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This instrument was prepared by:

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KAREN A. YARBROUGH  
COOK COUNTY RECORDER OF DEEDS  
DATE: 01/23/2018 04:09 PM PG: 1 OF 6

When recorded send to:

Office of the General Counsel  
Chicago Housing Authority  
60 East Van Buren Street  
Chicago, Illinois 60605  
Attention: Robert Gates Edwards, Esq.

Stewart Title NTS- Chicago  
10. South Riverside Plaza, Suite 1450  
Chicago, IL 60606  
PH: 312-849-4400  
File No. 17000033109

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**DONATION TAX CREDIT  
SUBORDINATE ASSIGNMENT OF RENTS AND LEASES**

**THIS DONATION TAX CREDIT SUBORDINATE ASSIGNMENT OF RENTS AND LEASES** (this "DTC Assignment"), is dated as of January 23, 2018, and is made by **NORTHTOWN APARTMENTS LP**, an Illinois limited partnership ("**Assignor**"), having an address of c/o EREG Development LLC, 566 W. Lake Street, Suite 400, Chicago, IL 60661, in favor of **CHICAGO HOUSING AUTHORITY**, an Illinois municipal corporation ("**Assignee**"), having its principal office at 60 East Van Buren Street, 12th Floor, Chicago, Illinois 60605, Attn: Chief Executive Officer.

A. Assignor and Assignee have entered into a Donation Tax Credit Loan Agreement, of even date herewith (hereinafter, as the same may be amended, supplemented and restated from time to time, called the "**DTC Loan Agreement**"), pursuant to which Assignee has agreed to make a Donation Tax Credit Loan to Assignor as described below (the "**DTC Loan**"), subject to the terms and conditions, and for the purposes, set forth in the DTC Loan Agreement.

B. To evidence the DTC Loan, Assignor has executed and delivered a Donation Tax Credit Note (such note, together with any and all amendments or supplements thereto, extensions thereof and notes which may be taken in whole or partial renewal, substitution or extension thereof, shall be called the "**DTC Note**"), payable to the order of Assignee, payment of which is secured by, among other things, a Donation Tax Credit Subordinate Mortgage, Security Agreement and Financing Statement (hereinafter, as the same may be amended, supplemented and restated from time to time, called the "**DTC Mortgage**"), from Assignor to Assignee covering the fee and leasehold interests in the real property legally described on Exhibit A attached hereto and hereby made a part hereof, and all improvements now or hereafter located thereon (collectively, the "**Premises**").

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S No  
SC No  
INT SP

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C. The DTC Note is in the principal amount of One Million Seven Thousand Nine Hundred Forty-Four and No/100ths Dollars (\$1,007,944.00) (the DTC Loan Agreement, the DTC Note, the DTC Mortgage, this DTC Assignment and any other collateral security instruments and other agreements required by Assignee are herein collectively referred to as the "**DTC Loan Documents**").

D. Assignor's fee and leasehold interests in the Premises will be encumbered by this DTC Assignment.

E. The execution and delivery of this DTC Assignment is a condition to the performance by Assignee of its obligations under the DTC Loan Agreement.

F. Capitalized terms used but not defined herein shall have the meanings ascribed to such terms in the DTC Loan Agreement.

**NOW, THEREFORE**, in consideration of the recitals set forth above and incorporated herein, in order to secure the DTC Loan, and for other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, Assignor hereby conveys, transfers and assigns unto Assignee, its successors and assigns, all the rights, interest and privileges, which Assignee, its successors and assigns, as lessor, has and may have in the leases now existing or hereafter entered into for the residential units constituting part of the Development (the "**Leases**") to be renovated and constructed on the Premises, as said Leases may have been, or may from time to time be hereafter, modified, extended and renewed, with all rents, income, issues and profits due therefrom.

This DTC Assignment is made as additional security for the obligations of Assignor under the DTC Note. The obligations of Assignor under the DTC Note are secured by, among other things, the DTC Mortgage, which DTC Mortgage constitutes a lien on and otherwise relates to the Premises, and the acceptance of this DTC Assignment and the collection of rents or the payments under the Leases shall not constitute a waiver of any rights of Assignee under the terms of the DTC Mortgage.

It is expressly understood and agreed by the parties hereto that before an event of default (which is not cured within any applicable notice and/or cure periods) occurs hereunder or under the terms of any of the other DTC Loan Documents (an "Event of Default"), Assignor shall have the right to collect said rents, income, issues and profits from the Leases, and to retain, use and enjoy the same; provided, however, that even before an Event of Default occurs, no rent more than one month in advance shall be collected or accepted without the prior written consent of Assignee; provided, however, that Assignor may collect reasonable and customary security deposits which shall not be deemed or considered advance rent. Anything to the contrary notwithstanding, after the occurrence of an Event of Default beyond all applicable notice and cure periods, Assignor hereby assigns to Assignee any award made hereafter to Assignor in any court procedure involving any of the Leases in any bankruptcy, insolvency or reorganization proceedings in any state or federal court, and any and all payments made thereunder in lieu of rent. Upon the occurrence of an Event of Default, if said

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Event of Default shall be cured or waived, the appointment of Assignee as attorney-in-fact for Assignor shall cease.

Assignor, if an Event of Default has occurred and is continuing beyond applicable notice and cure periods, hereby authorizes Assignee, at its option, to enter and take possession of the Premises and to manage and operate the same as Assignee, in its discretion, may deem proper, subject to the terms and conditions of the Leases subject to this DTC Assignment. Assignor, in such case, shall cooperate with Assignee in all other respects to effectuate the terms and conditions hereof.

The receipt by Assignee of any rents, income, issues or profits pursuant to this DTC Assignment after the institution of foreclosure proceedings under the DTC Mortgage shall not cure such default nor affect such proceedings or any sale pursuant thereto. Upon foreclosure of the DTC Mortgage (for which this DTC Assignment serves as additional security), it is understood by Assignor and Assignee that Assignee's rights under this DTC Assignment continue through the period of foreclosure.

Assignee shall not be obligated to perform or discharge any obligation or duty to be performed or discharged by Assignor under any of the Leases, and Assignor hereby agrees to indemnify Assignee for, and to defend and save it harmless from, any and all liability arising from any of the Leases or from this DTC Assignment (other than any liability arising out of Assignee's gross negligence or willful misconduct or arising or following Assignee's acquisition of title to or control of the Premises, unless such act is taken in response to (1) any negligent act or omission of Assignor, or (2) any breach (other than failure to repay any of the obligations evidenced by the DTC Note) by Assignor of any provisions of the instruments executed by Assignor, in connection with the DTC Loan), and this DTC Assignment shall not place responsibility for the control, care, management or repair of the Premises upon Assignee, or make Assignee responsible or liable for any negligence in the management, operation, upkeep, repair or control of the Premises resulting in loss or injury or death to any tenant, licensee, employee or stranger prior to Assignee's acquisition of title or control of the Premises.

Assignor covenants and represents that Assignor has full right and title to assign all Leases assigned hereunder and the rents, income, issues and profits due or to become due thereunder.

Any cure of any defaults by any of Assignor's limited partners shall be deemed to be a cure by Assignor.

The full performance of the DTC Mortgage and the duly recorded release or reconveyance of the Premises and security interests described therein shall render this DTC Assignment void, and, upon the written request of Assignor, Assignee shall execute and deliver to Assignor a recordable release of this DTC Assignment.

The net proceeds collected by Assignee under the terms of this DTC Assignment following an Event of Default shall be applied, at the option of Assignee, to pay all costs

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and expenses in connection with the management and operation of the Premises, and/or to pay all or any portion of the entire indebtedness from time to time outstanding and secured by the DTC Mortgage. Assignee shall not be accountable for any monies other than said net proceeds actually received by Assignee under the terms of this DTC Assignment, nor shall Assignee be liable for any failure to collect rents or other payments due from lessees under the Leases assigned hereunder.

This DTC Assignment applies to and binds the parties hereto and their respective heirs, administrators, executors, successors and assigns.

This DTC Assignment shall be governed as to performance and interpretation in accordance with the internal law of the State of Illinois, without regard to its conflict of law principles.

If any provision of this DTC Assignment, or any paragraph, sentence, clause, phrase or word, or the application hereof in any circumstance, is held invalid, the remainder of this DTC Assignment shall be construed as if such invalid part were never included herein, and this DTC Assignment shall be and remain valid and enforceable to the fullest extent permitted by law.

This DTC Assignment is subject and subordinate to the Permitted Encumbrances described in the DTC Mortgage.

The obligations of Assignor under this DTC Assignment are limited solely to revenues, receipts, money and investments of Assignor with respect to the Development and to property of Assignor consisting of the Development, and not to any other property, revenues, receipts, money or investments of Assignor. The obligations of Assignor under this DTC Assignment are not obligations of any partner of Assignor, and no partner of Assignor shall have any obligation to make any capital contribution or loan to Assignor for the purpose of making any payment pursuant to this DTC Assignment.

This Assignment is subordinate to: (1) an assignment in favor of the Senior Lender as security for the Senior Loan, as described in the Loan Agreement; and (2) an assignment in favor of IHDA as security for the IHDA, as described in the Loan Agreement; and is subject to: (a) the Subordination Agreement (CHA DTC Loan) dated as of the date hereof among Senior Lender, Assignor, and Assignee; and (b) the Subordination Agreement (CHA DTC Loan) dated as of the date hereof between IHDA and Mortgagee.

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## EXHIBIT A

### PREMISES LEGAL DESCRIPTION

#### TRACT 1:

LEASEHOLD ESTATE CREATED BY THAT CERTAIN GROUND LEASE DATED AS OF JANUARY 23, 2018, BETWEEN CHICAGO HOUSING AUTHORITY, AN ILLINOIS MUNICIPAL CORPORATION, LANDLORD, AND NORTH RIVER COMMISSION, AN ILLINOIS NOT-FOR-PROFIT CORPORATION, INITIAL TENANT, RECORDED SIMULTANEOUSLY HEREWITH, WHICH WAS AMENDED AND ASSIGNED TO NORTHTOWN APARTMENTS LP, AN ILLINOIS LIMITED PARTNERSHIP, BY ASSIGNMENT AND ASSUMPTION AND AMENDMENT OF GROUND LEASE DATED AS OF JANUARY 23, 2018, AND RECORDED SIMULTANEOUSLY HEREWITH, DEMISING AND LEASING FOR A TERM OF 99 YEARS THE FOLLOWING DESCRIBED PARCEL TO WIT:

#### PARCEL 1:

LOTS 6 TO 14, INCLUSIVE, IN BLOCK 20 IN NATIONAL CITY REALTY COMPANY'S FOURTH ADDITION TO ROGERS PARK MANOR, A SUBDIVISION OF THE EAST 1/2 OF THE SOUTHEAST 1/4 OF THE NORTHEAST 1/4 OF SECTION 36, TOWNSHIP 41 NORTH, RANGE 13, EAST OF THE THIRD PRINCIPAL MERIDIAN, LYING NORTH AND SOUTH OF THE INDIAN BOUNDARY LINE (EXCEPT THAT PART OF SAID LOTS 6 TO 10 LYING EAST OF A LINE 50 FEET WEST OF AND PARALLEL TO THE EAST LINE OF SAID SECTION) IN COOK COUNTY, ILLINOIS.

#### PARCEL 2:

LOTS 1, 2, 3, 4, AND 5 IN BLOCK 20 IN THE NATIONAL CITY REALTY COMPANY'S FOURTH ADDITION TO ROGERS PARK MANOR, BEING A SUBDIVISION OF THE EAST 1/2 OF THE SOUTHEAST 1/4 OF THE NORTHEAST 1/4 OF SECTION 36, TOWNSHIP 41 NORTH, RANGE 13 EAST OF THE THIRD PRINCIPAL MERIDIAN (EXCEPT THAT PORTION OF SAID LOTS TAKEN FOR WIDENING OF WESTERN AVENUE), IN COOK COUNTY, ILLINOIS.

#### TRACT 2:

OWNERSHIP OF ALL BUILDINGS AND IMPROVEMENTS LOCATED, OR TO BE LOCATED AFTER THE DATE OF THE AFORESAID GROUND LEASE, ON THE LEASEHOLD ESTATE HEREINABOVE DESCRIBED AS TRACT 1.

#### PROPERTY ADDRESSES:

6800-6824 N. Western Ave, Chicago, IL 60645

2412-2422 W. Pratt Blvd., Chicago, IL 60645

#### PERMANENT REAL ESTATE INDEX NUMBERS:

10-36-230-028-0000

10-36-230-035-0000

10-36-230-029-0000

10-36-230-036-0000

10-36-230-030-0000

10-36-230-037-0000

10-36-230-031-0000

10-36-230-038-0000

10-36-230-032-0000

10-36-230-039-0000

10-36-230-033-0000

10-36-230-040-0000

10-36-230-034-0000

10-36-230-041-0000