

# UNOFFICIAL COPY

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2128/0408 03 001 Page 1 of 7  
1998-10-05 14:57:19  
Cook County Recorder 33.00

**RECORDATION REQUESTED BY:**

Harris Bank Palatine, National Association  
50 North Brockway Street  
Palatine, IL 60067



98892276

**WHEN RECORDED MAIL TO:**

Harris Bank Palatine, National Association  
50 North Brockway Street  
Palatine, IL 60067

**SEND TAX NOTICES TO:**

Harris Bank Palatine, National Association  
50 North Brockway Street  
Palatine, IL 60067

**FOR RECORDER'S USE ONLY**

This Assignment of Rents prepared by: John J. Callahan

## ASSIGNMENT OF RENTS

JTR L 919.

THIS ASSIGNMENT OF RENTS IS DATED SEPTEMBER 20, 1998, between Harris Bank Palatine, N.A., not personally, but as Trustee, whose address is 50 North Brockway, Palatine, IL 60067 (referred to below as "Grantor"); and Harris Bank Palatine, National Association, whose address is 50 North Brockway Street, Palatine, IL 60067 (referred to below as "Lender").

**ASSIGNMENT.** For valuable consideration, Grantor assigns, grants a continuing security interest in, and conveys to Lender all of Grantor's right, title, and interest in and to the Rents from the following described Property located in Cook County, State of Illinois:

LOT 2 IN SULLIVAN'S SUBDIVISION OF THAT PART OF THE NORTHWEST 1/4 OF THE NORTHEAST 1/4 OF SECTION 7, TOWNSHIP 42 NORTH, RANGE 11, EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS.

The Real Property or its address is commonly known as 3441 North Ridge Avenue, Arlington Heights, IL 60004. The Real Property tax identification number is 03-07-200-034-0000.

**DEFINITIONS.** The following words shall have the following meanings when used in this Assignment. Terms not otherwise defined in this Assignment shall have the meanings attributed to such terms in the Uniform Commercial Code. All references to dollar amounts shall mean amounts in lawful money of the United States of America.

**Assignment.** The word "Assignment" means this Assignment of Rents between Grantor and Lender, and includes without limitation all assignments and security interest provisions relating to the Rents.

**Borrower.** The word "Borrower" means Trust 6979.

**Event of Default.** The words "Event of Default" mean and include without limitation any of the Events of Default set forth below in the section titled "Events of Default."

**Grantor.** The word "Grantor" means any and all persons and entities executing this Assignment, including without limitation all Grantors named above. Any Grantor who signs this Assignment, but does not sign the

BOX 333-CTI

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Note. The word "Note" means the promissory note or credit agreement dated September 29, 1998, in the original principal amount of \$581,250.00 from Borrower to Lender, together with all renewals of, extensions of, modifications of, refinancings of, consolidations of, and substitutions for the promissory note or agreement, the interest rate on the Note is 7.666%. The Note is payable in 120 monthly payments of \$6,864.50.

The word "Property" means the real property, and all improvements thereon, described above in the "Assumptions" section.

Real Property. The words "Real Property" mean the property, interests and rights described above in the "Assumptions" section.

Related Documents. The words "Related Documents" mean and include without limitation all promissory notes, credit agreements, loan agreements, environmental agreements, guarantees, security agreements, deeds of trust, and all other instruments, agreements and documents, whether now or hereafter existing, executed in connection with the indebtedness.

Related Documentation. The words "Related Documentation" mean and include without limitation all promissory notes, credit agreements, environmental agreements, guarantees, security agreements, deeds of trust, and all other instruments, agreements and documents, whether now or hereafter existing, executed in connection with the indebtedness.

Rents. The word "Rents" means all rents, revenues, income, issues, profits and proceeds from the property, whether due now or later, including without limitation all rents from all leases described on any exhibit attached to this assignment.

This Assignment is given to secure (a) payment of the indebtedness and (2) performance and the related documents. This Assignment is given and accepted on the following terms:

Note, is signing this Assignment only to grant and convey that Grantor's interest in the Real Property and to grant a security interest in Grantor's interest in the Rents and Personal Property to Lender and is not personally liable under the Note except as otherwise provided by contract or law.

Grantor, is advancing "indebtedness" means all principal and interest payable under the Note and any indebtedness. The word "indebtedness" means all principal and interest incurred by Lender in amounts expended or advanced by Lender to discharge obligations of Grantor or expenses incurred by Lender to enforce obligations of Grantor under this Assignment, together with interest on such amounts as provided in this Assignment.

# UNOFFICIAL COPY

98892276

Page 3

09-29-1998  
Loan No 97-116492

## ASSIGNMENT OF RENTS (Continued)

and convey the Rents to Lender.

**No Prior Assignment.** Grantor has not previously assigned or conveyed the Rents to any other person by any instrument now in force.

**No Further Transfer.** Grantor will not sell, assign, encumber, or otherwise dispose of any of Grantor's rights in the Rents except as provided in this Agreement.

**LENDER'S RIGHT TO COLLECT RENTS.** Lender shall have the right at any time, and even though no default shall have occurred under this Assignment, to collect and receive the Rents. For this purpose, Lender is hereby given and granted the following rights, powers and authority:

**Notice to Tenants.** Lender may send notices to any and all tenants of the Property advising them of this Assignment and directing all Rents to be paid directly to Lender or Lender's agent.

**Enter the Property.** Lender may enter upon and take possession of the Property; demand, collect and receive from the tenants or from any other persons liable therefor, all of the Rents; institute and carry on all legal proceedings necessary for the protection of the Property, including such proceedings as may be necessary to recover possession of the Property; collect the Rents and remove any tenant or tenants or other persons from the Property.

**Maintain the Property.** Lender may enter upon the Property to maintain the Property and keep the same in repair; to pay the costs thereof and of all services of all employees, including their equipment, and of all continuing costs and expenses of maintaining the Property in proper repair and condition, and also to pay all taxes, assessments and water utilities, and the premiums on fire and other insurance effected by Lender on the Property.

**Compliance with Laws.** Lender may do any and all things to execute and comply with the laws of the State of Illinois and also all other laws, rules, orders, ordinances and requirements of all other governmental agencies affecting the Property.

**Lease the Property.** Lender may rent or lease the whole or any part of the Property for such term or terms and on such conditions as Lender may deem appropriate.

**Employ Agents.** Lender may engage such agent or agents as Lender may deem appropriate, either in Lender's name or in Grantor's name, to rent and manage the Property, including the collection and application of Rents.

**Other Acts.** Lender may do all such other things and acts with respect to the Property as Lender may deem appropriate and may act exclusively and solely in the place and stead of Grantor and to have all of the powers of Grantor for the purposes stated above.

**No Requirement to Act.** Lender shall not be required to do any of the foregoing acts or things, and the fact that Lender shall have performed one or more of the foregoing acts or things shall not require Lender to do any other specific act or thing.

**APPLICATION OF RENTS.** All costs and expenses incurred by Lender in connection with the Property shall be for Grantor and Borrower's account and Lender may pay such costs and expenses from the Rents. Lender, in its sole discretion, shall determine the application of any and all Rents received by it; however, any such Rents received by Lender which are not applied to such costs and expenses shall be applied to the Indebtedness. All expenditures made by Lender under this Assignment and not reimbursed from the Rents shall become a part of the Indebtedness secured by this Assignment, and shall be payable on demand, with interest at the Note rate from date of expenditure until paid.

**FULL PERFORMANCE.** If Grantor pays all of the Indebtedness when due and otherwise performs all the obligations imposed upon Grantor under this Assignment, the Note, and the Related Documents, Lender shall execute and deliver to Grantor a suitable satisfaction of this Assignment and suitable statements of termination of any financing statement on file evidencing Lender's security interest in the Rents and the Property. Any termination fee required by law shall be paid by Grantor, if permitted by applicable law. If, however, payment is made by Borrower, whether voluntarily or otherwise, or by guarantor or by any third party, on the Indebtedness and thereafter Lender is forced to remit the amount of that payment (a) to Borrower's trustee in bankruptcy or to any similar person under any federal or state bankruptcy law or law for the relief of debtors, (b) by reason of any judgment, decree or order of any court or administrative body having jurisdiction over Lender or any of Lender's property, or (c) by reason of any settlement or compromise of any claim made by Lender with any claimant (including without limitation Borrower), the Indebtedness shall be considered unpaid for the purpose of enforcement of this Assignment and this Assignment shall continue to be effective or shall be reinstated, as the case may be, notwithstanding any cancellation of this Assignment or of any note or other instrument or agreement evidencing the Indebtedness and the Property will continue to secure the amount repaid or recovered to the same extent as if that amount never had been originally received by Lender, and Grantor shall be bound by any judgment, decree, order, settlement or compromise relating to the Indebtedness or to this Assignment.

**EXPENDITURES BY LENDER.** If Grantor fails to comply with any provision of this Assignment, or if any action or proceeding is commenced that would materially affect Lender's interests in the Property, Lender on Grantor's behalf may, but shall not be required to, take any action that Lender deems appropriate. Any amount that Lender expends in so doing will bear interest at the rate provided for in the Note from the date incurred or paid by Lender to the date of repayment by Grantor. All such expenses, at Lender's option, will (a) be payable on demand, (b) be added to the balance of the Note and be apportioned among and be payable with any installment payments to become due during either (i) the term of any applicable insurance policy or (ii) the remaining term of the Note, or (c) be treated as a balloon payment which will be due and payable at the Note's maturity. This Assignment also will secure payment of these amounts. The rights provided for in this paragraph shall be in addition to any other rights or any remedies to which Lender may be entitled on account of the default. Any such action by Lender

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**Compliance Default.** Failure of Borrower to make any payment when due on the Indebtedness, or failure of Grantor of Borrower to comply with any other term, obligation, covenant or condition contained in this Assignment, the Note or in any of the Related Documents, credit, security agreement, purchase or sales agreement, in favor of any other creditor or person that may materially affect any of Borrower's property or Borrowers' or any other grantor's ability to repay the loans or perform their respective obligations under this Assignment or any of the Related Documents, either now or at the time made or furnished.

**Failure to Perform.** Any warranty, representation or statement made or furnished by or on behalf of Lender by or on behalf of an assignee under this Assignment, the Note or the Related Documents is false or misleading in any material respect, either now or at the time made or furnished.

**Debtors Collateralization.** This Assignment or any collateral document to create a valid and perfected security interest or lien) shall be in full force and effect (including failure of any other agreement to do so), documents to create a valid and perfected security interest or lien) shall be in full force and effect in any other agreement between Grantor or Borrower and Lender.

**Other Defaults.** Failure of Grantor or Borrower to comply with any term, obligation, covenant, or condition imposed on Lender by or on behalf of an assignee, any time and for any reason.

**Insolvency.** This dissolution or termination of the Trust, the insolvency of Grantor or Borrower, the appointment of a receiver for any part of Grantor or Borrower's property, any assignment for the benefit of creditors, any type of creditor workshop, or the commencement of any proceeding under any bankruptcy or insolvency laws by or against Grantor or Borrower.

**Foreclosure, Self-help, etc.** Commencement of foreclosure proceedings whether by judicial proceeding, self-help, repossession, or any other method, by any creditor or by any government agency against any of the Properties, this Subsection shall apply in the event of a good faith dispute by Grantor as to the validity or reasonableness of the claim which is the basis of the foreclosure proceeding, provided that Grantor gives Lender written notice of such claim and furnishes services or a surety bond for the claim satisfied, to Lender.

**Events Affecting Guarantor.** Any of the preceding events will result in the validity of the Agreement or any of the Indebtedness, or revokes or disputes the validity of, or renders ineffective, any Guaranty of the Indebtedness, or creates an independent obligation of the Indebtedness, estale to assume unconditionally the obligations arising under the Event of Default.

**Guarantor's Liability.** Under all its options, may, but shall not be required to, permit the Indebtedness or any Guaranty of the Indebtedness, or revokes or disputes the validity of, or renders ineffective, any Guaranty of the Indebtedness, or creates an independent obligation of the Indebtedness, estale to assume unconditionally the obligations arising under the Event of Default.

**Default on Indebtedness.** Failure of Borrower to make any payment when due on the Indebtedness, or failure of Grantor of Borrower to comply with any other term, obligation, covenant or condition contained in this Assignment, the Note or in any of the Related Documents, credit, security agreement, purchase or sales agreement, in favor of any other creditor or person that may materially affect any of Borrower's property or Borrowers' or any other grantor's ability to repay the loans or perform their respective obligations under this Assignment or any of the Related Documents, either now or at the time made or furnished.

ASSIGNMENT OF RENTS  
(Continued)  
Page 4  
09-29-1998  
Loan No 97-116492

# UNOFFICIAL COPY

ASSIGNMENT OF RENTS

98892276

Page 5

09-29-1998  
Loan No 97-116492

(Continued)

**Other Remedies.** Lender shall have all other rights and remedies provided in this Assignment or the Note or by law.

**Waiver; Election of Remedies.** A waiver by any party of a breach of a provision of this Assignment shall not constitute a waiver of or prejudice the party's rights otherwise to demand strict compliance with that provision or any other provision. Election by Lender to pursue any remedy shall not exclude pursuit of any other remedy, and an election to make expenditures or take action to perform an obligation of Grantor or Borrower under this Assignment after failure of Grantor or Borrower to perform shall not affect Lender's right to declare a default and exercise its remedies under this Assignment.

**Attorneys' Fees; Expenses.** If Lender institutes any suit or action to enforce any of the terms of this Assignment, Lender shall be entitled to recover such sum as the court may adjudge reasonable as attorneys' fees at trial and on any appeal. Whether or not any court action is involved, all reasonable expenses incurred by Lender that in Lender's opinion are necessary at any time for the protection of its interest or the enforcement of its rights shall become a part of the Indebtedness payable on demand and shall bear interest from the date of expenditure until repaid at the rate provided for in the Note. Expenses covered by this paragraph include, without limitation, however subject to any limits under applicable law, Lender's attorneys' fees and Lender's legal expenses whether or not there is a lawsuit, including attorneys' fees for bankruptcy proceedings (including efforts to modify or vacate any automatic stay or injunction), appeals and any anticipated post-judgment collection services, the cost of searching records, obtaining title reports (including foreclosure reports), surveyors' reports, and appraisal fees, and title insurance, to the extent permitted by applicable law. Borrower also will pay any court costs, in addition to all other sums provided by law.

**MISCELLANEOUS PROVISIONS.** The following miscellaneous provisions are a part of this Assignment:

**Amendments.** This Assignment, together with any Related Documents, constitutes the entire understanding and agreement of the parties as to the matters set forth in this Assignment. No alteration of or amendment to this Assignment shall be effective unless given in writing and signed by the party or parties sought to be charged or bound by the alteration or amendment.

**Applicable Law.** This Assignment has been delivered to Lender and accepted by Lender in the State of Illinois. This Assignment shall be governed by and construed in accordance with the laws of the State of Illinois.

**Multiple Parties; Corporate Authority.** All obligations of Grantor and Borrower under this Assignment shall be joint and several, and all references to Grantor shall mean each and every Grantor, and all references to Borrower shall mean each and every Borrower. This means that each of the persons signing below is responsible for all obligations in this Assignment.

**No Modification.** Grantor shall not enter into any agreement with the holder of any mortgage, deed of trust, or other security agreement which has priority over this Assignment by which that agreement is modified, amended, extended, or renewed without the prior written consent of Lender. Grantor shall neither request nor accept any future advances under any such security agreement without the prior written consent of Lender.

**Severability.** If a court of competent jurisdiction finds any provision of this Assignment to be invalid or unenforceable as to any person or circumstance, such finding shall not render that provision invalid or unenforceable as to any other persons or circumstances. If feasible, any such offending provision shall be deemed to be modified to be within the limits of enforceability or validity; however, if the offending provision cannot be so modified, it shall be stricken and all other provisions of this Assignment in all other respects shall remain valid and enforceable.

**Successors and Assigns.** Subject to the limitations stated in this Assignment on transfer of Grantor's interest, this Assignment shall be binding upon and inure to the benefit of the parties, their successors and assigns. If ownership of the Property becomes vested in a person other than Grantor, Lender, without notice to Grantor, may deal with Grantor's successors with reference to this Assignment and the Indebtedness by way of forbearance or extension without releasing Grantor from the obligations of this Assignment or liability under the Indebtedness.

**Time is of the Essence.** Time is of the essence in the performance of this Assignment.

**Waiver of Homestead Exemption.** Grantor hereby releases and waives all rights and benefits of the homestead exemption laws of the State of Illinois as to all Indebtedness secured by this Assignment.

**Waiver of Right of Redemption.** NOTWITHSTANDING ANY OF THE PROVISIONS TO THE CONTRARY CONTAINED IN THIS ASSIGNMENT, GRANTOR HEREBY WAIVES ANY AND ALL RIGHTS OF REDEMPTION FROM SALE UNDER ANY ORDER OR JUDGMENT OF FORECLOSURE ON BEHALF OF GRANTOR AND ON BEHALF OF EACH AND EVERY PERSON, EXCEPT JUDGMENT CREDITORS OF GRANTOR, ACQUIRING ANY INTEREST IN OR TITLE TO THE PROPERTY SUBSEQUENT TO THE DATE OF THIS ASSIGNMENT.

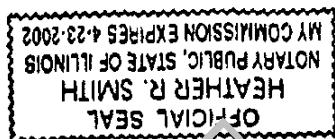
**Waivers and Consents.** Lender shall not be deemed to have waived any rights under this Assignment (or under the Related Documents) unless such waiver is in writing and signed by Lender. No delay or omission on the part of Lender in exercising any right shall operate as a waiver of such right or any other right. A waiver by any party of a provision of this Assignment shall not constitute a waiver of or prejudice the party's right otherwise to demand strict compliance with that provision or any other provision. No prior waiver by Lender, nor any course of dealing between Lender and Grantor or Borrower, shall constitute a waiver of any of Lender's rights or any of Grantor or Borrower's obligations as to any future transactions. Whenever consent by Lender is required in this Assignment, the granting of such consent by Lender in any instance shall not constitute continuing consent to subsequent instances where such consent is required.

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## My commission expires

## Notary Public in and for the State of Illinois

Residing at

On this September day of 1998, before me, the undersigned Notary Public, personally appeared Authorized Officer and Authorized Officer, of Harris Built, Palatine, N.A., and known to me to be authorized agents of the corporation that executed the Assignment of Rights and acknowledged the Assignment of the free and voluntary act and deed of the corporation, by authority of its Board of Directors, for the uses and purposes herein mentioned, and on oath stated that they are authorized to execute this assignment and in fact executed the Assignment on behalf of the corporation.

COUNTY OF COOK

STATE OF

## CORPORATE ACKNOWLEDGMENT

EXC-V.R&S.R. TRUST OFFICER

三

Authorised Signer, Authorised Signer

~~1970~~ : Ag

COMING IN KURT'S WINE BAR

Authorized Officer, Unchallenged Signer

By:

By: \_\_\_\_\_  
Authorized Officer, Unauthorized Signer

**GRANTOR AGREES TO ITS TERMS.**

General provision relating to the rights and obligations of the parties under this Agreement is set forth in Article 11 of the Agreement.

GRANTOR  
Harris Bank N.A.  
affiliated branch of Harris Bank N.A., as trustee under  
of Harris Bank N.A. as trustee under  
of its branch office or office  
or office  
Solley As Trustee Under Trust No. 6979 And Not Personally.  
By: *[Signature]* Authorized Signer

SEE DRAFT  
Dome M. Kates, At The Trial Stage  
S.E.F. Hedges & Partner

GRANTOR ACKNOWLEDGES HAVING READ ALL THE PROVISIONS OF THIS ASSIGNMENT OF RENTS, AND AGREES TO ITS TERMS.

in this Agreement, it is agreed that it will possess all the power and authority to execute the foregoing grants and to do all such other acts as may be necessary to carry out the intent of this Agreement.

**ASSIGNMENT OF RENTS** (Continued)

LOAN NO 97-116492

9 aged

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## EXCULPATORY RIDER

This instrument is executed by the Harris Bank Palatine, N.A. as Trustee under the provisions of a Trust Agreement dated 9/11/98, and known as Trust no. 6979, not personally, but solely as Trustee aforesaid, in the exercise of the power and authority conferred upon and vested in it as such Trustee. This instrument is executed and delivered by the Trust solely in the exercise of the powers expressly conferred upon the Trustee under the Trust and upon the written direction of the beneficiaries and/or holders of the power of direction of said Trust and Harris Bank Palatine, N.A. warrants that it possesses full power and authority to execute this instrument. It is expressly understood and agreed by and between the parties hereto, anything herein to the contrary notwithstanding, that each and all of the representations, warranties, covenants, undertakings and agreements herein made on the part of the trustee while in form purporting to be the said representations, warranties, covenants, undertakings and agreements of said Trustee are each and every one of them not made with the intention of binding Harris Bank Palatine, N.A. in its individual capacity, but are made and intended solely for the purpose of binding only that portion of the Trust property specifically described herein. No personal liability or personal responsibility is assumed by or nor shall at any time be asserted or enforceable against the Harris Bank of Palatine, N.A. on account of any representations, Warranties, (including but not limited to any representations and/or warranties in regards to potential and/or existant Hazardous Waste) covenants, undertakings and agreements contained in the instrument, (including but not limited to any indebtedness accruing plus interest hereunder) either express or implied or arising in any way out of the transaction in connection with which this instrument is executed, all such personal liability or responsibility, if any, being expressly waived and released, and any liability (including any and all liability for any violation under the Federal and/or State Environmental or Hazardous Waste laws) hereunder being specifically limited to the Trust assets, if any, securing this instrument. Any provision of this instrument referring to a right of any person to be indemnified or held harmless, or reimbursed by the Trustee for any costs, claims, losses, fines, penalties, damages, costs of any nature including attorney's fees and expenses, arising in any way out of the execution of this instrument or in connection thereto are expressly waived and released by all parties to and parties claiming, under this instrument. Any person claiming or any provision of this instrument referring to a right to be held harmless, indemnified or reimbursed for any and all costs, losses and expenses of any nature, in connection with the execution of this instrument, shall be construed as only a right of redemption out of the assets of the Trust. Notwithstanding anything in this instrument contained, in the event of any conflict between the body of this exoneration and the body of this instrument, the provisions of this paragraph shall control. Trustee being fully exempted, nothing herein contained shall limit the right of any party to enforce the personal liability of any other party to this instrument.

6 @ -

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