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SECOND MORTGAGE, ASSIGNMENT OF RENTS AND LEASES AND SECURITY AGREEMENT

Dated as of September 1, 1993

By

CHICAGO SUBURBAN INDUSTRIAL
PROPERTIES INVESTMENT COMPANY,
an Illinois Limited Partnership

To

FORD MOTOR CREDIT COMPANY

DEPT-01 RECORDING 493.00
140011 TRAN 7295 09/28/93 11:05:00
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COOK COUNTY RECORDER

Property of Cook County Clerk's Office

This instrument was prepared by
and after recording return to:

Property Identification:

John L. Tuohy
Chapman and Cutler
111 West Monroe Street
Chicago, Illinois 60603

2300 Hammond
Schaumburg, Illinois
and
6500 N. Lincoln
Lincolnwood, Illinois

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COOK COUNTY RECORDER
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Please return to: Mike Wehman
Ticor Title Insurance
203 N. LaSalle, Suite 1400
Chicago, IL 60601
Re: 224-21967-14

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ENCLOSURE

Property of Cook County Clerk's Office

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SECOND MORTGAGE, ASSIGNMENT OF RENTS AND LEASES AND SECURITY AGREEMENT

THIS SECOND MORTGAGE, ASSIGNMENT OF RENTS AND LEASES AND SECURITY AGREEMENT (the or this "Mortgage") is made as of September 1, 1993, by CHICAGO SUBURBAN INDUSTRIAL PROPERTIES INVESTMENT COMPANY, an Illinois limited partnership, whose address is set forth below, as Mortgagor, and FORD MOTOR CREDIT COMPANY, a Delaware corporation, whose principal place of business is set forth below, as Mortgagee.

ARTICLE I

DEFINITIONS

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

(a) *Affiliate:* Of any Person shall mean any other Person directly or indirectly controlling, controlled by, or under common control with, such Person, whether through the ownership of voting securities, partnership or joint venture interests by contract or otherwise, with control being the power to direct or cause the direction of management and/or policies.

(b) *Assignment:* The assignment, contained in Article 3 of this Mortgage, from Mortgagor to Mortgagee, of all of Mortgagor's right, title and interest in and to the Leases and the Rents.

(c) *Awards:* All awards and payments made or hereafter to be made by any municipal, state or Federal authorities or boards to Mortgagor, including any awards and payments for any taking of all or a portion of the Mortgaged Property, as a result of, or by agreement in anticipation of, the exercise of the right of condemnation or eminent domain, or for any change or changes of grade of streets affecting the Mortgaged Property.

(d) *Buildings:* All buildings, improvements, alterations or appurtenances now, or at any time hereafter, located upon the Land or any part thereof.

(e) *Business Day:* Any day other than a Saturday, Sunday or legal holiday in the State of California or the State of Illinois.

(f) *Cross-Collateralized Mortgages:* The following described Mortgage, Assignment of Rents and Leases and Security Agreements, dated February 22, 1990, made by Western Suburban Industrial Investments Limited Partnership, an Illinois limited partnership, and by Waikiki Beachcomber Investment Company, a Hawaii

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general partnership, to Mortgagee, as the same may be amended, modified or supplemented from time to time:

PRINCIPAL AMOUNT SECURED	PROPERTY SUBJECT TO MORTGAGE
\$2,942,000	35-45 W. Lake Street Northlake, Illinois
\$1,509,000	2120-24 Roberts Broadview, Illinois
\$1,796,000	1005-35 Paramount Batavia, Illinois
\$1,728,000	905 Paramount Batavia, Illinois

(g) *Cross-Collateralized Notes:* The following promissory notes, dated February 22, 1990, made by Western Suburban Industrial Investments Limited Partnership, an Illinois limited partnership, and by Waikiki Beachcomber Investment Company, a Hawaii general partnership, to the order of Mortgagee, together with all renewals, extensions and modifications thereof:

ORIGINAL PRINCIPAL AMOUNT	SECURED BY MORTGAGE ON FOLLOWING PROPERTY
\$2,942,000	35-45 W. Lake Street Northlake, Illinois
\$1,509,000	2120-24 Roberts Broadview, Illinois
\$1,796,000	1005-35 Paramount Batavia, Illinois
\$1,728,000	905 Paramount Batavia, Illinois

(h) *Defaulted Interest Rate:* The lesser of (i) the interest rate of five percent (5%) over the "Applicable Interest Rate", as defined in the Note, or (ii) the highest contract rate allowed by law for this type of transaction.

(i) *Event(s) of Default:* The happenings and occurrences described in Article 5 of this Mortgage.

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(j) *Fixtures*: All fixtures located upon or within the Land or Buildings or now or hereafter attached to, or installed in, or used in connection with, any of the Land or Buildings whether or not permanently affixed to the real estate.

(k) *Hazardous Materials*: Any flammable explosives, radioactive materials, oil or petroleum or chemical liquids or solids, liquid or gaseous products or hazardous wastes, toxic substances and similar substances and materials, including asbestos and all substances and materials defined as hazardous or toxic wastes, substances or materials under any applicable law.

(l) *Impositions*: All (i) real estate and personal property taxes and other taxes and assessments, water and sewer rates and charges, and all other governmental charges and any interest or costs or penalties with respect thereto, and charges for any easement or agreement maintained for the benefit of the Mortgaged Property which at any time prior to or after the execution of the Security Documents may be assessed, levied, or imposed upon the Mortgaged Property or the rent or income received therefrom or any use or occupancy thereof, and (ii) other taxes, assessments, fees and governmental charges levied, imposed or assessed upon or against Mortgagor or any of its properties.

(m) *Indebtedness*: The principal of and interest on and all other amounts, payments and premiums due under the Note and all other indebtedness of Mortgagor to Mortgagee under and/or secured by the Security Documents.

(n) *Land*: The real estate described in Exhibit "A" attached hereto.

(o) *Leases*: Any and all leases, subleases, licenses, concessions or grants of other possessory interests now or hereafter in force, oral or written, covering or affecting the Mortgaged Property, or any part thereof together with all rights, powers, privileges, options and other benefits of Mortgagor thereunder.

(p) *Mortgaged Property*: The Land, Buildings, Fixtures, Personalty, Rents and Leases, together with:

(i) all rights, privileges, permits, licenses, tenements, hereditaments, rights-of-way, easements, appendages and appurtenances of the Land and/or the Buildings belonging or in anywise appertaining thereto and all right, title and interest of Mortgagor in and to any streets, ways, alleys, strips or gores of land adjoining the Land or any part thereof;

(ii) all the estate, right, title, interest, claim or demand whatsoever of Mortgagor, either at law or in equity, in and to the Land, Buildings, Fixtures, and Personalty; and

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(iii) all the estate, right, title, interest, claim or demand whatsoever of Mortgagor, either at law or in equity, in and to the Awards, or payments with respect to casualties.

(q) *Mortgagee*: Ford Motor Credit Company, a Delaware corporation, its successors and assigns and the holders, from time to time, of the Note.

(r) *Mortgagee's Address*: c/o United States Real Estate, 733 Front Street, San Francisco, California 94111, Attention: President, Facsimile No. 415-627-4413.

(s) *Mortgagor*: Chicago Suburban Industrial Properties Investment Company, an Illinois limited partnership, and its respective successors, assigns and successors in interest in and to the Mortgaged Property.

(t) *Mortgagor's Address*: c/o Tomasz Shidler Investment Corporation, 150 N. Wacker Drive, Suite 150, Chicago, Illinois 60606.

(u) *Note*: The promissory note, dated of even date with this Mortgage, made by Mortgagor to the order of Mortgagee, in the amount of \$235,000, secured, in part, by this Mortgage, which note matures on February 22, 1995, together with all renewals, extensions and modifications thereof.

(v) *Obligations*: (a) Any and all of the covenants, promises and other obligations (other than the Indebtedness) made or owing by Mortgagor and/or others to or due to Mortgagee under and/or as set forth in the Note and/or the Security Documents, and the principal of and interest on each other Prior Note and/or Cross-Collateralized Note, and any and all of the covenants, promises and other obligations made by or owing by Mortgagor and/or others to or due to Mortgagee under and as set forth in each other Prior Note, Prior Mortgage, Cross-Collateralized Note, Cross-Collateralized Mortgage and/or the Security Documents (as defined in a Prior Mortgage or a Cross-Collateralized Mortgage).

(w) *Permitted Encumbrances*: The Leases and the encumbrances described, with particularity, in Exhibit "B" attached hereto.

(x) *Person*: Any individual, partnership, firm, corporation, association, joint venture, trust or other entity, or any government or political subdivision or agency, department or instrumentality thereof.

(y) *Personalty*: All furniture, furnishings, equipment, machinery and all other personal property (other than the Fixtures) now or hereafter located in, upon or about the Land and the Buildings, together with all accessions, replacements and substitutions thereto or therefor and the proceeds thereof; and all general intangibles pertaining to the Mortgaged Property, including, but not limited to, all trade names, contract rights, accounts, management contracts, goodwill, marketing publications, telephone numbers and signage.

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(z) *Principal Balance:* As defined in the Note.

(aa) *Prior Mortgages:* The following described Mortgage, Assignment of Rents and Leases and Security Agreements, dated February 22, 1990, made by Mortgagor to Mortgagee, as the same may be amended, modified or supplemented from time to time:

PRINCIPAL AMOUNT SECURED	PROPERTY SUBJECT TO MORTGAGE
\$2,038,000	2300 Hammond Schaumburg, Illinois
\$2,762,000	6500 N. Lincoln Lincolnwood, Illinois

(bb) *Prior Notes:* (a) The promissory note, dated February 22, 1990, made by Mortgagor to the order of Mortgagee, in the original principal amount of \$2,038,000, which note is secured by the Prior Mortgage relating to the Mortgaged Property located at 2300 Hammond, Schaumburg, Illinois, together with all renewals, extensions and modifications thereof, and (b) the promissory note, dated February 22, 1990, made by Mortgagor to the order of Mortgagee, in the original principal amount of \$2,762,000, which note is secured by the Prior Mortgage relating to the Mortgaged Property located at 6500 N. Lincoln, Lincolnwood, Illinois, together with all renewals, extensions and modifications thereof.

(cc) *Rents:* All of the rents, revenues, income, profits, deposits, tenders and other benefits payable under the Leases and/or arising from the use and enjoyment of all or any portion of the Mortgaged Property.

(dd) *Security Agreement:* The Security Agreement, contained in this Mortgage, wherein and whereby Mortgagor grants to Mortgagee a security interest in the Rents, Leases, Personalty and Fixtures.

(ee) *Security Documents:* This Mortgage, the Assignment, the Security Agreement and any and all other documents now or hereafter securing the payment of the Indebtedness or the observance or performance of the Obligations.

ARTICLE 2

GRANT

Section 2.1. Grant. To secure the payment of the Indebtedness and the performance and discharge of the Obligations, Mortgagor by these presents hereby grants, bargains, sells, assigns, mortgages, conveys and warrants unto Mortgagee the Mortgaged Property, the

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Leases, the Rents and the Awards, subject, however, to the Permitted Encumbrances, to have and to hold the Mortgaged Property unto Mortgagee, its successors and assigns forever.

Section 2.2. Condition of Grant. The condition of these presents is such that if Mortgagor shall pay or cause to be paid the Indebtedness as and when the same shall become due and payable and shall observe, perform and discharge the Obligations, then the Security Documents and the estate and rights granted by them shall be void, otherwise to remain in full force and effect.

Section 2.3. Doctrine of Merger. Upon the foreclosure of this Mortgage, no assigned Lease shall be destroyed or terminated by application of the doctrine of merger or as a matter of law unless Mortgagee or any purchaser at such foreclosure sale so elects. No act by or on behalf of Mortgagee or any such purchaser shall constitute a termination of any assigned Lease unless Mortgagee or such purchaser gives written notice thereof to the applicable tenant or subtenant.

ARTICLE 3

SECURITY INTEREST AND ASSIGNMENT OF LEASES AND RENTS

Section 3.1. Security Interest. This Mortgage shall be construed as a mortgage of both real property and personal property and it shall also constitute and serve as a "Security Agreement" within the meaning of and shall create a security interest under the Uniform Commercial Code (the "Code") as adopted in the State of Illinois.

Section 3.2. Security Agreement and Assignment of Leases and Rents. Mortgagor hereby grants to Mortgagee a security interest under the Code in such of the Mortgaged Property as is or may be subject to the Code and Mortgagee shall have all rights with respect thereto afforded to it by the Code in addition to but not in limitation of the other rights afforded to Mortgagee by the Security Documents.

Section 3.3. Financing Statements. Mortgagor agrees to and shall execute and deliver to Mortgagee, in form satisfactory to Mortgagee, such "Financing Statements" and such further assurances as Mortgagee may, from time to time, consider reasonably necessary to create, perfect and preserve Mortgagee's liens upon the Mortgaged Property, and Mortgagee, at the expense of Mortgagor, may or shall cause such statements and assurances to be recorded and re-recorded, filed and re-filed, at such times and places as may be required or permitted by law to so create, perfect and preserve such liens.

Section 3.4. Assignment of Leases and Rents. In order to further secure payment of the Indebtedness and the observance, performance and discharge of the Obligations, and as additional security therefor, Mortgagor hereby absolutely and irrevocably assigns and transfers to Mortgagee, all of Mortgagor's right, title and interest in and to the Leases and the Rents, subject only to the Permitted Encumbrances. This Assignment and grant shall continue in effect until the Indebtedness secured by this Mortgage is paid in full. Mortgagor

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hereby appoints Mortgagee its true and lawful attorney-in-fact, with the right, at Mortgagee's option at any time, to demand, receive and enforce payment, to give receipts, releases and satisfactions, and to sue, either in Mortgagor's or Mortgagee's name, for all Rents. Notwithstanding the foregoing Assignment of Leases and Rents, and so long as no Event of Default has occurred which remains uncured, Mortgagor shall be granted a license to collect all Rents, and to apply said Rents in payment of all necessary and reasonable charges and expenses of the operation of the Mortgaged Property, and on account of the Indebtedness. This Assignment shall not be deemed or construed to constitute Mortgagee as a mortgagee in possession nor obligate Mortgagee to take any action or to incur expenses or perform or discharge any obligation, duty or liability. However, upon the occurrence of an Event of Default under the terms and provisions of this Mortgage, without the necessity of Mortgagee entering upon and taking and maintaining full control of the Mortgaged Property in person, by agent or by a court-appointed receiver, Mortgagee shall immediately be entitled to possession of all rents and revenues of the Mortgaged Property as specified in this paragraph as the same become due and payable, including, but not limited to, Rents then due and unpaid, and all such Rents shall immediately be held by Mortgagor as trustee for the benefit of Mortgagee only. Mortgagor agrees that commencing upon an Event of Default under this Mortgage, each lessee of the Mortgaged Property shall make such Rents payable to and pay such Rents to Mortgagee and Mortgagee's agents on Mortgagee's written demand to each lessee therefor, delivered to each lessee personally, by mail or by delivering such demand to each leased premises, without any liability on the part of said lessee to inquire further as to the existence of a default by Mortgagor.

The Mortgagor shall not have the right or power, as against the holder of this Mortgage without its consent, to sell, pledge, assign or otherwise encumber Leases of the Mortgaged Property or any part thereof, in existence on the date of this Mortgage or hereafter; and any such act shall constitute, ipso facto, an impairment of the Mortgagee's security and secured position. In the event that an assignment of rentals of even date herewith is executed by the Mortgagor in favor of the Mortgagee, then all of the terms and provisions of such assignment shall govern in lieu of the provisions of this paragraph. In the event no such instrument is executed, then all of the terms and conditions of this paragraph shall be in full force and effect.

ARTICLE 4

COVENANTS

Until the entire Indebtedness shall have been paid in full, Mortgagor hereby covenants and agrees as follows:

Section 4.1. Compliance with Laws. Subject to the provisions of Section 8.16, Mortgagor will promptly and faithfully comply with, conform to and obey all present and future laws, ordinances, rules, regulations and requirements of every duly constituted governmental authority or agency and of every Board of Fire Underwriters having jurisdiction, or similar body exercising similar functions ("*Governmental Requirement*"),

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which may be applicable to it or to the Mortgaged Property, or any part thereof, or to the use or manner of use, occupancy, possession, operation, maintenance, alteration, repair or reconstruction of the Mortgaged Property, or any part thereof, whether or not such law, ordinance, rule, order, regulation or requirement shall necessitate structural changes or improvements or interfere with the use or enjoyment of the Mortgaged Property.

Section 4.2. Payment of Impositions. Subject to the provisions of Section 8.16, Mortgagor will duly pay and discharge, or cause to be paid and discharged, the Impositions, such Impositions or installments thereof to be paid not later than the day any fine, penalty, interest or cost may be added thereto or imposed by law for the non-payment thereof; provided, however, that if, by law, any Imposition may be paid in installments, Mortgagor may pay the same in such installments.

Section 4.3. Repair. (a) Mortgagor will keep the Mortgaged Property in good order and condition and make all necessary or appropriate repairs, replacements and renewals thereof and additions and betterments and improvements thereto, interior and exterior, structural and non-structural, ordinary and extraordinary and will use its best efforts to prevent any act or thing which might impair the value or usefulness of the Mortgaged Property, and Mortgagor will obtain the written consent of Mortgagee prior to removal of any building or making any change or alteration of or additions to the Mortgaged Property except (i) a non-structural alteration which does not diminish the value of the Mortgaged Property and does not cost over \$75,000 and (ii) non-structural tenant improvements which would not materially diminish the value thereof.

(b) Mortgagor will not commit or knowingly permit any waste of the Mortgaged Property or any part thereof.

(c) Mortgagor will not permit any of the Fixtures or Personality to be removed at any time from the Land and/or Buildings, without the prior written consent of Mortgagee, unless actually replaced by an article of equal suitability and value, owned by Mortgagor, free and clear of any lien or security interest except such as may be approved in writing by Mortgagee.

Section 4.4. Insurance. Mortgagor will maintain insurance upon the Mortgaged Property against loss by fire and such other hazards, casualties and contingencies as are normally and usually covered by extended coverage policies in effect in the locality where the Mortgaged Property is situated and such other risks as may be specified by Mortgagee, from time to time, in amounts not less than the greater of (i) the full replacement value (including adjustment for inflation) of the Mortgaged Property, or (ii) the sum of (A) the Principal Balance plus (B) the principal amount of the Prior Note relating to that portion of the Mortgaged Property located at 2300 Hammond, Schaumburg, Illinois, or 6500 N. Lincoln, Lincolnwood, Illinois, as the case may be; and with insurers acceptable to Mortgagee. Mortgagor shall cause in connection therewith to provide, and the insurer issuing such policy to certify to Mortgagee, that (i) except as otherwise provided in Section 4.5 hereof, loss payments will be payable to Mortgagee as an additional insured party and loss payee, as its interests may appear, such payments to be applied, at Mortgagee's

sole option, to the restoration, repair or replacement of the Mortgaged Property, if practicable to do so, or to the payment of the Indebtedness; (ii) the interest of Mortgagee shall be insured regardless of any breach or violation by Mortgagor of any warranties, declarations or conditions in such policy; (iii) if any such insurance policy be subject to cancellation or be endorsed or sought to be endorsed to effect a change in coverage for any reason whatsoever, such insurer will promptly notify Mortgagee and such cancellation or change shall not be effective as to Mortgagee for thirty (30) days after receipt by Mortgagee of such notice; and (iv) Mortgagee may, but shall not be obligated to, make premium payments to prevent such cancellation, and that such payments shall be accepted by the insurer. Mortgagor shall also maintain (x) business interruption insurance covering the loss of rents covering a minimum of twelve (12) months, (y) flood insurance, if the Mortgaged Property is located in a HUD designated flood area, and (z) general and specialized liability insurance providing coverage of not less than \$5,000,000 personal injury per occurrence and in the aggregate, with the terms thereof, amounts and insurers all to be acceptable to and approved by Mortgagee. In addition, Mortgagor shall furnish to Mortgagee at the time of execution hereof, certified copies of such policies and original certificates of coverage from the issuing insurance companies, and receipts for payment of the premiums then due and payable, and certified copies of each renewal policy and certificates of coverage not less than thirty (30) days prior to the expiration of the original policy or the preceding renewal policy (as the case may be), together with receipts or other evidence that the premiums thereon have been paid; and furnish to Mortgagee on or before 120 days after the close of each fiscal year of Mortgagor a statement certified by a duly authorized officer of Mortgagor of the amounts of insurance maintained in compliance with this Subsection, of the risks covered by such insurance and of the insurance company or companies which carry such insurance. All insurance policies required to be maintained by Mortgagor under this Mortgage shall be issued by companies acceptable to Mortgagee, but in no event shall the company(ies) have ratings in the current Best's Insurance Rating Manual of less than "A-/XI".

Section 4.5. Restoration Following Casualty. (a) In the event of the happening of any casualty, of any kind or nature (whether insured against or not), resulting in damage to or destruction of the Mortgaged Property, Mortgagor will give notice thereof to Mortgagee and Mortgagor will promptly restore, repair, replace, rebuild or alter the Mortgaged Property as nearly as possible to its value and condition immediately prior to such damage or destruction, whether or not there are insurance proceeds therefor. If more than six (6) months have elapsed since the occurrence of the insured casualty, or if an Event of Default shall have occurred and is continuing, the Mortgagee shall have the right, at its option, without consent of or participation by Mortgagor to adjust or compromise any claim against the Mortgagor under any insurance policies on the Mortgaged Property. Mortgagee shall not have any right to adjust or compromise any claim under any liability insurance policy. Mortgagor shall promptly notify Mortgagee of any written claim asserted against Mortgagor on account of any injury or claimed injury to persons or property arising from the Mortgagor's ownership or development of the Mortgaged Property and shall deliver to Mortgagee the original or true copy of each summons or other process, pleading or notice issued in any suit or other proceeding to assert or enforce any such claim, suit or other proceeding promptly after Mortgagor is served with the same.

(b) The Mortgagor hereby appoints the Mortgagee agent and attorney-in-fact to collect and receive insurance proceeds, and to deduct therefrom Mortgagee's expenses incurred in the collection of such proceeds; *provided, however*, that nothing contained in this Paragraph 4.5 shall require Mortgagee to incur any expense or take any action hereunder. In the event any losses shall be payable on any insurance policies on the Mortgaged Property, the Mortgagor hereby appoints the Mortgagee agent and attorney-in-fact to endorse such proceeds, checks or drafts for the purpose, at the sole option of the Mortgagee, of (i) applying them in payment or prepayment without premium of the Indebtedness secured by the Mortgage, whether or not then due; or (ii) holding the balance of such proceeds to be used to reimburse Mortgagor for the cost of reconstruction or repair of the Mortgaged Property, provided that no Event of Default shall have occurred and be continuing under the Note or this Mortgage, and the Mortgaged Property shall be restored to the equivalent of its original condition and use as same exist on the date of this Mortgage, or to such other condition and use as Mortgagee may approve in writing.

(c) Notwithstanding any of the foregoing, Mortgagee shall apply the insurance proceeds to reconstruction and repair of the Mortgaged Property ("*Restoration*") if (i) no Event of Default has occurred and is continuing, (ii) the cost of Restoration will not exceed \$250,000, (iii) Restoration can be completed at least one full year prior to the then effective maturity date of the Note without giving effect to any extension for which Mortgagor has not then qualified, (iv) tenants occupying not less than seventy-five percent (75%) of the rentable square footage in the Building or Buildings concerned have confirmed in writing to Mortgagee that their leases of such Mortgaged Property shall continue in effect through and after the period during which repair and Restoration is to be completed, and (v) Mortgagee's security after completion of Restoration shall not be impaired or the value of its collateral in any way reduced. Any insurance proceeds (and interest thereon, if any) remaining after any payment for Restoration as provided in this Section may at the option of Mortgagee be (A) applied to the prepayment, in full or in part, without premium, of the Principal Balance, in accordance with Section 6(f) of the Note, and thereafter to the payment of any other Indebtedness, or (B) paid to Mortgagor. Mortgagor shall promptly reimburse Mortgagee and the Depository (as hereinafter defined), if any, upon demand for all charges and costs (including reasonable attorneys' fees) incurred by them in connection with the collection of insurance proceeds and their disbursements in accordance with this Section, and all such charges and costs, together with interest at the Applicable Interest Rate, as defined in the Note, from and after the date of payment, shall be additional amounts secured by this Mortgage. No damage or destruction or retention of insurance proceeds as provided in this Section shall suspend any obligation to make payments pursuant to the Note or suspend the accrual of interest under the Note and the Note shall bear interest and shall be payable in accordance with its tenor. If Mortgagee or Mortgagor elects or is required to apply insurance proceeds to Restoration, (1) the proceeds may at Mortgagee's election be disbursed either by Mortgagee or by a disbursing agent (the "*Depository*") selected by Mortgagee and paid for by Mortgagor, and in accord with good, conservative, and prudent lending practice, including, if requested by Mortgagee, the provision of payment and performance bonds by Mortgagor, (2) Mortgagor will upon demand of Mortgagee from time to time deposit with Mortgagee or Depository, in a non-interest-bearing account, such amounts in excess of remaining insurance proceeds as may be required to effect Restoration, (3) the insurance

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proceeds shall be disbursed from time to time as Restoration progresses, in the manner and subject to the conditions set forth in Mortgagee's then-current standard form of construction loan agreement or other reasonable conditions then satisfactory to Mortgagee, (4) all plans and specifications for the Restoration shall be subject to review and prior written approval of Mortgagee, and (5) if an Event of Default occurs prior to final disbursement of the insurance proceeds, any undischursed portion of the Proceeds may at Mortgagee's option be applied to the indebtedness evidenced by the Note, whether or not then due and in any order of priority, rather than to Restoration.

(d) Mortgagee may, at its option, condition disbursement of said proceeds on the approval by Mortgagee of such plans and specifications prepared by an architect satisfactory to Mortgagee, contractor's cost estimates, architect's certificates, waivers of liens, sworn statements of mechanics and materialmen, and such other evidence of costs, percentage completion of construction, application of payments, and satisfaction of liens as Mortgagee may require.

(e) So long as no Event of Default has occurred and is continuing, if the Mortgagee does not release insurance proceeds for Restoration and, instead, applies such proceeds in partial prepayment, without premium, of the Indebtedness, pursuant to Section 4.5(c) hereof, the Mortgagor shall have the right to prepay the Indebtedness in full but not in part, without premium, provided that Mortgagor shall (i) give Mortgagee written notice of its intention to prepay the Indebtedness within sixty (60) days after Mortgagee applied such insurance proceeds, and (ii) pays the Indebtedness in full within sixty (60) days after giving such notice of intention to prepay.

Section 4.6. Lease Agreements. Mortgagor agrees not:

- (a) to enter into any new Leases except as permitted herein;
- (b) not to terminate any of the Leases unless (i) such termination is in connection with the exercise of remedies available to Mortgagor on default by tenants thereunder and (ii) Mortgagor shall give notice to Mortgagee of any such termination at the same time as notice thereof is given to the tenant thereunder;
- (c) to amend or modify any of the Leases in any material respect (it being understood that any reduction in the monetary obligations of a tenant shall be deemed to be a material amendment);
- (d) to grant any concessions in connection with any of the Leases; or
- (e) to accept a surrender of any Lease;

without the prior written consent of Mortgagee. All Leases, including any new Leases hereafter entered into, shall be subordinated (subject to the non-disturbance and attornment provisions) to the lien of this Mortgage and any renewals, extensions, or modifications thereof, together with all of Mortgagee's rights and remedies arising under this Mortgage.

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Provided however, that Mortgagee shall not withhold its consent *provided* that in Mortgagee's judgment the lease terms approximate market terms and the prospective tenant has adequate business experience, credit and financial capacity. Each Lease submitted to Mortgagee for approval shall be deemed approved unless within ten (10) Business Days after receipt thereof, Mortgagee, in writing, shall have either disapproved such Lease or requested additional information with respect thereto.

Section 4.7. Performance of Leases and Other Agreements. Mortgagor will duly and punctually perform all covenants and agreements expressed as binding upon it under the Leases and other agreements to which it is a party with respect to the Mortgaged Property or any part thereof, and will use its reasonable good faith efforts to enforce or secure the performance of each and every obligation and undertaking of the respective lessees under the Leases. Mortgagor will appear and defend, at its cost and expense, any action or proceeding arising under or in any manner connected with the Leases or the obligations and undertakings of any lessee thereunder. Mortgagor will immediately notify Mortgagee in writing of any notice of default received by Mortgagor from any tenant thereunder.

Section 4.8. Payment of Rents. Mortgagor hereby agrees that the respective lessees under the Leases, upon notice from Mortgagee of the occurrence of an Event of Default, shall thereafter pay to Mortgagee the Rents due and to become due under the Leases without any obligation to determine whether or not such an Event of Default does in fact exist. Until the occurrence of an Event of Default, Mortgagor shall be entitled to collect the Rents as and when they become due and payable, but never more than one month in advance.

Section 4.9. Inspection. Mortgagor will permit Mortgagee, upon reasonable notice and at all reasonable times, to inspect the Mortgaged Property. Mortgagee shall have the right to enter onto the Mortgaged Property, at all reasonable times, to inspect the Mortgaged Property for the existence of Hazardous Materials on the Mortgaged Property and to determine the compliance of the Mortgaged Property and its use with any law, rule or regulation relating to industrial hygiene or environmental conditions, including soil and ground water conditions and the compliance of the Mortgagor and the Mortgaged Property with the conditions and covenants set forth herein with respect to Hazardous Materials.

Section 4.10. Hold Harmless. Mortgagor will defend and hold Mortgagee harmless from any action, proceeding or claim affecting the Mortgaged Property, or the value of the Note or the Security Documents. Mortgagor shall appear in and defend (or pay the expenses of Mortgagee to defend, if Mortgagee elects to handle such defense) any action or proceeding purporting to affect the security of this Mortgage and/or the rights and/or powers of Mortgagee hereunder, and Mortgagor shall pay all costs and expenses (including costs of evidence of title and attorneys' fees) in any action or proceeding in which Mortgagee may so appear and/or any suit brought by Mortgagee to foreclose this Mortgage, to enforce any obligations secured by this Mortgage, and/or to prevent the breach hereof. Mortgagor's obligations under this Section 4.10 shall survive payment of the Indebtedness to Mortgagee and Mortgagee's successors and assigns as holders of the Note.

Section 4.11. Books and Records. Mortgagor will maintain full and complete books of account and other records reflecting the results of its operations (in conjunction with its other operations as well as its operations of the Mortgaged Property), in accordance with accounting principles consistently applied, and furnish or cause to be furnished to Mortgagee such financial data as Mortgagee shall, from time to time, reasonably request with respect to Mortgagor and the ownership and operation of the Mortgaged Property, and Mortgagee shall have the right, at reasonable times and upon reasonable notice to audit Mortgagor's books of account and records. Without limiting the generality of the foregoing requirements regarding books and records, Mortgagor shall furnish or cause to be furnished to Mortgagee:

- (i) within 30 days after the end of each calendar quarter, a detailed statement of income and expenses relating to the Mortgaged Property for such period;
- (ii) within 30 days after the end of each calendar quarter, a certified rent roll for the Mortgaged Property for such quarter;
- (iii) within 90 days after the end of each calendar year, a detailed statement of income and expenses relating to the Mortgaged Property for such calendar year;
- (iv) within 120 days after the end of each calendar year, detailed financial statements for such year of Mortgagor and Tomasz/Shidler Investment Corporation; and
- (v) within 30 days after the end of each calendar quarter, a delinquency report and accounts receivable aging report for the Mortgaged Property for such quarter.

All statements and rent rolls required hereunder with respect to the Mortgaged Property or the Mortgagor must be prepared in reasonable detail and certified by the principal financial officer of Mortgagor as to the Mortgagor's statements, by the principal financial officer of Tomasz/Shidler Investment Corporation with respect to its statement.

Section 4.12. Awards. Subject to Article 7 hereof, Mortgagor will file and prosecute its claim or claims for any Awards in good faith and with due diligence and cause the same to be collected and paid over to Mortgagee, and hereby irrevocably authorizes and empowers Mortgagee, if it so desires, to file such claim and collect any Awards and agrees that the proceeds of any Awards will be applied by Mortgagee in reduction of any portion of the Indebtedness as Mortgagee may determine, in accordance with Article 7 hereof.

Section 4.13. Licenses. Mortgagor shall keep in full force and effect all licenses, permits and other governmental approvals which are necessary for the operation of the Mortgaged Property and related facilities, and evidence satisfactory to Mortgagee that the Mortgaged Property and the use thereof comply with all applicable zoning and building laws, regulations, ordinances and other applicable laws.

Section 4.14. Junior Financing. Mortgagor shall not incur any additional indebtedness (except unsecured debt for the purchase of property which will become subject to the lien of this Mortgage), engage in any secondary or junior financing, or create or permit to be created or to remain, any mortgage, pledge, lien, lease, encumbrance or charge on, or conditional sale or other title retention agreement, whether prior or subordinate to the liens of the Mortgage and Security Documents, with respect to the Mortgaged Property or any part thereof or income therefrom, other than the Security Documents and the Permitted Encumbrances.

Section 4.15. [Intentionally Blank].

Section 4.16. Representations and Warranties of Mortgagor. Mortgagor hereby represents and warrants to Mortgagee that:

(a) Mortgagor and each general partner of Mortgagor are qualified to do business in every jurisdiction in which the nature of Mortgagor's business or properties makes such qualification necessary, and is in compliance with all laws, regulations, ordinances and orders of public authorities applicable to Mortgagor.

(b) The Note and the Security Documents will not violate any provision of law (including, but not limited to, any law relating to usury), any order of any Court or other agency or government, or any indenture, agreement or other instrument to which Mortgagor is a party or by which it or any of its property is bound, or be in conflict with, result in a breach of or constitute (with due notice and/or lapse of time) a default under any such indenture, agreement or other instrument, or result in the creation or imposition of any lien, charge or encumbrance of any nature whatsoever upon any of the property or assets of Mortgagor, except as contemplated by the Note and the Security Documents, and no action with respect thereto by Mortgagor is required.

(c) No consent or approval of any regulatory body to the execution, delivery and performance of the Note and the Security Documents or the transactions contemplated thereby is required by law.

(d) There are no suits, proceedings or investigations pending or threatened against or affecting Mortgagor, or any of its general partners, at law or in equity, or before or by any governmental or administrative agency or instrumentality which, if adversely determined, would have a material adverse effect on the business or condition of Mortgagor.

(e) No judgment, decree or order of any court or governmental or administrative agency or instrumentality has been issued against Mortgagor, or any general partner of Mortgagor which has or may have any material adverse effect on the business or condition of Mortgagor, or general partner thereof.

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(f) All information, reports, papers and data given to Mortgagee with respect to Mortgagor, any general partner of Mortgagor or others obligated under the terms of the Security Documents are accurate and correct in all material respects and complete insofar as completeness may be necessary to give Mortgagee a true and accurate knowledge of the subject matter thereof.

(g) Mortgagor has good and marketable title in fee simple to the Land and Buildings, and good and marketable title to the Fixtures and Personalty, and the right to assign the Leases and Rents to Mortgagee, free and clear of any liens, charges, encumbrances, security interests and adverse claims whatsoever except the Permitted Encumbrances.

(h) Mortgagor has not executed any prior assignment of the Leases or of its right, title, interest therein or in the Rents to accrue thereunder, other than the Prior Mortgages. Mortgagor has given Mortgagee a true and complete copy of all of the existing Leases assigned hereunder, together with all amendments, supplements and other modifications, and to the best of Mortgagor's knowledge, no material default by Mortgagor or any other person under any existing Lease remains uncured except as heretofore disclosed in writing to the Mortgagee.

(i) The Permitted Encumbrances have not materially interfered with the operation of the Mortgaged Property, nor does Mortgagor reasonably foresee any material interference arising from the Permitted Encumbrances during the term of the Note.

(j) Mortgagor and its general partners have filed all Federal, state, county and municipal income tax returns required to have been filed by them and have paid all taxes which have become due pursuant to any assessments received by them, and Mortgagor does not know of any basis for additional assessment in respect to such taxes.

(k) The Mortgaged Property is not homestead property and the Mortgaged Property is being used for commercial purposes.

(l) The Mortgagor's chief executive office and principal place of business is located at and all of its books, records and chattel paper are kept at 150 N. Wacker Drive, Suite 150, Chicago, Illinois 60606. Mortgagor shall give the Mortgagee at least twenty (20) days prior written notice of any change in such location.

(m) Mortgagor has delivered to Mortgagee a fully executed and amended copy of its most current partnership agreement, evidencing the formation of a valid Illinois limited partnership whose sole general partner is Tomasz/Shidler Investment Corporation, an Illinois corporation.

(n) Mortgagor warrants that all information submitted to Mortgagee in order to induce Mortgagee to make the loan is true and correct to the best of their

knowledge and belief, and that none of its officers, directors, stockholders, general partners, limited partners, or employees, as the case may be, is a director of Ford Motor Company or Ford Motor Credit Company or an employee of Mortgagee or its subsidiaries, or is involved in any other business ventures with any person or persons involved in this transaction.

(o) Mortgagor warrants that, to the best of its knowledge, after due inquiry, the Buildings and improvements comply with all applicable laws, codes and other governmental requirements.

Section 4.17. Mechanics' Lien. Subject to the provisions of Section 8.16, Mortgagee shall not permit or suffer any mechanics', materialmen's or other lien to be created or to remain a lien upon any of the Mortgaged Property.

Section 4.18. Hazardous Materials. (a) Without limiting the generality of Section 4.1 hereof, Mortgagor shall not cause or permit the violation of any law relating to industrial hygiene or environmental conditions in connection with the Mortgaged Property, including soil and ground water conditions, or use, generate, manufacture, store or dispose of any Hazardous Materials on, under or about the Mortgaged Property. Without Mortgagee's prior written consent, which shall not be unreasonably withheld, Mortgagor shall take no remedial action with respect to any Hazardous Materials on, under or about the Mortgaged Property, and shall not enter into any settlement agreement, consent decree or other compromise or agreement relating to any such Hazardous Materials.

(b) With three (3) days' prior notice, and provided Mortgagee shall have reasonable cause to believe that there exists any Hazardous Materials on the Mortgaged Property, Mortgagee shall have the right to enter onto the Mortgaged Property to inspect the Mortgaged Property and to perform any testing of the Mortgaged Property for the existence of any Hazardous Materials thereon and to determine the compliance of the Mortgaged Property and its uses with any environmental or industrial hygiene law, rule or regulation. The inspection of the Mortgaged Property by the Mortgagee or its agents will not relieve Mortgagor of its obligation to comply with any such law, rule or regulation.

Section 4.19. Management Agreement. The Mortgaged Property shall at all times be operated by Mortgagor, Tomasz/Shidler Investment Corporation, or a substitute professional management company selected by Mortgagor and acceptable to Mortgagee pursuant to the terms of a management agreement in form and substance satisfactory to Mortgagee. The management agreement must provide that at Mortgagee's option, the agreement may be terminated immediately upon the occurrence of an Event of Default under the Mortgage, or Mortgagee's acquisition of title to the Mortgaged Property whether by foreclosure, deed in lieu of foreclosure, or otherwise. All management agreements, fees and commissions payable to such management company, including, but not limited to, leasing commissions, shall be subordinated to the lien of this Mortgage.

Section 4.20. Use of Mortgaged Property. Without the prior written consent of Mortgagee, Mortgagor will not use or cause the Mortgaged Property to be used for other

than office and light industrial purposes. Mortgagor will not use the Mortgaged Property or any part thereof, or allow the same to be used or occupied, for any purpose other than as set forth in this Subsection and any directly related purposes, or for any unlawful purpose, or in violation of any certificate of occupancy or other permit or certificate, or any law, ordinance or regulation, covering or affecting the use or occupancy thereof. Mortgagor will not suffer any act to be done or any condition to exist on the Mortgaged Property or any part thereof or any article to be brought thereon, which may be dangerous (unless safeguarded as required by law) or which may constitute a nuisance, public or private, or which may void or make voidable any insurance then in force with respect thereto.

Section 4.21. Transfer of Mortgaged Property; Due on Sale. (a) Except as set forth in this Section 4.21, without the prior written consent of Mortgagee, Mortgagor will not (i) sell, transfer, assign, convey, hypothecate or encumber, whether voluntarily or involuntarily, or lease (except as may be provided to the contrary in Section 4.6 hereof), all or any part of the Mortgaged Property or any interest therein, or (ii) permit any sale, assignment, pledge, encumbrance or transfer to a third party which, together with all other sales, assignments, pledges, encumbrances and transfers after the date hereof constitute more than 20% of either the voting stock of the general partner of Mortgagor, or of the partnership interests of Mortgagor, or (iii) permit the seizure of the Mortgaged Property or attachment of any lien thereon, whether voluntary or involuntary, which has not been removed or bonded off to Mortgagee's satisfaction within 45 days of such attachment.

(b) Notwithstanding Section 4.21(a), a limited partner may transfer its interest in Mortgagor so long as (i) such transfer is to either (A) another limited partner, (B) the parent, sibling, spouse or issue of such limited partner, (C) an Affiliate of such limited partner, including any full-time employee of such Affiliate, or (D) the transferor's executors, administrators, trustees or personal representatives upon death, and (ii) before and after such transfer, Jay H. Shidler owns beneficially at least 30% of the partnership interests in Mortgagor and Michael T. Tomasz owns beneficially at least 20% of the partnership interests in Mortgagor.

Section 4.22. Use of Mortgagee's Name. Mortgagor will not use the names either of Mortgagee or Ford Motor Company or any of Mortgagee's or Ford Motor Company's subsidiaries or affiliates in connection with the development and operation of the Mortgaged Property.

Section 4.23. Waste. Mortgagor will not commit or knowingly permit any waste of the Mortgaged Property.

Section 4.24. Existence. Mortgagor shall preserve and keep in full force and effect its existence, rights and trade names.

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ARTICLE 5

EVENTS OF DEFAULT

The term "*Event(s) of Default*," as used in the Security Documents and in the Note, shall mean the occurrence or happening, from time to time, of any one or more of the following:

Section 5.1. Payment of Indebtedness. If Mortgagor shall fail to pay all or any portion of any installment of the Indebtedness when the same shall become due and payable, whether at the due date thereof or by acceleration or otherwise.

Section 5.2. Performance of Obligations. If Mortgagor shall default in the due observance or performance of any of the Obligations other than payment of money and other than Section 4.21 hereof and such default shall not be curable, or if curable shall continue for a period of thirty (30) days after written notice thereof from Mortgagee to Mortgagor (unless such default, if curable, requires work to be performed, acts to be done or conditions to be remedied which by their nature cannot be performed, done or remedied, as the case may be, within such thirty (30) day period and Mortgagor shall commence to cure such default within such thirty (30) day period and shall thereafter diligently and continuously process the same to completion, but in no event later than ninety (90) days after written notice unless agreed to by Mortgagee in writing). Provided that nothing contained herein shall extend either the Initial Maturity Date or the Extended Maturity Date, as such terms are defined in the Note.

Section 5.3. Bankruptcy, Receivership, Insolvency, Etc. If voluntary or involuntary proceedings under the Federal Bankruptcy Reform Act of 1978, as amended by Bankruptcy Amendments and Federal Judgeship Act of 1984, shall be commenced by or against Mortgagor, any general partner or any Guarantor or bankruptcy, receivership, insolvency, reorganization, dissolution, liquidation or other similar proceedings shall be instituted by or against Mortgagor or any general partner with respect to all or any part of Mortgagor's or any of its general partners property under the Federal Bankruptcy Reform Act of 1978, as amended by the Bankruptcy Amendments and Federal Judgeship Act of 1984 or other law of the United States or of any state or other competent jurisdiction, and if such proceedings are instituted against Mortgagor or any general partners it shall consent thereto or shall fail to cause the same to be discharged within sixty days.

Section 5.4. Laws Affecting Obligations and Indebtedness. If subsequent to the date of this Mortgage, the state in which the Mortgaged Property is located passes any law (i) which renders payment of the Indebtedness and/or performance of the Obligations by Mortgagor unlawful, or (ii) which prohibits Mortgagee from exercising any of its rights and remedies under the Security Documents.

Section 5.5. False Representation. If any representation or warranty made by Mortgagor or others in, under or pursuant to the Note or the Security Documents, shall

prove to have been false or misleading in any material respect as of the date on which such representation or warranty was made.

Section 5.6. Destruction of Improvements. If any of the Buildings is demolished or removed or demolition or removal thereof is imminent, eminent domain proceedings excepted.

Section 5.7. [Intentionally Blank].

Section 5.7A. Default in Other Prior Mortgage or in Other Cross-Collateralized Mortgage. If an Event of Default, as defined in any other Prior Mortgage or any other Cross-Collateralized Mortgage, shall have occurred and be continuing.

Section 5.8. Default Under Other Mortgage. If the holder of any junior mortgage or any other lien on the Mortgaged Property (without hereby implying Mortgagor's consent to any such junior mortgage or lien) institutes foreclosure or other proceedings for the enforcement of its remedies thereunder, or if a default exists under any other mortgage or lien on the Mortgaged Property, and such default shall continue for a period of ten (10) business days after written notice thereof is received by Mortgagor or Mortgagee (whichever first receives such notice) notwithstanding any provision in the Security Documents or in any other document to the contrary with respect to notice and right to cure being provided to Mortgagor.

Section 5.9. Security Documents. If a default shall occur under any of the Security Documents.

Section 5.10. Due On Sale. If Mortgagor shall default in the due observance or performance of any of the provisions of Section 4.21 hereof.

Section 5.11. Judgment. If a final judgment for the payment of money in excess of Fifty Thousand Dollars shall be rendered against Mortgagor or any of its general partners, and the same shall remain unpaid for a period of sixty consecutive days during which period execution shall not be effectively stayed.

Section 5.12. Use of Mortgaged Property. If for any reason the Mortgaged Property ceases to be used for office/industrial purposes.

Section 5.13. General Partners. If there is a withdrawal or substitution of any of Mortgagor's general partners, or the addition of any new general partners, without the prior written consent of Mortgagee.

Section 5.14. Dissolution. The dissolution, termination or death, as may be applicable, of Mortgagor or any of its general Partners.

ARTICLE 6

DEFAULT AND FORECLOSURE

Section 6.1. Remedies. If an Event of Default shall occur and be continuing, Mortgagee may, at its option, exercise one or more or all of the following remedies:

6.1.1. Acceleration. Declare the unpaid portion of the Indebtedness to be immediately due and payable, without further notice or demand (each of which hereby is expressly waived by Mortgagor), whereupon the same shall become immediately due and payable.

6.1.2. Entry on Mortgaged Property. Enter upon the Mortgaged Property and take possession thereof and of all records and accounts relating thereto.

6.1.3. Operation of Mortgaged Property. Hold, lease, operate or otherwise use or permit the use of the Mortgaged Property, or any portion thereof, in such manner, for such time and upon such terms as Mortgagee may deem to be in its best interest (making such repairs, alterations, additions and improvements thereto, from time to time, as Mortgagee shall deem necessary or desirable) and collect and retain all earnings, rents, profits or other amounts payable in connection therewith.

6.1.4. Enforcement of Mortgage. Mortgagee, with or without entry, personally or by its agents or attorneys, insofar as applicable, may: (1) sell the Mortgaged Property and all estate, right, title and interest, claim and demand therein, and right of redemption thereof, to the extent permitted by and pursuant to the procedures provided by law, at one or more sales, and at such time and place upon such terms and after such notice thereof as may be required or permitted by law; (b) institute proceedings for the complete or partial foreclosure of this Mortgage; or (c) take such steps to protect and enforce its rights whether by action, suit or proceeding in equity or at law for the specific performance of any covenant, condition or agreement in the Note or in this Mortgage (without being required to foreclose this Mortgage) or in aid of the execution of any power herein granted, or for any foreclosure hereunder, or for the enforcement of any other appropriate legal or equitable remedy or otherwise as Mortgagee shall elect.

6.1.5. Foreclosure and Private Sale. Sell the Mortgaged Property, in whole or in part, (a) under the judgment or decree of a court of competent jurisdiction, or (b) at public auction (if permitted by the laws of the jurisdiction in which the Mortgaged Property is situated) in such manner, at such time or times and upon such terms as Mortgagee may determine, or as provided by law; and/or sell the Personality and/or the Fixtures, in whole or in part, at one or more public or private sales, in such manner, at such time or times and upon such terms as Mortgagee may determine, or as provided by law.

6.1.6. Receiver. Upon or any time after the occurrence of an Event of Default hereunder, Mortgagee shall be entitled to the appointment of a receiver for the rents, profits and all other income of every kind which shall accrue and be owing for the use or

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occupation of the Mortgaged Property or any part thereof. The Mortgagee shall be entitled to the appointment of a receiver without regard to waste, adequacy of the security or solvency of the Mortgagor. The court shall determine the amount of bond, if any, to be posted by the receiver. The receiver, who shall be an experienced property manager, shall collect (until the indebtedness secured hereby is paid in full and, in the case of a foreclosure sale, during the entire redemption period) the rents, profits and all other income of every kind, manage the Mortgaged Property so to prevent waste, execute leases within or beyond the period of the receivership if approved by the court and apply all rents, profits and other income collected by him in the following order:

- A. To the payment of all reasonable fees of the receiver, if any, approved by the court.
- B. To the payment when due of delinquent or current real estate taxes or special assessments with respect to the Mortgaged Property, or the periodic escrow for the payment of the same;
- C. To the payment when due of premiums for insurance of the type required hereby, or the periodic escrow for payment of the same, if any;
- D. To the payment of expenses for normal maintenance of the Mortgaged Property; and
- E. The balance to the Mortgagee (i) if received prior to the foreclosure sale, to be applied to the amount secured hereby, and (ii) if received during the period of redemption, to be applied first to any deficiency and after payment in full of such deficiency, to be paid to the purchaser (including Mortgagee) at the foreclosure sale.

The Mortgagee shall have the right, at any time, to advance money to the receiver to pay any part or all of the items which the receiver should otherwise pay if cash were available from the Mortgaged Property and sums so advanced with interest at the rate provided in the Note, shall be secured hereby, or if advanced during the period of redemption, shall be a part of the sum required to be paid to redeem from the sale.

At any time while Mortgagee is entitled to the appointment of a receiver as hereinbefore provided but prior to the appointment of a receiver, Mortgagee shall have the right to collect the rents, profits and other income of every kind from the Mortgaged Property and apply the same in the manner hereinbefore provided with respect to a receiver.

6.1.7 Other. Exercise any other remedy specifically granted under the Security Documents or now or hereafter existing in equity, at law, by virtue of statute or otherwise, including the rights described below.

6.1.8. Additional Rights and Remedies. With such notice as is reasonably practicable under the circumstances, and without releasing Mortgagor from any Indebtedness or Obligations, and without becoming a mortgagee in possession, to cure any

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breach or default of Mortgagor and, in connection therewith, to enter upon the Mortgaged Property and to do such acts and things as Mortgagee may deem necessary or desirable to protect the security hereof or the rights or powers of Mortgagee hereunder; to make improvements to the Mortgaged Property as may be necessary, and advance the costs thereof against the Indebtedness; to pay, purchase, contest or compromise any encumbrance, charge, lien or claim of lien which, in the judgment of Mortgagee, is prior or superior hereto, the judgment of Mortgagee being conclusive as between the parties hereto; to obtain insurance; to pay any premiums or charges with respect to insurance required to be carried hereunder; and to employ counsel, accountants, contractors and other appropriate persons to assist them.

Section 6.2. Separate Sales. Any real estate or any interest or estate therein sold pursuant to any writ of execution issued on a judgment obtained by virtue of the Note or this Mortgage or other Security Documents, or pursuant to any other judicial proceedings under this Mortgage or the other Security Documents, may be sold in one parcel, as an entirety, or in such parcels, and in such manner or order as Mortgagee, in its sole discretion, may elect.

Section 6.3. Remedies Cumulative and Concurrent. The rights and remedies of Mortgagee as provided in the Note and in the Security Documents shall be cumulative and concurrent and may be pursued separately, successively or together against Mortgagor or any general partner or against other obligors or against the Mortgaged Property, or any one or more of them, at the sole discretion of Mortgagee, and may be exercised as often as occasion therefor shall arise. The failure to exercise any such right or remedy shall in no event be construed as a waiver or release thereof, nor shall the choice of one remedy be deemed an election of remedies to the exclusion of other remedies.

Section 6.4. No Cure or Waiver. Neither Mortgagee's nor any receiver's entry upon and taking possession of all or any part of the Mortgaged Property, nor any collection of rents, issues, profits, insurance proceeds, condemnation proceeds or damages, other security or proceeds of other security, or other sums, nor the application of any collected sum to any Indebtedness and Obligations, nor the exercise of any other right or remedy by Mortgagee or any receiver shall impair the status of the security, or cure or waive any Event of Default or notice of such default under this Mortgage, or nullify the effect of any notice of default or sale or prejudice Mortgagee in the exercise of any right or remedy, or be construed as an affirmation by Mortgagee of any tenancy, lease or option or a subordination of the lien of this Mortgage.

Section 6.5. Payment of Costs, Expenses and Attorneys' Fees. Mortgagor agrees to pay to Mortgagee immediately and without demand all costs and expenses incurred by Mortgagee in exercising the remedies under the Note and Security Documents (including but not limited to, court costs and attorneys' fees and costs, whether incurred in litigation or not, and through all appeals, including bankruptcy and insolvency proceedings) with interest at the Defaulted Interest Rate from the date of expenditure until said sums have been paid. Mortgagee shall be entitled to bid, at the sale of the Mortgaged Property held pursuant to the power of sale granted herein or pursuant to any judicial foreclosure of this instrument, the amount of said costs, expenses and interest in addition to the amount of the other Indebtedness and Obligations as a credit bid, the equivalent of cash.

Section 6.6. Waiver of Redemption, Notice, Marshalling, Etc. To the extent permitted by law, Mortgagor hereby waives and releases (a) all benefit that might accrue to Mortgagor by virtue of any present or future law exempting the Mortgaged Property, or any part of the proceeds arising from any sale thereof, 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) unless specifically required herein, all notices of Mortgagor's default or of Mortgagee's election to exercise, or Mortgagee's actual exercise, of any option or remedy under the Note or the Security Documents, and (c) any right to have the Mortgaged Property marshalled.

Section 6.7. Application of Proceeds. The proceeds of any sale of all or any portion of the Mortgaged Property and the amounts generated by any holding, leasing, operation or other use of the Mortgaged Property shall be applied by Mortgagee in the following order or any other order that may be selected by Mortgagee, at its sole option:

(a) first, to the payment of the costs and expenses of taking possession of the Mortgaged Property and of holding, using, leasing, repairing, improving and selling the same (including, without limitation, payment of any impositions or other taxes);

(b) second, to the payment of attorneys' fees and other legal expenses, including expenses and fees incurred or through litigation and all appeals, and legal expenses and fees of a receiver;

(c) third, to the payment of accrued and unpaid interest and late charges on the Note;

(d) fourth, to the payment of the balance of the Principal Balance of the Note;

(e) fifth, to the payment or prepayment of the principal balance of and interest on the Prior Notes;

(f) sixth, to the payment or prepayment of the principal balance of and interest on the Cross-Collateralized Notes; and

(g) seventh, to the payment of the balance of the Indebtedness.

The balance, if any, shall be paid to the parties entitled to receive it.

Section 6.8. Strict Performance. Any failure by Mortgagee to insist upon strict performance by Mortgagor of any of the terms and provisions of the Security Documents or of the Note shall not be deemed to be a waiver of any of the terms or provisions of the Security Documents or the Note and Mortgagee shall have the right thereafter to insist upon strict performance by Mortgagor of any and all of them.

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Section 6.9. No Conditions Precedent to Exercise of Remedies. Neither Mortgagor nor any other person now or hereafter obligated for payment of all or any part of the Indebtedness shall be relieved of such obligation by reason of the failure of Mortgagee to comply with any request of Mortgagor or of any other person so obligated to take action to foreclose on this Mortgage or otherwise enforce any provisions of the Security Documents or the Note, or by reason of the release, regardless of consideration, of all or any part of the security held for the Indebtedness, or by reason of any agreement or stipulation between any subsequent owner of the Mortgaged Property and Mortgagee extending the time of payment or modifying the terms of the Security Documents or Note without first having obtained the consent of Mortgagor or such other person; and in the latter event Mortgagor and all such other persons shall continue to be liable to make payment according to the terms of any such extension or modification agreement, unless expressly released and discharged in writing by Mortgagee.

Section 6.10. Release of Collateral. Mortgagee may release, regardless of consideration, any part of the security held for the Indebtedness or Obligations without, as to the remainder of the security, in any way impairing or affecting the liens of the Security Documents or their priority over any subordinate lien. Without affecting the liability of Mortgagor or any other person (except any person expressly released in writing) for payment of any Indebtedness secured hereby or for performance of any Obligations contained herein, and without affecting the rights of Mortgagee with respect to any security not expressly released in writing, Mortgagee may, at any time and from time to time, either before or after maturity of said Note, and without notice or consent: a) release any person liable for payment of all or any part of the Indebtedness or for performance of any Obligations; b) make any agreement extending the time or otherwise altering terms of payment of all or any part of the Indebtedness, or modifying or waiving any Obligation, or subordinating, modifying or otherwise dealing with the lien or charge hereof; c) exercise or refrain from exercising or waive any right Mortgagee may have; d) accept additional security of any kind; e) release or otherwise deal with any property, real or personal, securing the Indebtedness, including all or any part of the Mortgaged Property.

Section 6.11. Other Collateral. For payment of the Indebtedness Mortgagee may resort to any other security therefor held by Mortgagee in such order and manner as Mortgagee may elect.

Section 6.12. Discontinuance of Proceedings. In case Mortgagee shall have proceeded to enforce any right under the Note or the Security Documents and such proceedings shall have been discontinued or abandoned for any reason, then in every such case Mortgagor and Mortgagee shall be restored to their former Positions and the rights, remedies and powers of Mortgagee shall continue as if no such proceedings had been taken.

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ARTICLE 7

CONDEMNATION

Section 7.1. Condemnation. Mortgagor hereby assigns, transfers and sets over to Mortgagee all rights of Mortgagor to any award or payment in respect of (a) any taking of all or a portion of the Mortgaged Property as a result of, or by agreement in anticipation of, the exercise of the right of condemnation or eminent domain; (b) any such taking of any appurtenances to the Mortgaged Property or of vaults, areas or projections outside the boundaries of the Mortgaged Property, or rights in, under or above the alleys, streets or avenues adjoining the Mortgaged Property, or rights and benefits of light, air, view or access to said alleys, streets, or avenues or for the taking of space or rights therein, below the level of, or above the Mortgaged Property; and (c) any damage to the Mortgaged Property or any part thereof due to governmental action, but not resulting in, a taking of any portion of the Mortgaged Property, such as, without limitation, the changing of the grade of any street adjacent to the Mortgaged Property. Mortgagor hereby agrees to file and prosecute its claim or claims for any such award or payment in good faith and with due diligence and cause the same to be collected and paid over to Mortgagee, and hereby irrevocably authorizes and empowers Mortgagee, in the name of Mortgagor or otherwise, to collect and receipt for any such award or payment and, in the event Mortgagor fails to act, or in the event that an Event of Default has occurred and is continuing, to file and prosecute such claim or claims.

Section 7.2. Application of Proceeds. Mortgagee shall apply all proceeds received by Mortgagee with respect to a taking of all or any part of the Mortgaged Property or with respect to damage to all or any part of the Mortgaged Property from governmental action not resulting in a taking of the Mortgaged Property, to the repair or reconstruction of the Mortgaged Property so as to cause the Mortgaged Property to be in as good a condition as before any such taking or damage as is possible ("*Condemnation Repair*") if (a) no Event of Default has occurred and is continuing, (b) the cost of the Condemnation Repair will not exceed \$250,000, (c) Condemnation Repair can be completed at least one full year prior to the then effective maturity date of the Note without giving effect to any extension for which Mortgagor has not then qualified, (d) tenants occupying not less than seventy-five percent (75%) of the rentable square footage in the Building or Buildings concerned have confirmed in writing to Mortgagee that their leases of such Mortgaged Property shall continue in effect through and after the period during which such Condemnation Repair is to be completed, and (e) Mortgagee's security after completion of Condemnation Repair shall not be impaired. In the event the conditions set forth in the immediately preceding sentence shall not have been satisfied, Mortgagee may at its option apply all of such proceeds: *first*, to the prepayment, in full or in part, without premium, of the Principal Balance, in accordance with Section 6(f) of the Note, and *second*, to the payment of any other Indebtedness, and *third*, to the payment or prepayment of the principal balance of and interest on the Prior Notes, and *fourth*, to the payment or prepayment of the principal balance of and interest on the Cross-Collateralized Notes. Any such proceeds remaining after any payment for Condemnation Repair as provided in this Section may at the option of Mortgagee be (i) applied: *first*, to the prepayment, in full or in part, without premium, of the Principal

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Balance, in accordance with Section 6(f) of the Note, and *second*, to the payment of any other Indebtedness, and *third*, to the payment or prepayment of the principal balance of and interest on the Prior Notes, and *fourth*, to the payment or prepayment of the principal balance of and interest on the Cross-Collateralized Notes, or (ii) paid to Mortgagor.

ARTICLE 8

MISCELLANEOUS

Section 8.1. Further Assurances. Mortgagor, upon the reasonable request of Mortgagee, will execute, acknowledge and deliver such further instruments (including, without limitation, a declaration of no set-off) and do such further acts as may be necessary, desirable or proper to carry out more effectively the purpose of the Security Documents and to subject to the liens thereof any property intended by the terms thereof to be covered thereby, and any renewals, additions, substitutions, replacements or betterments thereto. Upon any failure by Mortgagor to execute and deliver such instruments, certificates and other documents on or before fifteen (15) days after receipt of written request therefor, Mortgagee may make, execute and record any and all such instruments, certificates and Mortgagor irrevocably appoints Mortgagee the agent and attorney-in-fact of Mortgagor to do so.

Section 8.2. Recording and Filing. Mortgagor, at its expense, will cause the Security Documents and all supplements thereto at all times to be recorded and filed and re-recorded and re-filed in such manner and in such places as Mortgagee shall reasonably request, and will pay all such recording, filing, re-recording and re-filing taxes, fees and other charges.

Section 8.3. Notice. All notices, demands, requests and other communications required under the Security Documents and the Note shall be in writing and shall be deemed to have been properly given when received if hand-delivered or sent by overnight commercial courier to a party, or upon posting, if sent by U.S. certified mail, postage prepaid, addressed to the party for whom it is intended at the Mortgagor's Address or the Mortgagee's Address, as the case may be. Any party may designate a change of address by written notice to the other, given at least 10 Business Days before such change of address is to become effective. If facsimile transmission telephone numbers are stated herein, then notice by facsimile transmission shall be deemed effective upon sending if confirmed in writing and delivered by overnight commercial courier.

Section 8.4. Mortgagee's Right to Perform the Obligations. If Mortgagor shall fail to make any payment or perform any act required by the Note or the Security Documents, then, at any time thereafter, and upon notice to Mortgagor given contemporaneously with any action hereinafter described (but failure of Mortgagee to give such notice will not affect the obligation of Mortgagor to repay Mortgagee any sums expended in any such action, as hereinafter provided) and without waiving or releasing any obligation or default, Mortgagee may make such payment or perform such act for the account of and at the expense of Mortgagor, and shall have the right to enter the Land and/or Buildings for such purpose and

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to take all such action thereon and with respect to the Mortgaged Property as may be necessary or appropriate for such purpose. All sums so paid by Mortgagee, and all costs and expenses, including, without limitation, reasonable attorneys' fees and expenses so incurred together with interest thereon at the Defaulted Interest Rate, from the date of payment or incurring, may be made as future advances under this Mortgage and shall constitute additions to the Indebtedness secured by the Security Documents, requiring payment by Mortgagor to Mortgagee, on demand. If Mortgagee shall elect to pay any Imposition, Mortgagee may do so in reliance on any bill, statement or assessment procured from the appropriate public office, without inquiring into the accuracy thereof or into the validity of such Imposition. Mortgagor shall indemnify Mortgagee for all losses and expenses, including reasonable attorneys' fees and costs, incurred by reason of any acts performed by Mortgagee pursuant to the provisions of this Subsection or by reason of the Security Documents, and any funds expended by Mortgagee to which it shall be entitled to be indemnified, together with interest thereon at the Defaulted Interest Rate from the date of such expenditures may be made as future advances hereunder and, shall constitute additions to the Indebtedness which shall be secured by the Security Documents and paid by Mortgagor to Mortgagee upon demand.

Section 8.5. Covenants Running with the Land. All covenants contained in the Security Documents shall run with the Mortgaged Property.

Section 8.6. Severability. In case any one or more of the Obligations shall be invalid, illegal or unenforceable in any respect, the validity of the Note, Security Documents and remaining Obligations shall be in no way affected, prejudiced or disturbed thereby.

Section 8.7. Modification. The Security Documents and the terms of each of them may not be changed, waived, discharged or terminated orally, but only by an instrument or instruments in writing signed by the party against which enforcement of the change, waiver, discharge or termination is asserted.

Section 8.8. Tax on Indebtedness or Mortgage. In the event of the passage, after the date of this Mortgage, of any law deducting from the value of land for the purposes of taxation, any lien thereon, or imposing upon Mortgagee the obligation to pay the whole, or any part, of the taxes or assessments or charges or liens herein required to be paid by Mortgagor, or changing in any way the laws relating to the taxation of mortgages or debts as to affect the Mortgage or the Indebtedness, the entire unpaid balance of the Indebtedness shall, at the option of Mortgagee, after thirty (30) days written notice to Mortgagor, become due and payable; *provided, however,* that if, in the opinion of Mortgagee's counsel, it shall be lawful for Mortgagor to pay such taxes, assessments, or charges, or to reimburse Mortgagee therefor, then there shall be no such acceleration of the time for payment of the unpaid balance of the Indebtedness if a mutually satisfactory agreement for reimbursement, in writing, is executed by Mortgagor and delivered to Mortgagee within the aforesaid period.

Section 8.9. Maximum Rate of Interest. Notwithstanding any provision in this Mortgage, or in any instrument now or hereafter relating to or securing the Indebtedness

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evidenced by the Note, the total liability for payments of interest and payments in the nature of interest, including, without limitation, all charges, fees, exactions, or other sums which may at any time be deemed to be interest, shall not exceed the limit imposed by applicable usury laws. In the event the total liability for payments of interest and payments in the nature of interest, including without limitation, all charges, fees, exactions or other sums which may at any time be deemed to be interest, shall, for any reason whatsoever, result in an effective rate of interest, which for any month or other interest payment period exceeds the limit imposed by the applicable usury laws, all sums in excess of those lawfully collectible as interest for the period in question shall, without further agreement or notice by, between, or to any party hereto be applied to the reduction of the Principal Balance immediately upon receipt of such sums by Mortgagee, with the same force and effect as though Mortgageor had specifically designated such excess sums to be so applied to the reduction of the Principal Balance and Mortgagee had agreed to accept such sums as a premium-free payment of the Principal Balance, *provided, however*, that Mortgagee may, at any time and from time to time, elect, by notice in writing to Mortgageor, to waive, reduce, or limit the collection of any sums (or refund to Mortgageor any sums collected) in excess of those lawfully collectible as interest rather than accept such sums as prepayment of the Indebtedness.

Section 8.10. Survival of Warranties and Covenants. The warranties, representations, covenants and agreements set forth in the Security Documents shall survive the making of the loan and the execution and delivery of the Note, and shall continue in full force and effect until the Indebtedness shall have been paid in full, except such obligations as specified in Section 4.10 hereof which shall survive. *Provided* that terms contained in the Commitment shall survive only to the extent that such terms are consistent with the terms of the Note and the Security Documents.

Section 8.11. Applicable Law. This Mortgage shall be governed by and construed according to the laws of the State of Illinois.

Section 8.12. Loan Expenses. Mortgageor shall pay all costs and expenses in connection with the preparation, execution, delivery, performance and enforcement of the Note, Mortgage and the Security Documents, including, but not limited to, fees and disbursements of its and Mortgagee's counsel, broker's fees, recording costs and expenses, documentary stamp, intangible and other taxes, surveys, appraisals and policies of title insurance, physical damage insurance and liability insurance.

Section 8.13. Tax and Insurance Escrow. Upon an Event of Default hereunder, including, but not limited to Mortgageor's failure to pay any Imposition before any penalty may be added thereto or Mortgageor's failure to pay any insurance premium when due, Mortgagee shall have the option to require Mortgageor to pay to Mortgagee, on each of the monthly due dates of interest payments, as set forth in the Note, an amount equal to one-twelfth of the annual (i) Impositions and (ii) insurance premiums for such insurance as is required hereunder. Mortgageor shall also pay into such account such additional amounts, to be determined by Mortgagee from time to time, as will provide sufficient funds at least thirty days prior to the due dates of the next installment of such Impositions and premiums,

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for payment of such Impositions and premiums so as to realize the maximum discounts permitted by law. Amounts held hereunder by Mortgagee shall be non-interest bearing and may be commingled with Mortgagee's other funds. Upon assignment of this Mortgage, Mortgagee shall have the right to pay over the balance of such amounts then in its possession to the assignee and Mortgagee shall thereupon be completely released from all liability with respect to such amounts. Upon full payment of the Indebtedness, or, at the election of Mortgagee at any prior time, the balance of such amounts shall be paid over to Mortgagor and no other party shall have any right or claim thereto. Amounts held by Mortgagee pursuant to this Section 8.14 (a) may be used by Mortgagee in sufficient time to allow Mortgagee to satisfy Mortgagor's obligations under the Security Documents to pay Imposition and required insurance premiums, within the maximum discount period, where applicable and (b) shall not bear interest.

Section 8.14. No Representations by Mortgagee. By accepting or approving anything required to be observed, performed or fulfilled or to be given to Mortgagee, pursuant to the Security Documents, including (but not limited to) any officer's certificate, survey, appraisal or insurance policy, Mortgagee shall not be deemed to have warranted or represented the sufficiency, legality, effectiveness or legal effect of the same, or of any term, provision or condition thereof, and such acceptance or approval thereof shall not be or constitute any warranty or representation with respect thereto by Mortgagee.

Section 8.15. Headings. The article headings and the section and subsection captions are inserted for convenience or reference only and shall in no way alter or modify the text of such articles, sections and subsections.

Section 8.16. Contest of Tax Assessments, Etc. After prior written notice to Mortgagee, in the case of any material item, Mortgagor, at its own expense, may contest by appropriate legal proceedings, promptly initiated and conducted in good faith and with due diligence, the amount of, validity or application, in whole or in part, of any Imposition, the enforcement of any Governmental Requirement, or the amount or validity of any lien for labor or materials; provided that (i) in the case of any unpaid Imposition or lien for labor or materials, such proceedings shall suspend the collection thereof from Mortgagor and from the Mortgaged Property, (ii) in the case of any Governmental Requirement, such proceeding shall suspend the enforcement thereof, (iii) neither the Mortgaged Property nor any part thereof or interest thereunder will be in danger of being sold, forfeited, terminated, cancelled or lost, (iv) Mortgagor shall have set aside adequate reserves with respect thereto, and (v) Mortgagor shall have furnished such security as may be required in the proceedings or as may be reasonably requested by Mortgagee.

Section 8.17. Information. Mortgagor represents and warrants that all information, reports, papers and data given to Mortgagee with respect to Mortgagor or others obligated under the terms of the Security Documents are accurate and correct in all material respects and complete insofar as completeness may be necessary to give Mortgagee a true and accurate knowledge of the subject matter thereof.

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Section 8.18. Publicity. Mortgagee shall have the right, subject to Mortgagor's prior written approval, which shall not be withheld unreasonably, to issue press releases, advertisements and other promotional materials regarding the loan.

Section 8.19. Borrower-Lender Relationship. Mortgagor acknowledges and agrees that the relationship created by the loan evidenced by the Note, Mortgage and Other Security Documents is that of lender-borrower, creditor-debtor and mortgagee-mortgagor, and the parties do not intend any partnership, joint venture, trustee-beneficiary or other similar relationship to exist or be created between Mortgagor and Mortgagee.

Section 8.20. Nonrecourse. Mortgagor and its partners shall be liable for payment of the Indebtedness and for performance of the Obligations only to the extent of Mortgagee's security for the same, including, without limitation, all properties, rights, estates and interests covered by this Mortgage and the other Security Documents. Nothing herein contained shall limit or be construed to limit the personal liability and obligations of Mortgagor and its general partner for (i) a default under Sections 4.1, 4.2, 4.3(b), 4.4, 4.10, 4.18(a) and 4.20 hereof, (ii) insurance proceeds and condemnation awards received by Mortgagor under Sections 4.5 and 7 hereof and applied for purposes other than those authorized by Mortgagee under the terms of this Mortgage, (iii) all Rents collected more than one month in advance which are not earned at the time of occurrence of an Event of Default, and all Rents and other income collected after the occurrence of an Event of Default which are not applied to the Indebtedness or used to pay expenses of the Mortgaged Property, (iv) all loss, damage, cost and expense suffered by Mortgagee as a result of any willful or wanton act or omission by Mortgagor resulting in liens being created upon the Mortgaged Property, and (v) all loss, damage, cost and expense suffered by Mortgagee as a result of any fraud or misrepresentation by Mortgagor.

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IN WITNESS WHEREOF, Mortgagor has executed this Mortgage as of the date first above written.

CHICAGO SUBURBAN INDUSTRIAL
PROPERTIES INVESTMENT COMPANY, an
Illinois limited partnership

By: Tomasz/Shidler Investment
Corporation, an Illinois corporation
and its Sole General Partner

By: 
Its: President

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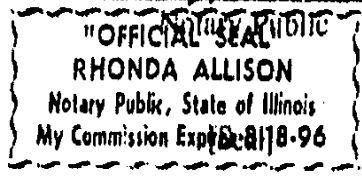
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STATE OF ILLINOIS)
) SS.
COUNTY OF COOK)

The foregoing instrument was acknowledged before me this 13th day of September, 1993, by Michael Tomasz the President of Tomasz/Shidler Investment Corporation, an Illinois corporation, the general partner of Chicago Suburban Industrial Properties Investment Company, an Illinois limited partnership, on behalf of said corporation and said limited partnership.

Rhonda Allison



My Commission Expires: 8-18-96

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EXHIBIT A

LEGAL DESCRIPTION

PARCEL NO. 1:

That part of Lot 8 in Tollway Industrial Park, being a Subdivision of part of the East Half of Section 33 and part of the West Half of Section 34, all in Township 42 North, Range 10, East of the Third Principal Meridian, in Palatine Township, Cook County, Illinois described as follows: Beginning at the Northeast corner of said Lot 8; thence Southwesterly along the Easterly line of Lot 8, being the Westerly line of Hammond Drive, a distance of 406.60 feet; thence Northwesterly along a line parallel with the Northerly line of said Lot 8, 442.98 feet; thence Northeasterly along a line parallel with the Easterly line of said Lot 8, a distance of 406.60 feet to the Northerly line of said Lot 8; thence Southeasterly along the Northerly line of said Lot 8, 442.98 feet to the point of beginning.

Permanent Index Number: 02-34-300-054

Volume: 150

Address of Property: 2300 Hammond Drive
Schaumburg, IL

PARCEL NO. 2:

The South 378.59 feet of the North 411.59 feet of Lot 15 except the West 33 feet thereof which are to be used as Streets, of John Proesel Estate Partition being a Subdivision of the South Half of the South West Quarter of Section 35, Township 41 North, Range 13, East of the Third Principal Meridian (except railroad right of way) Cook County, Illinois.

Permanent Index Number: 10-35-330-003

Volume: 130

Said matter affects the land and other property.

Address of Property: 6500 Lincoln Avenue
Lincolnwood, IL

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EXHIBIT B

PERMITTED ENCUMBRANCES

Prior Mortgages

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