all loss, damage, cost, or expense, including attorneys' fees, which Mortgagee may incur in connection therewith.

4.11 Expenses of Enforcement. Mortgagor will pay all costs and expenses, including attorneys' fees, which Mortgagee may incur in connection with any effort or action (whether or not litigation or foreclosure is involved) to enforce or defend Mortgagee's rights and remedies under any of the Affiliate Guaranty Agreement, this Mortgage and the other Aggregate Loan Documents, including but not limited to all attorneys' fees, appraisal fees, consultants' fees, and other expenses incurred by Mortgagee in securing title to or possession of, and realizing upon, any security for the Secured Obligations. All such costs and expenses (together with interest thereon at the Default Rate from the date incurred) shall constitute part of the Secured Obligations, and may be included in the computation of the amount owed to Mortgagee for purposes of foreclosing or otherwise enforcing this Mortgage.

4.12 Financial Reports. During the term of the Affiliate Guaranty Agreement, Mortgagor shall supply to Mortgagee (a) within fifteen (15) days following the end of quarter, Mortgagor's quarterly and annual operating statements for the Property as of the end of and for the preceding quarter and fiscal year, as applicable, in each case prepared against the budget for such year; (b) contemporaneously with Mortgagor's delivery of each of such operating statements, a certified rent roll signed and dated by Mortgagor detailing the names of all tenants under the Leases, the portion of the improvements on the Property occupied by each tenant, the rent and any other charges payable under each Lease, and the term of each Lease; and (c) within ninety (90) days following the end of each year, an annual balance sheet and profit and loss statement of Mortgagor and each Guarantor. The financial statements and reports described in (a) and (c) above shall be in such detail as Mortgagee may require, shall be prepared in

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accordance with generally accepted accounting principles, consistently applied, and shall be certified as true and correct by Mortgagor or Guarantor (or by an independent certified public accountant acceptable to Mortgagee, if requested by Mortgagee after the occurrence of an Event of Default or to comply with regulatory, audit or other requirements to which Mortgagee may be subject). Mortgagor shall also furnish to Mortgagee within thirty (30) days of Mortgagee's request, any other financial reports or statements of Mortgagor as Mortgagee may reasonably request. Upon Mortgagee's demand after any Default or Event of Default, or if Mortgagee securitizes the Loan, Mortgagor shall supply to Mortgagee the items required in (a) and (b) above on a monthly basis.

4.13 Priority of Leases. To the extent Mortgagor has the right, under the terms of any Lease, to make such lease subordinate to the lien hereof, Mortgagor will, at Mortgagee's request and Mortgagor's expense, take such action as may be required to effect such subordination. Conversely, Mortgagor will, at Mortgagee's request and Mortgagor's expense, take such action as may be necessary to subordinate the lien hereof to any future Lease designated by Mortgagee.

4.14 Inventories; Assembly of Chattels. Mortgagor will, from time to time at the request of Mortgagee, supply Mortgagee with a current inventory of the Chattels and the Intangible Personalty, in such detail as Mortgagee may require. Upon the occurrence of any Event of Default hereunder, Mortgagor will at Mortgagee's request assemble the Chattels and make them available to Mortgagee at any place designated by Mortgagee which is reasonably convenient to both parties.

4.15 Compliance with Laws, Etc. Mortgagor shall comply in all material respects with all applicable laws, rules, regulations and orders, such compliance to include, without limitation, maintaining all Permits and paying before the same become delinquent all taxes, assessments and governmental charges imposed upon Mortgagor or the Property.

4.16 Records and Books of Account. Mortgagor shall keep accurate and complete records and books of account, in which complete entries will be made in accordance with generally accepted accounting principles consistently applied, reflecting all financial transactions relating to the Property.

4.17 Inspection Rights. At any reasonable time, and from time to time, upon prior reasonable notice, Mortgagor shall permit Mortgagee, or any agents or representatives thereof, to examine and make copies of and abstracts from the records and books of account of, and visit and inspect the Property and to discuss with Mortgagor the affairs, finances and accounts of Mortgagor.

4.18 Change of Mortgagor's Address or State of Organization. Each Mortgagor shall promptly notify Mortgagee if changes are made in such Mortgagor's address from that set forth in **Section 10.10** hereof, or if such Mortgagor shall either change its "location" (as such term is used in **Section 5.8** hereof), its state of organization or if such Mortgagor shall organize in any state other than the State of Delaware.

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4.19 Further Assurances; Estoppel Certificates. Mortgagor will execute and deliver to Mortgagee upon demand, and pay the costs of preparation and recording thereof, any further documents which Mortgagee may request to confirm or perfect the liens and security interests created or intended to be created hereby, or to confirm or perfect any evidence of the Secured Obligations. Mortgagor will also, within ten (10) days after any request by Mortgagee, deliver to Mortgagee a signed and acknowledged statement certifying to Mortgagee, or to any proposed transferee of the Secured Obligations, (a) the balance of principal, interest, and other sums then outstanding under the Affiliate Guaranty Agreement and the other Aggregate Loan Documents, and (b) whether Mortgagor claims to have any offsets or defenses with respect to the Secured Obligations and, if so, the nature of such offsets or defenses.

4.20 Costs of Closing. Mortgagor shall on demand pay directly or reimburse Mortgagee for any costs or expenses pertaining to the closing of the transactions contemplated by the Aggregate Loan Documents, including, but not limited to, fees of counsel for Mortgagee, costs and expenses for which invoices were not available at such closing, or costs and expenses which are incurred by Mortgagee after such closing, including, without limitation, costs or expenses incurred to obtain originals or copies of recorded or filed Aggregate Loan Documents and UCC financing statements. All such costs and expenses (together with interest thereon at the Default Rate from the date incurred by Mortgagee) shall constitute a part of the Secured Obligations, and may be included in the computation of the amount owed to Mortgagee for purposes of foreclosing or otherwise enforcing this Mortgage.

4.21 Fund for Electronic Transfer. All monthly payments of principal and interest due and payable with respect to the Aggregate Loan Documents, and impound deposits and other amounts due under this Mortgage and the Affiliate Guaranty Agreement, shall be made by Mortgagor by electronic funds transfer from a bank account established and maintained by Mortgagor for such purpose. Mortgagor shall establish and maintain such an account until the Secured Obligations are fully paid and shall direct the depository of such account in writing to so transmit such payments on before the respective due dates to the account of Mortgagee as shall be designated by Mortgagee in writing.

4.22 Use. Mortgagor shall use the Property solely for the operation of industrial buildings and for office space and for no other use or purpose.

4.23 Management. The Property shall be managed by Guarantor ("Property Manager") under a management agreement previously delivered to, and approved, by Mortgagee (the "Management Agreement"). Mortgagor shall not permit any amendment to or modification of the Management Agreement, or management of the Property by any person or entity other than Property Manager, without the prior written consent of Mortgagee.

4.24 Guarantor. Within thirty (30) days after the death of an individual Guarantor, Mortgagor shall notify Mortgagee in writing of such death and provide to Mortgagee the names and current financial statements of one or more substitute guarantors reasonably acceptable to Mortgagee (a) (i) whose net worth and financial condition is, in Mortgagee's reasonable discretion, equivalent to or better than the deceased Guarantor, or (ii) who are the heirs, devisees and beneficiaries of substantially all of the deceased Guarantor's assets, and (b) (i) whose net worth equals or exceeds the minimum net worth required under the Guaranty

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Agreement, when added to the net worth of the remaining persons and/or entities comprising Guarantor, and (ii) whose net worth includes cash and cash equivalents that equals or exceeds the minimum liquid assets required under the Guaranty Agreement, when added to the amount of cash and cash equivalents owned by the remaining persons and/or entities comprising Guarantor. Within sixty (60) days after the death of the individual Guarantor, each substitute guarantor(s) shall (A) deliver to Mortgagee the financial reports and statements required in Section 4.12 hereof and Section 12 of the Guaranty Agreement, and (B) execute and deliver to Mortgagee a guaranty agreement and environmental indemnity agreement in substantially the same form as the Guaranty Agreement and the Environmental Indemnity Agreement, and such other instruments as Mortgagee may reasonably require.

4.25 General Indemnity. Mortgagor agrees that while Mortgagee has no liability to any person in tort or otherwise as lender and that Mortgagee is not an owner or operator of the Property, Mortgagor shall, at its sole expense, protect, defend, release, indemnify and hold harmless the Indemnified Parties (defined below) from any Losses (defined below) imposed on, incurred by, or asserted against the Indemnified Parties, directly or indirectly, arising out of or in connection with the Secured Obligations, the Property, the Loan, or the Affiliate Guaranty Agreement, this Mortgage or the other Aggregate Loan Documents; provided, however, that the foregoing shall not apply (a) to any Losses caused by the gross negligence or willful misconduct of the Indemnified Parties or (b) to any disputes among the Indemnified Parties not caused in whole or in part by a breach of Mortgagor's obligations under the Affiliate Guaranty Agreement, this Mortgage or the other Aggregate Loan Documents. The term "Losses" shall mean any claims, suits, liabilities (including strict liabilities), actions, proceedings, obligations, debts, damages, losses (including, without limitation, unrealized loss of value of the Property), costs, expenses, fines, penalties, charges, fees, judgments, awards, and amounts paid in settlement of whatever kind including attorneys' fees and all other costs of defense. The term "Indemnified Parties" shall mean (i) Mortgagee, (ii) any prior owner or holder of the Note, (iii) any existing or prior servicer of the Loan, (iv) the officers, directors, shareholders, partners, members, employees and trustees of any of the foregoing, and (v) the heirs, legal representatives, successors and assigns of each of the foregoing. THE FOREGOING INDEMNITIES SHALL APPLY TO EACH INDEMNIFIED PARTY WITH RESPECT TO LOSSES WHICH IN WHOLE OR IN PART ARE CAUSED BY OR ARISE OUT OF THE NEGLIGENCE OF SUCH (AND/OR ANY OTHER) INDEMNIFIED PARTY OR ANY STRICT LIABILITY.

4.26 Duty to Defend, Costs and Expenses. Upon request, whether Mortgagor's obligation to indemnify Mortgagee arises under Section 4.25 above or elsewhere in the Affiliate Guaranty Agreement, this Mortgage or the other Aggregate Loan Documents, Mortgagor shall defend the Indemnified Parties (in Mortgagor's or the Indemnified Parties' names) by attorneys and other professionals approved by the Indemnified Parties. Notwithstanding the foregoing, the Indemnified Parties may, in their sole discretion, engage their own attorneys and professionals to defend or assist them and, at their option, their attorneys shall control the resolution of any claims or proceedings. Upon demand, Mortgagor shall pay or, in the sole discretion of the Indemnified Parties, reimburse the Indemnified Parties for all Losses imposed on, incurred by, or asserted against the Indemnified Parties by reason of any items set forth in Section 4.25 above and/or the enforcement or preservation of the Indemnified Parties' rights under the Affiliate Guaranty Agreement, this Mortgage or the other Aggregate Loan

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Documents. Any amount payable to the Indemnified Parties under this Section shall (a) be deemed a demand obligation, (b) be part of the Secured Obligations, (c) bear interest from the date of demand at the Default Rate until paid if not paid on demand, and (d) be secured by this Mortgage.

ARTICLE 5

MORTGAGOR'S NEGATIVE COVENANTS

5.1 Waste and Alterations. Mortgagor will not commit or permit any waste with respect to the Property or the Chattels. Mortgagor shall not cause or permit any part of the Property, including but not limited to any building, structure, parking lot, driveway, landscape scheme, timber, or other ground improvement, to be removed, demolished, or materially altered without the prior written consent of Mortgagee.

5.2 Zoning and Private Covenants. Mortgagor will not initiate, join in, or consent to any change in any zoning ordinance or classification, any change in the "zone lot" or "zone lots" (or similar zoning unit or units) presently comprising the Property, any transfer of development rights, any private restrictive covenant, or any other public or private restriction limiting or defining the uses which may be made of the Property or any part thereof, without the express written consent of Mortgagee. If under applicable zoning provisions the use of all or any part of the Property is or becomes a nonconforming use, Mortgagor will not cause such use to be discontinued or abandoned without the express written consent of Mortgagee, and Mortgagor will use its best efforts to prevent the tenant under any Lease from discontinuing or abandoning such use.

5.3 Interference with Leases.

(a) Mortgagor will neither do, nor neglect to do, anything which may cause or permit the termination of any Lease of all or any part of the Property, or cause or permit the withholding or abatement of any rent payable under any such Lease.

(b) Without Mortgagee's prior written consent, which may be granted or withheld in Mortgagee's sole reasonable discretion, Mortgagor shall not enter into, modify or permit the assignment of any Major Lease of all or any part of the Property. Any submission by Mortgagor for Mortgagee's approval of a Major Lease or modification or assignment thereof shall be accompanied by a copy of such Major Lease or modification or assignment, a Lease abstract, a then-current rent roll for the Property, year-to-date and prior year operating statements for the Property, and a cover letter requesting Mortgagee's approval which contains a signature line on which Mortgagee may evidence its approval of such Major Lease or modification or assignment. Whether or not Mortgagee's prior written consent to any Lease, modification or termination is required, Mortgagor shall send to Mortgagee copies of any such documents executed by or on behalf of Mortgagor promptly after execution of such documents.

(c) Except with the prior written consent of Mortgagee, which may be granted or withheld in Mortgagee's sole discretion, Mortgagor will not (i) collect rent from all or any part of the Property for more than one month in advance, (ii) assign the rents from the

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Property or any part thereof, or (iii) consent to the cancellation or surrender of all or any part of any Lease, except that Mortgagor may in good faith terminate any Lease for nonpayment of rent or other material breach by the tenant.

(d) Without limiting the generality of the foregoing, whether or not Mortgagee's consent to the cancellation or surrender of any Lease is required hereunder, (i) Mortgagor shall notify Mortgagee in writing of any cancellation penalties or other consideration payable to Mortgagor in connection with such cancellation or surrender (the "**Termination Fees**"), which written notice must be delivered to Mortgagee prior to the payment by the applicable tenant of any such Termination Fees to Mortgagor, and (ii) at Mortgagee's sole option, Mortgagee shall be entitled to (A) require that Mortgagor deposit such Termination Fees into a reserve held by Mortgagee or Mortgagee's loan servicer, and (B) impose such restrictions and conditions on the timing and amount of disbursements of the Termination Fees from such reserve as Mortgagee may require in its reasonable discretion, including, without limitation (x) requiring that (1) such vacant space be relet to a tenant and under a Lease acceptable to Mortgagee in its reasonable discretion (an "**Approved Lease**"), (2) the tenant under the Approved Lease is in occupancy of the Property and paying rent, (3) Mortgagor provide to Mortgagee a tenant estoppel certificate from the tenant under the Approved Lease in a form acceptable to Mortgagee in Mortgagee's reasonable discretion, and (4) Mortgagor provide to Mortgagee evidence acceptable to Mortgagee in its reasonable discretion that all improvements to the Property required by the Approved Lease have been completed, and (y) limiting the amount of such disbursement to the lesser of the actual cost of retenanting such space or the amount calculated by dividing the Termination Fees by the total square feet of space vacated, then multiplying that result by the number of square feet of newly leased space under the Approved Lease.

5.4 Transfer or Further Encumbrance of Property.

(a) Without Mortgagee's prior written consent, which consent may be granted or withheld in Mortgagee's sole and absolute discretion, Mortgagor shall not (i) sell, assign, convey, transfer or otherwise dispose of any legal, beneficial or equitable interest in all or any part of the Property, (ii) permit or suffer any owner, directly or indirectly, of any beneficial interest in the Property or Mortgagor to transfer such interest, whether by transfer of partnership, membership, stock or other beneficial interest in any entity or otherwise, or (iii) mortgage, hypothecate or otherwise encumber or permit to be encumbered or grant or permit to be granted a security interest in all or any part of, or any interest in, the Property or Mortgagor. The provisions of this Section shall not prohibit transfers of title or interest under any will or testament or applicable law of descent.

(b) Notwithstanding the provisions of the foregoing Section 5.4(a) to the contrary, Mortgagee shall permit the transfers expressly described in Sections 5.4(b) and 5.4(c) of the First Mortgage, provided that all of the conditions set forth in Sections 5.4(b) through (d) of the First Mortgage are satisfied.

5.5 Further Encumbrance of Chattels. Mortgagor will neither create nor permit any lien, security interest or encumbrance against the Chattels, Intangible Personalty or any part thereof or interest therein, other than the liens and security interests created by the

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Affiliate Guaranty Agreement, this Mortgage and the other Aggregate Loan Documents, without the prior written consent of Mortgagee, which may be withheld for any reason.

5.6 Assessments Against Property. Mortgagor will not, without the prior written approval of Mortgagee, which may be withheld for any reason, consent to or allow the creation of any so-called special districts, special improvement districts, benefit assessment districts or similar districts, or any other body or entity of any type, or allow to occur any other event, that would or might result in the imposition of any additional taxes, assessments or other monetary obligations or burdens on the Property, and this provision shall serve as **RECORD NOTICE** to any such district or districts or any governmental entity under whose authority such district or districts exist or are being formed that, should Mortgagor or any other person or entity include all or any portion of the Property in such district or districts, whether formed or in the process of formation, without first obtaining Mortgagee's express written consent, the rights of Mortgagee in the Property pursuant to this Mortgage or following any foreclosure of this Mortgage, and the rights of any person or entity to whom Mortgagee might transfer the Property following a foreclosure of this Mortgage, shall be senior and superior to any taxes, charges, fees, assessments or other impositions of any kind or nature whatsoever, or liens (whether statutory, contractual or otherwise) levied or imposed, or to be levied or imposed, upon the Property or any portion thereof as a result of inclusion of the Property in such district or districts.

5.7 Transfer or Removal of Chattels. Mortgagor will not sell, transfer or remove from the Property all or any part of the Chattels, except in the ordinary course of business of prudent operation of the Property and if the items sold, transferred, or removed are replaced in the ordinary course of business of prudent operation of the Property with similar items of equal or greater value.

5.8 Change of Name, Organizational I.D. No. or Location. Mortgagor will not change the name under which it does business (or adopt or begin doing business under any other name or assumed or trade name), change its organizational identification number, or change its location, without first notifying Mortgagee of Mortgagor's intention to do so and delivering to Mortgagee such organizational documents of Mortgagor and executed modifications or supplements to this Mortgage (and to any financing statement which may be filed in connection herewith) as Mortgagee may require. For purposes of the foregoing, Mortgagor's "location" shall mean (a) if Mortgagor is a registered organization, Mortgagor's state of registration, (b) if Mortgagor is an individual, the state of Mortgagor's principal residence, or (c) if Mortgagor is neither a registered organization nor an individual, the state in which Mortgagor's place of business (or, if Mortgagor has more than one place of business, the Mortgagor's chief executive office) is located.

5.9 Improper Use of Property or Chattels. Mortgagor will not use the Property or the Chattels for any purpose or in any manner which violates any applicable law, ordinance, or other governmental requirement, the requirements or conditions of any insurance policy, or any private covenant.

5.10 ERISA. Mortgagor shall not engage in any transaction which would cause the Note (or the exercise by Mortgagee of any of its rights under the Affiliate Guaranty Agreement, this Mortgage or any other Aggregate Loan Documents) to be a non-exempt (under a

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class exemption), prohibited transaction under ERISA (including for this purpose the parallel provisions of Section 4975 of the Internal Revenue Code of 1986, as amended), or otherwise result in Mortgagee being deemed in violation of any applicable provisions of ERISA. Mortgagor shall indemnify, protect, defend, and hold Mortgagee harmless from and against any and all losses, liabilities, damages, claims, judgments, costs, and expenses (including, without limitation, attorneys' fees and costs incurred in the investigation, defense, and settlement of claims and in obtaining any individual ERISA exemption or state administrative exception that may be required, in Mortgagee's sole and absolute discretion) that Mortgagee may incur, directly or indirectly, as the result of the breach by Mortgagor of any warranty or representation set forth in **Section 3.3(aa)** hereof or the breach by Mortgagor of any covenant contained in this Section. This indemnity shall survive any termination, satisfaction or foreclosure of this Mortgage and shall not be subject to the limitation on personal liability described in the Note.

5.11 Use of Proceeds. Mortgagor will not use any funds advanced by Mortgagee under the Affiliate Guaranty Agreement, this Mortgage or any other Aggregate Loan Documents for household or agricultural purposes, to purchase margin stock, or for any purpose prohibited by law.

5.12 Single Purpose Entity. Mortgagor shall not engage in any business other than the ownership, development, operation and disposition of the Property, and shall not own any assets other than those related to the Property, and shall not incur any subordinated debt or unsecured debt except customary lease financings of non-fixture equipment in the ordinary course of Mortgagor's business.

5.13 REA and Other Major Approvals. Without Mortgagee's prior written consent, which may be granted or withheld in Mortgagee's reasonable discretion, Mortgagor shall not enter into or modify any reciprocal easement agreement, declaration, covenant, condition or restriction, ground lease, any operating agreement, or any other document recorded against the Property.

ARTICLE 6

EVENTS OF DEFAULT

Each of the following events will constitute an event of default (an "Event of Default") under this Mortgage and under each of the other Loan Documents:

6.1 Failure to Pay Amounts Due. Mortgagor's failure to make any payment when due under the terms of the Affiliate Guaranty Agreement, this Mortgage or any other Aggregate Loan Document.

6.2 Due on Sale or Encumbrance. The occurrence of any violation of any covenant contained in **Section 5.4** hereof.

6.3 Other Obligations. The failure of Mortgagor or Guarantor to properly perform any obligation contained herein, in the Affiliate Guaranty Agreement, or in any of the other Aggregate Loan Documents (other than the obligation to make payments under the Affiliate Guaranty Agreement, this Mortgage or the other Aggregate Loan Documents) and the

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continuance of such failure for a period of thirty (30) days following written notice thereof from Mortgagee to Mortgagor; provided, however, that if such failure is not curable within such thirty (30) day period, then, so long as Mortgagor commences to cure such failure within such thirty (30) day period and is continually and diligently attempting to cure to completion, such failure shall not be an Event of Default unless such failure remains uncured for ninety (90) days after such written notice to Mortgagor.

6.4 Levy Against Property. The levy against any of the Property, Chattels or Intangible Personalty, of any execution, attachment, sequestration or other writ that is not released within sixty (60) days after such execution, attachment, sequestration or writ.

6.5 Liquidation. The liquidation, termination or dissolution of Mortgagor or Guarantor.

6.6 Appointment of Receiver. The appointment of a trustee or receiver for the assets, or any part thereof, of Mortgagor, or Guarantor, or the appointment of a trustee or receiver for any real or personal property, or the like, or any part thereof, representing the security for the Secured Obligations.

6.7 Assignments. The making by Mortgagor or Guarantor of a transfer in fraud of creditors or an assignment for the benefit of creditors.

6.8 Order for Relief. The entry in bankruptcy of an order for relief for or against Mortgagor or Guarantor.

6.9 Bankruptcy. The filing of any petition (or answer admitting the material allegations of any petition), or other pleading, seeking entry of an order for relief for or against Mortgagor or Guarantor as a debtor or bankrupt or seeking an adjustment of any of such parties' debts, or any other relief under any state or federal bankruptcy, reorganization, debtor's relief or insolvency laws now or hereafter existing, including, without limitation, a petition or answer seeking reorganization or admitting the material allegations of a petition filed against any such party in any bankruptcy or reorganization proceeding, or the act of any of such parties in instituting or voluntarily being or becoming a party to any other judicial proceedings intended to effect a discharge of the debts of any such parties, in whole or in part, or a postponement of the maturity or the collection thereof, or a suspension of any of the rights or powers of a trustee or of any of the rights or powers granted to Mortgagee herein, or in any other document executed in connection herewith; provided, however, if the relevant proceeding is not filed by or on behalf of Mortgagor or Guarantor, an Event of Default shall occur only if such proceeding is not dismissed within ninety (90) days of it being filed or commenced.

6.10 Misrepresentation. If any representation or warranty made by Mortgagor or Guarantor in the Affiliate Guaranty Agreement, this Mortgage, any of the other Aggregate Loan Documents, any certificate made by or on behalf of Mortgagor, or any other instrument or document modifying, renewing, extending, evidencing, securing or pertaining to the Note is false, misleading or erroneous in any material respect.

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6.11 Judgments. The failure of Mortgagor or Guarantor to pay any money judgment in excess of \$10,000.00 against any such party before the expiration of thirty (30) days after such judgment becomes final and no longer appealable.

6.12 Admissions Regarding Debts. The admission of Mortgagor or Guarantor in writing of any such party's inability to pay such party's debts as they become due.

6.13 Assertion of Priority. The assertion of any claim of priority over this Mortgage (other than the First Mortgage), by title, lien, or otherwise, unless Mortgagor within thirty (30) days after such assertion either causes the assertion to be withdrawn or provides Mortgagee with such security as Mortgagee may require to protect Mortgagee against all loss, damage, or expense, including attorneys' fees, which Mortgagee may incur in the event such assertion is upheld.

6.14 Other Aggregate Loan Documents. The occurrence of any default by Mortgagor, after the lapse of any applicable grace or cure period, or the occurrence of any event or circumstance defined as an Event of Default, under any of the Aggregate Loan Documents other than this Mortgage.

6.15 Other Liens. The occurrence of any default by Mortgagor, after the lapse of any applicable grace or cure period, or the occurrence of any event or circumstance defined as an Event of Default, under any other consensual lien encumbering the Property, or any part thereof or interest therein, or any document or instrument evidencing obligations secured thereby.

6.16 Other Indebtedness. The occurrence of any default by Mortgagor, after the lapse of any applicable grace or cure period, or the occurrence of any event or circumstance defined as an Event of Default, under any other indebtedness incurred or owing by Mortgagor, or any document or instrument evidencing any obligation to pay such indebtedness.

6.17 Default Under Other Note. The failure by Other Borrower to make any payment when due under the Other Note.

6.18 Default Under Other Loan Documents. The occurrence of any Event of Default under any of the Other Loan Documents.

6.19 Default Under Affiliate Guaranty Agreement. The failure by Mortgagor or Other Borrower to perform any of its respective obligations under the Affiliate Guaranty Agreement and/or the occurrence of any event that is deemed to be an "Event of Default" under any provision of the Affiliate Guaranty Agreement.

6.20 Action for Partition. The commencement of any Action for Partition of the Property.

6.21 TIC Agreement. The expiration or termination of the TIC Agreement.

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ARTICLE 7

MORTGAGEE'S REMEDIES

Immediately upon or any time after the occurrence of any Event of Default hereunder, Mortgagee may exercise any remedy available at law or in equity, including but not limited to those listed below and those listed in the other Loan Documents, in such sequence or combination as Mortgagee may determine in Mortgagee's sole discretion:

7.1 Performance of Defaulted Obligations. Mortgagee may make any payment or perform any other obligation under the Affiliate Guaranty Agreement, this Mortgage and the other Aggregate Loan Documents or under Leases which Mortgagor has failed to make or perform, and Mortgagor hereby irrevocably appoints Mortgagee as the true and lawful attorney-in-fact for Mortgagor to make any such payment and perform any such obligation in the name of Mortgagor. All payments made and expenses (including attorneys' fees) incurred by Mortgagee in this connection, together with interest thereon at the Default Rate from the date paid or incurred until repaid, will be part of the Secured Obligations and will be immediately due and payable by Mortgagor to Mortgagee. In lieu of advancing Mortgagee's own funds for such purposes, Mortgagee may use any funds of Mortgagor which may be in Mortgagee's possession, including but not limited to insurance or condemnation proceeds and amounts deposited for taxes, insurance premiums, or other purposes.

7.2 Specific Performance and Injunctive Relief. Notwithstanding the availability of legal remedies, Mortgagee will be entitled to obtain specific performance, mandatory or prohibitory injunctive relief, or other equitable relief requiring Mortgagor to cure or refrain from repeating any Default.

7.3 Acceleration of Secured Obligations. Mortgagee may, without notice or demand, declare all of the Secured Obligations immediately due and payable in full.

7.4 Suit for Monetary Relief. Subject to the non-recourse provisions of the Aggregate Loan Documents, with or without accelerating the maturity of the Secured Obligations, Mortgagee may sue from time to time for any payment due under any of the Affiliate Guaranty Agreement, this Mortgage, or any other Aggregate Loan Documents, or for money damages resulting from Mortgagor's default under any of the Affiliate Guaranty Agreement, this Mortgage, or any other Aggregate Loan Documents.

7.5 Possession of Property. To the extent permitted by law, Mortgagee may enter and take possession of the Property without seeking or obtaining the appointment of a receiver, may employ a managing agent for the Property, and may lease or rent all or any part of the Property, either in Mortgagee's name or in the name of Mortgagor, and may collect the rents, issues, and profits of the Property. Any revenues collected by Mortgagee under this Section will be applied first toward payment of all expenses (including attorneys' fees) incurred by Mortgagee, together with interest thereon at the Default Rate from the date incurred until repaid, and the balance, if any, will be applied against the Secured Obligations in such order and manner as Mortgagee may elect in its sole discretion.

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7.6 Enforcement of Security Interests. Mortgagee may exercise all rights of a secured party under the Code with respect to the Chattels and the Intangible Personalty, including but not limited to taking possession of, holding, and selling the Chattels and enforcing or otherwise realizing upon any accounts and general intangibles. Any requirement for reasonable notice of the time and place of any public sale, or of the time after which any private sale or other disposition is to be made, will be satisfied by Mortgagee's giving of such notice to Mortgagor at least five (5) days prior to the time of any public sale or the time after which any private sale or other intended disposition is to be made.

7.7 Foreclosure Against Property.

(a) Mortgagee may bring an action in any court of competent jurisdiction to foreclose this Mortgage. Mortgagee may bid for and purchase all or any portion of the Property at any foreclosure sale thereof.

(b) All fees, costs and expenses of any kind incurred by Mortgagee in connection with foreclosure of this Mortgage, including, without limitation, the costs of any appraisals of the Property obtained by Mortgagee, the cost of any title reports or abstracts, all costs of any receivership for the Property advanced by Mortgagee, and all attorneys' and consultants' fees and expenses incurred by Mortgagee, shall constitute a part of the Secured Obligations and may be included as part of the amount owing from Mortgagor to Mortgagee at any foreclosure sale.

(c) The proceeds of any sale under this Section shall be applied first to the fees and expenses of the officer conducting the sale, and then to the reduction or discharge of the Secured Obligations in such order and manner as Mortgagee may elect in its sole discretion; any surplus remaining shall be paid over to Mortgagor or to such other person or persons as may be lawfully entitled to such surplus.

(d) Nothing in this Section dealing with foreclosure procedures or specifying particular actions to be taken by Mortgagee shall be deemed to contradict or add to the requirements and procedures now or hereafter specified by Illinois law, and any such inconsistency shall be resolved in favor of Illinois law applicable at the time of foreclosure.

7.8 Appointment of Receiver. To the extent permitted by law, Mortgagee shall be entitled, as a matter of absolute right and without regard to the value of any security for the Secured Obligations or the solvency of any person liable therefor, to the appointment of a receiver for the Property upon ex-parte application to any court of competent jurisdiction. Mortgagor waives any right to any hearing or notice of hearing prior to the appointment of a receiver. Such receiver and its agents shall be empowered to (a) take possession of the Property and any businesses conducted by Mortgagor or any other person thereon and any business assets used in connection therewith, (b) exclude Mortgagor and Mortgagor's agents, servants, and employees from the Property, (c) collect the rents, issues, profits, and income therefrom, (d) complete any construction which may be in progress, (e) do such maintenance and make such repairs and alterations as the receiver deems necessary, (f) use all stores of materials, supplies, and maintenance equipment on the Property and replace such items at the expense of the receivership estate, (g) pay all taxes and assessments against the Property and the Chattels, all

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premiums for insurance thereon, all utility and other operating expenses, and all sums due under any prior or subsequent encumbrance, and (h) generally do anything which Mortgagor could legally do if Mortgagor were in possession of the Property. All expenses incurred by the receiver or its agents shall constitute a part of the Secured Obligations. Any revenues collected by the receiver shall be applied first to the expenses of the receivership, including attorneys' fees incurred by the receiver and by Mortgagee, together with interest thereon at the Default Rate from the date incurred until repaid, and the balance shall be applied toward the Secured Obligations in such order or manner as Mortgagee may in its sole discretion elect or in such other manner as the court may direct. Unless sooner terminated with the express consent of Mortgagee, any such receivership will continue until the Secured Obligations have been discharged in full, or until title to the Property has passed after foreclosure sale and all applicable periods of redemption have expired.

7.9 Right to Make Repairs, Improvements. Should any part of the Property come into the possession of Mortgagee, whether before or after an Event of Default, Mortgagee may use, operate, and/or make repairs, alterations, additions and improvements to the Property for the purpose of preserving it or its value. Mortgagor covenants to promptly reimburse and pay to Mortgagee, at the place where the Note is payable, or at such other place as may be designated by Mortgagee in writing, the amount of all reasonable expenses (including the cost of any insurance, taxes, or other charge) incurred by Mortgagee in connection with its custody, preservation, use or operation of the Property, together with interest thereon from the date incurred by Mortgagee at the Default Rate, and all such expenses, costs, taxes, interest, and other charges shall be a part of the Secured Obligations. It is agreed, however, that the risk of accidental loss or damage to the Property is undertaken by Mortgagor and Mortgagee shall have no liability whatsoever for decline in value of the Property, for failure to obtain or maintain insurance, or for failure to determine whether any insurance ever in force is adequate as to amount or as to the risks insured.

7.10 Surrender of Insurance. Mortgagee may surrender the insurance policies maintained pursuant to the terms hereof, or any part thereof, and receive and apply the unearned premiums as a credit on the Secured Obligations and, in connection therewith, Mortgagor hereby appoints Mortgagee (or any officer of Mortgagee), as the true and lawful agent and attorney-in-fact for Mortgagor (with full powers of substitution), which power of attorney shall be deemed to be a power coupled with an interest and therefore irrevocable, to collect such premiums.

7.11 Prima Facie Evidence. Mortgagor agrees that, in any assignments, deeds, bills of sale, notices of sale, or postings, given by Mortgagee, any and all statements of fact or other recitals therein made as to the identity of Mortgagee, or as to the occurrence or existence of any Event of Default, or as to the acceleration of the maturity of the Secured Obligations, or as to the request to sell, posting of notice of sale, notice of sale, time, place, terms and manner of sale and receipt, distribution and application of the money realized therefrom, and without being limited by the foregoing, as to any other act or thing having been duly done by Mortgagee, shall be taken by all courts of law and equity as prima facie evidence that such statements or recitals state facts and are without further question to be so accepted, and Mortgagor does hereby ratify and confirm any and all acts that Mortgagee may lawfully do by virtue hereof.

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7.12 Power of Sale. To the extent permitted by applicable law, Mortgagee may terminate Mortgagor's interest in the Property by exercising a power of sale. Such a power of sale may be exercised by Mortgagee after giving ten (10) days' prior written notice, or such additional notice as may be required by applicable law, to Mortgagor of Mortgagee's intent to foreclose.

ARTICLE 8

ASSIGNMENT OF LEASES AND RENTS

8.1 Assignment of Leases and Rents. Mortgagor hereby unconditionally and absolutely grants, transfers and assigns unto Mortgagee all rents, royalties, issues, profits and income ("Rents") now or hereafter due or payable for the occupancy or use of the Property, and all Leases, whether written or oral, with all security therefor, including all guaranties thereof, now or hereafter affecting the Property; reserving unto Mortgagor, however, a license to collect and retain such Rents prior to the occurrence of any Event of Default. Such license shall be revocable by Mortgagee without notice to Mortgagor at any time after the occurrence of an Event of Default. Mortgagor represents that the Rents and the Leases have not been heretofore sold, assigned, transferred or set over by any instrument now in force and will not at any time during the life of this assignment be sold, assigned, transferred or set over by Mortgagor or by any person or persons whomsoever; and Mortgagor has good right to sell, assign, transfer and set over the same and to grant to and confer upon Mortgagee the rights, interest, powers and authorities herein granted and conferred. Failure of Mortgagee at any time or from time to time to enforce the assignment of Rents and Leases under this Section shall not in any manner prevent its subsequent enforcement, and Mortgagee is not obligated to collect anything hereunder, but is accountable only for sums actually collected.

8.2 Further Assignments. Mortgagor shall give Mortgagee at any time upon demand any further or additional forms of assignment or transfer of such Rents, Leases and security as may be reasonably requested by Mortgagee, and shall deliver to Mortgagee executed copies of all such Leases and security.

8.3 Application of Rents. Mortgagee shall be entitled to deduct and retain a just and reasonable compensation from monies received hereunder for its services or that of its agents in collecting such monies. Any monies received by Mortgagee hereunder may be applied when received from time to time in payment of any taxes, assessments or other liens affecting the Property regardless of the delinquency, such application to be in such order as Mortgagee may determine. The acceptance of this Mortgage by Mortgagee or the exercise of any rights by it hereunder shall not be, or be construed to be, an affirmation by it of any Lease nor an assumption of any liability under any Lease.

8.4 Collection of Rents. Upon or at any time after an Event of Default shall have occurred and be continuing, Mortgagee may declare all sums secured hereby immediately due and payable, and may, at its option, without notice, and whether or not the Secured Obligations shall have been declared due and payable, either in person or by agent, with or without bringing any action or proceeding, or by a receiver to be appointed by a court, (a) enter upon, take possession of, manage and operate the Property, or any part thereof (including,

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without limitation, making necessary repairs, alterations and improvements to the Property); (b) make, cancel, enforce or modify Leases; (c) obtain and evict tenants; (d) fix or modify Rents; (e) do any acts which Mortgagee deems reasonably proper to protect the security thereof; and (f) either with or without taking possession of the Property, in its own name sue for or otherwise collect and receive such Rents, including those past due and unpaid. In connection with the foregoing, Mortgagee shall be entitled and empowered to employ attorneys, and management, rental and other agents in and about the Property and to effect the matters which Mortgagee is empowered to do, and in the event Mortgagee shall itself effect such matters, Mortgagee shall be entitled to charge and receive reasonable management, rental and other fees therefor as may be customary in the area in which the Property is located; and the reasonable fees, charges, costs and expenses of Mortgagee or such persons shall be additional Secured Obligations. Mortgagee may apply all funds collected as aforesaid, less costs and expenses of operation and collection, including reasonable attorneys' and agents' fees, charges, costs and expenses, as aforesaid, upon any Secured Obligations, and in such order as Mortgagee may determine. The entering upon and taking possession of the Property, the collection of such Rents and the application thereof as aforesaid shall not cure or waive any default or waive, modify or affect notice of default under the Affiliate Guaranty Agreement, this Mortgage, or the other Aggregate Loan Documents or invalidate any act done pursuant to such notice.

8.5 Authority of Mortgagee. Any tenants or occupants of any part of the Property are hereby authorized to recognize the claims of Mortgagee hereunder without investigating the reason for any action taken by Mortgagee, or the validity or the amount of secured obligations owing to Mortgagee, or the existence of any default in the Affiliate Guaranty Agreement, this Mortgage, or the other Aggregate Loan Documents, or under or by reason of this assignment of Rents and Leases, or the application to be made by Mortgagee of any amounts to be paid to Mortgagee. The sole signature of Mortgagee shall be sufficient for the exercise of any rights under this assignment and the sole receipt of Mortgagee for any sums received shall be a full discharge and release therefor to any such tenant or occupant of the Property. Checks for all or any part of the rentals collected under this assignment of Rents and Leases shall be drawn to the exclusive order of Mortgagee.

8.6 Indemnification of Mortgagee. Nothing herein contained shall be deemed to obligate Mortgagee to perform or discharge any obligation, duty or liability of any lessor under any Lease of the Property, and Mortgagor shall and does hereby indemnify and hold Mortgagee harmless from any and all liability, loss or damage which Mortgagee may or might incur under any Lease or by reason of the assignment, excluding, however, losses or damages incurred by Mortgagee due to Mortgagee's gross negligence or willful misconduct; and any and all such liability, loss or damage incurred by Mortgagee, together with the costs and expenses, including reasonable attorneys' fees, incurred by Mortgagee in defense of any claims or demands therefor (whether successful or not), shall be additional Secured Obligations, and Mortgagor shall reimburse Mortgagee therefor on demand.

8.7 Separate Assignment. In the event of any inconsistency between the terms of this Article 8 and the Second Assignment of Leases and Rents, the terms of the Second Assignment of Leases and Rents shall govern and control in all respects.

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ARTICLE 9

TIC PROVISIONS

9.1 Subordination. Mortgagor hereby acknowledges that the Property is subject to the terms of the TIC Agreement. Mortgagor hereby acknowledges and agrees that the TIC Agreement and any lien rights, indemnity rights, rights of subrogation or rights of first offer, first refusal or other rights to purchaser or other similar rights inuring to any Mortgagor or any other person or entity under the TIC Agreement or applicable law, are and at all times shall be subject and subordinate to the lien and the security interest and the terms of this Mortgage and the other Aggregate Loan Documents and Mortgagee's rights thereunder.

9.2 Mortgagor Covenants. Until such time as this Mortgage is released of record in connection with the repayment of the Loan, each Mortgagor hereby covenants and agrees that:

(a) Mortgagor shall timely pay all sums required to be paid under the TIC Agreement pursuant to the provisions thereof;

(b) Mortgagor shall diligently perform and observe all of the terms, covenants and conditions of the TIC Agreement in all material respects;

(c) Mortgagor shall not, without the prior written consent of Mortgagee or as expressly permitted pursuant to the terms of Section 5.4 of the First Mortgage, surrender the interest in the Property created by the TIC Agreement or terminate or cancel the TIC Agreement or modify, change, supplement, alter or amend the TIC Agreement (either orally or in writing) in any material respect;

(d) Neither Mortgagor shall institute or prosecute (or permit any other person or entity to initiate or prosecute) an Action for Partition;

(e) Each Mortgagor hereby waives its respective rights to an Action for Partition under the TIC Agreement and under applicable law;

(f) Notwithstanding (but in no way abrogating or otherwise waiving) the foregoing, if any Action for Partition is brought by any Mortgagor, the other Mortgagor shall purchase such Mortgagor's (as applicable) tenancy-in-common interest in the Property at fair market value;

(g) If the purchase described in the immediately preceding subsection (f) shall fail to occur within fifteen (15) days of the occurrence of the aforesaid Action for Partition (or such shorter time period as may be required for this subsection (g) to become effective immediately prior to the consummation of such Action for Partition), a single purpose entity satisfying the requirements of Section 5.4 of the First Mortgage, which is also a DK Entity (as defined in the First Mortgage), shall purchase such interest at fair market value;

(h) If a purchase described in the immediately preceding subsections (f) or (g) shall occur, the purchasing entity shall execute any documents or instruments

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reasonably requested by Mortgagee (and shall provide such opinions, title endorsements or other documents or instruments reasonably requested by Mortgagee) to affirm and/or assume the Loan and such entity's respective obligations thereunder;

(i) Each Mortgagor will promptly deliver to Mortgagee copies of all notices of default or other material notices received by such Mortgagor from the other Mortgagor with respect to any obligation or duty of each Mortgagor under the TIC Agreement; and

Each Mortgagor hereby agrees that Mortgagee will be entitled to file proofs of claim on behalf of any Mortgagor in the event of a bankruptcy of either Mortgagor; and Mortgagee will be entitled to make all elections in bankruptcy with respect to the TIC Agreement. Each Mortgagor hereby irrevocably and unconditionally authorizes Mortgagee, and grants to Mortgagee for the term hereof, a continuing, irrevocable, and unconditional power of attorney (which power of attorney is coupled with an interest) in the name of such Mortgagor, without notice to or further consent or authorization from such Mortgagor, for the purposes of carrying out this subsection (i). Mortgagor agrees to indemnify, defend and hold Mortgagee harmless from and against any and all claims, actions, liabilities, judgments, costs, and expenses (including reasonable attorneys' fees) arising out of the exercise of the foregoing power of attorney in accordance with the terms of this Mortgage, except Mortgagor shall not be required to indemnify a party for claims, actions, judgments, costs and expenses resulting from such party's gross negligence, intentional misconduct, bad faith or breach of this Agreement.

ARTICLE 10

MISCELLANEOUS PROVISIONS

10.1 Time of the Essence. Time is of the essence with respect to all of Mortgagor's obligations under the Affiliate Guaranty Agreement, this Mortgage and the other Aggregate Loan Documents.

10.2 Joint and Several Obligations. If Mortgagor is more than one person or entity, then (a) all persons or entities comprising Mortgagor are jointly and severally liable for all of the Secured Obligations; (b) all representations, warranties, and covenants made by Mortgagor shall be deemed representations, warranties, and covenants of each of the persons or entities comprising Mortgagor; (c) any breach, Default or Event of Default by any of the persons or entities comprising Mortgagor hereunder shall be deemed to be a breach, Default, or Event of Default of Mortgagor; (d) any reference herein contained to the knowledge or awareness of Mortgagor shall mean the knowledge or awareness of any of the persons or entities comprising Mortgagor; and (e) any event creating personal liability of any of the persons or entities comprising Mortgagor shall create personal liability for all such persons or entities.

10.3 Waivers. To the extent permitted by law, Mortgagor hereby waives all rights to any homestead or other exemption to which Mortgagor would otherwise be entitled under any present or future constitutional, statutory, or other provision of applicable state or federal law. Mortgagor shall not apply for or avail itself of any appraisal, valuation, redemption, stay, extension or exemption laws, or any so-called "moratorium laws," now existing or hereafter enacted, in order to prevent or hinder the enforcement or foreclosure of this

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Mortgage, but hereby waives the benefit of such laws. Mortgagor, for itself and all who may claim through or under it, hereby also waives any and all rights to have the Property and estates comprising the Property marshaled upon any foreclosure of the lien hereof, and agrees that any court having jurisdiction to foreclose such lien may order the Property sold in its entirety. MORTGAGOR HEREBY FURTHER WAIVES, FOR ITSELF AND ON BEHALF OF ANY TRUST ESTATE OF WHICH THE PROPERTY IS A PART AND ALL PERSONS BENEFICIALLY INTERESTED THEREIN AND (TO THE EXTENT PERMITTED BY APPLICABLE LAW) EACH AND EVERY PERSON ACQUIRING ANY INTEREST IN THE PROPERTY OR TITLE TO THE PROPERTY SUBSEQUENT TO THE DATE OF THIS MORTGAGE, ANY AND ALL RIGHTS OF REDEMPTION FROM THE JUDGMENT OR DECREE OF FORECLOSURE OF THE LIEN OF THIS MORTGAGE PURSUANT TO MORTGAGEE'S EXERCISE OF ANY RIGHTS HEREIN GRANTED, AND MORTGAGOR HEREBY WAIVES ALL OTHER RIGHTS OF REDEMPTION OR REINSTATEMENT TO THE FULLEST EXTENT PERMITTED BY THE PROVISIONS OF THE ILLINOIS MORTGAGE FORECLOSURE LAW, 735 ILCS 5/15-1101 *et seq.*

10.4 Non-Recourse; Exceptions to Non-Recourse. Except as expressly set forth in the Affiliate Guaranty Agreement, the recourse of Mortgagee with respect to the obligations of Mortgagor evidenced by the Affiliate Guaranty Agreement and this Mortgage shall be solely to the Property, Chattels and Intangible Personalty, and any other collateral given as security for the Affiliate Guaranty Agreement.

10.5 Rights and Remedies Cumulative. Mortgagee's rights and remedies under each of the Affiliate Guaranty Agreement, this Mortgage and the other Aggregate Loan Documents are cumulative of the rights and remedies available to Mortgagee under each of the other Aggregate Loan Documents and those otherwise available to Mortgagee at law or in equity. No act of Mortgagee shall be construed as an election to proceed under any particular provision of any Aggregate Loan Document to the exclusion of any other provision in the same or any other Aggregate Loan Document, or as an election of remedies to the exclusion of any other remedy which may then or thereafter be available to Mortgagee.

10.6 No Implied Waivers. Mortgagee shall not be deemed to have waived any provision of any Aggregate Loan Document unless such waiver is in writing and is signed by Mortgagee. Without limiting the generality of the preceding sentence, neither Mortgagee's acceptance of any payment with knowledge of a Default by Mortgagor, nor any failure by Mortgagee to exercise any remedy following a Default by Mortgagor shall be deemed a waiver of such Default, and no waiver by Mortgagee of any particular Default on the part of Mortgagor shall be deemed a waiver of any other Default or of any similar Default in the future.

10.7 No Third-Party Rights. No person shall be a third-party beneficiary of any provision of any of the Aggregate Loan Documents. All provisions of the Aggregate Loan Documents favoring Mortgagee are intended solely for the benefit of Mortgagee, and no third party shall be entitled to assume or expect that Mortgagee will not waive or consent to modification of any such provision in Mortgagee's sole discretion.

10.8 Preservation of Liability and Priority. Without affecting the liability of Mortgagor or of any other person (except a person expressly released in writing) for payment

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and performance of all of the Secured Obligations, and without affecting the rights of Mortgagee with respect to any security not expressly released in writing, and without impairing in any way the priority of this Mortgage over the interests of any person acquired or first evidenced by recording subsequent to the recording hereof, Mortgagee may, either before or after the maturity of the Note, and without notice or consent: (a) release any person liable for payment or performance of all or any part of the Secured Obligations; (b) make any agreement altering the terms of payment or performance of all or any of the Secured Obligations; (c) exercise or refrain from exercising, or waive, any right or remedy which Mortgagee may have under any of the Aggregate Loan Documents; (d) accept additional security of any kind for any of the Secured Obligations; or (e) release or otherwise deal with any real or personal property securing the Secured Obligations. Any person acquiring or recording evidence of any interest of any nature in the Property, the Chattels, or the Intangible Personalty shall be deemed, by acquiring such interest or recording any evidence thereof, to have agreed and consented to any or all such actions by Mortgagee.

10.9 Subrogation of Mortgagee. Mortgagee shall be subrogated to the lien of any previous encumbrance discharged with funds advanced by Mortgagee under the Aggregate Loan Documents, regardless of whether such previous encumbrance has been released of record.

10.10 Notices. Any notice required or permitted to be given by Mortgagor or Mortgagee under this Mortgage shall be in writing and will be deemed given (a) upon personal delivery, (b) on the first business day after receipted delivery to a courier service which guarantees next-business-day delivery, or (c) on the third business day after mailing, by registered or certified United States mail, postage prepaid, in any case to the appropriate party at its address set forth below:

If to Mortgagor:

DK Rolling Exchange, LLC
 D&K Elk Grove Industrial II, LLC
 33 West Monroe Street, 19th Floor
 Chicago, Illinois 60603
 Attention: Mr. Forrest D. Bailey

If to Mortgagee:

American General Life Insurance Company
 c/o AIG Asset Management
 1999 Avenue of the Stars, 38th Floor
 Los Angeles, California 90067-6022
 Attention: VP, Servicing – Commercial Mortgage Lending

Either party may change such party's address for notices or copies of notices by giving notice to the other party in accordance with this Section.

10.11 Defeasance. Upon payment and performance in full of all of the Senior Secured Obligations and the Secured Obligations, Mortgagee will execute and deliver to Mortgagor such documents as may be required to release this Mortgage of record.

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10.12 Illegality. If any provision of this Mortgage is held to be illegal, invalid, or unenforceable under present or future laws effective during the term of this Mortgage, the legality, validity, and enforceability of the remaining provisions of this Mortgage shall not be affected thereby, and in lieu of each such illegal, invalid or unenforceable provision there shall be added automatically as a part of this Mortgage a provision as similar in terms to such illegal, invalid, or unenforceable provision as may be possible and be legal, valid, and enforceable. If the rights and liens created by this Mortgage shall be invalid or unenforceable as to any part of the Secured Obligations, then the unsecured portion of the Secured Obligations shall be completely paid prior to the payment of the remaining and secured portion of the Secured Obligations, and all payments made on the Secured Obligations shall be considered to have been paid on and applied first to the complete payment of the unsecured portion of the Secured Obligations.

10.13 Usury Savings Clause. It is expressly stipulated and agreed to be the intent of Mortgagee and Mortgagor at all times to comply with the applicable law governing the highest lawful interest rate. If the applicable law is ever judicially interpreted so as to render usurious any amount called for under the Other Note, the Affiliate Guaranty Agreement, or under any of the other Aggregate Loan Documents, or contracted for, charged, taken, reserved or received with respect to the Loan, or if acceleration of the maturity of the Other Note, any prepayment by Mortgagor, or any other circumstance whatsoever, results in Mortgagor having paid any interest in excess of that permitted by applicable law, then it is the express intent of Mortgagor and Mortgagee that all excess amounts theretofore collected by Mortgagee be credited on the principal balance of the Other Note (or, at Mortgagee's option, paid over to Mortgagor), and the provisions of the Other Note and other Aggregate Loan Documents immediately be deemed reformed and the amounts thereafter collectible hereunder and thereunder reduced, without the necessity of the execution of any new document, so as to comply with the applicable law, but so as to permit the recovery of the fullest amount otherwise called for hereunder and thereunder. The right to accelerate maturity of the Other Note does not include the right to accelerate any interest which has not otherwise accrued on the date of such acceleration, and Mortgagee does not intend to collect any unearned interest in the event of acceleration. All sums paid or agreed to be paid to Mortgagee for the use, forbearance or detention of the Secured Obligations evidenced hereby or by the Other Note shall, to the extent permitted by applicable law, be amortized, prorated, allocated and spread throughout the full term of such Secured Obligations until payment in full so that the rate or amount of interest on account of such Secured Obligations does not exceed the maximum rate or amount of interest permitted under applicable law. The term "applicable law" as used herein shall mean any federal or state law applicable to the Other Loan.

10.14 Obligations Binding Upon Mortgagor's Successors. This Mortgage is binding upon Mortgagor and Mortgagor's successors and assigns, and shall inure to the benefit of Mortgagee, and its successors and assigns, and the provisions hereof shall likewise be covenants running with the land. The duties, covenants, conditions, obligations, and warranties of Mortgagor in this Mortgage shall be joint and several obligations of Mortgagor and Mortgagor's successors and assigns.

10.15 Construction. All pronouns and any variations of pronouns herein shall be deemed to refer to the masculine, feminine, or neuter, singular or plural, as the identity of the

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parties may require. Whenever the terms herein are singular, the same shall be deemed to mean the plural, as the identity of the parties or the context requires.

10.16 Attorneys' Fees. Any reference in this Mortgage to attorneys' or counsel's fees paid or incurred by Mortgagee shall be deemed to include paralegals' fees and legal assistants' fees. Moreover, wherever provision is made herein for payment of attorneys' or counsel's fees or expenses incurred by Mortgagee, such provision shall include but not be limited to, such fees or expenses incurred in any and all judicial, bankruptcy, reorganization, administrative, or other proceedings, including appellate proceedings, whether such fees or expenses arise before proceedings are commenced, during such proceedings or after entry of a final judgment.

10.17 Waiver and Agreement. MORTGAGOR HEREBY EXPRESSLY WAIVES ANY RIGHT IT MAY HAVE UNDER APPLICABLE LAW TO PREPAY THE NOTE OR THE OTHER NOTE, IN WHOLE OR IN PART, WITHOUT PREPAYMENT CHARGE, UPON ACCELERATION OF THE MATURITY DATE OF THE NOTE OR THE OTHER NOTE, AND AGREES THAT, IF FOR ANY REASON A PREPAYMENT OF ALL OR ANY PART OF THE NOTE OR THE OTHER NOTE IS MADE, WHETHER VOLUNTARILY OR FOLLOWING ANY ACCELERATION OF THE MATURITY DATE OF THE NOTE OR THE OTHER NOTE BY MORTGAGEE ON ACCOUNT OF THE OCCURRENCE OF ANY EVENT OF DEFAULT ARISING FOR ANY REASON, INCLUDING, WITHOUT LIMITATION, AS A RESULT OF ANY PROHIBITED OR RESTRICTED TRANSFER, FURTHER ENCUMBRANCE OR DISPOSITION OF THE PROPERTY OR ANY PART THEREOF SECURING THE NOTE OR THE OTHER NOTE, THEN MORTGAGOR SHALL BE OBLIGATED TO PAY, CONCURRENTLY WITH SUCH PREPAYMENT, THE PREPAYMENT PREMIUM PROVIDED FOR IN THE NOTE OR THE OTHER NOTE (OR, IN THE EVENT OF ACCELERATION WHEN THE NOTE IS CLOSED TO PREPAYMENT, AS PROVIDED IN THE DEFINITION OF "SECURED OBLIGATIONS" SET FORTH IN ARTICLE 1 HEREOF) AND ANY AND ALL OTHER CHARGES AND FEES DUE UNDER THE AGGREGATE LOAN DOCUMENTS. MORTGAGOR HEREBY DECLARES THAT MORTGAGEE'S AGREEMENT TO MAKE THE LOAN AND THE OTHER LOAN AT THE INTEREST RATE AND FOR THE TERM SET FORTH IN THE NOTE AND THE OTHER NOTE CONSTITUTES ADEQUATE CONSIDERATION, GIVEN INDIVIDUAL WEIGHT BY MORTGAGOR, FOR THIS WAIVER AND AGREEMENT.

10.18 Waiver of Jury Trial. MORTGAGEE AND MORTGAGOR KNOWINGLY, IRREVOCABLY, VOLUNTARILY AND INTENTIONALLY WAIVE ANY RIGHT EITHER MAY HAVE TO A TRIAL BY JURY IN RESPECT OF ANY ACTION, PROCEEDING OR COUNTERCLAIM BASED ON THIS MORTGAGE, OR ARISING OUT OF, UNDER OR IN CONNECTION WITH THIS MORTGAGE, THE AFFILIATE GUARANTY AGREEMENT OR ANY OTHER AGGREGATE LOAN DOCUMENT, OR ANY COURSE OF CONDUCT, COURSE OF DEALING, STATEMENT (WHETHER VERBAL OR WRITTEN) OR ACTIONS OF ANY PARTY HERETO OR TO ANY AGGREGATE LOAN DOCUMENT. THIS PROVISION IS A MATERIAL INDUCEMENT FOR MORTGAGEE AND MORTGAGOR TO ENTER INTO THE LOAN AND THE AFFILIATE GUARANTY AGREEMENT.

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10.19 Entire Agreement. The Aggregate Loan Documents constitute the entire understanding and agreement between Mortgagor and Mortgagee with respect to the Loan and the Other Loan, and supersede all prior agreements, understandings or negotiations with respect thereto, whether written or oral.

10.20 Governing Laws. The substantive laws of the State of Illinois shall govern the validity, construction, enforcement and interpretation of this Mortgage.

10.21 Anti-Terrorism. Mortgagor represents, warrants and covenants to Mortgagee that:

(a) None of Mortgagor, Guarantor or any of their respective constituents, affiliates, members, officers, directors or any individual who has the authority to execute or authorize, or who has been authorized to execute, and/or whose consent is required for the execution of the Affiliate Guaranty Agreement, this Mortgage and the other Aggregate Loan Documents on behalf of Mortgagor or Guarantor is in violation of any laws relating to terrorism or money laundering, including without limitation, Executive Order No. 13224 on Terrorist Financing, effective September 24, 2001, and relating to Blocking Property and Prohibiting Transactions With Persons Who Commit, Threaten to Commit, or Support Terrorism, (as the same has been, or may hereafter be, renewed, extended, amended or replaced, the "**Executive Order**") and the Bank Secrecy Act (31 U.S.C. § 5311 *et seq.*), as amended by the Uniting and Strengthening America by Providing Appropriate Tools Required to Intercept and Obstruct Terrorism Act of 2001 (Public Law 107-56, as the same has been, or may hereafter be, renewed, extended, amended or replaced, the "**Patriot Act**"). As used herein, "**Anti-Terrorism Laws**" shall mean any laws relating to terrorism or money laundering, including the Executive Order, the Patriot Act, the laws comprising or implementing the Bank Secrecy Act, and the laws administered by the United States Treasury Department's Office of Foreign Asset Control (as any of the foregoing laws may from time to time be renewed, extended, amended, or replaced).

(b) None of Mortgagor, Guarantor, their respective constituents, affiliates, members, officers, directors or any individual who has the authority to execute or authorize, or who has been authorized to execute, and/or whose consent is required for the execution of the Affiliate Guaranty Agreement, this Mortgage and the other Aggregate Loan Documents on behalf of Mortgagor or Guarantor, any person having a beneficial interest in Mortgagor or Guarantor, any person for whom Mortgagor or Guarantor is acting as agent or nominee, any of their respective brokers or other agents acting in any capacity in connection with the transactions contemplated by the Aggregate Loan Documents or, to Mortgagor's knowledge as of the date hereof, Mortgagor's predecessor in interest to the Property is a "**Prohibited Person**," which is defined as follows:

(i) a person or entity that is listed in the Annex to, or is otherwise subject to the provisions of, the Executive Order;

(ii) a person or entity owned or controlled by, or acting for or on behalf of, any person or entity that is listed in the Annex to, or is otherwise subject to the provisions of, the Executive Order;

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(iii) a person or entity with whom Mortgagee or any bank or other institutional lender is prohibited from dealing or otherwise engaging in any Anti-Terrorism Law;

(iv) a person or entity who commits, threatens or conspires to commit or supports "terrorism" as defined in the Executive Order;

(v) a person or entity that is named as a "**specially designated national**" or "**blocked person**" on the most current list published by the U.S. Treasury Department Office of Foreign Assets Control at its official Website, <http://www.treas.gov/ofac/t11sdn.pdf> or at any replacement Website or other replacement official publication of such list; and

(vi) a person or entity who is affiliated with a person or entity listed above.

(c) None of Mortgagor, Guarantor, any of their respective constituents, affiliates, members, officers, directors or any individual who has the authority to execute or authorize, or who has been authorized to execute, and/or whose consent is required for the execution of the Affiliate Guaranty Agreement, this Mortgage and the other Aggregate Loan Documents on behalf of Mortgagor or Guarantor, any of their respective brokers or other agents acting in any capacity in connection with the transactions contemplated by the Aggregate Loan Documents or, to Mortgagor's knowledge as of the date hereof, the seller of the Property (if any portion of the Property is being acquired with proceeds of the Loan or the Other Loan), does or shall (i) conduct any business or engage in any transaction or dealing with any Prohibited Person, including making or receiving any contribution of funds, goods or services to or for the benefit of any Prohibited Person or leasing any portion of the Property to any Prohibited Person, (ii) deal in, or otherwise engage in any transaction relating to, any property or interests in property blocked pursuant to the Executive Order, or (iii) engage in or conspire to engage in any transaction that evades or avoids, or has the purpose of evading or avoiding, or attempts to violate, any of the prohibitions set forth in any Anti-Terrorism Law.

(d) Mortgagor shall promptly deliver to Mortgagee any certification or other evidence reasonably requested from time to time by Mortgagee confirming Mortgagor's compliance with this Section. The representations, warranties and covenants set forth in this Section shall be deemed repeated and reaffirmed by Mortgagor as of each date that Mortgagor makes a payment to Mortgagee under the Affiliate Guaranty Agreement, this Mortgage and the other Aggregate Loan Documents or receives any payment from Mortgagee. Mortgagor shall promptly notify Mortgagee in writing should Mortgagor become aware of any change in the information set forth in these representations, warranties and covenants.

10.22 Compliance with First Mortgage. Notwithstanding anything to the contrary contained herein, compliance by Mortgagor with any covenant and/or condition as set forth in the First Mortgage, that is also a covenant and/or condition of this Mortgage, shall be deemed to be compliance by Mortgagor with this Mortgage.

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ARTICLE 11

ILLINOIS LAW PROVISIONS

11.1 Compliance with Illinois Mortgage Foreclosure Law. In the event that any provision in this Mortgage shall be inconsistent with any provision of the Illinois Mortgage Foreclosure Act 735 ILCS 5/15-1101 *et seq.*, Illinois Revised Statutes) (hereinafter the “Act”), the provisions of the Act shall take precedence over the provisions of this Mortgage; provided, however, that the provisions of the Act shall not be applied to invalidate or render unenforceable any provision of this Mortgage that can be construed in a manner consistent with the Act.

If any provision of this Mortgage shall grant to Mortgagee any rights or remedies upon default of the Mortgagor which are more limited than the rights that would otherwise be vested in Mortgagor under the Act in the absence of said provision, Mortgagee shall be vested with the rights granted in the Act to the full extent permitted by law.

Without limiting the generality of the foregoing, all expenses incurred by Mortgagee to the extent reimbursable under Sections 15-1510 and 15-1512 of the Act, whether incurred before or after any decree or judgment of foreclosure, and whether enumerated in this Mortgage, shall be added to the indebtedness secured by this Mortgage or by its judgment of foreclosure.

11.2 Future Advances. This Mortgage is given to, and the parties intend that it shall secure indebtedness, exclusive of interest thereon, in a maximum amount equal to the \$17,070,000 which indebtedness may include advances made at the request of Mortgagor or its respective successor(s) in title after this Mortgage is filed of record to the fullest extent and with the highest priority contemplated by law (including disbursements that Mortgagee may, but shall not be obligated to, make under this Mortgage, the Loan Documents or any other document with respect thereto) plus interest thereon, and any disbursements made for the enforcement of this Mortgage and any remedies hereunder, including but not limited to, payment of taxes, special assessments, utilities or insurance on the Property and interest on such disbursements and all disbursements by Mortgagee pursuant to applicable law (all such indebtedness being hereinafter referred to as the maximum amount secured hereby), provided, however, that in no event shall the total amount of loan proceeds disbursed plus such additional amounts exceed two hundred percent (200%) of the aggregate, principal amount of the Note. This Mortgage shall be valid and have priority to the extent of the maximum amount secured hereby over all subsequent liens and encumbrances, including statutory liens, excepting solely taxes and assessments levied on the Property given priority by law. All future advances under the Future Advance Agreement, the Note, this Mortgage and the other Loan Documents shall have the same priority as if the future advance was made on the date that this Mortgage was recorded.

11.3 Protective Advances. Without limitation on anything contained in this Mortgage, all advances, disbursements and expenditures made by Mortgagee before and during a foreclosure, and before and after a judgment of foreclosure, and at any time prior to sale, and, where applicable, after sale and during the pendency of any related proceedings, for the following purposes, in addition to those otherwise authorized by this Mortgage or by the Act, shall have the benefit of all applicable provisions of the Act, including those provisions of the Act referred to below (collectively, “Protective Advances”):

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(a) all advances by Mortgagee in accordance with the terms of this Mortgage to: (i) preserve or maintain, repair, restore or rebuild any improvements upon the Property; (ii) preserve the lien of this Mortgage or the priority thereof; or (iii) enforce this Mortgage, as referred to in Subsection (b)(5) of Section 5-1302 of the Act;

(b) payments by Mortgagee of: (i) when due installments of principal, interest or other obligations in accordance with the terms of any senior mortgage or other prior lien or encumbrance on the Property; (ii) when due installments of real estate taxes and assessments, general and special and all other taxes and assessments of any kind or nature whatsoever which are assessed or imposed upon the Property or any part thereof; (iii) other obligations authorized by this Mortgage; or (iv) with court approval, any other amounts in connection with other liens, encumbrances or interests reasonably necessary to preserve the status of title, as referred to in Section 15-1505 of the Act;

(c) advances by Mortgagee in settlement or compromise of any claims asserted by claimants under senior mortgages or any prior liens;

(d) attorneys' fees and other expenses incurred: (i) in connection with the foreclosure of this Mortgage as referred to in Section 15-1504(d)(2) and 15-1510 of the Act; (ii) in connection with any action, suit or proceeding brought by or against Mortgagee for the enforcement of this Mortgage or arising from the interest of Mortgagee hereunder; or (iii) in the preparation for the commencement or defense of any such foreclosure or other action;

(e) Mortgagee's fees and costs, including attorneys' fees, arising between the entry of judgment of foreclosure and confirmation hearing as referred to in Subsection (b)(1) of Section 15-1508 of the Act;

(f) expenses deductible from proceeds of sale as referred to in subsections (a) and (b) of Section 15-1512 of the Act;

(g) expenses incurred and expenditures made by Mortgagee for any one or more of the following: (i) if all or any portion thereof constitutes one or more units under a condominium declaration, assessments imposed upon the unit owner thereof; (ii) if any interest in the Property is a leasehold estate under a lease or sublease, rentals or other payments required to be made by the lessee under the terms of the lease or sublease; (iii) premiums for casualty and liability insurance paid by Mortgagee whether or not Mortgagee or a receiver is in possession, if reasonably required, in reasonable amounts, and all renewals thereof, without regard to the limitation to maintaining existing insurance in effect at the time any receiver or mortgagee takes possession of the Property as imposed by subsection (c)(1) of Section 15-1704 of the Act; (iv) repair or restoration of damage or destruction in excess of available insurance proceeds or condemnation awards; (v) payments required or deemed by Mortgagee to be for the benefit of the Property or required to be made by the owner of the Property under any grant or declaration of easement, easement agreement, agreement with any adjoining land owners or instruments creating covenants or restrictions for the benefit of or affecting the Property; (vi) shared or common expense assessments payable to any association or corporation in which the owner of the Property is a member if in any way affecting the Property; (vii) costs incurred by Mortgagee

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for demolition, preparation for and completion of construction; and (viii) pursuant to any Lease or other agreement for occupancy of the Property.

All Protective Advances shall be so much additional Indebtedness secured by this Mortgage, and shall become immediately due and payable without notice and with interest thereon from the date of the advance until paid at the applicable rate set forth in the Loan Agreement. This Mortgage shall be a lien for all Protective Advances as to subsequent purchasers and judgment creditors from the time this Mortgage is recorded pursuant to subsection (b)(1) of Section 15-1302 of the Act. All Protective Advances shall, except to the extent, if any, that any of the same are clearly contrary to or inconsistent with the provisions of the Act, apply to and be included in: (A) determination of the amount of Secured Obligations secured by this Mortgage at any time; (B) the amount of the Secured Obligations found due and owing to Mortgagee in a judgment of foreclosure or any subsequent, supplemental judgments, orders, adjudications or findings by any court of any additional Indebtedness becoming due after such entry of judgment (it being agreed that in any foreclosure judgment, the court may reserve jurisdiction for such purpose); (C) if right of redemption is deemed not to be waived by this Mortgage, computation of any amounts required to redeem, pursuant to Section 15-1522 of the Act; (D) determination of amounts deductible from sale proceeds pursuant to Section 15-1522 of the Act; (E) application of income in the hands of any receiver, and any Mortgagee in possession; and (F) computation of any deficiency judgment pursuant to subsections (b)(2) and (e) of sections 15-1508 and Section 15-1511 of the Act.

11.4 Waiver of Right of Redemption and Reinstatement. Without limiting the generality of Section 10.3 of this Mortgage, the waiver by Mortgagor of its rights of redemption and reinstatement in such Section, includes the waiver of such rights as provided under 735 ILCS 5/15-1601 and 735 ILCS 5/15-1602.

11.5 Business Loan Recital/Statutory Exemption.

(a) Mortgagor acknowledges and agrees that (i) the proceeds of the Loan will be used in conformance with subparagraph (1)(1) of Section 4 of "An Act in relation to the rate of interest and other charges in connection with sales on credit and the lending of money," approved May 24, 1879, as amended (815 ILCS 105/4(1)(1)); (ii) the Secured Obligations have been incurred by Mortgagor solely for business purposes of Mortgagor and for Mortgagor's investment or profit, as contemplated by said Section 4; (iii) the Secured Obligations constitutes a loan secured by real estate within the purview of and as contemplated by said Section 4; and (iv) the Secured Obligations is an exempted transaction under the Truth-In-Lending Act, 15 U.S.C. Sec. 1601 et. seq. has been entered into solely for business purposes of Mortgagor and for Mortgagor's investment or profit, as contemplated by said section.

(b) Without limiting the generality of anything contained herein, Mortgagor acknowledges and agrees that the transaction of which this Mortgage is a part is a transaction which does not include either agricultural real estate (as defined in 735 ILCS 5/15-1201 (1992)) or residential real estate (as defined in 735 5/15-1219 (1992)), and Mortgagor warrants and represents to Mortgagee that none of the Property is presently, or will during the term of this Mortgage, be used principally or at all for agricultural or farming purposes.

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11.6 Collateral Protection Act. Pursuant to the requirements of the Illinois Collateral Protection Act, Mortgagor is hereby notified as follows:

Unless Mortgagor provides Mortgagee with evidence of the insurance coverage required by this Mortgage, the Loan Agreement or any of the other Loan Documents, Mortgagee may purchase insurance at Mortgagor's expense to protect Mortgagee's interest in the Property or any other collateral for the indebtedness or Secured Obligations. This insurance may, but need not protect Mortgagor's interests. The coverage Mortgagee purchases may not pay any claim that Mortgagor makes or any claim that is made against Mortgagor in connection with the Property or any other collateral for the indebtedness or Secured Obligations. Mortgagor may later cancel any insurance purchased by Mortgagee but only after providing Mortgagee evidence that Mortgagor has obtained insurance as required by this Mortgage, the Loan Agreement or any of the other Loan indebtedness or Secured Obligations, Mortgagor will be responsible for the costs of that insurance, including interest in any other charges that Mortgagee may lawfully impose in connect with the placement of the insurance, until the effective date of the cancellation or expiration of the insurance. The costs of the insurance may be more than the cost of insurance that Mortgagor may be able to obtain on its own.

11.7 Sealed Instrument. Mortgagor intends for this Mortgage to be executed and delivered by Mortgagor, and accepted by Mortgagee, as a sealed instrument.

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IN WITNESS WHEREOF, each Mortgagor has executed and delivered this Mortgage as of the date first mentioned above.

DK ROLLING EXCHANGE, LLC,
a Delaware limited liability company

By: **DK ROLLING ASSOCIATES LIMITED PARTNERSHIP,**
an Illinois limited partnership, its Sole Member

By: **D&K ROLLING LLC,**
an Illinois limited liability company,
its Managing General Partner

By: **DRAPER AND KRAMER INVESTMENTS CORP.,**
a Delaware corporation, its Sole Member

By: *Forrest D. Bailey*
Name: Forrest D. Bailey
Title: President

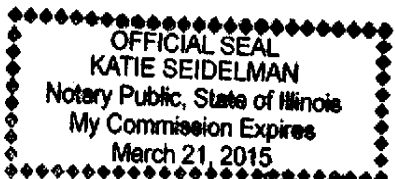
STATE OF ILLINOIS)
) ss.
COUNTY OF COOK)

I, *Katie Seidelman*, certify that Forrest D. Bailey, as President of Draper and Kramer Investments Corp., a Delaware corporation, as Sole Member of D&K Rolling LLC, an Illinois limited liability company, as Managing General Partner of DK Rolling Associates Limited Partnership, an Illinois limited partnership, as Sole Member of DK Rolling Exchange, LLC, a Delaware limited liability company, personally known to me to be the same person whose name is subscribed to the foregoing instrument, appeared before me this day in person, and acknowledged that he signed and delivered the instrument as his free and voluntary act, for the uses and purposes therein set forth.

Dated: *03/07/13*

My commission expires *03/21/15*

Witness my hand and official seal.



Katie Seidelman
Notary Public

[Signatures continue on the following page]

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D&K ELK GROVE INDUSTRIAL II, LLC,
a Delaware limited liability company

By: **D&K ELK GROVE INDUSTRIAL MANAGER II, LLC,**
a Delaware limited liability company, its Manager

By: **DRAPER AND KRAMER INVESTMENTS CORP.,**
a Delaware corporation, its Sole Member

By: *Forrest D. Bailey*
Name: Forrest D. Bailey
Title: President

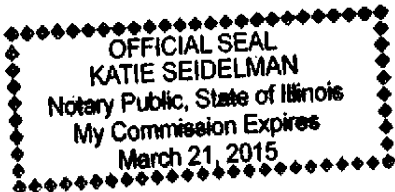
STATE OF ILLINOIS)
) ss.
COUNTY OF COOK)

I, *Katie Seidelman*, certify that Forrest D. Bailey, as President of Draper and Kramer Investments Corp., a Delaware corporation, as Sole Member of D&K Elk Grove Industrial Manager II, LLC, a Delaware limited liability company, as Manager of D&K Elk Grove Industrial II, LLC, a Delaware limited liability company, personally known to me to be the same person whose name is subscribed to the foregoing instrument, appeared before me this day in person, and acknowledged that he signed and delivered the instrument as his free and voluntary act, for the uses and purposes therein set forth.

Dated: *03/07/13*

My commission expires *03/21/15*

Witness my hand and official seal.



Katie Seidelman
Notary Public

UNOFFICIAL COPY

**EXHIBIT A
to
MORTGAGE**

(Legal Description)

PARCEL 1:

LOT 1 IN RBC TECH CENTER SUBDIVISION IN THE NORTHWEST 1/4 OF THE SOUTHWEST 1/4 OF SECTION 26 TOWNSHIP 41 NORTH, RANGE 11 EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS.

PARCEL 2:

LOT 10 IN SDK SUBDIVISION NO. 2 OF PARTS OF LOTS 1 AND 2 IN EVERDING SUBDIVISION OF PART OF THE SOUTHWEST 1/4 OF SECTION 25 TOWNSHIP 41 NORTH, RANGE 11 EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS.

PARCEL 3:

LOT 11 IN SDK SUBDIVISION NO. 2 OF PARTS OF LOTS 1 AND 2 IN EVERDING SUBDIVISION OF PART OF THE SOUTHWEST 1/4 OF SECTION 26 TOWNSHIP 41 NORTH, RANGE 11 EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS.

PARCEL 4:

LOT 1 IN RBC TECH CENTER SUBDIVISION UNIT 2, A RESUBDIVISION OF LOT 2 IN EVERDING SUBDIVISION OF PART OF THE SOUTHWEST 1/4 OF SECTION 26 TOWNSHIP 41 NORTH, RANGE 11 EAST OF THE THIRD PRINCIPAL MERIDIAN, (EXCEPTING THEREFROM THE FOLLOWING DESCRIBED PROPERTY TAKEN BY CONDEMNATION ORDER ENTERED IN CASE 02L50283: BEGINNING AT THE SOUTHWEST CORNER OF LOT 1 AFORESAID; THENCE ON AN ASSUMED BEARING OF NORTH 01 DEGREES 11 MINUTES 31 SECONDS WEST ALONG THE WEST LINE OF SAID LOT 1, A DISTANCE OF 25.00 FEET; THENCE SOUTH 46 DEGREES 17 MINUTES 46 SECONDS EAST, 35.29 FEET TO THE SOUTH LINE OF LOT 1 AFORESAID; THENCE SOUTH 88 DEGREES 36 MINUTES 00 SECONDS WEST ALONG SAID SOUTH LINE OF LOT 1, A DISTANCE OF 25.00 FEET TO THE POINT OF BEGINNING), IN COOK COUNTY, ILLINOIS.

PARCEL 5:

LOT 2 IN THE RESUBDIVISION OF LOTS 12 TO 16, BOTH INCLUSIVE, IN SDK SUBDIVISION NO. 2 OF PARTS OF LOTS 1 AND 2 IN EVERDING SUBDIVISION OF PART OF THE SOUTHWEST 1/4 OF SECTION 26 TOWNSHIP 41 NORTH, RANGE 11 EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS.

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PARCEL 6:

LOT 1 IN REGENT BUSINESS CENTER PARCEL F, BEING A RESUBDIVISION OF LOTS 1 THROUGH 9, BOTH INCLUSIVE, IN SDK SUBDIVISION NO. 2 OF PARTS OF LOTS 1 AND 2 IN EVERDING SUBDIVISION OF THE SOUTHWEST 1/4 OF SECTION 26 TOWNSHIP 41 NORTH, RANGE 11 EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS.

PARCEL 7:

LOT 2 IN REGENT BUSINESS CENTER PARCEL F, BEING A RESUBDIVISION OF LOTS 1 THROUGH 9, BOTH INCLUSIVE, IN SDK SUBDIVISION NO. 2 OF PARTS OF LOTS 1 AND 2 IN EVERDING SUBDIVISION OF THE SOUTHWEST 1/4 OF SECTION 26 TOWNSHIP 41 NORTH, RANGE 11 EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS.

PARCEL 8:

LOT 3 IN REGENT OFFICE CENTER-PHASE II, BEING A SUBDIVISION IN THE SOUTHEAST ¼ OF THE SOUTHEAST 1/4 OF SECTION 22, TOWNSHIP 41 NORTH, RANGE 11 EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS.

PARCEL 9:

EASEMENT FOR THE BENEFIT OF PARCEL 2 CREATED BY CROSS-EASEMENT AGREEMENT FOR INGRESS AND EGRESS RECORDED MAY 19, 1999 AS DOCUMENT 99485434 BETWEEN LASALLE BANK NATIONAL ASSOCIATION AS TRUSTEE UNDER TRUST NO. 51005 AND THE CHICAGO TRUST COMPANY AS TRUSTEE UNDER TRUST NO. 1107118 OVER THE HIGGINS DRIVEWAY AND THE PORTION OF THE ACCESS DRIVE LOCATED ON THE CHICAGO PROPERTY AS DEPICTED ON EXHIBIT C.

PROPERTY ADDRESSES: 821-891 BUSSE ROAD, 1810-1860 JARVIS AVENUE, 870-898 CAMBRIDGE DRIVE, 901-985 BUSSE ROAD, 1800 LANDMEIER ROAD, 901-951 CAMBRIDGE DRIVE, 1001-1051 CAMBRIDGE DRIVE AND 1500 HIGGINS ROAD, ELK GROVE VILLAGE, ILLINOIS.

PIN: 08-26-300-026-0000; 08-26-300-016-0000; 08-26-300-017-0000; 08-26-300-027-0000; 08-26-300-024-0000; 08-26-300-028-0000; 08-26-300-029-0000; 08-22-403-015-0000