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## Illinois Anti-Predatory Lending Database Program

### Certificate of Exemption



Report Mortgage Fraud  
844-768-1713



\*1932634111\*

Doc# 1932634111 Fee \$88.00

RHSP FEE: \$9.00 RPRF FEE: \$1.00

EDWARD H. MOODY

COOK COUNTY RECORDER OF DEEDS

DATE: 11/22/2019 02:08 PM PG: 1 OF 40

The property identified as: **PIN: 04-04-100-013-0000**

**Address:**

**Street:** 111 Pfingsten Road

**Street line 2:**

**City:** Deerfield

**State:** IL

**ZIP Code:** 60015

~~Borrower:~~

~~Lender:~~ Adventus US Realty #3 LP

~~Lender:~~

~~Borrower:~~ A10 Capital LLC

**Loan / Mortgage Amount:** \$8,020,000.00

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

**Certificate number:** 6283C2B2-878E-4591-AFDB-104CFB210761

**Execution date:** 11/22/2019

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114  
9-7-6-19

**A10 CAPITAL**

*Prepared by, recording requested by,  
and when recorded mail to:*

A10 Capital, LLC  
Attn: Jackie Cox  
800 W. Main Street, Suite 1100  
Boise, Idaho 83702

Address of Property: 111 S. Pfingsten Road, Deerfield, Illinois 60015

Permanent Parcel Number(s): 04-04-100-013-0000; 04-04-100-012-000; 04-04-100-011-0000

Loan #AC-IL-JD-19-036-0395-001

**MORTGAGE WITH ASSIGNMENT OF LEASES AND RENTS,  
SECURITY AGREEMENT AND FIXTURE FILING**

**FUTURE ADVANCES ARE SECURED HEREBY PURSUANT TO 735 ILCS 5/15-1302 TO THE MAXIMUM AMOUNT OF \$12,030,000.00, THIS LIMITATION DOES NOT INCLUDE INTEREST, ATTORNEYS' FEES, DISBURSEMENTS OR OTHER COSTS AND EXPENSES WHICH MORTGAGEE MAY COLLECT PURSUANT TO THIS MORTGAGE, THE LOAN AGREEMENT, THE GUARANTY OR THE OTHER LOAN DOCUMENTS (ALL AS HEREINAFTER DEFINED) OR APPLICABLE LAW.**

**THIS MORTGAGE WITH ASSIGNMENT OF LEASES AND RENTS, SECURITY AGREEMENT AND FIXTURE FILING (this "*Mortgage*") is made effective as of November 22, 2019, by Adventus US Realty #3 LP, a Delaware limited partnership (the "*Mortgagor*"), to A10 Capital, LLC, a Delaware limited liability company (together with its successors and/or assigns, the "*Mortgagee*").**

**WITNESSETH:**

WHEREAS, Mortgagor has requested that Mortgagee make a loan (the "*Loan*") to Mortgagor in the aggregate principal amount of up to EIGHT MILLION TWENTY THOUSAND AND 00/100 DOLLARS (\$8,020,000.00) (the "*Loan Amount*");

WHEREAS, the Loan is evidenced by that certain Promissory Note dated of even date herewith, given by Mortgagor to Mortgagee (together with all modifications, restatements, extensions, renewals and replacements thereof, the "*Note*"), with interest from the date hereof on the outstanding principal balance at the rates set forth in the Loan Agreement, such interest and the principal amount thereof to be payable in accordance with the terms and conditions provided in the Loan Agreement, and having a maturity date of December 1, 2021; and

WHEREAS, Mortgagor desires to secure the payment of the Indebtedness (as hereinafter defined) and the performance of its obligations under the Loan Documents.

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NOW, THEREFORE, in consideration of the making of the Loan and other good and valuable consideration, the receipt and legal sufficiency of which are hereby acknowledged, Mortgagor hereby agrees, covenants, represents and warrants with and to Mortgagee as follows:

## ARTICLE 1 DEFINITIONS

**Section 1.1 Definitions.** As used herein, the following terms shall have the following meanings:

**“Closing Date”** means the date hereof.

**“Debt”** means, for any Person, without duplication: (a) all indebtedness of such Person for borrowed money, for amounts drawn under a letter of credit, or for the deferred purchase price of property for which such Person or any of its assets is liable, (b) all unfunded amounts under a loan agreement, letter of credit, or other credit facility for which such Person or any of its assets would be liable or subject, if such amounts were advanced under the credit facility, (c) all amounts required to be paid by such Person as a guaranteed payment to partners or a preferred or special dividend, including any mandatory redemption of shares or interests, (d) all indebtedness guaranteed by such Person, directly or indirectly, (e) all obligations under leases that constitute capital leases for which such Person or any of its assets is liable or subject, and (f) all obligations of such Person under interest rate swaps, caps, floors, collars, and other interest hedge agreements, in each case whether such Person or any of its assets is liable or subject, contingently or otherwise, as obligor, guarantor or otherwise, or in respect of which obligations such Person otherwise assures a creditor against loss.

**“Debt Service”** means the annual aggregate interest and principal due under the Loan.

**“Indebtedness”** means the sum of all (1) principal, interest and other amounts due under or secured by the Loan Documents, (2) principal, interest and other amounts which may hereafter be loaned by Mortgagee, its successors or assigns, to or for the benefit of the owner of the Mortgaged Property, when evidenced by a promissory note or other instrument which, by its terms, is secured hereby, (3) all other indebtedness, obligations and liabilities now or hereafter existing of any kind of Mortgagor to Mortgagee, including, without limitation, any amounts advanced by Mortgagee under the terms of this Mortgage and the Loan Agreement, and (4) any and all renewals, increases, extensions, modifications, rearrangements or restatements of the Loan Documents, together with all costs, expenses and attorneys’ fees incurred in connection with the enforcement or collection thereof.

**“Lien”** means any interest, or claim thereof, in the Mortgaged Property securing an obligation owed to, or a claim by, any Person other than the owner of the Mortgaged Property, whether such interest is based on common law, statute or contract, including the lien or security interest arising from a deed of trust, mortgage, assignment, encumbrance, pledge, security agreement, conditional sale, judgment or trust receipt or a lease, consignment or bailment for security purposes. The term “Lien” shall include reservations, exceptions, encroachments,

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easements, rights of way, covenants, conditions, restrictions, leases and other title exceptions and encumbrances affecting the Mortgaged Property.

**“Loan Agreement”** means that certain Loan Agreement dated of even date herewith, by and between Mortgagor, as borrower, and Mortgagee, as lender, as the same may hereafter be amended or restated.

**“Loan Documents”** means, collectively, (1) the Note, (2) this Mortgage, (3) UCC financing statements, (4) the Guaranty, (5) the Loan Agreement, (6) the Collateral Assignment of Index Rate Cap, (7) such assignments of management agreements, contracts and other rights as may be required by Mortgagee, (8) all other documents now or hereafter executed by Mortgagor, or any other person or entity, to evidence or secure the payment of the Indebtedness or the performance of the Obligations, and (9) all modifications, restatements, extensions, renewals and replacements of the foregoing; provided, however, the Indemnity shall not be deemed a Loan Document for purposes of this Mortgage.

**“Mortgagor Party”** means any Person with any beneficial ownership in Mortgagor, and Guarantor.

**“Mortgaged Property”** means, collectively, (1) the real property located in Cook County, Illinois, as further described in Exhibit A annexed hereto, together with any greater estate therein which hereafter may be acquired by Mortgagor (the **“Land”**), (2) all buildings, structures and other improvements, now or at any time hereafter situated, placed or constructed upon the Land (the **“Improvements”**), (3) all materials, supplies, equipment, apparatus and other items of personal property and fixtures now owned or hereafter acquired by Mortgagor and now or hereafter attached to, installed in, or used in connection with any of the Improvements or the Land, and water, gas, electrical, storm and sanitary sewer facilities, and all other utilities whether or not situated in easements (the **“Fixtures”**), (4) all right, title and interest of Mortgagor in and to all goods, accounts, general intangibles, instruments, documents, chattel paper, choses in action, and all other personal property of any kind or character, including such items of personal property as defined in the UCC, now owned or hereafter acquired by Mortgagor and now or hereafter affixed to, placed upon, used in connection with, arising from or otherwise related to the Land and Improvements or which may be used in or relating to the planning, development, financing or operation of the Mortgaged Property, including, without limitation, account receivables, payment intangibles, letters of credit, deposit accounts, investment property, commercial tort claims, furniture, furnishings, equipment, machinery, money, insurance proceeds, accounts, contract rights, trademarks, goodwill, chattel paper, documents, trade names, licenses and/or franchise agreements, rights of Mortgagor under leases of fixtures or other personal property or equipment, general intangibles, inventory, all refundable, returnable, or reimbursable fees, deposits or other funds or evidences of credit or indebtedness deposited by or on behalf of Mortgagor with any governmental authorities, boards, corporations, providers of utility services, public or private, including specifically, but without limitation, all refundable, returnable or reimbursable tap fees, utility deposits, commitment fees, and development costs (the **“Personalty”**), (5) all plans, specifications, shop drawings, and other technical descriptions prepared for construction, repair or alteration of the Improvements, and all amendments and modifications thereof (the **“Plans”**), (6) all leases, other rental agreements, subleases, licenses, concessions, occupancy agreements or other agreements (written or oral, now or hereafter made at any time while this Mortgage is in

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effect), together with any extensions or renewals thereof, which grant a possessory interest in, or the right to use, all or any part of the Mortgaged Property, together with all related security and other deposits (the "*Leases*"), (7) rents, revenues, income, proceeds, profits, security and other types of deposits, termination fees, and other benefits paid or payable by parties to the Leases other than Mortgagor, for using, leasing, licensing, possessing, operating from, residing in, selling or otherwise enjoying the Mortgaged Property (the "*Rents*"), (8) all other agreements, such as construction contracts, architects' agreements, engineers' contracts, utility contracts, maintenance agreements, management agreements, service contracts, permits, licenses, certificates and entitlements in any way relating to the development, construction, use, occupancy, operation, maintenance, enjoyment, acquisition or ownership of the Mortgaged Property (the "*Property Agreements*"), (9) all rights, privileges, tenements, hereditaments, rights of way, easements, appendages and appurtenances appertaining to the foregoing, and all right, title and interest, if any, of Mortgagor in and to any streets, ways, alleys, strips or gores of land adjoining the Land or any part thereof, (10) all insurance policies, unearned premiums therefor and proceeds from such policies covering any of the aforesaid property now or hereafter acquired by Mortgagor, (11) all of Mortgagor's right, title and interest in and to any awards, remunerations, reimbursements, settlements or compensation heretofore made or hereafter to be made by any governmental authority pertaining to the Land, improvements, Fixtures or Personalty, (12) all mineral, water, oil and gas rights now or hereafter acquired relating to all or any part of the Land, (13) the Loan Fund, the Deposit Account and the Reserve Funds, and (14) all accessions, replacements and substitutions for any of the foregoing and all cash and non-cash proceeds of the foregoing. As used in this Mortgage, the term "Mortgaged Property" shall mean all or, where the context permits or requires, any portion of the aforesaid property or any interest therein.

"*Permitted Encumbrances*" means the outstanding easements, restrictions and other matters approved by Mortgagee, as more particularly set forth in Exhibit B annexed hereto.

"*Site Assessment*" as defined in the Indemnity.

"*Transfer*" means any direct or indirect sale, transfer, conveyance, installment sale, master lease, mortgage, pledge, encumbrance, grant of Lien or other interest, alienation or assignment, whether voluntary or involuntary, of all or any portion of the legal or beneficial ownership of, or any interest in (a) the Mortgaged Property, or any part thereof, or (b) Mortgagor, including any agreement to transfer or cede to another Person any voting, management or approval rights, or any other rights, appurtenant to any such legal or beneficial ownership or other interest. "Transfer" is specifically intended to include (x) any pledge or assignment, directly or indirectly, of a controlling interest in Mortgagor, any general partner, member, controlling limited partner or controlling shareholder for purposes of securing so-called "mezzanine" indebtedness and (y) any encumbrance on the Mortgaged Property resulting from special financing or special tax assessments for energy-efficient improvements and renewable energy projects relating to the Mortgaged Property.

"*UCC*" means the Uniform Commercial Code as enacted and in effect in the state where Mortgagor is organized (as it may from time to time be amended); provided, however, that to the extent that the UCC is used to define any term in this Mortgage or in any other Loan Document and such term is defined differently in different Articles or Divisions of the UCC, the definition of such term contained in Article or Division 9 shall govern; provided further, however,

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that if, by reason of mandatory provisions of law, any or all of the attachment, perfection or priority of, or remedies with respect to, Mortgagee's Lien on any Mortgaged Property is governed by the Uniform Commercial Code as enacted and in effect in a jurisdiction other than the state where Mortgagor is organized, the term "UCC" shall mean the Uniform Commercial Code as enacted and in effect in such other jurisdiction solely for the purposes of the provisions thereof relating to such attachment, perfection, priority or remedies and for purposes of definitions related to such provisions.

Words and terms not otherwise defined in this Mortgage shall have the meanings attributed to such terms in the Loan Agreement. Words and terms used in the singular shall include the plural, and the plural shall include the singular, as the context may require. Unless specifically stated to the contrary, all references to dollar amounts shall mean amounts in lawful money of the United States of America. The Recitals set forth above are material, true and correct and are incorporated by this reference into this Mortgage as though fully set forth herein.

## ARTICLE 2 GRANT AND FUTURE ADVANCES

**Section 2.1 Grant.** To secure the payment of the Indebtedness and the performance of the Obligations in accordance with the terms and conditions hereof and of the Note and of the Loan Documents, and all extensions, modifications and renewals thereof, including, among other things, the obligation to pay interest on the unpaid principal balance at a variable rate of interest as provided in the Loan Agreement and the performance of the covenants and agreements contained therein, and also to secure the payment of any and all other Indebtedness, direct or contingent, that may now or hereafter become owing from Mortgagor to Mortgagee in connection with the Loan Documents, all present and future advances, indebtedness, obligations and liabilities of Mortgagor or any other Mortgagor Party, arising and accruing under the Loan Agreement from time to time, to the same extent as though advanced on the date hereof, and in consideration of the Loan Amount in hand paid, receipt of which is hereby acknowledged, Mortgagor hereby irrevocably mortgages, grants, bargains, pledges, sells, warrants, conveys, alienates, remises, releases, assigns, sets over and confirms to Mortgagee a security interest in all right, title and interest of Mortgagor now owned or hereafter acquired in and to the Mortgaged Property. The Note which this Mortgage secures is an adjustable note on which the interest rate may be adjusted from time to time in accordance with the terms and provisions set forth in the Loan Agreement.

**Section 2.2 Future Advances.** Mortgagee is obligated under the terms of the Loan Agreement to make future advances as provided therein, and Mortgagor acknowledges and intends that all such advances, including future advances whenever hereafter made, shall be a lien from the time this Mortgage is recorded, as provided in Section 5/15-1302(b)(1) of the Illinois Mortgage Foreclosure Law (the "*Act*"), 735 ILCS 5/15-1101, *et seq.* Mortgagor covenants and agrees that this Mortgage shall secure the payment of all loans and advances made pursuant to the terms and provisions of the Loan Agreement, whether such loans and advances are made as of the date hereof or at any time in the future, and whether such future advances are obligatory or are to be made at the option of Mortgagee or otherwise (but not advances or loans made more than 20 years after the date hereof), to the same extent as if such future advances were made on the date of the execution of this Mortgage and although there may be no advances made at the time of the

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execution of this Mortgage and although there may be no other Indebtedness outstanding at the time any advance is made. The lien of this Mortgage shall be valid as to all Indebtedness, including future advances, from the time of its filing of record in the office of the Recorder of Deeds of the county in which the Mortgaged Property is located. The total amount of the Indebtedness may increase or decrease from time to time, but the total unpaid principal balance of the Indebtedness (including disbursements which Mortgagee may make under this Mortgage or any other document or instrument evidencing or securing the Indebtedness) at any time outstanding may be substantially less but shall not exceed \$16,040,000.00. This Mortgage shall be valid and shall have priority over all subsequent liens and encumbrances, including statutory liens, except taxes and assessments levied on the Mortgaged Property, to the extent of the maximum amount secured hereby.

## ARTICLE 3 SECURITY AGREEMENT

**Section 3.1 Security Interest.** This Mortgage constitutes a "Security Agreement" on personal property within the meaning of the UCC and other applicable law and with respect to the Personalty, Fixtures, Plans, Leases, Rents and Property Agreements. To this end, Mortgagor grants to Mortgagee a first and prior security interest in the Personalty, Fixtures, Plans, Leases, Rents, Property Agreements and all other Mortgaged Property which is personal property to secure the payment of the Indebtedness and performance of the Obligations, and agrees that Mortgagee shall have all the rights and remedies of a secured party under the UCC with respect to such property. Any notice of sale, disposition or other intended action by Mortgagee with respect to the Personalty, Fixtures, Plans, Leases, Rents and Property Agreements sent to Mortgagor at least ten (10) days prior to any action under the UCC shall constitute reasonable notice to Mortgagor.

**Section 3.2 Financing Statements.** Mortgagor hereby authorizes Mortgagee to prepare such financing statements, including an all assets financing statement, and such further assurances as Mortgagee may, from time to time, reasonably consider necessary to create, perfect and preserve Mortgagee's security interest hereunder, and Mortgagee may cause such statements and assurances to be recorded and filed at such times and places as may be required or permitted by law to so create, perfect and preserve such security interest.

**Section 3.3 Fixture Filing.** This Mortgage shall also constitute a "fixture filing" for the purposes of the UCC against all of the Mortgaged Property which is or is to become fixtures. Information concerning the security interest herein granted may be obtained at the addresses of Mortgagor (debtor) and Mortgagee (secured party) as set forth in Section 7.3 of this Mortgage.

**Section 3.4 Bank Account.** Mortgagor hereby expressly grants to Mortgagee a security interest in any and all bank accounts that it maintains relating to the Mortgaged Property (collectively, the "*Deposit Account*"). Mortgagor hereby represents and warrants that it will not close the Deposit Account and, in the event Mortgagor opens any other deposit account after obtaining Mortgagee's prior written consent, Mortgagor hereby grants Mortgagee a security interest therein and will execute all necessary documentation to perfect Mortgagee's security interest therein.

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## ARTICLE 4 ASSIGNMENT OF LEASES AND RENTS

**Section 4.1 Assignment.** As further security for the payment of the Indebtedness and the performance of the Obligations, Mortgagor does hereby absolutely, unconditionally and irrevocably sell, assign, transfer, set over and deliver unto Mortgagee all of Mortgagor's rights, interests and privileges as lessor under the Leases for the Mortgaged Property, together with the immediate and continuing right to collect and receive all of the Rents, income, receipt and revenues arising from each of the assigned Leases covering or affecting all or any part of the Mortgaged Property. Mortgagor hereby appoints Mortgagee as its irrevocable attorney-in-fact to appear in any action and/or to collect any such award or payment, subject to the terms hereof.

The assignment and security interest granted in this Section 4.1 applies to all Leases now or hereafter made covering the Mortgaged Property or any portion thereof, together with any extension or renewal of same, this assignment of other present and future leases and present and future rental agreements being effective without further or supplemental assignment.

**Section 4.2 License.** So long as no Event of Default has occurred and is continuing, Mortgagor shall have the right under a license granted hereby to collect all Rents arising from or out of the Leases; provided, however, regardless of the existence of an Event of Default, any Rents comprised of a termination fee or other settlement amount paid to Mortgagor in connection with a Lease termination or settlement approved by Mortgagee, shall be paid over to Mortgagee to be held in an escrow reserve to be disbursed in connection with future tenant improvements and leasing commissions associated with new leases affecting the Mortgaged Property, in accordance with the Loan Agreement. Failure or discontinuance of Mortgagee at any time, or from time to time, to collect any such Rents shall not in any manner affect the subsequent enforcement by Mortgagee of the right, power and authority to collect the same. The collection of such Rents and the application of such Rents hereunder shall not cure or waive any Event of Default or invalidate any act done in response to such Event of Default. Notwithstanding the collection, receipt and application of any Rents by Mortgagee, Mortgagee shall be entitled to exercise every right provided for in any of the Loan Documents or by law upon occurrence of any Event of Default.

**Section 4.3 Foreclosure.** Upon issuance of any deed(s) pursuant to any foreclosure of this Mortgage or deed(s) in lieu of foreclosure, all right, title and interest of Mortgagor in and to the Leases shall vest in and become the absolute property of the grantee or grantees of such deed(s) without any further act or assignment by Mortgagor.

**Section 4.4 No Merger of Estates.** So long as any part of the Indebtedness and the Obligations secured hereby remain unpaid and undischarged, the fee estate and the leasehold estate (if any) to the Mortgaged Property shall not merge, but shall remain separate and distinct, notwithstanding the union of such estates either in Mortgagor, Mortgagee, any lessee or any third party by purchase or otherwise.



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## ARTICLE 5 WARRANTIES, REPRESENTATIONS AND COVENANTS

Mortgagor warrants, represents and covenants to Mortgagee as follows:

### **Section 5.1 Title to Mortgaged Property and Lien of this Instrument.**

Mortgagor owns the Mortgaged Property free and clear of any and all Liens, except the Permitted Encumbrances. This Mortgage creates valid, enforceable liens and security interests against the Mortgaged Property subject only to the Permitted Encumbrances and applicable bankruptcy, insolvency or similar laws generally affecting the enforcement of creditors' rights. Mortgagor shall, without liability, cost or expense to Mortgagee, protect, preserve and defend title to the Mortgaged Property. Mortgagor shall give Mortgagee written notice immediately upon knowledge of any challenge to title to the Mortgaged Property.

### **Section 5.2 Lien Status.**

(a) This Mortgage is a valid first mortgage and is a valid first lien against the Mortgaged Property, subject to potential inchoate mechanics lien rights of RRK Associates, Ltd. and Waukegan Roofing Co., Inc., which have been insured over by the title company.

(b) Mortgagor shall preserve and protect the security interest status of this Mortgage and the other Loan Documents, subject to the Permitted Encumbrances. If any other Lien or security interest other than the Permitted Encumbrances is asserted against any of the Mortgaged Property, Mortgagor shall promptly, and at its expense, (a) give Mortgagee a detailed written notice of such Lien or security interest (including origin, amount and other terms), and (b) pay the underlying claim in full or take such other action so as to cause the Lien or security interest to be released within sixty (60) days, unless such Lien has been bonded over or insured over in strict accordance with the terms and conditions of the Loan Agreement, all as determined by Lender in its permitted discretion.

**Section 5.3 Payment and Performance.** Mortgagor shall pay the Indebtedness when due under the Loan Documents and shall perform the Obligations in full when they are required to be performed.

**Section 5.4 Replacement of Fixtures and Personalty.** Mortgagor shall not, without the prior written consent of Mortgagee, which shall not be unreasonably withheld, permit any of the Fixtures or Personalty to be removed at any time from the Land or Improvements, unless the removed item is removed temporarily for maintenance and repair or, if removed permanently, is obsolete or is replaced by an article of equal or better suitability and value, owned by Mortgagor, subject to the liens and security interests of this Mortgage and the other Loan Documents, and free and clear of any other Lien or security interest except the Permitted Encumbrances and such others as may be approved in writing by Mortgagee.

**Section 5.5 Maintenance of Rights of Way, Easements and Licenses.** Mortgagor shall maintain all rights of way, easements, grants, privileges, licenses, certificates, permits, entitlements and franchises necessary for the use of the Mortgaged Property and will not, without the prior consent of Mortgagee, consent to any public restriction (including any zoning ordinance) or private restriction as to the use of the Mortgaged Property. Mortgagor shall comply

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with all restrictive covenants affecting the Mortgaged Property and all applicable zoning ordinances and other public or private restrictions as to the use of the Mortgaged Property.

**Section 5.6 Inspection.** Mortgagor shall permit Mortgagee, and Mortgagee's agents, representatives and employees, upon prior notice to Mortgagor, to inspect the Mortgaged Property and conduct such environmental, engineering and valuation studies as Mortgagee may require, provided that such inspections and studies shall not materially interfere with the use and operation of the Mortgaged Property. Mortgagor acknowledges Mortgagee's right to order an appraisal on or about each anniversary of the Closing Date at Mortgagor's cost.

**Section 5.7 Material Changes.** Mortgagor shall promptly notify Mortgagee of the occurrence of any of the following: (a) fire or other casualty in excess of \$50,000.00; (b) receipt of notice of condemnation; (c) receipt of notice of any violation of law; (d) commencement of any litigation involving a claim not fully covered by insurance and defended by the carrier in excess of \$50,000.00; (e) a change in tax assessment or proposed assessment; (f) receipt of a claim from the holder of any lien or security interest; or (g) Mortgagor's discovery of any spill, discharge, release or presence of any Hazardous Materials (as defined in the Indemnity) in violation of Environmental Laws (as defined in the Indemnity) at, upon, under or within the Mortgaged Property.

**Section 5.8 Insurance.** Mortgagor shall obtain and maintain, or cause to be maintained, in full force and effect at all times insurance with respect to Mortgagor and the Mortgaged Property as required pursuant to the Loan Agreement.

**Section 5.9 Other Covenants.** All of the covenants in all Loan Documents are incorporated herein by reference and, together with the covenants in this Article 5, shall be covenants running with the land. All persons or entities that may have or acquire an interest in the Mortgaged Property (without in any way implying that Mortgagee has or will consent to any such conveyance or transfer of the Mortgaged Property) shall be deemed to have notice of, and be bound by, the terms of the Note and the other Loan Documents; provided, however, no such party shall be entitled to any rights thereunder without the prior written consent of Mortgagee.

**Section 5.10 Insurance Proceeds.** Proceeds of any insurance policies insuring against loss or damage to the Mortgaged Property in excess of \$50,000.00 shall be assigned to Mortgagee and applied in accordance with Section 6.24(j) of the Loan Agreement. With respect to any insurance proceeds in excess of \$50,000.00, Mortgagor authorizes and directs the issuer of each of such insurance policies to make payment for all such losses directly to Mortgagee as the sole loss payee, instead of to Mortgagor and Mortgagee jointly.

**Section 5.11 Commercial Loan Transaction; Use of Loan Proceeds.** This Mortgage is delivered in connection with a business or commercial loan transaction, and Mortgagor further warrants that the Loan proceeds shall be utilized for the purpose of working capital to Mortgagor, acquisition, refinance, tenant improvements and/or rehabilitation of the Mortgaged Property, closing fees, closing costs, and pre-paid interest.

**Section 5.12 Reimbursement of Expenses.** Mortgagor shall pay all reasonable costs and expenses incurred by Mortgagee in connection with the negotiation, documentation and

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closing, disbursement, administration, servicing and monitoring of the Loan and Loan Documents, including, without limitation: reasonable fees and expenses of Mortgagee's attorneys, and Mortgagee's costs for environmental, engineering, and valuation reports (including out-of-pocket fees and costs associated with obtaining a new appraisal on or about each anniversary of the Closing Date), accounting and other consultants, fees, charges and taxes for the recording or filing of Loan Documents; financial investigation, audit (subject to the terms and conditions set forth in Section 6.22(d) of the Loan Agreement), and site inspection fees and costs, lease review fees and costs, settlement of condemnation and casualty awards, title search costs, premiums for title insurance and endorsements thereto; and fees and costs for UCC and litigation searches and background checks; and, in the event Mortgagor (or any escrow agent or representative of Mortgagor) asks Mortgagee to prepare a Loan payoff calculation more than two (2) times during the Loan Term, then, in connection with each such request thereafter, Mortgagor shall pay to Mortgagee, at Mortgagee's option and in its discretion, an amount equal to \$500.00 in connection with each such request for a payoff calculation and/or an updated payoff calculation, such amount to be paid by Mortgagor to Mortgagee in accordance with the terms and conditions set forth in Section 2.4 of the Loan Agreement. Mortgagor shall, within thirty (30) days following written notice from Mortgagee demanding payment therefor, reimburse Mortgagee for all reasonable amounts actually expended, advanced or incurred by Mortgagee to collect the Note, or to enforce the rights of Mortgagee under this Mortgage or any other Loan Document, or to defend or assert the rights and claims of Mortgagee under the Loan Documents or with respect to the Mortgaged Property (by litigation, in any bankruptcy proceeding, or other proceedings), which amounts will include all court costs, reasonable attorneys' fees and expenses (including reasonable attorneys' fees and expenses in connection with any bankruptcy proceedings), fees of auditors and accountants, and investigation expenses as may be incurred by Mortgagee in connection with any such matters (whether or not litigation is instituted), together with interest at the Interest Rate *plus* the Default Rate on each such amount from the date of disbursement until the date of reimbursement to Mortgagee, all of which shall constitute part of the Loan and shall be secured by the Loan Documents.

**Section 5.13 Condemnation Awards.** Mortgagor shall immediately notify Mortgagee of the institution of any proceeding for the condemnation or other taking of the Mortgaged Property or any portion thereof. Mortgagee may participate in any such proceeding, and Mortgagor will deliver to Mortgagee all instruments necessary or required by Mortgagee to permit such participation. Without Mortgagee's prior consent, Mortgagor (1) shall not agree to any compensation or award, and (2) shall not take any action or fail to take any action which would cause the compensation to be determined. All awards and compensation for the taking or purchase in lieu of condemnation are hereby assigned to and shall be paid to Mortgagee. Mortgagor authorizes Mortgagee to collect and receive such awards and compensation, to give proper receipts and acquittances therefor, and, in Mortgagee's sole discretion, to apply the same toward the payment of the Loan. Mortgagor, upon request by Mortgagee, shall execute all instruments requested to confirm the assignment of the awards and compensation to Mortgagee, free and clear of all liens, charges or encumbrances.

**Section 5.14 Taxes and Assessments.** The Mortgaged Property is comprised of one or more parcels, each of which constitutes a separate tax lot and none of which constitutes a portion of any other tax lot. There are no pending or, to Mortgagor's best knowledge, proposed, special or other assessments for public improvements or otherwise affecting the Mortgaged

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Property, nor are there any contemplated improvements to the Mortgaged Property that may result in such special or other assessments.

**Section 5.15 Business Purpose.** The Loan is intended for commercial purposes, and Mortgagor and each Mortgagor Party represent that the Mortgaged Property is income producing property and not the personal residence of Mortgagor or any Mortgagor Party.

**Section 5.16 Due on Sale and Encumbrance; Transfers of Interests.** Without the prior written consent of Mortgagee,

- (a) no Transfer of the Mortgaged Property shall occur; and
- (b) no Transfer of any interest in Mortgagor or any Mortgagor Party shall occur; except for Permitted Transfers, as defined in the Loan Agreement.

**Section 5.17 Taxes; Charges.** The terms and conditions of the Loan Agreement shall control with respect to Taxes and other governmental charges that may become a Lien upon the Mortgaged Property or become payable during the Loan Term (as defined in the Loan Agreement).

Mortgagor shall pay all taxes, charges, filing, registration and recording fees, excises and levies payable with respect to the Note, this Mortgage or the Liens created or secured by the Loan Documents, other than income, franchise and doing business taxes imposed on Mortgagee pursuant to the terms of the Loan Agreement. If there shall be enacted any law (1) deducting the Loan from the value of the Mortgaged Property for the purpose of taxation, (2) affecting any Lien on the Mortgaged Property, or (3) changing existing laws of taxation of mortgages, deeds of trust, security deeds, or debts secured by real property, or changing the manner of collecting any such taxes, Mortgagor shall promptly pay to Mortgagee, on demand, all taxes, costs and charges for which Mortgagee is or may be liable as a result thereof; provide, however, if such payment would be prohibited by law or would render the Loan usurious, then instead of collecting such payment, Mortgagee may declare all amounts owing under the Loan Documents to be immediately due and payable, without payment of any prepayment fees arising under Section 2.5 of the Loan Agreement. Mortgagor shall pay when due all claims and demands of mechanics, materialmen, laborers and others which, if unpaid, might result in a Lien on the Mortgaged Property.

Notwithstanding anything to the contrary set forth herein, Mortgagor may contest the validity of any taxes, claims and demands described in this Section 5.17 so long as (1) Mortgagor notifies Mortgagee that it intends to contest such claim or demand, (2) Mortgagor provides Mortgagee with an indemnity, bond, title insurance, or other security satisfactory to Mortgagee assuring the discharge of Mortgagor's obligations for such taxes, claims and demands, including interest and penalties, and (3) Mortgagor is diligently contesting the same by appropriate legal proceedings in good faith and at its own expense.

**Section 5.18 Operation; Maintenance; Inspection; Defense.** Mortgagor shall observe and comply with all legal requirements applicable to its existence and to the ownership, use and operation of the Mortgaged Property and shall not commit or suffer any waste on the Mortgaged Property. Mortgagor shall maintain the Mortgaged Property in good condition and promptly repair any damage or casualty, including, without limitation, maintaining all

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Improvements on the Mortgaged Property free of any liquid water and/or water vapor intrusion into the Improvements in amounts that could support the growth of fungus and/or mold inside the Improvements and free of any sites of growing fungus and/or mold inside the Improvements. Mortgagor shall not, without the prior written consent of Mortgagee, undertake any material alteration of the Mortgaged Property or permit any of the fixtures or personalty owned by Mortgagor to be removed at any time from the Mortgaged Property, unless the removed item is removed temporarily for maintenance and repair or, if removed permanently, is obsolete and is replaced by an article of equal or better suitability and value, owned by Mortgagor and free and clear of any Liens except those in favor of Mortgagee. Mortgagor shall permit Mortgagee and its agents, representatives and employees, upon reasonable prior notice to Mortgagor, to inspect the Mortgaged Property and conduct such Site Assessments and engineering studies as Mortgagee may require, provided such Site Assessments and studies do not materially interfere with the use and operation of the Mortgaged Property.

**Section 5.19 Affiliate Transactions.** Without the prior written consent of Mortgagee, other than with Mortgagor's asset manager, Adventus Capital Partners, Ltd., as per the Asset Management Agreement dated as of September 1, 2013, which was amended pursuant to the First Amendment to Asset Management Agreement dated January 1, 2017, Mortgagor shall not engage in any transaction affecting the Mortgaged Property with an affiliate of Mortgagor or of any Mortgagor Party.

**Section 5.20 Further Assurances.** Mortgagor and each Mortgagor Party shall promptly (1) cure any defects in the execution and delivery of the Loan Documents, and (2) execute and deliver, or cause to be executed and delivered, all such other documents, agreements and instruments as Mortgagee may reasonably request to further evidence and more fully describe the Mortgaged Property, to correct any omissions in the Loan Documents, to perfect, protect or preserve any Liens created under any of the Loan Documents, or to make any recordings, file any notices, or obtain any consents as may be necessary or appropriate in connection therewith.

**Section 5.21 Estoppel Certificates.** Mortgagor, within ten (10) days after Mortgagee's written request, shall furnish to Mortgagee a written statement, duly acknowledged, setting forth, to the best of its knowledge after due inquiry, the amount due on the Loan, the terms of payment of the Loan, the date to which interest has been paid, whether any offsets or defenses exist against the Loan and, if any are alleged to exist, the nature thereof in detail, and such other matters as Mortgagee reasonably may request.

**Section 5.22 Notice of Certain Events.** Mortgagor shall promptly notify Mortgagee of (1) any Event of Default, together with a detailed statement of the steps being taken to cure such Event of Default; (2) any written notice of default received by Mortgagor from a third party under any Lease or agreement affecting the operations of Mortgagor or the Mortgaged Property; (3) any threatened (in writing) or pending legal, judicial or regulatory proceedings, including any dispute between Mortgagor and any governmental authority, affecting Mortgagor or the Mortgaged Property; and (4) any termination of a Lease affecting the Mortgaged Property prior to the expiration date of said Lease.

**Section 5.23 Indemnification.** Mortgagor shall indemnify, defend and hold Mortgagee harmless from and against any and all losses, liabilities, claims, damages, expenses,

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obligations, penalties, actions, judgments, suits, costs and disbursements (including reasonable fees and actual expenses of Mortgagee's counsel) of any kind or nature whatsoever, including those arising from the joint, concurrent or comparative negligence of Mortgagee, in connection with (1) any inspection, review or testing of or with respect to the Mortgaged Property, (2) any investigative, administrative, mediation, arbitration, or judicial proceeding, whether or not Mortgagee is designated a party thereto, commenced or threatened in writing at any time (including after the repayment of the Loan) in any way related to the execution, delivery or performance of any Loan Document or to the Mortgaged Property, (3) any proceeding instituted by any Person claiming a Lien, and (4) any brokerage commissions or finder's fees claimed by any broker or other party in connection with the Loan, the Mortgaged Property, or any of the transactions contemplated in the Loan Documents, except to the extent any of the foregoing is caused solely by Mortgagee's gross negligence or willful misconduct. Any transfer and/or assignment of the Loan shall not in any way affect or release the indemnification of Mortgagee or any assignees hereunder.

**Section 5.24 Application of Operating Revenues.** Mortgagor shall apply all Rents and other operating revenues to the payment of Debt Service and other payments due under the Loan Documents, taxes, assessments, water and sewer charges, and other governmental charges levied, assessed or imposed against the Mortgaged Property, insurance premiums, operations and maintenance charges relating to the Mortgaged Property, and other obligations of the lessor under Leases, before using Rents and operating revenues for any other purpose.

**Section 5.25 Collection of Rents.** Mortgagor shall not, without the prior written consent of Mortgagee, receive or collect any Rents from any of the Leases for a period of more than one (1) month in advance, except last month's rent and a security deposit.

**Section 5.26 Separate Tax Lots.** The Mortgaged Property is and shall at all times during the Loan Term constitute a separate tax lot or separate tax lots. Mortgagor shall not suffer or permit the joint assessment of the Mortgaged Property with any other real property.

**Section 5.27 Lease Approval.** Mortgagor shall not enter into, modify, or take any other actions with respect to Leases affecting 10% or more of the net leasable floor area of the Mortgaged Property (a "**Major Lease**"), and shall not agree to terminate or settle with a tenant under any Lease affecting the Mortgaged Property, without the consent of Mortgagee. Mortgagor shall furnish to Mortgagee proposed lease documentation, including, but not limited to, a copy of the proposed lease agreement or lease amendment (as applicable), current operating statements including operating revenues, operating expenses, and net operating income for Mortgagor and the Mortgaged Property, a current rent roll for the Mortgaged Property, current comprehensive financial statements of the proposed tenant and, if applicable, any guarantor of the proposed lease, including, but not limited to, a balance sheet, income statement, and statement of cash flows, proposed tenant's business plan, and such other information as Mortgagee shall reasonably request (collectively, the "**Proposed Lease Documentation**"). Unless Mortgagee delivers written notice to Mortgagor of its disapproval of the proposed action evidenced by the Proposed Lease Documentation, the proposed action shall be deemed approved ten (10) Business Days after Mortgagee's receipt of the Proposed Lease Documentation.

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**Section 5.28 Prepayment.** The Indebtedness may not be prepaid in whole or in part except in accordance with the express terms and conditions of the Loan Agreement.

## ARTICLE 6 EVENT OF DEFAULT; REMEDIES

**Section 6.1 Event of Default.** Each of the following shall constitute an “*Event of Default*” under the Note, the Loan Agreement, this Mortgage, and all other Loan Documents:

(a) **Payments.** Mortgagor’s failure to pay any regularly scheduled installment of principal, interest or other amount when due under the Note or any other Loan Document; provided, however, Mortgagor shall have a period of five (5) days to cure such monetary default (which shall include payment of any and all default interest accruing and late fees due under the Loan Documents as a result of such monetary default) without any obligation on the part of Mortgagee to provide notice to Mortgagor of any such monetary default as a result of Mortgagor’s failure to make a payment due and payable on each Monthly Payment Date.

(b) **Insurance.** Mortgagor’s failure to maintain insurance as required under Section 6.24 of the Loan Agreement.

(c) **Payment of Impositions.** Mortgagor’s failure to pay when due and in any event before any penalty or interest attaches, all taxes, installments of assessments, governmental charges, water charges, sewer charges and other fees, taxes, charges and assessments of every kind and nature whatsoever assessed or charged against or constituting a lien on the Mortgaged Property or any interest therein or accruing by reason of the operation of the Mortgaged Property, including sales, use, employment and other taxes based on such operations (the “*Impositions*”), subject to Mortgagor’s right to contest in strict accordance with Section 6.25(f) of the Loan Agreement. In the event of a court decree or an enactment after the date hereof by any legislative authority of any law imposing upon Mortgagee the payment of the whole or any part of the Impositions herein required to be paid by Mortgagor, or changing in any way the laws relating to the taxation of this Mortgage or the Indebtedness secured by this Mortgage or Mortgagee’s interest in the Mortgaged Property, so as to impose such Imposition on Mortgagee or on the interest of Mortgagee in the Mortgaged Property, then, in any such event, Mortgagor’s failure to bear and pay the full amount of such Impositions when due and in any event before any penalty or interest attaches shall constitute an Event of Default hereunder; provided, however, that if for any reason payment by Mortgagor of any such Imposition would be unlawful, or if the payment thereof would constitute usury or render the Indebtedness secured by this Mortgage wholly or partially usurious, Mortgagee, at its option, may declare the whole sum secured by this Mortgage with interest thereon to be immediately due and payable without prepayment premium and Mortgagor shall have sixty (60) days to pay the Indebtedness in full, or Mortgagee, at its option, may pay that amount or portion of such Imposition as renders the Indebtedness unlawful or usurious, in which event Mortgagor shall concurrently therewith pay the remaining lawful and non usurious portion or balance of said Imposition.

(d) **Transfer.** Any Transfer occurs in violation of Section 5.16 of this Mortgage.

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(e) **Covenants**. Mortgagor's or any Mortgagor Party's failure to perform, observe or comply with any of the agreements, covenants or provisions contained in this Mortgage or in any of the other Loan Documents (other than those agreements, covenants and provisions constituting an Event of Default referred to elsewhere in this Article 6), and the continuance of such failure for thirty (30) days after notice by Mortgagee to Mortgagor; provided, however, subject to any shorter period for curing any failure by Mortgagor as specified in any of the other Loan Documents, Mortgagor shall have an additional thirty (30) days to cure such failure if (1) such failure does not involve the failure to make payments on a monetary obligation; (2) such failure is curable but cannot reasonably be cured within thirty (30) days; (3) Mortgagor is diligently undertaking to cure such default, and (4) Mortgagor has provided Mortgagee with security reasonably satisfactory to Mortgagee against any interruption of payment or impairment of the Mortgaged Property as a result of such continuing failure. The notice and cure provisions of this Section 6.1(e) do not apply to the other Events of Default described in this Article 6.

(f) **Representations and Warranties**. Any representation or warranty made in any Loan Document proves to be untrue in any material respect when made or deemed made; provided, however, if such false representation or warranty (i) was unintentional, (ii) was not relied on by Mortgagee in making any Advance, including the initial Advance, (iii) is susceptible to being cured, as reasonably determined by Mortgagee, and (iv) does not have a material adverse effect on the Mortgaged Property or Mortgagor or Mortgagor Party's financial condition or business, as reasonably determined by Mortgagee, Mortgagor shall have the right to cure the condition making such representation or warranty false within ten (10) Business Days of receipt of written notice from Mortgagee.

(g) **Other Encumbrances**. The occurrence of any default, after the expiration of applicable notice and cure periods, under any document or instrument, other than the Loan Documents, evidencing or creating a Lien on the Mortgaged Property or any part thereof.

(h) **Involuntary Bankruptcy or Other Proceeding**. Commencement of an involuntary case or other proceeding (excluding any involuntary case or proceeding initiated by or at the request of Mortgagee) against Mortgagor, any Mortgagor Party or any other Person having direct fee ownership in the Mortgaged Property (each, a "***Bankruptcy Party***") which seeks liquidation, reorganization or other relief with respect to it or its debts or other liabilities under any bankruptcy, insolvency or other similar law now or hereafter in effect or seeks the appointment of a trustee, receiver, liquidator, custodian or other similar official of it or any of its property, and such involuntary case or other proceeding shall remain undismissed or unstayed for a period of ninety (90) days; or an order for relief against a Bankruptcy Party shall be entered in any such case under the Federal Bankruptcy Code.

(i) **Voluntary Petitions, Etc.** Commencement by a Bankruptcy Party of a voluntary case or other proceeding seeking liquidation, reorganization or other relief with respect to itself or its Debt or other liabilities under any bankruptcy, insolvency or other similar law or seeking the appointment of a trustee, receiver, liquidator, custodian or other similar official for it or any of its property, or consent by a Bankruptcy Party to any such relief or to the appointment of or taking possession by any such official in an involuntary case or other proceeding commenced against it, or the making by a Bankruptcy Party of a general assignment for the benefit of creditors, or the failure by a Bankruptcy Party, or the admission by a Bankruptcy Party in writing of its



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inability to pay its debts generally as they become due, or any action by a Bankruptcy Party to authorize or effect any of the foregoing.

(j) **Other Insolvency.** The occurrence of any of the following: (1) if Mortgagor becomes insolvent; (2) if Mortgagor generally does not pay its debts as they become due; (3) if Mortgagor makes an assignment for the benefit of creditors; or (4) if Mortgagor calls or causes to be called a meeting of creditors for the composition of debts.

(k) **Judgments.** Any judgment shall be obtained against Mortgagor which, together with all other outstanding unsatisfied judgments against Mortgagor, shall exceed the sum of \$200,000.00 and shall remain unvacated, unbonded or unstayed for a period of ninety (90) days following the date of entry thereof.

(l) **Other Defaults.** The occurrence of any default, beyond any applicable notice and cure periods, by Mortgagor under any other document or instrument evidencing or securing any other loan from Mortgagee to Mortgagor.

(m) **Death or Dissolution of Guarantor.** The death or dissolution of any Guarantor, unless Mortgagee is provided with additional collateral or a replacement guarantor that is reasonably acceptable to Mortgagee within ninety (90) days (or such longer reasonable timeframe as agreed to by Mortgagee in writing) after such death or dissolution.

(n) **Dissolution of Mortgagor and Controlling Person(s).** The liquidation, termination or dissolution of Mortgagor and any Controlling Person.

**Section 6.2 Remedies.** If an Event of Default (as defined in this Mortgage) exists, Mortgagee may, at Mortgagee's election, exercise any or all of the following rights, remedies and recourses in accordance with applicable law:

(a) **Insolvency Events.** Upon the occurrence of any Event of Default described in Section 6.1(h), 6.1(i) or 6.1(j), the obligations of Mortgagee to advance additional amounts hereunder, if any, shall immediately terminate, and all amounts due under the Loan Documents immediately shall become due and payable, all without written notice and without presentment, demand, protest, notice of protest or dishonor, notice of intent to accelerate the maturity thereof, notice of acceleration of the maturity thereof, or any other notice of default or any kind, all of which are hereby expressly waived by Mortgagor; provided, however, if the Bankruptcy Party under Section 6.1(h) or 6.1(i) is other than Mortgagor, then all amounts due under the Loan Documents shall become immediately due and payable at Mortgagee's election, in Mortgagee's sole discretion.

(b) **Acceleration.** Declare the Indebtedness to be immediately due and payable, without further notice, presentment, protest, notice of intent to accelerate, notice of acceleration, demand or action of any nature whatsoever (each of which hereby is expressly waived by Mortgagor), whereupon the same shall become immediately due and payable.

(c) **Entry on Mortgaged Property.** Enter the Mortgaged Property and take exclusive possession thereof and of all books, records and accounts relating thereto. If Mortgagor remains in possession of the Mortgaged Property after an Event of Default and without

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Mortgagee's prior written consent, Mortgagee may invoke any legal remedies to dispossess Mortgagor.

(d) **Operation of Mortgaged Property.** Hold, lease, develop, manage, operate or otherwise use the Mortgaged Property upon such terms and conditions as Mortgagee may deem reasonable under the circumstances (making such repairs, alterations, additions and improvements and taking other actions, from time to time, as Mortgagee deems necessary or desirable), and apply all Rents and other amounts collected by Mortgagee in connection therewith in accordance with the provisions of Section 6.8.

(e) **Foreclosure and Sale.** Institute proceedings for the complete foreclosure or to enforce any covenants and agreements of this Mortgage, or institute an action on the Note and obtain judgment thereon, in which case the Mortgaged Property may be sold for cash or credit in one or more parcels. At any such sale by virtue of any judicial proceedings or any other legal right, remedy or recourse, the title to and right of possession of any such property shall pass to the purchaser thereof, and to the fullest extent permitted by law, Mortgagor shall be completely and irrevocably divested of all of its right, title, interest, claim, equity, equity of redemption, and demand whatsoever, either at law or in equity, in and to the property sold, and such sale shall be a perpetual bar both at law and in equity against Mortgagor, and against all other persons claiming or to claim the property sold or any part thereof, by, through or under Mortgagor. To the extent allowed by law, Mortgagor hereby waives any and all redemption rights. Mortgagee may be a purchaser at such sale and if Mortgagee is the highest bidder, may credit the portion of the purchase price that would be distributed to Mortgagee against the Indebtedness in lieu of paying cash.

Mortgagee may sell any personal property pursuant to the UCC (as now in effect or as hereafter amended or succeeded) and with respect to any notice required or permitted under the UCC, Mortgagor agrees that ten (10) days' prior written notice shall be deemed commercially reasonable. At any such sale, (i) it shall not be necessary for Mortgagee to be physically present, or to have constructive possession of any personal property, and the title to and right of possession of such personal property shall pass to the purchaser thereof as completely as if Mortgagee had been actually present and delivered to purchaser the personal property at such sale, (ii) any prerequisite to the validity of such sale shall be presumed to have been performed, (iii) the receipt of Mortgagee or the other party making the sale shall be a sufficient discharge to the purchaser or purchasers for his or their purchase money and no such purchaser or purchasers, or his or their assigns or personal representatives, shall thereafter be obligated regarding the application of such purchase money or be in any way answerable for any loss, misapplication or non-application thereof, and (iv) to the fullest extent permitted by law, Mortgagor shall be completely and irrevocably divested of all of its right, title, interest, claim, equity, equity of redemption, and demand whatsoever, either at law or in equity, in and to the personal property sold, and such sale shall be a perpetual bar both at law and in equity against Mortgagor, and against all other persons claiming or to claim the property sold or any part thereof, by, through or under Mortgagor. Mortgagee may be a purchaser at such sale and, if Mortgagee is the highest bidder, may credit the portion of the purchase price that would be distributed to Mortgagee against the Indebtedness in lieu of paying cash. Notwithstanding anything contained herein to the contrary, in accordance with Section 9.604 of the UCC, Mortgagee may proceed under the UCC as to all personal property covered hereby or, at Mortgagee's election, Mortgagee may proceed as to both the real and

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personal property covered hereby in accordance with Mortgagee's rights and remedies in respect of the real property, in which case the provisions of the UCC (and this paragraph) shall not apply.

(f) **Receiver.** Make application to a court of competent jurisdiction for, and obtain from such court as a matter of strict right and without notice to Mortgagor or regard to the adequacy of the Mortgaged Property for the repayment of the Indebtedness, the appointment of a receiver of the Mortgaged Property, and Mortgagor irrevocably consents to such appointment. Any such receiver shall have all the usual powers and duties of receivers in similar cases, including the full power to rent, enter into leases, borrow funds, maintain, and otherwise operate the Mortgaged Property upon such terms as may be approved by the court, and shall apply such Rents in accordance with the provisions of Section 6.8. Mortgagor hereby waives any and all requirements for the posting of a bond in connection with a receiver.

(g) **Advances.** Terminate the obligation, if any, of Mortgagee to advance additional amounts under the Loan Documents.

(h) **Sale of Mortgaged Property.** Cause the Mortgaged Property or any part thereof to be sold as follows:

(1) Mortgagee may proceed as if all of the Mortgaged Property were real property in accordance with Section 6.2(e) above, or Mortgagee may elect to treat any of the Mortgaged Property which consists of a right in action or which is property that can be severed from the Land without causing structural damage thereto as if the same were personal property, and dispose of the same in accordance with subsection (2) below, separate and apart from the foreclosure of real property, the remainder of the Mortgaged Property being treated as real property.

(2) Should Mortgagee elect to cause any of the Mortgaged Property (excluding Land and Improvements) to be disposed of as personal property as permitted by subsection (1) above, Mortgagee may exercise in respect of such Mortgaged Property, in addition to other rights and remedies provided for herein or otherwise available to it, all the rights and remedies of a secured party on default under the UCC (whether or not the UCC applies to the affected Mortgaged Property) and also may (i) require Mortgagor to, and Mortgagor hereby agrees that it will, at its expense and upon request of Mortgagee forthwith, assemble all or part of such Mortgaged Property as directed by Mortgagee and make it available to Mortgagee at a place to be designated by Mortgagee which is reasonably convenient to both parties and (ii) without notice except as specified below, sell such Mortgaged Property or any part thereof in one or more parcels at public or private sale, at any of Mortgagee's offices or elsewhere, for cash, on credit or for future delivery, and upon such other terms as Mortgagee may deem commercially reasonable. Mortgagor agrees that, to the extent notice of sale shall be required by law, at least ten (10) days' notice to Mortgagor of the time and place of any public sale or the time after which any private sale is to be made shall constitute reasonable notification. Mortgagee shall not be obligated to make any sale of such Mortgaged Property regardless of notice of sale having been given. Mortgagee may adjourn any public or private sale from time to time by announcement at the time and place fixed therefor, and such sale may, without further notice, be made at the time and place to which it was so adjourned.

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(3) In the event of a sale or other disposition of the Mortgaged Property, or any part thereof, and the execution of a deed or other conveyance pursuant thereto, the recitals therein of facts, such as default, the giving of notice of default and notice of sale, demand that such sale should be made, postponement of sale, terms of sale, sale, purchase, payment of purchase money and other facts affecting the regularity or validity of such sale or disposition, shall be conclusive proof of the truth of such facts; and any such deed or conveyance shall be conclusive against all persons as to such facts recited therein.

(4) The acknowledgment of the receipt of the purchase money, contained in any deed or conveyance executed as aforesaid, shall be sufficient discharge to the grantee of all obligations to see the proper application of the consideration therefor as hereinafter provided. The purchaser at any trustee's or foreclosure sale hereunder may disaffirm any easement granted or rental or lease contract or other agreement made in violation of any provision of this Mortgage and may take immediate possession of the Mortgaged Property free from, and despite the terms of, such grant of easement, rental or lease contract or other agreement.

(5) Upon the completion of any sale or sales made by Mortgagee under or by virtue of this Section 0.2(h), Mortgagee or any officer of any court empowered to so do, shall execute and deliver to the accepted purchaser or purchasers a good and sufficient instrument, or good and sufficient instruments, conveying, assigning and transferring all estate, right, title and interest in and to the property and rights sold. Solely for purposes of any such sale or sales, Mortgagee is hereby irrevocably appointed the true and lawful attorney-in-fact of Mortgagor in its name and stead to make all necessary conveyances, assignments, transfers and deliveries of the Mortgaged Property or any part thereof and the rights so sold and for that purpose Mortgagee may execute all necessary instruments of conveyance, assignment and transfer, and may substitute one or more persons with like power, with Mortgagor hereby ratifying and confirming all that their said attorney or any substitute or substitutes shall lawfully do by virtue hereof. Nevertheless, Mortgagor, if so requested by Mortgagee, shall ratify and confirm any such sale or sales by executing and delivering to Mortgagee or to such purchaser or purchasers all such instruments as may be advisable in the judgment of Mortgagee, for the purpose as may be designated in such request. Any such sale or sales made under or by virtue of judicial proceedings or of a judgment or decree of foreclosure and sale, shall operate to divest all of the estate, right, title, interest, claim and demand whatsoever, whether at law or in equity, of Mortgagor in and to the properties and rights so sold, subject to any rights of redemption provided by law, and shall be a perpetual bar, both at law and in equity, against Mortgagor and any and all persons claiming or who may claim the same or any part thereof from, through or under Mortgagor subject to any rights of redemption provided by law.

(6) Mortgagor hereby expressly waives any right which it may have to direct the order in which any of the Mortgaged Property shall be sold in the event of any sale or sales pursuant hereto.

(i) **Other.** Exercise all other rights, remedies and recourses granted under the Loan Documents or otherwise available at law or in equity, including, but not limited to, an action for specific performance of any covenant contained in the Loan Documents, or obtaining a

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judgment on the Note either before, during or after any proceeding to enforce this Mortgage, or other *In Rem* proceedings against Mortgagee brought in Cook County, Illinois or any federal court of competent jurisdiction in Illinois.

(j) **Rental Value.** Upon the occurrence of any Event of Default and pending the exercise by Mortgagee of its right to exclude Mortgagor from all or any part of the Mortgaged Property, Mortgagor agrees to pay the fair and reasonable rental value for the use and occupancy of the Mortgaged Property or any portion thereof which are in its possession for such period and, upon default of any such payment, will vacate and surrender possession of the Mortgaged Property to Mortgagee or to a receiver, if any, and in default thereof may be evicted by any summary action or proceeding for the recovery or possession of the Mortgaged Property for non-payment of rent, however designated.

**Section 6.3 Mortgagee's Right to Perform the Obligations.** If Mortgagor shall fail, refuse or neglect to make any payment or perform any act required by the Loan Documents, then while any Event of Default exists, and without notice to or demand upon Mortgagor, and without waiving or releasing any other right, remedy or recourse Mortgagee may have because of such Event of Default, Mortgagee may (but shall not be obligated to) make such payment or perform such act for the account of and at the expense of Mortgagor, and shall have the right to enter upon the Mortgaged Property for such purpose and to take all such action thereon and with respect to the Mortgaged Property as it may deem necessary or appropriate. If Mortgagee shall elect to pay any sum due with reference to the Mortgaged Property, Mortgagee may do so in reliance on any bill, statement or assessment procured from the appropriate governmental authority or other issuer thereof without inquiring into the accuracy or validity thereof. Similarly, in making any payments to protect the security intended to be created by the Loan Documents, Mortgagee shall not be bound to inquire into the validity of any apparent or threatened adverse title, lien, encumbrance, claim or charge before making an advance for the purpose of preventing or removing the same. Mortgagor shall indemnify, defend and hold Mortgagee harmless from and against any and all losses, liabilities, claims, damages, expenses, obligations, penalties, actions, judgments, suits, costs or disbursements of any kind or nature whatsoever, including reasonable attorneys' fees, incurred or accruing by reason of any acts performed by Mortgagee pursuant to the provisions of this Section 6.3, including those arising from the joint, concurrent, or comparative negligence of Mortgagee, except as a result of Mortgagee's gross negligence or willful misconduct. All sums paid by Mortgagee pursuant to this Section 6.3, and all other sums expended by Mortgagee to which it shall be entitled to be indemnified, together with interest thereon at the Interest Rate *plus* the Default Rate from the date of such payment or expenditure until paid, shall constitute additions to the Loan, shall be secured by the Loan Documents, and shall be paid by Mortgagor to Mortgagee upon demand.

**Section 6.4 Remedies Cumulative, Concurrent and Nonexclusive.** Mortgagee shall have all rights, remedies and recourses granted in the Loan Documents and available at law or equity (including the UCC), which rights (i) shall be cumulative and concurrent, (ii) may be pursued separately, successively or concurrently against Mortgagor, any Mortgagor Party, or others obligated under the Note and the other Loan Documents, or against the Mortgaged Property, or against any one or more of them, at the sole discretion of Mortgagee, (iii) may be exercised as often as occasion therefor shall arise, and the exercise or failure to exercise any of them shall not be construed as a waiver or release thereof or of any other right, remedy or recourse,

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and (iv) are intended to be, and shall be, nonexclusive. No action of Mortgagee in the enforcement of any rights or remedies under the Loan Documents or otherwise at law or equity shall be deemed to cure an Event of Default.

**Section 6.5 Release of and Resort to Collateral.** Mortgagee may release, regardless of consideration and without the necessity for any notice to a holder of any subordinate lien on the Mortgaged Property, any part of the Mortgaged Property without, as to the remainder, in any way impairing, affecting, subordinating or releasing the lien or security interests created in or evidenced by the Loan Documents. For payment of the Indebtedness, Mortgagee may resort to any other security in such order and manner as Mortgagee may elect.

**Section 6.6 Waiver of Redemption, Notice and Marshalling of Assets.** To the fullest extent permitted by law, Mortgagor hereby irrevocably and unconditionally waives and releases (a) all benefit that might accrue to Mortgagor by virtue of any present or future statute of limitations or law or judicial decision exempting the Mortgaged Property from attachment, levy or sale on execution or providing for any appraisal, valuation, stay of execution, exemption from civil process, redemption, or extension of time for payment, (b) all notices of any Event of Default or of Mortgagee's election to exercise or its actual exercise of any right, remedy or recourse provided for under the Loan Documents, and (c) any right to a marshalling of assets or a sale in inverse order of alienation.

**Section 6.7 Discontinuance of Proceedings.** If Mortgagee shall have proceeded to invoke any right, remedy or recourse permitted under the Loan Documents, and shall thereafter elect to discontinue or abandon it for any reason, Mortgagee shall have the unqualified right to do so and, in such an event, Mortgagor and Mortgagee shall be restored to their former positions with respect to the Indebtedness, the Obligations, the Loan Documents, the Mortgaged Property, and otherwise, and the rights, remedies, recourses and powers of Mortgagee shall continue as if the right, remedy or recourse had never been invoked, but no such discontinuance or abandonment shall waive any Event of Default which may then exist or the right of Mortgagee thereafter to exercise any right, remedy or recourse under the Loan Documents for such Event of Default.

**Section 6.8 Application of Proceeds.** The proceeds of any sale of, and the Rents and other amounts generated by the holding, leasing, management, operation or other use of, the Mortgaged Property, shall be applied by Mortgagee (or the receiver, if one is appointed) in the order set forth in the Loan Agreement, unless otherwise required by applicable law.

**Section 6.9 Occupancy After Sale.** The purchaser at any judicial or foreclosure sale shall become the legal owner of the Mortgaged Property. All occupants of the Mortgaged Property shall become tenants of the purchaser at the foreclosure sale. In the event that there is a judicial sale hereunder and if at the time of such sale Mortgagor, or its successor or assign, is occupying the Mortgaged Property or any part thereof so sold, each and all shall immediately become the tenant of the purchaser at such sale which tenancy shall be a tenancy from day to day, terminable at the will of either tenant or landlord, at a rental per day based upon the value of the Mortgaged Property, such rental to be due daily to the purchaser. An action of unlawful detainer shall lie if the tenant holds over after a demand in writing for possession of said Mortgaged Property and this agreement and the trustee's deed shall constitute a lease and agreement under which any such tenant's possession arose and continued.

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**Section 6.10 Interest After Default.** If any payment due hereunder or under the Note or any other Loan Document is not paid when due, either at stated or accelerated maturity or pursuant to any of the terms hereof, then and in such event, Mortgagor shall pay interest thereon from and after the date on which such payment first becomes due at the interest rate provided for in the Loan Agreement, and such interest shall be due and payable, on demand, at such rate until the entire amount due is paid to Mortgagee, whether or not any action shall have been taken or proceeding commenced to recover the same or to foreclose this Mortgage. Nothing in this Section 6.10 or in any other provision of this Mortgage shall constitute an extension of the time of payment of the Indebtedness. After entry of a judgment on any of the Loan Documents or a judgment in mortgage foreclosure hereunder, interest shall continue to accrue under said judgment, the Note, and this Mortgage at the rates set forth in the Loan Agreement. This Mortgage shall not, solely for purposes of determining interest payable under the Note, merge with any judgment on any Loan Document or a judgment in mortgage foreclosure under this Mortgage.

**Section 6.11 Additional Advances and Disbursements; Costs of Enforcement.**

(a) If any Event of Default exists, Mortgagee shall have the right, but not the obligation, to cure such Event of Default in the name and on behalf of Mortgagor, including, but not limited to, the payment of monetary sums due to third parties or otherwise or take such actions as are required to cure such Event of Default. All sums advanced and expenses incurred at any time by Mortgagee under this Section 6.11, or otherwise under this Mortgage or any of the other Loan Documents or applicable law, shall bear interest from the date that such sum is advanced or expense incurred, to and including the date of reimbursement, computed at the Interest Rate *plus* the Default Rate, and all such sums, together with interest thereon, shall be secured by this Mortgage.

(b) Mortgagor shall pay all expenses (including reasonable attorneys' fees and expenses) of or incidental to the perfection and enforcement of this Mortgage and the other Loan Documents, or the enforcement, compromise or settlement of the Indebtedness, or any claim under this Mortgage and the other Loan Documents, and for the curing thereof or for defending or asserting the rights and claims of Mortgagee in respect thereof, by litigation or otherwise.

(c) This Mortgage secures the Indebtedness which includes, without limitation: (i) all advances made by Mortgagee with respect to any of the Mortgaged Property for the payment of taxes, maintenance charges, insurance premiums or costs incurred for the protection of any of the Mortgaged Property or the lien of this Mortgage, and (ii) all expenses incurred by Mortgagee by reason of an Event of Default hereunder. This Mortgage shall constitute a lien on Mortgagor's fee interest in the Mortgaged Property from the time this Mortgage is left of record (or, if this is a purchase money mortgage, from the time of delivery hereof to Mortgagee) for, among other things, all such advances and expenses, plus interest thereon, regardless of the time when such advances are made or such expenses are incurred.

**Section 6.12 No Mortgagee in Possession.** Neither the enforcement of any of the remedies under this Article 6, the assignment of the Leases and Rents under Article 4, the security interests under Article 3, nor any other remedies afforded to Mortgagee under the Loan Documents, at law or in equity, shall cause Mortgagee to be deemed or construed to be a mortgagee

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in possession of the Mortgaged Property, to obligate Mortgagee to lease the Mortgaged Property or attempt to do so, or to take any action, incur any expense, or perform or discharge any obligation, duty or liability whatsoever under any of the Leases or otherwise.

**Section 6.13 Non-Merger.** Notwithstanding the recovery or entry of any foreclosure judgment or judgment against Mortgagor, all of the covenants, undertakings and agreements of Mortgagor, whether hereunder or under the Note or any other Loan Document, whether relating thereto or not, shall remain in full force and effect and shall be enforceable strictly in accordance with their terms as fully as though no such judgment had been entered or recovered, it being understood that this Mortgage and the other Loan Documents shall not (solely for the purpose of confirming the continuing validity of Mortgagor's covenants, indemnities and agreements) merge into any foreclosure judgment or judgment entered or recovered by Mortgagee against Mortgagor under any Loan Documents.

## ARTICLE 7 MISCELLANEOUS

**Section 7.1 Approvals; Third Parties; Conditions.** All rights retained or exercised by Mortgagee to review or approve leases, contracts, plans, studies and other matters, including Mortgagor's and any other Person's compliance with laws applicable to Mortgagor, the Mortgaged Property or any other Person, are solely to facilitate Mortgagee's credit underwriting, and shall not be deemed or construed as a determination that Mortgagee has passed on the adequacy thereof for any other purpose and may not be relied upon by Mortgagor or any other Person. This Mortgage is for the sole and exclusive use of Mortgagee and Mortgagor and may not be enforced, nor relied upon, by any Person other than Mortgagee and Mortgagor. All conditions of the obligations of Mortgagee hereunder, including the obligation to make advances, are imposed solely and exclusively for the benefit of Mortgagee, its successors and assigns, and no other Person shall have standing to require satisfaction of such conditions or be entitled to assume that Mortgagee will refuse to make advances in the absence of strict compliance with any or all of such conditions, and no other Person shall, under any circumstances, be deemed to be a beneficiary of such conditions, any and all of which may be freely waived, in whole or in part, by Mortgagee at any time in Mortgagee's sole discretion.

**Section 7.2 Mortgagee Not in Control; No Partnership.** None of the covenants or other provisions contained in the Loan Documents shall, or shall be deemed to, give Mortgagee the right or power to exercise control over the affairs or management of Mortgagor, the power of Mortgagee being limited to the rights to exercise the remedies referred to in the Loan Documents. The relationship between Mortgagor and Mortgagee is, and at all times shall remain, solely that of debtor and creditor. No covenant or provision of the Loan Documents is intended, nor shall it be deemed or construed, to create a partnership, joint venture, agency or common interest in profits or income between Mortgagee and Mortgagor, or to create any equity in the Mortgaged Property in Mortgagee. Mortgagee neither undertakes nor assumes any responsibility or duty to Mortgagor or to any other Person with respect to the Mortgaged Property or the Loan, except as expressly provided in the Loan Documents; and notwithstanding any other provision of the Loan Documents: (1) Mortgagee shall in no event be liable for any Debt, expenses or losses incurred or sustained by Mortgagor; and (2) Mortgagee shall not be deemed responsible for or a participant in any acts, omissions or decisions of Mortgagor or its stockholders, members or



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partners. Mortgagee and Mortgagor disclaim any intention to create any partnership, joint venture, agency or common interest in profits or income between Mortgagee and Mortgagor, or to create any equity in the Mortgaged Property in Mortgagee, or any sharing of liabilities, losses, costs or expenses.

**Section 7.3 Notices.** Any notice required or permitted to be given under any Loan Document shall be in writing and either shall be mailed by certified mail, postage prepaid, return receipt requested, or sent by overnight air courier service, or personally delivered to a representative of the receiving party. All such notices shall be mailed, sent or delivered, addressed to the party for whom it is intended, at its address set forth below.

If to Mortgagor (debtor):

Adventus US Realty #3 LP  
1660 – 999 West Hastings Street  
Vancouver, British Columbia V6C 2W2  
Telephone: 604-336-1226

With copy to:

Kutak Rock LLP  
Attn: Jay Gilbert  
One S. Wacker Drive, Suite 3910  
Chicago, Illinois 60606  
Telephone: (312) 602-4127

If to Mortgagee (secured party):

A10 Capital, LLC  
Attn: Jacqueline C. Cox, EVP  
800 W. Main Street, Suite 1100  
Boise, Idaho 83702  
Telephone: (208) 577-5000

With a copy to:

Hawley Troxell Ennis & Hawley LLP  
Attn: Paula L. Kluksdal  
877 W. Main Street, Suite 1000  
Boise, Idaho 83702  
Telephone: (208) 344-6000

Any notice so addressed and sent by United States mail or overnight courier shall be deemed to be given on the earliest of (1) when actually delivered, (2) on the first Business Day after deposit with an overnight air courier service, or (3) on the third Business Day after deposit in the United States mail, postage prepaid, in each case to the address of the intended addressee. Any notice so delivered in person shall be deemed to be given when received for by, or actually

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received by Mortgagee or Mortgagor, as the case may be. No notice hereunder shall be effective if sent or delivered only by electronic means. Either party may designate a change of address by written notice to the other by giving at least ten (10) days' prior written notice of such change of address.

**Section 7.4 Amendments and Waivers; References.** No amendment or waiver of any provision of the Loan Documents shall be effective unless in writing and signed by the party against whom enforcement is sought. This Mortgage and the other Loan Documents shall not be executed, entered into, altered, amended or modified by electronic means. Any reference to a Loan Document, whether in this Mortgage or in any other Loan Document, shall be deemed to be a reference to such Loan Document as it may hereafter from time to time be amended, modified, supplemented and restated in accordance with the terms hereof.

**Section 7.5 Attorney-in-Fact.** Mortgagor hereby irrevocably appoints Mortgagee, and its successors and assigns, as its attorney-in-fact upon the occurrence and during the continuance of an Event of Default, which agency is coupled with an interest, (a) to execute and/or record any notices of completion, cessation of labor, or any other notices that Mortgagee deems appropriate to protect Mortgagee's interest, if Mortgagor shall fail to do so within ten (10) days after written request by Mortgagee, (b) upon the issuance of a deed pursuant to the foreclosure of this Mortgage or the delivery of a deed in lieu of foreclosure, to execute all instruments or assignments, conveyances or further assurances with respect to the Leases, Rents, Personalty, Fixtures, Plans and Property Agreements in favor of the grantee of any such deed and as may be necessary or desirable for such purpose, (c) to prepare, execute and file or record financing statements, continuation statements, applications for registration and like papers necessary to create, perfect or preserve Mortgagee's security interests and rights in or to any of the Mortgaged Property, and (d) while any Event of Default exists, to perform any obligation of Mortgagor hereunder; provided, however: (1) Mortgagee shall not under any circumstances be obligated to perform any obligation of Mortgagor; (2) any sums advanced by Mortgagee in such performance shall be included in the Indebtedness and shall bear interest at the interest Rate *plus* the Default Rate; (3) Mortgagee as such attorney-in-fact shall only be accountable for such funds as are actually received by Mortgagee; and (4) Mortgagee shall not be liable to Mortgagor or any other person or entity for any failure to take any action which it is empowered to take under this Section. Mortgagee, as agent for Mortgagor under the powers of attorney, is not a fiduciary for Mortgagor. Mortgagee, in exercising any of its rights or powers pursuant to the powers of attorney, may do so for the sole benefit of Mortgagee and not for Mortgagor.

**Section 7.6 Successors and Assigns.** This Mortgage shall be binding upon and inure to the benefit of Mortgagee and Mortgagor and their respective successors and assigns. Mortgagor shall not, without the prior written consent of Mortgagee, assign any rights, duties or obligations hereunder.

**Section 7.7 No Waiver.** Any failure by Mortgagee to insist upon strict performance of any of the terms, provisions or conditions of the Loan Documents shall not be deemed to be a waiver of same, and Mortgagee shall have the right at any time to insist upon strict performance of all of such terms, provisions and conditions.

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**Section 7.8 Declaration of No Set-Offs.** Within ten (10) days after requested in writing by Mortgagee, Mortgagor shall certify, to its knowledge after due inquiry, to Mortgagee or to any proposed assignee of Mortgagee, in writing duly acknowledged, the amount of principal, interest and other charges then owing on the Indebtedness and other Obligations secured by this Mortgage and by any prior liens, if any, whether there are any set-offs or defenses against them, and whether any default has been asserted by any tenant of the Mortgaged Property.

**Section 7.9 Subrogation.** To the extent Mortgagee makes future advances which are used to extinguish, extend or renew the Indebtedness secured by the Mortgaged Property, then Mortgagee shall be subrogated to all of the rights, liens and interests existing against the Mortgaged Property and held by the holder of such indebtedness and such former rights, liens and interests, if any, are not waived but are continued in full force and effect in favor of Mortgagee.

**Section 7.10 Loan Agreement.** If any conflict or inconsistency exists between this Mortgage and the Loan Agreement, the Loan Agreement shall govern.

**Section 7.11 Release.** Upon payment in full of the Indebtedness and performance in full of the Obligations, Mortgagee, at Mortgagor's expense, shall release the liens created by this Mortgage.

**Section 7.12 Waiver of Stay, Moratorium and Similar Rights.** Mortgagor agrees, to the full extent that it may lawfully do so, that it will not at any time insist upon or plead or in any way take advantage of any appraisement, valuation, stay, marshalling of assets, extension, redemption or moratorium law now or hereafter in force and effect so as to prevent or hinder the enforcement of the provisions of this Mortgage or the Indebtedness secured hereby, or any agreement between Mortgagor and Mortgagee, or any rights or remedies of Mortgagee. To the fullest extent permitted by applicable law, no Mortgagor or Mortgagor Party shall assert, and each hereby waives, any claim against any affiliate or subsidiary of A10 Capital, LLC that is the holder of the Note arising out of, in connection with, or as a result of, the Loan or any Loan Documents evidencing the Loan, the transactions contemplated thereby, or the use of the proceeds thereof.

**Section 7.13 Joint and Several.** If more than one person or entity has executed this Mortgage as "Mortgagor", the obligations of all such persons or entities hereunder shall be joint and several.

**Section 7.14 Post-Closing Compliance.** Mortgagor and each Mortgagor Party agrees to execute, re-execute, cause any third parties involved in the Loan transaction to execute and/or re-execute, and to deliver to Mortgagee or its legal counsel, as may be deemed appropriate, any document or instrument signed in connection with the Loan which was incorrectly drafted and/or signed, as well as any document or instrument which should have been signed at or prior to the closing of the Loan but which was not so signed and delivered. Mortgagor and each Mortgagor Party agrees to comply with any written request by Mortgagee within ten (10) days after receipt by Mortgagor and each Mortgagor Party of such request. Failure by Mortgagor and each Mortgagor Party to so comply shall, at the option of Mortgagee, constitute an Event of Default hereunder.

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**Section 7.15 Invalid Provisions.** If any provision of any Loan Document is held to be illegal, invalid or unenforceable, such provision shall be fully severable; the Loan Documents shall be construed and enforced as if such illegal, invalid or unenforceable provision had never comprised a part thereof; the remaining provisions thereof shall remain in full effect and shall not be affected by the illegal, invalid or unenforceable provision or by its severance therefrom; and in lieu of such illegal, invalid or unenforceable provision, there shall be added automatically as a part of such Loan Document a provision as similar in terms to such illegal, invalid or unenforceable provision as may be possible to be legal, valid and enforceable.

**Section 7.16 Governing Law.** This Mortgage and all other Loan Documents are being executed and delivered, and are intended to be performed, in the State of Idaho, and the laws of the State of Idaho shall govern the rights and duties of the parties hereto and the validity, construction, enforcement and interpretation of this Mortgage and the Loan Documents (without giving effect to principles of conflicts of law), except to the extent otherwise specified in this Mortgage or any of the Loan Documents; provided, however, that with respect to the creation, attachment, perfection, priority and enforcement of any liens created by this Mortgage or any of the Loan Documents, the laws of the state where the Mortgaged Property is located shall apply to those matters only.

**Section 7.17 Survival.** All of the representations, warranties and indemnities of Mortgagor hereunder and under the indemnification provisions of the other Loan Documents shall survive the repayment in full of the Loan and the release of the liens evidencing or securing the Loan, and shall survive the transfer (by sale, foreclosure, conveyance in lieu of foreclosure, or otherwise) of any or all right, title and interest in and to the Mortgaged Property to any party, except with respect to the presence of Hazardous Materials (as defined in the Indemnity) which first became present at, on or under the Mortgaged Property after it was transferred to a third party.

**Section 7.18 Titles of Articles, Sections and Subsections.** All titles or headings to articles, sections, subsections or other divisions of this Mortgage and the other Loan Documents or the exhibits hereto and thereto are only for the convenience of the parties and shall not be construed to have any effect or meaning with respect to the other content of such articles, sections, subsections or other divisions, such other content being controlling as to the agreement between the parties hereto.

**Section 7.19 Entire Agreement.** This Mortgage and the other Loan Documents embody the entire agreement and understanding between Mortgagee and Mortgagor and supersede all prior agreements and understandings between such parties relating to the subject matter hereof and thereof. Accordingly, the Loan Documents may not be contradicted by evidence of prior, contemporaneous, or subsequent oral agreements of the parties. There are no unwritten oral agreements between the parties. Except with respect to the Loan Agreement as stated in Section 7.10, if any conflict or inconsistency exists between this Mortgage and any of the other Loan Documents, the terms of this Mortgage shall control.

**Section 7.20 Singular and Plural.** Words used in this Mortgage and the other Loan Documents in the singular, where the context so permits, shall be deemed to include the plural and vice versa. The definitions of words in the singular in this Mortgage and the other Loan

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Documents shall apply to such words when used in the plural where the context so permits and vice versa.

**Section 7.21 Phrases.** When used in this Mortgage and the other Loan Documents, the phrase “including” shall mean “including, but not limited to,” the phrase “satisfactory to Mortgagee” shall mean “in form and substance satisfactory to Mortgagee in all respects,” the phrase “with Mortgagee’s consent” or “with Mortgagee’s approval” shall mean such consent or approval at Mortgagee’s sole discretion, and the phrase “acceptable to Mortgagee” shall mean “acceptable to Mortgagee at Mortgagee’s sole discretion.”

**Section 7.22 Exhibits.** The exhibits attached to this Mortgage are incorporated herein and shall be considered a part of this Mortgage for the purposes stated herein.

**Section 7.23 Acknowledgement of Copy.** Mortgagor acknowledges receiving a true, correct and complete copy of this Mortgage for Mortgagor’s records.

**Section 7.24 Conflicting Provisions.** In the event of any inconsistencies between the terms and conditions of the following paragraphs and the other terms and conditions of this Mortgage, the terms and conditions of the following paragraphs shall control and be binding:

(a) **Illinois Mortgage Foreclosure Law.** It is the intention of Mortgagor and Mortgagee that the enforcement of the terms and provisions of this Mortgage shall be accomplished in accordance with the Illinois Mortgage Foreclosure Law (the “Act”), and with respect to such Act, Mortgagor agrees and covenants that:

(1) Mortgagor and Mortgagee shall have the benefit of all of the provisions of the Act, including, to the extent provided by law, all amendments thereto which may become effective from time to time after the date hereof. In the event any provision of the Act which is specifically referred to herein may be repealed, Mortgagee shall have the benefit of such provision as most recently existing prior to such repeal, as though the same were incorporated herein by express reference;

(2) Wherever provision is made in this Mortgage or the Loan Agreement for insurance policies to bear mortgagee clauses or other loss payable clauses or endorsements in favor of Mortgagee, or to confer authority upon Mortgagee to settle or participate in the settlement of losses under policies of insurance or to hold and disburse or otherwise control use of insurance proceeds, from and after the entry of judgment of foreclosure, all such rights and powers of Mortgagee shall continue in Mortgagee as judgment creditor or mortgagee until confirmation of sale;

(3) Except as varied by a court of law, all advances, disbursements and expenditures made or incurred by Mortgagee before and during a foreclosure, and before and after 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 the Mortgage or the Loan Agreement or by the Act (collectively “*Protective Advances*”), shall have the benefit of all applicable provisions of the Act. All Protective Advances shall be so much additional indebtedness secured by this Mortgage and shall be considered part of the Indebtedness, and shall become

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immediately due and payable without notice and with interest thereon from the date of the advance until paid at the rate of interest payable after default under the terms of the Note. 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)(5) of Section 5/15-1302 of the Act;

(4) In addition to any provision of this Mortgage authorizing Mortgagee to take or be placed in possession of the Mortgaged Property, or for the appointment of a receiver, Mortgagee shall have the right, in accordance with Sections 5/15-1701 and 5/15-1702 of the Act, to be placed in possession of the Mortgaged Property or at its request to have a receiver appointed, and such receiver, or Mortgagee, if and when placed in possession, shall have, in addition to any other powers provided in this Mortgage, all rights, powers, immunities, and duties as provided for in Sections 5/15-1701, 5/15-1703 and 5/15-1704 of the Act; and

(5) Mortgagor acknowledges that the Mortgaged Property does not constitute agricultural real estate, as said term is defined in Section 5/15-1201 of the Act or residential real estate as defined in Section 5/15-1219 of the Act. As provided by law and pursuant to Section 5/15-1601(b) of the Act, Mortgagor hereby waives any and all right of redemption.

*[The remainder of this page is intentionally left blank.]*

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IN WITNESS WHEREOF, this Mortgage is hereby duly executed by Mortgagor as of the date first above written.

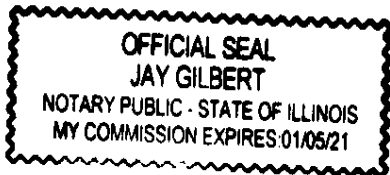
**Adventus US Realty #3 LP,**  
a Delaware limited partnership  
By: Adventus Deerfield GP LLC,  
a Delaware limited liability company,  
its General Partner

By: Rodney B Johnston  
Rodney B. Johnston, President

STATE OF Illinois )  
County of Cook ) ss.

This instrument was acknowledged before me, a notary public, on this 29th day of October, 2019, by Rodney B. Johnston, President of Adventus Deerfield GP LLC, a Delaware limited liability company, General Partner of **Adventus US Realty #3 LP**, a Delaware limited partnership.

Jay Gilbert  
Notary Public for the State of Illinois  
Name: Jay Gilbert  
My commission expires: 1/5/21



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## EXHIBIT A

### Legal Description

PARCEL 1: (ALSO KNOWN AS PARCEL A)

ALL THAT PART OF THE NORTHWEST 1/4 OF THE NORTHWEST 1/4 OF SECTION 4, TOWNSHIP 42 NORTH, RANGE 12 EAST OF THE THIRD PRINCIPAL MERIDIAN DESCRIBED AS FOLLOWS:

BEGINNING AT THE INTERSECTION OF A LINE PARALLEL WITH AND 50 FEET SOUTH OF THE NORTH LINE OF SAID SECTION 4, AND A LINE PARALLEL WITH AND 50 FEET EAST OF THE WEST LINE OF SAID SECTION 4; THENCE SOUTH ALONG SAID LINE, PARALLEL WITH THE WEST LINE OF SAID SECTION 4, TO ITS INTERSECTION WITH THE NORTH LINE OF THE ILLINOIS TOLL ROAD, SAID NORTH LINE BEING 250.20 FEET NORTH OF THE SOUTH LINE OF THE NORTHWEST 1/4 OF THE NORTHWEST 1/4 OF SAID SECTION 4; THENCE EAST ALONG SAID NORTH LINE OF THE ILLINOIS TOLL ROAD A DISTANCE OF 327.57 FEET; THENCE NORTH ON A LINE DRAWN TO A POINT 371.22 FEET EAST OF THE NORTHWEST CORNER OF SAID SECTION 4 (AS MEASURED ON THE NORTH LINE OF SAID SECTION 4) FOR A DISTANCE OF 695.00 FEET, MORE OR LESS, TO ITS INTERSECTION WITH A LINE PARALLEL WITH AND 70.00 FEET SOUTHWESTERLY OF (AS MEASURED AT RIGHT-ANGLES TO) THE CENTER LINE OF UNION DRAINAGE DISTRICT DITCH EASEMENT; THENCE NORTHWESTERLY ALONG SAID PARALLEL LINE A DISTANCE OF 300.00 FEET, MORE OR LESS, TO ITS INTERSECTION WITH A LINE DRAWN 145.28 FEET EAST OF AND PARALLEL WITH THE WEST LINE OF SECTION 4 AFORESAID; THENCE NORTH ALONG SAID PARALLEL LINE, A DISTANCE OF 92.05 FEET, MORE OR LESS, TO ITS INTERSECTION WITH THE CENTER LINE OF UNION DRAINAGE DISTRICT DITCH EASEMENT; THENCE NORTHWESTERLY ALONG SAID CENTER LINE OF UNION DRAINAGE DISTRICT DITCH EASEMENT TO ITS INTERSECTION WITH A LINE PARALLEL WITH AND 70.00 FEET SOUTH OF THE NORTH LINE OF SECTION 4 AFORESAID; THENCE WEST ALONG SAID PARALLEL LINE TO ITS INTERSECTION WITH A LINE (HEREINAFTER KNOWN AS "LINE A") DRAWN FROM A POINT 95.00 FEET (AS MEASURED ALONG THE AFORESAID NORTH LINE OF THE ILLINOIS TOLL ROAD) EAST OF THE WEST LINE OF THE NORTHWEST 1/4 OF SECTION 4 AFORESAID TO A POINT 60.00 FEET (AS MEASURED ALONG A LINE 50.00 FEET SOUTH OF AND PARALLEL WITH THE NORTH LINE OF THE NORTHWEST 1/4 OF THE NORTHWEST 1/4 OF SECTION 4 AFORESAID) EAST OF THE WEST LINE OF THE NORTHWEST 1/4 OF SECTION 4 AFORESAID THENCE NORTHWESTERLY ALONG SAID "LINE A" TO ITS INTERSECTION WITH A LINE DRAWN PARALLEL WITH AND 50.00 FEET SOUTH OF THE NORTH LINE OF THE NORTHWEST 1/4 OF SECTION 4 AFORESAID; THENCE WEST ALONG SAID PARALLEL LINE TO THE POINT OF BEGINNING, ALL IN COOK COUNTY, ILLINOIS.



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## PARCEL 2: (ACCESS ROAD EASEMENT)

PERPETUAL NON-EXCLUSIVE EASEMENT APPURTENANT TO AND FOR THE BENEFIT OF "PARCEL A" AS CREATED BY MUTUAL VACATION AND GRANT OF EASEMENT AGREEMENT DATED JANUARY 24, 1986 AND RECORDED JANUARY 24, 1986 AS DOCUMENT 86033272 MADE BY AND BETWEEN LASALLE NATIONAL BANK AS TRUSTEE UNDER TRUST AGREEMENT DATED DECEMBER 17, 1985 KNOWN AS TRUST NUMBER 110650; HARRIS TRUST AND SAVINGS BANK, AS TRUSTEE UNDER TRUST AGREEMENT DATED NOVEMBER 24, 1965 AND KNOWN AS TRUST NUMBER 32133, AND HARRIS TRUST AND SAVINGS BANK, AS TRUSTEE UNDER TRUST AGREEMENT DATED DECEMBER 1, 1984 AND KNOWN AS TRUST NUMBER 43029, FOR PEDESTRIAN AND VEHICULAR INGRESS, EGRESS AND ACCESS TO AND FROM PFINGSTEN ROAD TO AND FROM "REFERENCE PARCEL B" AND FOR MAINTENANCE REPAIR AND REPLACEMENT OF THE ACCESS ROAD, AS MORE PARTICULARLY DESCRIBED THEREIN, OVER, UNDER, UPON AND ACROSS THOSE PORTIONS OF "REFERENCE PARCEL B" AND "REFERENCE PARCEL C", DESCRIBED BELOW, AS DEPICTED ON EXHIBIT "E" ATTACHED TO SAID AGREEMENT.

## PARCEL 3: (UTILITY EASEMENT)

PERPETUAL NON-EXCLUSIVE EASEMENT APPURTENANT TO AND FOR THE BENEFIT OF "PARCEL A" AS CREATED BY MUTUAL VACATION AND GRANT OF EASEMENT AGREEMENT DATED JANUARY 24, 1986 AND RECORDED JANUARY 24, 1986 AS DOCUMENT 86033272 MADE BY AND BETWEEN LASALLE NATIONAL BANK AS TRUSTEE UNDER TRUST AGREEMENT DATED DECEMBER 17, 1985 KNOWN AS TRUST NUMBER 110650; HARRIS TRUST AND SAVINGS BANK, AS TRUSTEE UNDER TRUST AGREEMENT DATED NOVEMBER 24, 1965 AND KNOWN AS TRUST NUMBER 32133, AND HARRIS TRUST AND SAVINGS BANK, AS TRUSTEE UNDER TRUST AGREEMENT DATED DECEMBER 1, 1984 AND KNOWN AS TRUST NUMBER 43029, FOR INSTALLATION, MAINTENANCE, REPLACEMENT AND REPAIR OF WATER AND GAS MAINS, SANITARY SEWER AND STORM SEWER LINES, LATERALS, FEEDERS, BASINS, ELECTRICAL CONDUITS, TRANSFORMERS AND RELATED FACILITIES OVER, UNDER, UPON AND ACROSS THOSE PORTIONS OF "REFERENCE PARCEL B" AND "REFERENCE PARCEL C", DESCRIBED BELOW, AS DEPICTED ON EXHIBIT "F" ATTACHED TO SAID AGREEMENT.

## PARCEL 4: (CONSTRUCTION EASEMENT)

PERPETUAL NON-EXCLUSIVE EASEMENT APPURTENANT TO AND FOR THE BENEFIT OF "PARCEL A" AS CREATED BY MUTUAL VACATION AND GRANT OF EASEMENT AGREEMENT DATED JANUARY 24, 1986 AND RECORDED JANUARY 24, 1986 AS DOCUMENT NUMBER 86033272 MADE BY AND BETWEEN LASALLE NATIONAL BANK AS TRUSTEE UNDER TRUST AGREEMENT DATED DECEMBER MORE OR LESS, TO ITS INTERSECTION WITH A LINE DRAWN 145.28 FEET EAST OF AND PARALLEL WITH THE WEST LINE OF SECTION 4 AFORESAID; THENCE NORTH

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ALONG SAID PARALLEL LINE, A DISTANCE OF 92.05 FEET, MORE OR LESS, TO ITS INTERSECTION WITH THE CENTER LINE OF UNION DRAINAGE DISTRICT DITCH EASEMENT; THENCE NORTHWESTERLY ALONG SAID CENTER LINE OF UNION DRAINAGE DISTRICT DITCH EASEMENT TO ITS INTERSECTION WITH A LINE PARALLEL WITH AND 70.00 FEET SOUTH OF THE NORTH LINE OF SECTION 4 AFORESAID; THENCE WEST ALONG SAID PARALLEL LINE TO ITS INTERSECTION WITH A LINE (HEREINAFTER KNOWN AS "LINE A") DRAWN FROM A POINT 95.00 FEET (AS MEASURED ALONG THE AFORESAID NORTH LINE OF THE ILLINOIS TOLL ROAD) EAST OF THE WEST LINE OF THE NORTHWEST 1/4 OF SECTION 4 AFORESAID TO A POINT 60.00 FEET (AS MEASURED ALONG A LINE 50.00 FEET SOUTH OF AND PARALLEL WITH THE NORTH LINE OF THE NORTHWEST 1/4 OF THE NORTHWEST 1/4 OF SECTION 4 AFORESAID) EAST OF THE WEST LINE OF THE NORTHWEST 1/4 OF SECTION 4 AFORESAID THENCE NORTHWESTERLY ALONG SAID "LINE A" TO ITS INTERSECTION WITH A LINE DRAWN PARALLEL WITH AND 50.00 FEET SOUTH OF THE NORTH LINE OF THE NORTHWEST 1/4 OF SECTION 4 AFORESAID; THENCE WEST ALONG SAID PARALLEL LINE TO THE POINT OF BEGINNING, ALL IN COOK COUNTY, ILLINOIS.

## PARCEL 2: (ACCESS ROAD EASEMENT)

PERPETUAL NON-EXCLUSIVE EASEMENT APPURTENANT TO AND FOR THE BENEFIT OF "PARCEL A" AS CREATED BY MUTUAL VACATION AND GRANT OF EASEMENT AGREEMENT DATED JANUARY 24, 1986 AND RECORDED JANUARY 24, 1986 AS DOCUMENT 86033272 MADE BY AND BETWEEN LASALLE NATIONAL BANK AS TRUSTEE UNDER TRUST AGREEMENT DATED DECEMBER 17, 1985 KNOWN AS TRUST NUMBER 110650; HARRIS TRUST AND SAVINGS BANK, AS TRUSTEE UNDER TRUST AGREEMENT DATED NOVEMBER 24, 1965 AND KNOWN AS TRUST NUMBER 32133, AND HARRIS TRUST AND SAVINGS BANK, AS TRUSTEE UNDER TRUST AGREEMENT DATED DECEMBER 1, 1984 AND KNOWN AS TRUST NUMBER 43029, FOR PEDESTRIAN AND VEHICULAR INGRESS, EGRESS AND ACCESS TO AND FROM PFINGSTEN ROAD TO AND FROM "REFERENCE PARCEL B" AND FOR MAINTENANCE REPAIR AND REPLACEMENT OF THE ACCESS ROAD, AS MORE PARTICULARLY DESCRIBED THEREIN, OVER, UNDER, UPON AND ACROSS THOSE PORTIONS OF "REFERENCE PARCEL B" AND "REFERENCE PARCEL C", DESCRIBED BELOW, AS DEPICTED ON EXHIBIT "E" ATTACHED TO SAID AGREEMENT.

## PARCEL 3: (UTILITY EASEMENT)

PERPETUAL NON-EXCLUSIVE EASEMENT APPURTENANT TO AND FOR THE BENEFIT OF "PARCEL A" AS CREATED BY MUTUAL VACATION AND GRANT OF EASEMENT AGREEMENT DATED JANUARY 24, 1986 AND RECORDED JANUARY 24, 1986 AS DOCUMENT 86033272 MADE BY AND BETWEEN LASALLE NATIONAL BANK AS TRUSTEE UNDER TRUST AGREEMENT DATED DECEMBER 17, 1985 KNOWN AS TRUST NUMBER 110650; HARRIS TRUST AND SAVINGS BANK, AS TRUSTEE UNDER TRUST AGREEMENT DATED NOVEMBER 24, 1965 AND KNOWN

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AS TRUST NUMBER 32133, AND HARRIS TRUST AND SAVINGS BANK, AS TRUSTEE UNDER TRUST AGREEMENT DATED DECEMBER 1, 1984 AND KNOWN AS TRUST NUMBER 43029, FOR INSTALLATION, MAINTENANCE, REPLACEMENT AND REPAIR OF WATER AND GAS MAINS, SANITARY SEWER AND STORM SEWER LINES, LATERALS, FEEDERS, BASINS, ELECTRICAL CONDUITS, TRANSFORMERS AND RELATED FACILITIES OVER, UNDER, UPON AND ACROSS THOSE PORTIONS OF "REFERENCE PARCEL B" AND "REFERENCE PARCEL C", DESCRIBED BELOW, AS DEPICTED ON EXHIBIT "F" ATTACHED TO SAID AGREEMENT.

## PARCEL 4: (CONSTRUCTION EASEMENT)

PERPETUAL NON-EXCLUSIVE EASEMENT APPURTENANT TO AND FOR THE BENEFIT OF "PARCEL A " AS CREATED BY MUTUAL VACATION AND GRANT OF EASEMENT AGREEMENT DATED JANUARY 24, 1986 AND RECORDED JANUARY 24, 1986 AS DOCUMENT NUMBER 86033272 MADE BY AND BETWEEN LASALLE NATIONAL BANK AS TRUSTEE UNDER TRUST AGREEMENT DATED DECEMBER 17, 1985 KNOWN AS TRUST NUMBER 110650; HARRIS TRUST AND SAVINGS BANK, AS TRUSTEE UNDER TRUST AGREEMENT DATED NOVEMBER 24, 1965 AND KNOWN AS TRUST NUMBER 32133, AND HARRIS TRUST AND SAVINGS BANK, AS TRUSTEE UNDER TRUST AGREEMENT DATED DECEMBER 1, 1984 AND KNOWN AS TRUST NUMBER 43029, OVER, UNDER, UPON AND ACROSS THOSE PORTIONS OF "REFERENCE PARCEL B" AND "REFERENCE PARCEL C", DESCRIBED BELOW, AS MAY BE REQUIRED FOR CONSTRUCTION, INSTALLATION, MAINTENANCE, REPAIR AND RESTORATION OF THE ACCESS ROAD AND THE UTILITY FACILITIES, AS MORE PARTICULARLY DEFINED IN SAID AGREEMENT.

## REFERENCE PARCEL B:

THAT PART OF THE NORTHWEST 1/4 OF THE NORTHWEST 1/4 OF SECTION 4, TOWNSHIP 42, NORTH, RANGE 12, EAST OF THE THIRD PRINCIPAL MERIDIAN, DESCRIBED AS FOLLOWS:

BEGINNING AT A POINT ON THE NORTH LINE OF THE ILLINOIS TOLL ROAD, BEING 250.20 FEET NORTH OF THE SOUTH LINE OF THE NORTHWEST 1/4 OF THE NORTHWEST 1/4 OF SAID SECTION 4; THENCE EAST ON SAID LINE, A DISTANCE OF 377.57 FEET FOR POINT OF COMMENCEMENT; THENCE NORTH ON A LINE DRAWN TO A POINT 371.22 FEET EAST OF THE NORTHWEST CORNER OF SAID SECTION 4 (AS MEASURED ON THE NORTH LINE OF SAID SECTION 4), HEREINAFTER REFERRED TO AS "LINE A", A DISTANCE OF 373.65 FEET FOR POINT OF BEGINNING OF TRACT TO BE DESCRIBED; THENCE EAST PARALLEL WITH THE NORTH LINE OF SAID ILLINOIS TOLL ROAD, A DISTANCE OF 476.78 FEET, TO THE CENTERLINE OF UNION DRAINAGE DISTRICT DITCH; THENCE NORTHWESTERLY ALONG SAID CENTERLINE, A DISTANCE OF 927.66 FEET TO A POINT IN A LINE 145.28 FEET EAST OF AND PARALLEL TO THE WEST LINE OF SAID NORTHWEST 1/4 OF SECTION 4; THENCE SOUTH ALONG SAID PARALLEL LINE, A DISTANCE OF 92.05 FEET TO A POINT IN A LINE 70.00 FEET SOUTHWESTERLY OF AND PARALLEL TO THE

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CENTERLINE OF UNION DRAINAGE DISTRICT DITCH; THENCE SOUTHEASTERLY ALONG LAST DESCRIBED PARALLEL LINE, A DISTANCE OF 300.00 FEET TO "LINE A" AFOREMENTIONED; THENCE SOUTH ALONG SAID "LINE A", A DISTANCE OF 321.35 FEET TO THE POINT OF BEGINNING, IN COOK COUNTY, ILLINOIS.

## REFERENCE PARCEL C:

THAT PART OF THE NORTHWEST 1/4 OF THE NORTHWEST 1/4 OF SECTION 4, TOWNSHIP 42 NORTH, RANGE 12, EAST OF THE THIRD PRINCIPAL MERIDIAN, DESCRIBED AS FOLLOWS:

BEGINNING AT A POINT OF INTERSECTION OF THE WEST LINE OF SECTION 4 AFORESAID WITH THE NORTH LINE OF THE ILLINOIS TOLL ROAD, SAID POINT BEING 250.20 FEET NORTH OF THE SOUTH LINE OF THE NORTHWEST 1/4 OF THE NORTHWEST 1/4 OF THE SAID SECTION 4; THENCE EAST ON THE SAID NORTH LINE 377.57 FEET FOR A POINT OF BEGINNING; THENCE NORTH ON A LINE DRAWN TO A POINT 371.22 FEET EAST OF THE NORTHWEST CORNER OF SAID SECTION 4 (AS MEASURED ON THE NORTH LINE OF SAID SECTION 4), A DISTANCE OF 373.65 FEET; THENCE EAST PARALLEL TO THE NORTH LINE OF SAID ILLINOIS TOLL ROAD, A DISTANCE OF 476.78 FEET TO THE CENTERLINE OF UNION DRAINAGE DISTRICT DITCH; THENCE SOUTHEASTERLY ALONG SAID CENTERLINE OF THE UNION DRAINAGE DITCH, A DISTANCE OF 457.67 FEET TO THE NORTH LINE OF AN EASEMENT FOR ILLINOIS TOLL ROAD, BEING A CURVED LINE, HAVING A RADIUS OF 2989.79 FEET; THENCE WEST ALONG SAID CURVED NORTH LINE OF SAID EASEMENT, A DISTANCE OF 19.30 FEET TO THE NORTHWEST CORNER OF SAID EASEMENT; THENCE SOUTH ALONG THE WEST LINE OF SAID EASEMENT, A DISTANCE OF 80.00 FEET TO THE SOUTHWEST CORNER OF SAID EASEMENT AND THE NORTH LINE OF SAID ILLINOIS TOLL ROAD; THENCE WESTERLY ALONG SAID NORTH LINE OF ILLINOIS TOLL ROAD, BEING A CURVED LINE HAVING A RADIUS OF 2989.79 FEET, A DISTANCE OF 177.41 FEET TO A POINT OF TANGENT; THENCE CONTINUING WESTERLY ALONG SAID NORTH LINE OF ILLINOIS TOLL ROAD, A DISTANCE OF 625.72 FEET TO THE POINT OF BEGINNING, IN COOK COUNTY, ILLINOIS.

## PARCEL 5:

PERMANENT EASEMENT APPURTENANT TO AND FOR THE BENEFIT OF PARCEL 1 FOR PURPOSES OF INGRESS AND EGRESS, INCLUDING CONSTRUCTING, MAINTAINING AND REPAIRING A PAVED ROADWAY UPON "PARCEL E", DESCRIBED BELOW AND FOR UTILITY PURPOSES, INCLUDING INSTALLING, LAYING, CONSTRUCTING, RECONSTRUCTING, OPERATING, MAINTAINING, RENEWING AND REPAIRING A WATER SUPPLY MAIN AND SANITARY SEWER OVER, UNDER AND UPON SAID "REFERENCE PARCEL E" AS CREATED BY INSTRUMENT DATED FEBRUARY 11, 1964 AND RECORDED FEBRUARY 19, 1964 AS DOCUMENT 19051190 MADE BY AND BETWEEN CHICAGO TITLE & TRUST COMPANY, AS TRUSTEE UNDER TRUST AGREEMENT DATED DECEMBER 12, 1961

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KNOWN AS TRUST NUMBER 43970 AND VICTOR J. KILLIAN AND EDNA H. KILLIAN, HIS WIFE.

**PARCEL E:**

THAT PART OF THE NORTHWEST 1/4 OF THE NORTHWEST 1/4 OF SECTION 4, TOWNSHIP 42 NORTH, RANGE 12, EAST OF THE THIRD PRINCIPAL MERIDIAN, DESCRIBED AS FOLLOWS:

COMMENCING AT THE POINT OF INTERSECTION OF THE WEST LINE OF THE NORTHWEST 1/4 OF SAID SECTION 4, WITH THE NORTH LINE OF THE ILLINOIS TOLL ROAD SAID NORTH LINE, BEING 250.20 FEET NORTH OF THE SOUTH LINE OF THE NORTHWEST 1/4 OF THE NORTHWEST 1/4 OF SAID SECTION 4; THENCE EAST ON SAID NORTH LINE, 377.57 FEET; THENCE NORTH ON A LINE DRAWN TO A POINT 371.22 FEET EAST OF THE NORTHWEST CORNER OF SAID SECTION 4 (AS MEASURED ON THE NORTH LINE OF SAID SECTION 4), HEREINAFTER KNOWN AS "LINE A", A DISTANCE OF 155.00 FEET TO THE POINT OF BEGINNING; THENCE EAST PARALLEL WITH SAID NORTH LINE 17.00 FEET; THENCE NORTH PARALLEL WITH "LINE A" AFORESAID 218.65 FEET; THENCE EAST PARALLEL WITH SAID NORTH LINE 5.00 FEET; THENCE NORTH PARALLEL WITH "LINE A" AFORESAID 355.20 FEET, MORE OR LESS, TO A POINT ON A LINE 30.00 FEET SOUTHWEST OF AND PARALLEL WITH THE CENTERLINE OF UNION DRAINAGE DISTRICT DITCH EASEMENT; THENCE NORTHWESTERLY ALONG LAST DESCRIBED PARALLEL LINE 328.66 FEET, MORE OR LESS, TO A POINT ON A LINE 145.28 FEET EAST OF AND PARALLEL WITH THE WEST LINE OF THE NORTHWEST 1/4 AFORESAID; THENCE SOUTH ALONG LAST DESCRIBED PARALLEL LINE 52.60 FEET, MORE OR LESS, TO A LINE 70.00 FEET SOUTHWEST OF AND PARALLEL WITH SAID CENTERLINE; THENCE SOUTHEASTERLY ALONG LAST DESCRIBED PARALLEL LINE 300.00 FEET, MORE OR LESS, TO "LINE A" AFORESAID; THENCE SOUTH ALONG SAID "LINE A", 540.00 FEET, MORE OR LESS, TO THE POINT OF BEGINNING, ALL IN COOK COUNTY, ILLINOIS.

**PARCEL 6:**

PERMANENT EASEMENT APPURTENANT TO AND FOR THE BENEFIT OF PARCEL 1 FOR COMPENSATORY WATER STORAGE PURPOSES, CREATED BY DECLARATION AND GRANT OF EASEMENT DATED FEBRUARY 7, 1986 AND RECORDED FEBRUARY 13, 1986 AS DOCUMENT 86062477 BY HARRIS TRUST AND SAVINGS BANK, AS TRUSTEE UNDER TRUST AGREEMENT DATED NOVEMBER 24, 1965 AND KNOWN AS TRUST NO. 32133.

**PARCEL X:**

AN EASEMENT FOR PUBLIC UTILITY PURPOSES, AS GRANTED BY NORTH SHORE GAS COMPANY TO CARL A. METZ, IN AN EASEMENT RECORDED DECEMBER 26, 1961 AS DOCUMENT 18362203, OVER, UNDER AND UPON THE FOLLOWING DESCRIBED REAL ESTATE:

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A STRIP OF LAND 10.00 FEET IN WIDTH, BEING 5.00 FEET ON EACH SIDE OF THE FOLLOWING DESCRIBED CENTERLINE: COMMENCING AT A POINT ON THE NORTH LINE OF THE NORTHWEST 1/4 OF SECTION 4, TOWNSHIP 42 NORTH, RANGE 12, EAST OF THE THIRD PRINCIPAL MERIDIAN, SAID POINT BEING 434.37 FEET EAST (AS MEASURED ON SAID NORTH LINE) OF THE NORTHWEST CORNER THEREOF; THENCE SOUTH PERPENDICULAR TO SAID NORTH LINE, 50.00 FEET TO THE POINT OF BEGINNING OF SAID 10-FOOT STRIP HEREIN DESCRIBED; THENCE CONTINUING SOUTH ALONG SAID PERPENDICULAR LINE, A DISTANCE OF 239.06 FEET, MORE OR LESS, TO ITS INTERSECTION WITH THE NORTHEASTERLY LINE OF UNION DRAINAGE DISTRICT DITCH EASEMENT; THENCE SOUTHWESTERLY PERPENDICULARLY TO SAID NORTHEASTERLY LINE, A DISTANCE OF 100.00 FEET TO A POINT ON A LINE, WHICH IS 70.00 FEET SOUTHWESTERLY OF AND PARALLEL WITH THE CENTERLINE OF SAID UNION DRAINAGE DISTRICT DITCH EASEMENT, SAID POINT BEING THE SOUTHERLY TERMINUS OF THE AFORESAID 10-FOOT STRIP OF LAND, IN COOK COUNTY, ILLINOIS.

Tax Parcel #: 04-04-100-013-0000; 04-04-100-012-000; 04-04-100-011-0000

Street Address: 111 Pfingsten Road, Deerfield, Cook County, Illinois 60015

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## EXHIBIT B

### Permitted Encumbrances

1. Rights of Union Drainage District Number One of the West Fork of the North Branch of the Chicago River of the Townships of West Deerfield, Lake County, Illinois and Northfield, Cook County, Illinois, in a 60-foot strip of land reserved under proceedings in Case 27893.  
(Affects the Northerly-most portion of Parcels 1, 3, 4, 5, 6 and X)
2. Grant of Easement between Carl A. Metz and North Shore Gas Company, dated December 13, 1961 and recorded January 2, 1962 as document 18367865.  
(Affects Parcels 1, 3, 4 and 5)
3. Easement for ingress and egress in Warranty Deed to Carl A. Metz, dated December 4, 1961 and recorded January 4, 1962 as document 18369806.  
(Affects All Parcels)
4. Grant of Easement from North Shore Gas Company, a corporation of Illinois, to Carl A. Metz, dated December 14, 1961 and recorded December 26, 1961 as document 18362203.
5. Grant of Easement recorded April 20, 1971 as document 21453367 made by LaSalle National Bank, a corporation of the United States of America, as Trustee under Trust Agreement dated March 6, 1964 and known as Trust Number 29897 to the Commonwealth Edison Company and the Illinois Bell Telephone Company.
6. Easement in favor of the Commonwealth Edison Company, and its successors and assigns, contained in the Grant of Easement recorded April 9, 1986 as document 86136344.
7. Easement contained in the Grant of Easement recorded as document 94619709 in favor of the Village of Deerfield, and its successors and assigns.

As affected by Grant of Easement in favor of The Union Drainage District recorded August 23, 1994 as document 94742582 and re-recorded October 20, 1994 as 94897595, and the terms, provisions and conditions contained therein.  
(Affects Parcels 1, 3, 4, 5 and 6)

8. Mutual Vacation and Grant of Easement Agreement dated January 24, 1986, made by and between Chicago Title and Trust Company, as Trustee under Trust Agreement dated December 12, 1961 and known as Trust Number 43970, Harris Trust and Savings Bank, as Trustee under Trust Agreement dated November 24, 1965 and known as Trust Number

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32133, and Harris Trust and Savings Bank, as Trustee under Trust Agreement dated December 1, 1984 and known as Trust Number 43029, recorded January 24, 1986 as document 86033272.

9. Ordinance No. 0-01-41 entitled "An Ordinance Approving An Amendment To The Signage Plan for 111 Pfingsten Road As An Amendment To a Special Use Industrial Planned Unit Development" recorded September 19, 2002 as document number 0021031114.
10. Easement Agreement dated February 11, 1964 and recorded February 19, 1964 as document 19051190, made by and between Chicago Title & Trust Company, as Trustee under Trust Agreement dated December 12, 1961 known as Trust Number 43970, and Victor J. Killian and Edna H. Killian, his wife.
11. Declaration and Grant of Easement dated February 7, 1986 and recorded February 13, 1986 as document 86062477, by Harris Trust and Savings Bank, as Trustee under Trust Agreement dated November 24, 1965 and known as Trust No. 32133.
12. The subject property falls within the Northfield Drainage District and is subject to fees in connection therewith. None due and payable at the Date of the Policy.