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REVOLVING CREDIT MORTGAGE AND SECURITY AGREEMENT

THIS MORTGAGE made as of the 17th day of December, 1986, by CONTOUR SAWS, INC., an Illinois corporation ("Mortgagor"), to CONTINENTAL ILLINOIS NATIONAL BANK AND TRUST COMPANY OF CHICAGO, a national banking association (together with its successors and assigns, the "Mortgagee"),

R E C I T A L S

A. Real Estate. The Mortgagor is the owner and holder of fee simple title in and to all of the real estate described in Exhibit A attached hereto and made a part hereof ("Real Estate") which Real Estate forms a portion of Premises (as defined below).

B. Loan. Mortgagor has entered into a certain revolving line of credit arrangement under a Demand Loan Agreement, as amended from time to time (the "Loan Agreement"), and a Promissory Note ("Note"), both dated as of December , 1986, providing for revolving credit loans and advances from time to time, to or for the benefit of Mortgagor (the "Loans"). The Loans are payable as set forth in the Loan Agreement, but in no event later than 20 years from the date of the Loan Agreement, in a maximum principal amount not to exceed \$4,000,000.00 at any one time outstanding, plus interest. The Loan Agreement also provides that Mortgagee shall issue a letter of credit ("Letter of Credit") in favor of Robert J. Wilkie in the amount of \$1,425,000.00 upon Application by Mortgagor and under the conditions set forth in the Loan Agreement.

C. Guaranty of Loan to Doall Company. Contemporaneously with this Loan, Mortgagee is entering into a certain revolving line of credit arrangement with Doall Company, ("Doall") under a Demand Loan Agreement, as amended from time to time ("Doall Loan Agreement") and a Promissory Note ("Doall Note"), both dated December , 1986, providing for revolving credit loans and advances to or for the benefit of Doall ("Doall Loans"). The Doall Loans are payable as set forth in the Doall Loan Agreement, but in no event later than 20 years from the date of the Doall Loan Agreement, in a maximum principal amount not to exceed \$7,500,000.00 at any one time outstanding, plus interest. The Doall Loan Agreement also provides that Mortgagee shall issue a letter of credit ("Doall Letter of Credit") in favor of Robert J. Wilkie in the amount of \$1,062,500.00 upon Application by Doall and under the conditions set forth in the Doall Loan Agreement. Mortgagor and Doall are affiliated companies. As a precondition to the Loans, Mortgagee requires that Mortgagor execute a Guaranty ("Guaranty") of Doall's obligations and liabilities in connection with the Doall Loans, Note, Letter of Credit and Application.

D. Liabilities & Future Advances. The parties intend to secure (on a priority basis from the date of recording of this Mortgage) payment of the "Liabilities" (as defined in the Loan Agreement) including the Loans, whether the entire amount shall have been advanced to the Mortgagor this date or at a later date, or having been advanced, shall have been repaid in part or in full and further advances made at a later date. At any time before this Mortgage's cancellation and release, the Note, Loan Agreement and Mortgage, including the terms of repayment, may from time to time be modified or amended in writing by the Mortgagor and Mortgagee to include future advances for any purpose made by the Mortgagee, at its option,

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Description Affects Property on CLE's 594951 & 1190267 & other property

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to or for the benefit of Mortgagor. Mortgagor covenants and agrees that this Mortgage secures (on a priority basis from the date of recording of this Mortgage) any and all such future advances, whether the future advances are of the same or a different kind or quality as the original advances or whether related to the original advances, and secures the interest thereon as well as the principal and interest now evidenced by the Loans.

E. Secured Indebtedness. The term "Secured Indebtedness" shall include: the indebtedness evidenced by the Note, including the principal and interest and premiums, if any, and all extensions, modifications, substitutions or renewals thereof, in whole or in part; all of Mortgagor's obligations and liabilities under or in connection with the Note, Loans, Letter of Credit, Application and Guaranty (and all amendments and extensions of the foregoing) and all other Liabilities; all future advances, with interest, made by the Mortgagee to Mortgagor pursuant to the previous paragraph or to Paragraph 35 ("Future Advances"), and all other sums which at any time may be due or owing or required to be paid as provided herein or in the Loan Agreement, Guaranty or Note and all other indebtedness of Mortgagor to Mortgagee whether now or hereafter existing, whether direct or indirect, absolute or contingent, or due or to become due; and Doall's liabilities and obligations under the Doall Loan Agreement, Note, Application and Letter of Credit. The total principal of the Secured Indebtedness shall not exceed FIFTEEN MILLION AND NO/100 DOLLARS (\$15,000,000.00) at any one time, plus interest. (Nothing contained in this paragraph shall be considered as limiting the interest that may be secured hereby or the amounts that shall be secured hereby when advanced to protect the real estate security).

T H E G R A N T

NOW, THEREFORE, (i) to secure the payment of the principal of and interest on the Loans and other Liabilities in accordance with the Loan Agreement; and (ii) to secure the payment of all other Secured Indebtedness and the performance and observance of all the covenants, agreements and provisions contained herein and in the Loan Agreement, Note, Guaranty, Application and Letter of Credit; and (iii) in consideration of the above Recitals; and (iv) for other good and valuable considerations, whose receipt and sufficiency are acknowledged by the Mortgagor; the Mortgagor DOES HEREBY MORTGAGE, GRANT, DEMISE, CONVEY AND WARRANT unto the Mortgagee, its successors and assigns forever, all of its estate, right, title and interest in, to and under the Real Estate. The Real Estate, together with the property mentioned in the next succeeding paragraphs, is called the "Premises";

TOGETHER with all right, title and interest of the Mortgagor, including any after-acquired title or reversion, in and to the beds of the ways, gores of land, streets, avenues and alleys adjoining the Real Estate;

TOGETHER with all and singular the tenements, hereditaments, easements, appurtenances, emblements, passages, waters, water courses, riparian rights, zoning variances and exceptions, other rights, liberties and privileges or in any way now or hereafter appertaining to the Real Estate, including any other claim at law or in equity as well as any after-acquired title, franchise or license and the reversions and remainder and remainders thereof;

TOGETHER with all rents, income, receipts, revenues, issues, proceeds and profits accruing and to accrue from the Premises;

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1. Payment of indebtedness. The Mortgagor shall pay when due (a) the principal of and interest and premium, if any, on

THE MORTGAGOR COVENANTS AND AGREES AS FOLLOWS:

GENERAL AGREEMENTS

PROVIDED, NEVERTHELESS, that if the Mortgagor shall pay when due the Secured Indebtedness and shall duly and timely perform and observe all of the terms, provisions, covenants and agreements to be performed and observed by the Mortgagor, then this Mortgage and the estate, right and interest of the Mortgagee in the Premises shall cease and become void and of no effect, otherwise to remain in full force and effect.

TO HAVE AND TO HOLD the Premises, with the appurtenances, and fixtures, unto the Mortgagee, its successors and assigns, forever, for the uses and purposes set forth together with all right to possession of the Premises upon the occurrence of any Event of Default. The Mortgagor hereby RELEASES AND WAIVES all rights under and by virtue of the homestead exemption laws of the State of Illinois.

10. heretofore or hereafter made to the present and all subsequent owners of the Premises for any taking by eminent domain, either permanent or temporary, of all or any part of the Premises or any easement or appurtenance thereof, including severance and consequential damage and change in grade of streets. Awards and compensation are hereby assigned to the Mortgagee. Mortgagor designates the Mortgagee as its agent and directs and empowers the Mortgagee, at the option of the Mortgagee, on behalf of the Mortgagor, or the successors or assigns of the Mortgagor, to adjust or compromise the claim for any award and to collect and receive the proceeds, give proper receipts and acquittances, and, after deducting expenses of collection, to apply the net proceeds as a credit upon any portion, as selected by the Mortgagee, of the Secured Indebtedness, notwithstanding the fact that the amount owing may not then be due and payable or that the Secured Indebtedness is otherwise adequately secured, all subject to the provisions of Paragraph

TOGETHER with all awards and other compensation heretofore or hereafter made to the present and all subsequent owners of the Premises for any taking by eminent domain, either permanent or temporary, of all or any part of the Premises or any easement or appurtenance thereof, including severance and consequential damage and change in grade of streets. Awards and compensation are hereby assigned to the Mortgagee. Mortgagor designates the Mortgagee as its agent and directs and empowers the Mortgagee, at the option of the Mortgagee, on behalf of the Mortgagor, or the successors or assigns of the Mortgagor, to adjust or compromise the claim for any award and to collect and receive the proceeds, give proper receipts and acquittances, and, after deducting expenses of collection, to apply the net proceeds as a credit upon any portion, as selected by the Mortgagee, of the Secured Indebtedness, notwithstanding the fact that the amount owing may not then be due and payable or that the Secured Indebtedness is otherwise adequately secured, all subject to the provisions of Paragraph

TOGETHER with all right, title, estate and interest of the Mortgagor in and to the Premises, property, improvements, and fixtures hereby conveyed, assigned, pledged and hypothecated, and all right to retain possession of the Premises after the occurrence of an Event of Default; and TOGETHER with all awards and other compensation heretofore or hereafter made to the present and all subsequent owners of the Premises for any taking by eminent domain, either permanent or temporary, of all or any part of the Premises or any easement or appurtenance thereof, including severance and consequential damage and change in grade of streets. Awards and compensation are hereby assigned to the Mortgagee. Mortgagor designates the Mortgagee as its agent and directs and empowers the Mortgagee, at the option of the Mortgagee, on behalf of the Mortgagor, or the successors or assigns of the Mortgagor, to adjust or compromise the claim for any award and to collect and receive the proceeds, give proper receipts and acquittances, and, after deducting expenses of collection, to apply the net proceeds as a credit upon any portion, as selected by the Mortgagee, of the Secured Indebtedness, notwithstanding the fact that the amount owing may not then be due and payable or that the Secured Indebtedness is otherwise adequately secured, all subject to the provisions of Paragraph

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the Loans and (b) all other Secured Indebtedness; and the Mortgagor shall duly and punctually perform and observe all of the terms, provisions, conditions, covenants and agreements as provided herein and in the Note, Guaranty and the Loan Agreement. This Mortgage shall secure such payment, performance and observance.

2. Maintenance, Repair, Restoration, Liens, Etc. The Mortgagor shall (a) promptly repair, restore or rebuild any building or improvement now or hereafter included within the Premises which may become damaged or be destroyed whether or not proceeds of insurance are available or sufficient for the purpose; (b) keep the Premises in good condition and repair, without waste, and free from mechanic's, materialmen's or like liens or claims or other liens or claims for lien; (c) pay, when due, any indebtedness which may be secured by a lien or charge on the premises superior to the lien hereof and, upon request, exhibit to the Mortgagee satisfactory evidence of the discharge of such prior lien; (d) complete, within a reasonable time, any buildings or other improvements now or at any time in the process of erection upon the Premises; (e) comply with all requirements of law, municipal ordinances or restrictions and covenants of record with respect to the Premises and the use thereof; (f) make or permit no material alterations in the Premises, except as required by law or ordinance, without Mortgagee's prior written consent; (g) suffer or permit no change in the general nature of the occupancy of the Premises; (h) initiate or acquiesce in no zoning reclassification with respect to the Premises; (i) suffer or permit no unlawful use of, or nuisance to exist upon, the Premises; (j) cause the Premises to be managed in a competent and professional manner; and (k) give notice in writing to the Mortgagor of and, unless otherwise directed in writing by the Mortgagee, appear in and defend any action or proceeding purporting to affect the Premises, the security of this Mortgage or the rights or powers of the Mortgagee.

3. Other Liens. Except as otherwise expressly permitted herein, the Mortgagor shall not create or suffer or permit any mortgage, lien, charge or encumbrance to attach to the Premises, whether such lien or encumbrance is inferior or superior to the lien of this Mortgage, excepting only the lien of real estate taxes and assessments not due or delinquent and those encumbrances listed on Exhibit B ("Permitted Encumbrances").

4. Taxes. The Mortgagor shall pay when due and before any penalty attaches, all general and special taxes, assessments, water charges, sewer charges, and other fees, taxes, charges and assessments of every kind and nature whatsoever (all generally called "Taxes"), whether or not assessed against the Mortgagor, if applicable to the Premises or any interest therein, or the Secured Indebtedness, or any obligation or agreement secured hereby. The Mortgagor shall, upon written request, furnish to the Mortgagee duplicate receipts. The Mortgagor shall pay in full under protest in the manner provided by statute, any Taxes which the Mortgagor may desire to contest. If deferment of payment of any such Taxes is required to conduct any contest or review, the Mortgagor shall deposit with the Mortgagee the full amount thereof, together with an amount equal to the estimated interest and penalties thereon during the period of contest, and in any event, shall pay such Taxes, notwithstanding such contest, if in the opinion of the Mortgagee the Premises shall be in jeopardy or in danger of being forfeited or foreclosed. If the Mortgagor shall not pay the Taxes when required, the Mortgagee may do so and may apply such deposit for the purpose.

If any law or court decree has the effect of (i) deducting from the value of the land for the purpose of taxation any lien

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thereon; (ii) imposing upon the Mortgagee the payment of the whole or any part of the Taxes or liens required to be paid by the Mortgagor; or (iii) changing in any way the laws relating to the taxation of mortgages or debts secured by mortgages or the interest of the Mortgagee in the Premises, or the manner of collection of Taxes, so as to affect this Mortgage or the Secured Indebtedness of the Mortgagee; then, and in any such event, the Mortgagor, upon demand by the Mortgagee, shall pay such Taxes, or reimburse the Mortgagee on demand. If such payment or reimbursement by the Mortgagor is unlawful, then the Secured Indebtedness shall be due and payable after written demand by the Mortgagee to the Mortgagor.

Nothing in this Paragraph shall require the Mortgagor to pay any income, franchise or excise tax imposed upon the Mortgagee, excepting only such which may be levied against such income expressly as and for a specific substitute for Taxes pertaining to the Premises, and then only in an amount computed as if the Mortgagee derived no income from any source other than its interest hereunder.

Mortgagee is hereby authorized to make or advance, in the place and stead of Mortgagor, any payment relating to Taxes not paid by Mortgagor when due. Mortgagee may do so according to any bill, statement, or estimate procured from the appropriate public office without inquiry into the accuracy or the validity of any tax, assessment, lien, sale, forfeiture, or related title or claim. Mortgagee is further authorized to make or advance, in the place and stead of Mortgagor, any payment relating to any apparent or threatened adverse title, lien, statement of lien, encumbrance, claim, charge, or payment otherwise relating to any other purpose herein authorized, whenever, in its judgment and discretion, such advance seems necessary or desirable to protect the full security intended to be created by this Mortgage. In connection with any such advance, Mortgagee is further authorized, at its option, to obtain a continuation report of title or title insurance policy prepared by a title insurance company of Mortgagee's choosing. All such advances and indebtedness authorized by this Paragraph shall constitute additional Secured Indebtedness and shall be repayable by Mortgagor upon demand with interest.

5. Insurance Coverage. The Mortgagor will insure and keep fully insured all of the buildings and improvements now or hereafter included within the Premises and each and every part and parcel thereof, against such perils and hazards as the Mortgagee may from time to time require, and in any event including:

(a) Insurance against loss by fire, risks covered by the so-called extended coverage endorsement, and other risks as the Mortgagee may reasonably require, in amounts equal to the full replacement value of the Premises;

(b) Public liability against bodily injury and property damage with such limits as the Mortgagee may require;

(c) Rental or business interruption insurance in amounts sufficient to pay all amounts required herein to be paid by the Mortgagor for one year while the Premises may be damaged or destroyed;

(d) Steam boiler, machinery and other insurance of the types and in amounts as the Mortgagee may require but in any event not less than customarily carried by persons owning or operating like properties; and

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(e) Insurance against loss or damage by flood or mud slide, if the Premises are now, or at any time while the Secured Indebtedness remains outstanding shall be, situated in an area which an appropriate governmental authority designates as a flood or mud slide hazard area or the like, in such amount as the Mortgagee may require, but no amount in excess of the minimum legal limit of coverage shall be so required.

6. Insurance Policies. All policies of insurance required by Paragraph 5 shall be in form, companies and amounts reasonably satisfactory to the Mortgagee. All policies of casualty insurance shall have attached thereto standard noncontributory mortgage clauses or endorsements in favor of and with loss payable to and in form satisfactory to the Mortgagee. The Mortgagor will deliver all policies, including additional and renewal policies to the Mortgagee and, in case of insurance policies about to expire, the Mortgagor will deliver renewal policies not less than thirty (30) days prior to the respective dates of expiration. All insurance policies shall contain a provision requiring at least thirty (30) days notice to the Mortgagee prior to any cancellation or modification of such policies. Mortgagor shall not permit any condition to exist on or with respect to the Premises which would wholly or partially invalidate any insurance.

The Mortgagor shall not take out separate insurance concurrent in form or contributing in the event of loss with that required hereunder unless the Mortgagee is included under a standard mortgage clause acceptable to the Mortgagee, with all loss payable to Mortgagee. The Mortgagor shall immediately notify the Mortgagee whenever any separate insurance is taken out and shall promptly deliver to the Mortgagee any policies or certificates of such insurance.

7. Deposits for Taxes and Insurance Premiums. In order to assure the payment of Taxes and insurance premiums payable with respect to the Premises as and when due and payable:

(a) The Mortgagor shall, if required by the Mortgagee, deposit with the Mortgagee on the first day of each and every month an amount equal to:

(i) One-twelfth (1/12) of the Taxes next to become due upon the Premises; provided that in the case of the first such deposit, there shall be deposited in addition an amount which, when added to the aggregate amount of monthly sums next payable under this subparagraph (i), will result in a sufficient reserve to pay the Taxes next becoming due one month prior to the date when such Taxes are, in fact, due and payable, plus

(ii) One-twelfth (1/12) of the annual premiums on each policy of insurance upon the Premises; provided that in the case of the first such deposit, there shall be deposited in addition an amount which, when added to the aggregate amount of monthly sums next payable under this subparagraph (ii), will result in a sufficient reserve to pay the insurance premiums next becoming due one month prior to the date when such insurance premiums are, in fact, due and payable.

The amount of such deposits (generally called "Tax and Insurance Deposits") shall be based upon the Mortgagee's reasonable estimate as to the amount of Taxes and insurance premiums next to be payable. All Taxes and Insurance Deposits shall be held by the Mortgagee without any allowance of interest.

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(b) The aggregate of the monthly Tax and Insurance Deposits, shall be paid in a single payment each month, to be applied prior to the occurrence of an Event of Default to the following items in this order:

- (i) Taxes and insurance premiums;
- (ii) Secured Indebtedness other than principal and interest on the Loans;
- (iii) Interest on the Loans;
- (iv) Amortization of the principal balance of the Loans.

(c) The Mortgagee will, out of the Tax and Insurance Deposits, upon the presentation to the Mortgagee by the Mortgagor of the bills, pay the insurance premiums and Taxes or will, upon the presentation of receipted bills, reimburse the Mortgagor for such payments made by the Mortgagor. If the total Tax and Insurance Deposits on hand shall not be sufficient to pay all of the Taxes and insurance premiums when they shall become due, then the Mortgagor shall pay to the Mortgagee on demand any amount necessary to make up the deficiency. If the total of such Deposits exceeds the amount required to pay the Taxes and insurance premiums, such excess shall be credited on subsequent payments to be made for such Deposits.

(d) Upon the occurrence of an Event of Default, the Mortgagee may, at its option, apply any Tax and Insurance Deposits on hand to any or the Secured Indebtedness, in such order and manner as the Mortgagee may elect. When the Secured Indebtedness has been fully paid, then any remaining Tax and Insurance Deposits shall be paid to the Mortgagor. All Tax and Insurance Deposits are hereby pledged as additional security for the Secured Indebtedness, and shall be held by the Mortgagee to be irrevocably applied for the purposes as herein provided, and shall not be subject to the direction or control of the Mortgagor.

(e) Notwithstanding anything to the contrary, the Mortgagee, and its loan servicing agent, or their successors and assigns, shall not be liable for any failure to apply to the payment of Taxes and insurance premiums any amounts deposited as Tax and Insurance Deposits unless the Mortgagor, while no Event of Default has occurred and is continuing hereunder, shall have requested the Mortgagee in writing to make application of such Deposits on hand to the payment of the particular Taxes or insurance premiums, accompanied by the bills therefor. Neither the Mortgagee nor its loan servicing agent shall be liable for any act or omission taken in good faith or pursuant to the instructions of any party.

8. Proceeds of Insurance. The Mortgagor will give the Mortgagee prompt notice of any damage to or destruction of the Premises, and:

(a) In case of loss covered by policies of insurance, the Mortgagee (or, after entry of decree of foreclosure, the purchaser at the foreclosure sale or decree creditor, as the case may be) is hereby authorized at its option either (i) to settle and adjust any claim under such policies without the consent of the Mortgagor, or (ii) allow the Mortgagor to agree with the insurance company or companies on the amount to be paid upon the loss. In any case the Mortgagee shall, and is hereby authorized to, collect and receipt for any such insurance proceeds. The expenses

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incurred by the Mortgagee in the adjustment and collection of insurance proceeds shall be additional Secured Indebtedness, and shall be reimbursed to the Mortgagee upon demand.

(b) In the event of insured damage to or destruction of the Premises or any part thereof (herein called an "Insured Casualty"), and if, in the reasonable judgment of the Mortgagee, the Premises can be restored to an economic unit not less valuable than prior to the Insured Casualty, and adequately securing the outstanding balance of the Secured Indebtedness, then, if no Event of Default shall have occurred and be then continuing, the proceeds of insurance shall be applied to reimburse the Mortgagor for the cost of restoring, repairing, replacing or rebuilding the Premises or part thereof subject to Insured Casualty, as provided in Paragraph 9. The Mortgagor covenants and agrees forthwith to commence and diligently to prosecute such restoring, repairing, replacing or rebuilding. The Mortgagor shall pay all costs of such restoring, repairing, replacing or rebuilding in excess of the net proceeds of insurance.

(c) Except as provided in Subsection (b) of this Paragraph, the Mortgagee may apply the proceeds of insurance consequent upon any Insured Casualty to the Secured Indebtedness, in such order or manner as the Mortgagee may elect. Such application of proceeds shall not be considered a voluntary prepayment of the Loans which would require the payment of any prepayment premium or penalty.

(d) In the event that proceeds of insurance, if any, shall be made available to the Mortgagor for the restoring, repairing, replacing or rebuilding of the Premises, the Mortgagor hereby covenants to restore, repair, replace or rebuild the same, to be of at least equal value, and of substantially the same character as prior to the Insured Casualty. Such work is to comply with plans and specifications approved by the Mortgagee.

9. Disbursement of Insurance Proceeds In the event the Mortgagor is entitled to reimbursement out of insurance proceeds held by the Mortgagee, such proceeds shall be disbursed from time to time upon the Mortgagee being furnished with (i) evidence satisfactory to it of the estimated cost of completion of the restoration, repair, replacement and rebuilding, (ii) funds (or assurances satisfactory to the Mortgagee that such funds are available) sufficient in addition to the proceeds of insurance, to complete the proposed restoration, repair, replacement and rebuilding and (iii) such architect's certificates, waivers of lien, contractor's sworn statements, title insurance endorsements, plats of survey and such other evidences of cost, payment and performance as the Mortgagee may reasonably require and approve. The Mortgagee may, in any event, require that all plans and specifications for such restoration, repair, replacement and rebuilding be approved by the Mortgagee prior to commencement of work. No payment made prior to the final completion of the restoration, repair, replacement and rebuilding shall exceed ninety percent (90%) of the value of the work performed from time to time. Funds other than proceeds of insurance shall be disbursed prior to disbursement of such proceeds. At all times the undisbursed balance of such proceeds remaining in the hands of the Mortgagee, together with funds deposited for that purpose or irrevocably committed to the satisfaction of the Mortgagee by or on behalf of the Mortgagor for that purpose, shall be at least sufficient in the reasonable judgment of the Mortgagee to pay for the cost of completion of the restoration, repair, replacement or rebuilding, free and clear of all liens or claims for lien. Any surplus which may remain out of insurance

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proceeds held by the Mortgagee after payment of such costs of restoration, repair, replacement or rebuilding shall, at the option of the Mortgagee, be applied on account of the Secured Indebtedness, then most remotely to be paid, or be paid to any other party entitled thereto. No interest shall be allowed to the Mortgagor on account of any proceeds of insurance or other funds held in the hands of the Mortgagee.

10. Condemnation. The Mortgagor hereby assigns, transfers and sets over unto the Mortgagee the entire proceeds of any award or claim for damages for any of the Premises taken or damaged under the power of eminent domain or by condemnation including any payments made in lieu of and/or in settlement of a claim or threat of condemnation. The Mortgagee may elect to apply the proceeds of the award upon or in reduction of the Secured Indebtedness then most remotely to be paid, whether due or not, or require the Mortgagor to restore or rebuild the Premises in which event, the proceeds shall be held by the Mortgagee and used to reimburse the Mortgagor for the cost of such rebuilding or restoring. If, in the reasonable judgment of the Mortgagee, the Premises can be restored to an economic unit not less valuable than the same was prior to the condemnation and adequately securing the outstanding balance of the Secured Indebtedness, the award shall be used to reimburse the Mortgagor for the cost of restoration and rebuilding; provided always, that no Event of Default has occurred and is then continuing. If the Mortgagor is required or permitted to rebuild or restore the Premises, such rebuilding or restoration shall be effected solely in accordance with plans and specifications previously approved by the Mortgagee. Proceeds of the award shall be paid out in the same manner as provided in Paragraph 9 for the payment of insurance proceeds towards the cost of rebuilding or restoration. If the amount of such award is insufficient to cover the cost of rebuilding or restoration, the Mortgagor shall pay such costs in excess of the award, before being entitled to reimbursement out of the award. Any surplus which may remain out of the award after payment of such costs of rebuilding or restoration shall, at the option of the Mortgagee, be applied on account of the Secured Indebtedness, then most remotely to be paid, or be paid to any other party entitled thereto. No interest shall be allowed to the Mortgagor on account of any award held by the Mortgagee.

11. Mortgage and Stamp Tax. If, by the laws of the United States of America, or of any state or municipality having jurisdiction over the Mortgagor or the Premises, any tax is used or becomes due in respect of the Loans or the granting or recording of this Mortgage, the Mortgagor shall pay such tax in the required manner. The Mortgagor further agrees to reimburse the Mortgagee for any sums which the Mortgagee may expend by reason of the imposition of any such tax.

12. Effect of Extensions of Time and Amendments on Junior Liens and Others. If the payment of the Secured Indebtedness, or any part thereof, is extended or varied, or if any part of the security therefor is released, all persons now or at any time hereafter liable, or interested in the Premises, shall be held to assent to such extension, variation or release. Their liability, and the lien, and all provisions hereof, shall continue in full force and effect. The right of recourse against all such persons is expressly reserved by the Mortgagee, notwithstanding any such extension, variation or release. Any person, firm or corporation taking a junior mortgage, or other lien upon the Premises or any interest therein, shall take such lien subject to the rights of the Mortgagee to amend, modify and supplement this Mortgage, the Loans, the Loan Agreement, and the Assignment herein referred to, and to extend the maturity of the Secured Indebtedness, in

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each and every case without obtaining the consent of the holder of such junior lien and without the lien of this Mortgage losing its priority over the rights of any such junior lien.

13. Mortgagee's Performance of Mortgagor's Obligations. If an Event of Default (defined below) shall occur and continue, the Mortgagee, either before or after accelerating the Secured Indebtedness or foreclosing the lien and during the period of redemption, if any, may, but shall not be required to, make any payment or perform any act required of the Mortgagor (whether or not the Mortgagor is personally liable therefor) in any form and manner deemed expedient by the Mortgagee. The Mortgagee may, but shall not be required to, (i) make full or partial payments of principal or interest on prior encumbrances, if any, and (ii) purchase, discharge, compromise or settle any tax lien or other prior lien or title or claim thereof, or redeem from any tax sale or forfeiture affecting the Premises or contest any tax or assessment; (iii) complete construction, furnishing and equipping of the improvements upon the Premises and; (iv) rent, operate and manage the Premises and pay operating costs and expenses, including management fees, of every kind and nature in connection therewith, so that the Premises shall be operational and usable for their intended purposes. All monies so paid and all connected expenses, including attorneys' fees and other monies advanced by the Mortgagee to protect the Premises and the lien, to complete construction, furnishing and equipping or to rent, operate and manage the Premises or to pay any such operating costs and expenses or to keep the Premises operational and usable shall be additional Secured Indebtedness, whether or not they exceed the amount of the Note and shall become immediately due and payable without notice, and with interest thereon at the rate specified in the Loan Agreement. Inaction of the Mortgagee shall never be considered as a waiver of any right accruing to it as a result of the occurrence of an Event of Default. The Mortgagee, in making any payment hereby authorized (a) relating to Taxes, may do so according to any bill, statement or estimate, without inquiry into the validity of any tax, assessment, sale, forfeiture, tax lien or title or claim thereof; (b) relating to the purchase, discharge, compromise or settlement of any other prior lien, may do so without inquiry as to the validity or amount of any claim for lien which may be asserted; or (c) relating to the completion of construction, furnishing or equipping of the improvements or the rental, operation or management of the Premises or the payment of operating costs and expenses thereof, the Mortgagee may do so in such amounts and to such persons as the Mortgagee may deem appropriate and may enter into such contracts as the Mortgagee may deem appropriate or may perform the same itself.

14. Inspection of Premises and Records. The Mortgagee shall have the right to inspect the Premises and all books, records and documents relating thereto at all times during normal business hours.

15. Uniform Commercial Code. This Mortgage constitutes a Security Agreement under the Uniform Commercial Code of the State of Illinois (herein called the "Code") with respect to any part of the Premises which may or might now or hereafter be fixtures other than real estate (all for the purposes of this Paragraph called "Collateral"). All of the terms, provisions, conditions and agreements contained in this Mortgage apply to the Collateral as fully as to any other property comprising the Premises. The following provisions shall not limit the generality or applicability of any other provision of this Mortgage but shall be additional:

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(a) The Mortgagor (being the "Debtor" as that term is used in the Code) is and will be the true and lawful owner of the Collateral, subject to no liens, charges or encumbrances other than the lien hereof or as expressly permitted under the Loan Agreement.

(b) The Collateral is to be used by the Mortgagor solely for business purposes, being installed upon the Premises for the Mortgagor's own use.

(c) The Collateral will be kept at the Real Estate, and will not be removed without the consent of the Mortgagee (being the Secured Party as that term is used in the Code). The Collateral may be affixed to the Real Estate but not to any other real estate.

(d) The only persons having any interest in the Premises are the Mortgagor and the Mortgagee and lessee(s) under the lease(s) identified in the Assignment.

(e) No Financing Statement covering any of the Collateral or any proceeds is on file in any public office except pursuant hereto or the Loan Agreement. The Mortgagor will at its own cost and expense, upon demand, furnish to the Mortgagee such further information and will execute and deliver to the Mortgagee such financing statements and other documents in form satisfactory to the Mortgagee and will do all such acts and things as the Mortgagee may at any time or from time to time reasonably request or as may be necessary or appropriate to establish and maintain a perfected security interest in the Collateral as security for the Secured Indebtedness, subject to no adverse liens or encumbrances not permitted by this Mortgage or the Loan Agreement. The Mortgagor will pay the cost of filing the same or filing or recording such financing statements or other documents, and this instrument, in all public offices wherever filing or recording is deemed by the Mortgagee to be necessary or desirable.

(f) In addition to Mortgagee's rights under the Loan Agreement, if an Event of Default shall occur and continue, the Mortgagee at its option may declare the Secured Indebtedness to be immediately due and payable, all as more fully set forth in Paragraph 17. Thereupon the Mortgagee shall have the remedies of a secured party under the Code, including, the right to take immediate and exclusive possession of the Collateral, or any part thereof. For that purpose Mortgagee may, so far as the Mortgagor can give authority therefor, with or without judicial process, enter (if this can be done without breach of the peace), upon any place which the Collateral or any part thereof may be situated and remove the same (provided that if the Collateral is affixed to real estate, such removal shall be subject to the conditions stated in the Code). The Mortgagee shall be entitled to hold, maintain, preserve and prepare the Collateral for sale, until disposed of, or may propose to retain the Collateral subject to the Mortgagor's right of redemption in satisfaction of the Mortgagor's obligations, as provided in the Code. The Mortgagee without removal may render the Collateral unusable and dispose of the Collateral on the Premises. The Mortgagee may require the Mortgagor to assemble the Collateral and make it available to the Mortgagee for its possession at a place to be designated by the Mortgagee which is reasonably convenient to both parties. The Mortgagee will give the Mortgagor at least five (5) days notice of the time and place of any public sale thereof or of the time after which any private sale or any other intended disposition thereof is made. Notice of sale, if mailed, shall be deemed

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reasonably and properly given if mailed at least five (5) days before the time of sale or disposition, by registered or certified mail, postage prepaid, addressed to the Mortgagor at the address shown in Paragraph 33. The Mortgagee may buy at any public sale and if the Collateral is of a type customarily sold in a recognized market or is of a type which is the subject of widely distributed standard price quotations, the Mortgagee may buy at private sale. Any such sale may be held as part of and in conjunction with any foreclosure sale of the Real Estate comprised within the Premises, the Collateral and Real Estate to be sold as one lot if the Mortgagee so elects. The net proceeds realized upon any such disposition, after deduction for the expenses of retaking, holding, preparing for sale, selling or the like and the reasonable attorneys' fees and legal expenses incurred by the Mortgagee, shall be applied against the Secured Indebtedness. The Mortgagee will account to the Mortgagor for any surplus realized on such disposition.

(g) Mortgagee's remedies under this Paragraph, the Code and the Loan Agreement are cumulative and the exercise of any one or more of the remedies provided shall not be construed as a waiver of any of the other remedies, including having the Collateral deemed to be a part of the Real Estate upon any foreclosure thereof.

(h) The terms and provisions contained in this Paragraph shall, unless the context otherwise requires, have the meanings and be construed as provided in the Code.

(i) This Mortgage is intended to be a financing statement within the purview of Section 9-402(6) of the Code with respect to the Collateral. The addresses of the Mortgagor and the Mortgagee are set forth in Paragraph 33. This Mortgage is to be filed for record with the Recorder of Deeds of the County or Counties where the Real Estate is located.

16. Restrictions on Transfer. The Mortgagor shall not, without Mortgagee's prior written consent, create effect, contract for, consent to, suffer or permit any "Prohibited Transfer". Any conveyance, sale, assignment, transfer, lien, pledge, mortgage, security interest or other encumbrance or alienation (or any agreement to do any of the foregoing) of any of the following properties, rights or interests which occurs, is granted, attempted or effectuated without the prior written consent of the Mortgagee shall constitute a "Prohibited Transfer":

(a) the Premises or any part thereof or interest therein, excepting only sales or other dispositions of Collateral (herein called "Obsolete Collateral") no longer useful in connection with the operation of the Premises, provided that prior to the sale or other disposition thereof, such Obsolete Collateral has been replaced by Collateral of at least equal value and utility which is subject to the lien hereof with the same priority as with respect to the Obsolete Collateral;

(b) all or any part of the partnership or joint venture interest, as the case may be, of any Mortgagor or any direct or indirect beneficiary of a Trustee Mortgagor if the Mortgagor or such beneficiary is a partnership or a joint venture.

In each case whether any such conveyance, sale, assignment, transfer, lien, pledge, mortgage, security interest, encumbrance or alienation is effected directly, indirectly, voluntarily or involuntarily, by operation of law or

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otherwise. The foregoing provisions of this Paragraph shall not apply (i) to liens securing the Secured Indebtedness, (ii) to the lien of current taxes and assessments not in default, or (iii) to any transfers of the Premises, or part thereof, or interest therein, or any beneficial interests, or shares of stock or partnership or joint venture interests, as the case may be, by or on behalf of an owner thereof who is deceased or declared judicially incompetent, to such owner's heirs, legatees, devisees, executors, administrators, estate or personal representatives.

DEFAULTS AND REMEDIES

17. Events of Default. The following constitute "Events of Default":

(a) A default shall be made in the due and punctual payment of the Loans, any other Liabilities or any installment thereof, either principal or interest, or a default shall be made in the making of any payment of monies required to be made hereunder or under the Loan Agreement or Guaranty; or

(b) A Prohibited Transfer shall occur; or

(c) A default shall occur and be continuing under the provisions of Paragraph 24, or under the Assignment referred to in that Paragraph; or

(d) An event of Default shall occur under the Loan Agreement or Guaranty; or

(e) Mortgagor shall commit a default in the due and punctual performance or observance of any other agreement or condition herein; or

(f) The Premises shall be abandoned; or

(g) Mortgagor's title to its interest in the Premises or any substantial part thereof shall become the subject of litigation which would or might, in the Mortgagee's opinion, upon final determination result in substantial impairment or loss of the security provided by this instrument and upon notice by the Mortgagee to the Mortgagor such litigation is not dismissed within thirty (30) days of such notice; or

(h) This Mortgage shall not constitute a valid first lien on and security interest in the Premises, or if such lien and security interest shall not be perfected.

(i) Contour shall default under the Contour Note, Loan Agreement, or Application.

Upon the occurrence of an Event of Default, the Mortgagee is authorized and empowered, at its option, and without affecting the lien or the priority of the lien or any rights to declare, without further notice, all Secured Indebtedness to be immediately due and payable, whether or not such default be thereafter remedied by the Mortgagor. The Mortgagee may immediately proceed to foreclose this Mortgage or to exercise any right, power or remedy provided by this Mortgage, the Loan Agreement, the Assignment or by law or equity.

Compliance with and performance of the terms and provisions of this Mortgage shall not in any manner impair or affect the rights of Mortgagee to demand payment of the Loans at any time in accordance with the Loan Agreement.

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18. Possession by Mortgagee. When the Secured Indebtedness shall become due, whether by acceleration or otherwise, the Mortgagee shall, if applicable law permits, have the right to enter into and upon the Premises and take possession thereof or to appoint an agent or trustee for the collection of the rents, issues and profits of the Premises. The net income, after allowing a reasonable fee for the collection thereof and for the management of the Premises, may be applied to the payment of Taxes, insurance premiums and other charges applicable to the Premises, or in reduction of the Secured Indebtedness. The rents, issues and profits of and from the Premises are specifically pledged to the payment of the Secured Indebtedness.

To the full extent not prohibited by applicable law, Mortgagee may:

(a) hold, operate, manage, and control all or any part of the Premises and conduct the business thereof, either personally or by its agents. Mortgagee shall have full power to use such measures, legal or equitable, as it in its discretion may deem proper or necessary to enforce the payment or security of the rents, issues, deposits, profits, and avails of the Premises, including actions for recovery of rent, actions in forcible detainer, and actions in distress for rent, all without notice to Mortgagor;

(b) cancel or terminate any lease or sublease of all or any part of the Premises for any cause or on any ground that would entitle Mortgagor to cancel the same;

(c) elect to disaffirm any lease or sublease of all or any part of the Premises made subsequent to this Mortgage or subordinated to the Lien;

(d) extend or modify any then existing leases in accordance therewith and make new leases of all or any part of the Premises. Such extensions, modifications, and new leases may provide for terms, or for options to lessees to extend or renew terms, beyond the maturity date of the loan evidenced by the Note and the issuance of a deed or deeds to a purchaser or purchasers at a foreclosure sale. Any such leases, and the options or other provisions therein, shall be binding upon Mortgagor, all persons whose interests in the Premises are subject to the lien of this Mortgage, and the purchaser or purchasers at any foreclosure sale, notwithstanding any redemption from sale, discharge of the Secured Indebtedness, satisfaction of any foreclosure decree, or issuance of any certificate of sale or deed to any such purchaser; and

(e) make all necessary or proper repairs, decoration, renewals, replacements, alterations, additions, betterments, and improvements in connection with the Premises as may seem judicious to Mortgagee, to insure and reinsure the Premises and all risks incidental to Mortgagee's possession, operation, and management, and to receive all rents, issues, deposits, profits, and avails.

19. Foreclosure. When the Secured Indebtedness, or any part thereof, shall become due, whether following demand for payment of the Loans or otherwise, the Mortgagee shall have the right to foreclose the lien of this Mortgage. In any suit to foreclose the lien, there shall be allowed and included as additional Secured Indebtedness in the decree of sale, all expenditures and expenses which may be paid or incurred by or on behalf of the Mortgagee for attorneys' fees, appraiser's fees, outlays for documentary and expert evidence, stenographer's charges, publication costs, and costs (which may be estimated as to items to be expended after entry of the decree) of procuring all such abstracts of title, title

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searches and examinations, title insurance policies, and similar data and assurance with respect to title, as the Mortgagee may deem reasonably necessary either to prosecute such suit or to evidence to bidders at sales which may be had pursuant to such decree, the true conditions of the title to or the value of the Premises. All such expenditures and expenses and such other expenses and fees as may be incurred in the protection of the Premises and the maintenance of the lien of this Mortgage, including the fees of any attorney employed by the Mortgagee in any litigation or proceedings affecting this Mortgage, the Loans, the Loan Agreement, or the Premises, including probate and bankruptcy proceedings, or in preparation of the commencement or defense of any proceedings or threatened suit or proceeding, shall be additional Secured Indebtedness and shall be immediately due and payable by the Mortgagor, with interest at the rate set forth in the Loan Agreement until paid.

20. Receiver. Upon, or at any time after, the filing of a complaint to foreclose this Mortgage the court in which such complaint is filed may appoint a receiver of the Premises. Such appointment may be made either before or after sale, without regard to the solvency or insolvency of the Mortgagor at the time of application for such receiver, and without regard to the then value of the Premises or whether the same shall be then occupied as a homestead or not. The Mortgagee or any employee or agent may be appointed as such receiver. Such receiver shall have the power to collect the rents, issues and profits of the Premises during the pendency of such foreclosure suit and, in case of a sale and deficiency, during the full statutory period of redemption, if any, whether there be a redemption or not, as well as during any further times when the Mortgagor, except for the intervention of such receiver, would be entitled to collect such rents, issues and profits and all other powers which may be necessary or are usual in such cases for the protection, possession, control, management and operation of the Premises during the whole of said period. The court may, from time to time, authorize the receiver to apply the net income from the Premises in his hands in payment in whole or in part of:

(a) The Secured Indebtedness or the indebtedness secured by a decree foreclosing this Mortgage, or any tax, special assessment, or other lien which may be or become superior to the lien hereof or of such decree, provided such application is made prior to the foreclosure sale; or

(b) The deficiency in case of a sale and deficiency.

21. Proceeds of Foreclosure Sale. The proceeds of any foreclosure sale of the Premises shall be distributed and applied in the following order of priority: First, on account of all costs and expenses incident to the foreclosure proceedings, including all such items mentioned in Paragraph 19. Second, all other items which constitute Secured Indebtedness additional to the Loans, with interest on such items as provided. Third, to interest remaining unpaid upon the Loans. Fourth, to the principal remaining unpaid upon the Loans. Fifth, any surplus to the Mortgagor, and its successors or assigns, as their rights may appear.

22. Insurance Upon Foreclosure. In case of an insured loss after foreclosure proceedings have been instituted, the proceeds of any insurance policy or policies, if not applied in rebuilding or restoring the buildings or improvements, shall be used to pay the amount due in accordance with any decree of foreclosure that may be entered. The balance, if any, shall be paid to the parties entitled thereto as the court may direct. In the case of foreclosure of this Mortgage, the court, in its decree, may provide that the Mortgagee's clause attached to each of the casualty insurance policies may be cancelled and

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that the decree creditors may cause a new loss clause to be attached to each casualty insurance policy making the loss payable to said decree creditors. Any such foreclosure decree may further provide that in case of one or more redemptions, each and every successive redemtor may cause the preceding loss clause attached to each casualty insurance policy to be cancelled and a new loss clause to be attached making the loss payable to such redemtor. In the event of foreclosure sale, the Mortgagee is authorized, without the consent of the Mortgagor, to assign any and all insurance policies to the purchaser at the sale, or to take such other steps as the Mortgagee may deem advisable to cause the interest of such purchaser to be protected by any of the insurance policies without credit or allowance to the Mortgagor for prepaid premiums.

22(A). Application of Deposits. Upon any Default, Mortgagee may, at its option, apply any monies or securities that constitute deposits made to or held by Mortgagee or any depository pursuant to this Mortgage toward payment of any of Mortgagor's obligations under the Note, the Mortgage or the Loan Agreement, in such order and manner as Mortgagee may elect. When the Secured Indebtedness has been fully paid, any remaining deposits shall be paid to Mortgagor or to the then owner or owners of the Property. Such deposits are pledged as additional security for the prompt payment of the indebtedness evidenced by the Note and any other Secured Indebtedness and shall be held to be applied irrevocably by such depository for the intended purposes and shall not be subject to the direction or control of Mortgagor.

23. Waiver. The Mortgagor hereby covenants and agrees that it will not at any time insist upon or plead, or in any manner whatsoever claim or take any advantage of, any stay, exemption or extension law or any so-called "Moratorium Law" now or at any time hereafter in force, nor claim, take or insist upon any benefit or advantage of or from any law now or hereafter in force providing for the valuation or appraisal of the Premises, or any part thereof, prior to any sale or sales thereof to be made pursuant to any provisions herein contained, or pursuant to any decree, judgment or order of any court of competent jurisdiction; or after such sale or sales claim or exercise any rights under any statute now or hereafter in force to redeem the property so sold, or any part thereof, or relating to the marshalling thereof, upon foreclosure sale or other enforcement. The Mortgagor hereby expressly waives any and all rights of redemption from sale under any order or decree of foreclosure of this Mortgage, on its own behalf and on behalf of each and every person acquiring any interest in or title to the Premises subsequent to the date hereof. Any and all such rights of redemption of the Mortgagor and of all other persons are and shall be deemed to be waived to the full extent permitted by the provisions of applicable law. The Mortgagor will not invoke or utilize any such law or laws or otherwise hinder, delay or impede the exercise of any right, power or remedy herein or otherwise granted or delegated to the Mortgagee, but will suffer and permit the exercise of every such right, power and remedy as though no such law or laws have been made or enacted.

M I S C E L L A N E O U S

24. Assignment of Leases & Rents. As further security for the Secured Indebtedness, the Mortgagor has, concurrently herewith, executed and delivered to the Mortgagee a separate instrument (herein called the "Assignment") dated as of the date hereof, wherein the Mortgagor has assigned to the Mortgagee all of the rents, issues and profits with respect to the Premises, and any and all leases now or hereafter executed by the Mortgagor, as lessor or landlord, with respect to the

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Premises. All of the terms and conditions of the Assignment are fully incorporated herein by reference. The Mortgagor shall duly perform and observe all of the terms and provisions on its part to be performed and observed under the Assignment. Nothing herein shall be deemed to obligate the Mortgagee to perform or discharge any obligation, duty or liability of the Mortgagor under the Assignment. Mortgagor shall and does hereby indemnify and hold the Mortgagee harmless from any and all liability, loss or damage which the Mortgagee may or might incur by reason of the Assignment. Any and all such liability, loss or damage incurred by the Mortgagee, together with the costs and expenses, including reasonable attorneys' fees, incurred by the Mortgagee in the defense of any claims or demands therefor (whether successful or not), shall be so much additional Secured Indebtedness. The Mortgagor shall reimburse the Mortgagee therefor on demand, together with interest at the rate set forth in the Loan Agreement from the date of demand to the date of payment.

25. Mortgagee in Possession. Nothing herein constitutes the Mortgagee a mortgagee in possession in the absence of the actual taking of possession of the Premises.

26. Further Assurances. The Mortgagor will do, execute, acknowledge and deliver all and every further acts, deeds, conveyances, transfers and assurances necessary or proper, in the sole judgment of the Mortgagee, for the better assuring, conveying, mortgaging, assigning and confirming unto the Mortgagee all property mortgaged hereby, whether now owned by the Mortgagor or hereafter acquired.

27. Covenants Run with Land; Mortgagor's Successors. All covenants of this Mortgage shall run with the land and be binding on any successor owners of the Premises. In the event that the ownership of the Premises becomes vested in a person or persons other than the Mortgagor, the Mortgagee may, without notice to the Mortgagor, deal with such successor or successors in interest of the Mortgagor with reference to this Mortgage and the Secured Indebtedness in the same manner as with the Mortgagor. The Mortgagor will give immediate written notice to the Mortgagee of any conveyance, transfer or change of ownership of the Premises, but nothing in this Paragraph shall vary or negate the provisions of Paragraph 16.

28. Rights Cumulative. Each right, power and remedy conferred upon the Mortgagee is cumulative and in addition to every other right, power or remedy, express or implied, given now or hereafter existing, at law or in equity. Each and every right, power and remedy may be exercised from time to time as often and in such order as may be deemed expedient to the Mortgagee. The exercise or the beginning of the exercise of one right, power or remedy shall not be a waiver of the right to exercise at the same time or thereafter any other right, power or remedy. No delay or omission of the Mortgagee in the exercise of any right, power or remedy shall impair any such right, power or remedy, or be construed to be a waiver of any default of acquiescence.

29. Successors and Assigns. This Mortgage and each and every covenant, agreement and other provision hereof shall be binding upon the Mortgagor and its successors and assigns (including, without limitation, each and every record owner from time to time of the Premises or any other person having an interest therein), and shall inure to the benefit of the Mortgagee and its successors and assigns. Each reference herein to Mortgagee shall be deemed to include the owner from time to time of the Loans, whether so expressed or not. Each owner of the Loans shall have and enjoy all of the rights, privileges, powers, options and benefits afforded hereby and may fully enforce all terms and provisions.

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30. Provisions Severable. The unenforceability or invalidity of any provision or provisions hereof shall not render any other provision or provisions unenforceable or invalid.

31. Time of the Essence. Time is of the essence of the Note, Loan Agreement, this Mortgage, the Assignment and any other document evidencing or securing the Secured Indebtedness.

32. Captions and Pronouns. The captions and headings of the various sections of this Mortgage are for convenience only, and are not to be construed as confining or limiting in any way the scope or intent of the provisions hereof. Whenever the context requires or permits, the singular shall include the plural, the plural shall include the singular and the masculine, feminine and neuter shall be freely interchangeable.

33. Notices. Any notice which any party hereto may desire or may be required to give to any other party shall be in writing, and if mailed, shall be deemed to be given when sent by registered or certified mail, postage prepaid and addressed to the Mortgagor or the Mortgagee at its address set forth below, or to such other address as the Mortgagor or the Mortgagee may by notice in writing designate as its address for the purpose of notice hereunder:

(a) If to the Mortgagee:

CONTINENTAL ILLINOIS COMMERCIAL CORPORATION
2850 East Golf Road
Attn: Paul O'Mara
Rolling Meadows, Illinois 60008

With a copy to:

Thomas Van Beckum
Law Department (105/9)
Continental Illinois National Bank
and Trust Company of Chicago
231 S. La Salle Street
Chicago, IL 60697

(b) If to the Mortgagor:

CONTOUR SAWS, INC.
1217 Thacker Street
Des Plaines, IL 60016
Attn: _____

34. Estoppel Certificate. The Mortgagor shall within ten (10) days of a written request from the Mortgagee furnish the Mortgagee with a written statement, duly acknowledged, setting forth the sums secured by this Mortgage and any right of set-off, counterclaim or other defense which exists against such sums and the obligations of this Mortgage.

35. Release. Upon payment of the Secured Indebtedness, the Mortgagee shall release this Mortgage and the lien hereof. The Mortgagor shall pay the Mortgagee's reasonable costs incurred in releasing this Mortgage.

36. Future Advances. Upon request of the Mortgagor, the Mortgagee, at the Mortgagee's option; may make Future Advances to the Mortgagor. Such Future Advances, with interest thereon, shall be secured by this Mortgage. At no time shall solely the principal amount of the Secured Indebtedness, exceed the sum of \$15,000,000.00 not including interest or sums advanced in accordance herewith to protect the security of this Mortgage.

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37. Counterpart Execution. This Mortgage may be executed in several counterparts, each of which shall constitute an original, but all of which together shall constitute one and the same instrument.

38. Applicable Law. This Mortgage shall be governed by, and construed in accordance with, the laws of the State of Illinois.

39. Declaration of Subordination. At the option of Mortgagee, this Mortgage shall become subject and subordinate, in whole or in part (but not with respect to priority of entitlement to insurance proceeds or any condemnation or eminent domain award) to any and all leases of all or any part of the Property upon the execution by Mortgagee and recording of a lateral subordination declaration in the appropriate official records of the county in which the Premises are situated.

40. Conflicting Provisions. In the event of a conflict between the provisions of this Mortgage and those of the Loan Agreement (including provisions relating to notice or waiver thereof), those of the Loan Agreement shall govern and prevail over those of this Mortgage.

41. Business Loans. Mortgagor certifies and agrees that the proceeds of the Note secured by this Mortgage will be held for the purposes specified in Illinois Revised Statutes, Chapter 17, Section 6404(1)(c), and that the principal obligation secured hereby constitutes a "business loan" within the definition and purview of that Section.

42. Indemnity. Mortgagor shall indemnify and save Mortgagee harmless from and against any all liabilities, losses, damages, claims, expenses (including attorneys' fees and court costs) which may be imposed on, incurred by or asserted against Mortgagee at any time by any third party which relate to or arise from: the Mortgage; any suit or proceeding (including probate and bankruptcy proceedings), or the threat thereof, in or to which Mortgagee may or does become a party, either as plaintiff or as a defendant, by reason of this Mortgage or for the purpose of protecting the lien of this Mortgage; the offer for sale or sale of all or any portion of the Premises; or the ownership, use, operation, or maintenance of the Premises.

43. Subordination of Leases to Mortgagee. Mortgagee shall have the option to require Mortgagor to cause any of all leases to the Premises to be subordinated to the Mortgagee and to require tenants to execute whatever instruments are requested by Mortgagee to effect or evidence such subordination.

IN WITNESS WHEREOF, the Mortgagor has caused this Mortgage to be duly signed, sealed and delivered the day and year above written.

MORTGAGOR:

CONTOUR SAWS, INC.

By: [Signature]
Title: CHAIRMAN of the Board

ATTEST: _____
Name: _____
Title: _____ Sec

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This Instrument was prepared by and should
be returned to:

Thomas Van Beckum
Law Department (10579)
Continental Illinois National Bank
and Trust Company of Chicago
231 South LaSalle Street
Chicago, Illinois 60697

Property of Cook County Clerk's Office

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LEGAL DESCRIPTION

PARCEL 1:

LOT 3 AND THE NORTHEASTERLY HALF OF LOT 4 (EXCEPT THAT PART OF SAID NORTHEASTERLY HALF OF SAID LOT 4 LYING SOUTHWESTERLY OF THE NORTHEASTERLY LINE OF THE RIGHT OF WAY OF THE MINNEAPOLIS, ST. PAUL AND SAULTE STE MARIE RAILROAD, FORMERLY THE WISCONSIN CENTRAL RAILROAD) IN BLOCK 6 IN PARSON AND LEE'S ADDITION TO TOWN OF DES PLAINES, BEING A SUBDIVISION OF LOTS 72 TO 74, 139 TO 145 AND 174 TO 177 IN TOWN OF DES PLAINES (FORMERLY TOWN OF RAND) AND PART OF SECTION 17 AND 20, TOWNSHIP 41 NORTH, RANGE 12 EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS ALSO

PARCEL 2:

THAT PART OF SECTION 20, TOWNSHIP 41 NORTH, RANGE 12 EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS, LYING NORTHEASTERLY OF THE NORTHEASTERLY LINE OF RIGHT OF WAY OF THE WISCONSIN CENTRAL RAILROAD (NOW KNOWN AS THE MINNEAPOLIS, ST. PAUL AND SAULTE STE MARIE RAILROAD) NORTHWESTERLY OF THE SOUTHEASTERLY LINE (EXTENDED SOUTHWESTERLY) OF LOT 5 OF BLOCK 9 OF DES PLAINES MANOR TRACT NO. 1, IN THE NORTH EAST 1/4 OF SECTION 20, AND SOUTHWESTERLY OF THE SOUTHWESTERLY LINE OF AFORESAID LOT 5 OF BLOCK 9 OF DES PLAINES MANOR TRACT NO. 1, SAID PART OF SECTION 20 IS ALSO DESCRIBED AS THAT PART LYING NORTHEASTERLY OF THE NORTHEASTERLY LINE OF RIGHT OF WAY OF THE WISCONSIN CENTRAL RAILROAD AFORESAID OF LOT 11 (NOW VACATED) OF BLOCK 6 OF PARSON AND LEE'S ADDITION TO TOWN OF DES PLAINES, A SUBDIVISION OF LOTS 72 TO 74, 139 TO 145 AND 174 TO 177 IN TOWN OF DES PLAINES (FORMERLY TOWN OF RAND) AND PART OF SECTION 17 AND 20, TOWNSHIP 41 NORTH, RANGE 12 EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS IN COOK COUNTY, ILLINOIS, ALSO

PARCEL 3:

LOTS 8 AND 9 (EXCEPT THAT PART OF SAID LOTS 8 AND 9 CONVEYED TO RAILROAD BY DOCUMENT NO. 666085) AND LOT 10 AND THE SOUTHWESTERLY 30 FEET OF LOT 11 IN BLOCK 5 IN PARSON AND LEE'S ADDITION TO DES PLAINES IN SECTION 17 AND 20, TOWNSHIP 41 NORTH, RANGE 12 EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS, ALSO

PARCEL 4:

THE VACATED ALLEY LYING SOUTHEASTERLY OF LOT 5 IN BLOCK 3 IN DES PLAINES MANOR TRACT NO. 1, A SUBDIVISION OF PART OF SECTION 17 AND 20, TOWNSHIP 41 NORTH, RANGE 12 EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS, AND LYING NORTHWESTERLY OF LOTS 1 TO 4 IN BLOCK 6 OF PARSON AND LEE'S ADDITION TO DES PLAINES, A SUBDIVISION IN SECTION 17 AND 20, TOWNSHIP 41 NORTH, RANGE 12 EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS, AND LYING NORTHEASTERLY OF THE NORTHEASTERLY RIGHT OF WAY OF MINNEAPOLIS, ST. PAUL AND SAULTE STE MARIE RAILROAD, LYING SOUTHWESTERLY OF THE SOUTHWESTERLY LINE OF THACKER STREET, ALL IN COOK COUNTY, ILLINOIS

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PARCEL 5:

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ALL OF LOTS 1 AND 2, THE SOUTH 1/2 OF LOT 4 (EXCEPT RAILROAD), LOT 5 (EXCEPT RAILROAD AND EXCEPT THAT PART LYING WEST OF RAILROAD), LOT 6 (EXCEPT RAILROAD AND EXCEPT THAT PART LYING WEST OF RAILROAD) IN BLOCK 6 IN PARSON'S AND LEE'S ADDITION TO DES PLAINES, IN SECTION 17 AND 20, TOWNSHIP 41 NORTH, RANGE 12 EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS *PBC*

PARCEL 6:

CA 197
LOTS 1 TO 5, BOTH INCLUSIVE IN BLOCK 9 IN DES PLAINES MANOR TRACT NO. 1, A SUBDIVISION OF PART OF SECTION 17 AND 20, TOWNSHIP 41 NORTH, RANGE 12 EAST OF THE THIRD PRINCIPAL MERIDIAN, ACCORDING TO THE PLAT RECORDED JULY 14, 1941 AS DOCUMENT 4793563, IN COOK COUNTY, ILLINOIS. *PAC*

PROPERTY ADDRESS: 1201-25 Thacker Street
Des Plaines, Illinois

PERMANENT TAX NOS: 09-20-105-016-0000
09-20-105-017-0000
09-20-105-020-0000
09-20-105-021-0000
09-20-105-022-0000
09-20-105-023-0000
09-20-105-024-0000
09-20-105-025-0000
09-20-203-006-0000

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EXHIBIT B

PERMITTED ENCUMBRANCES

1. GRANT OF EASEMENT DATED MARCH 30, 1966 AND RECORDED APRIL 4, 1966 AS DOCUMENT 19789312 MADE BY CONTOUR SAWS INC, A CORPORATION OF ILLINOIS TO THE COMMONWEALTH EDISON COMPANY, GRANTING A PERPETUAL RIGHT, EASEMENT, PERMISSION AND AUTHORITY TO CONSTRUCT, OPERATE, MAINTAIN, REPAIR AND REPLACE AN ELECTRIC TRANSMISSION AND DISTRIBUTION LINE OVER AND ACROSS PARCELS "A" AND "B" AS CROSS-HATCHED AND LEGALLY DESCRIBED ON THE PLAT OF SURVEY ATTACHED, TOGETHER WITH CONDITIONS THEREIN STATED (AFFECTS AN IRREGULAR PARCEL WHICH DOES NOT APPEAR TO EXTEND NORTHEASTERLY OF A LINE 20 FEET PARALLEL TO THE NORTHEASTERLY RIGHT OF WAY OF RAILROAD)

(AFFECTS PARCELS 1 TO 4, LOTS 4, 5, AND 6 OF PARCEL 5 AND APPROXIMATELY THE SOUTH WEST 20 FEET OF THAT PART OF THE LAND FALLING IN PARCEL 6).

2. EASEMENT OVER AND UPON A STRIP FOR THE RIGHT TO ENTER INTO AND UPON IN PERPETUITY FOR THE CONSTRUCTION, MAINTANENCE AND OPERATION OF RAIL TRACKS, MADE BY JOHN MC ELLIGOTT AND VERONICA MC ELLIGOTT, HIS WIFE TO WISCONSIN CENTRAL RAILWAY COMPANY, DATED SOUTH EAST 19, 1925 AND RECORDED OCTOBER 27, 1925 AS DOCUMENT 9078545 AND THE PROVISIONS THEREIN CONTAINED

(AFFECTS PARCELS 1 TO 4, LOT 4 IN PARCEL 5 AND PARCEL 6).

3. THE BUILDING LOCATED MAINLY ON LOTS 8 AND 9 IN PARCEL 3 AND OTHER PROPERTY NOT NOW IN QUESTION IS ALSO LOCATED ON LAND ADJOINING TO THE NORTH WEST

4. RIGHTS OF THE PUBLIC, THE STATE OF ILLINOIS AND THE MUNICIPALITY IN AND TO THE SOUTHWESTERLY 20 FEET OF LOT 8 LOT 9 LYING NORTHEASTERLY OF AND PARALLEL TO THOSE PARTS OF LOT 8, AND LOT 9 AS CONVEYED TO CHICAGO AND NORTHWESTERN RAILROAD COMPANY, A CORPORATION OF ILLINOIS BY WARRANTY DEED DATED OCTOBER 11, 1885 IN BLOCK 5 IN PARSON AND LEE'S ADDITION TO DES PLAINES AS DEDICATED FOR ROAD PURPOSES BY PLAT DATED APRIL 17, 1967 AND RECORDED MAY 15, 1967 AS DOCUMENT 20137879

(AFFECTS PARCEL 3).

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5. RIGHTS OF THE MUNICIPALITY AND THE STATE OF ILLINOIS AND THE PUBLIC AND ADJOINING OWNERS IN AND TO THE VACATED ALLEY DESCRIBED IN PARCEL 4

(AFFECTS PARCEL 4).

6. RIGHTS OF THE PUBLIC OR QUASI-PUBLIC UTILITIES, IF ANY, IN SAID VACATED ALLEY FOR THE MAINTANENCE THEREIN OF POLES, CONDUITS, SEWERS ETC

(AFFECTS PARCEL 4).

7. EASEMENT RESERVED IN THE ORDINANCE RECORDED MAY 1, 1967 AS DOCUMENT 20124359 VACATING PUBLIC ALLEYS ADJACENT TO AND NORTHWESTERLY OF LOT 1 IN BLOCK 6 IN PARSON AND LEE'S ADDITION THAT THE CITY OF DES PLAINES RETAINS THE RIGHT TO MAINTAIN, OPERATE, REPAIR AND REPLACE BY ITSELF OR BY ANY LICENSEE OR BY ANY PUBLIC UTILITIES COMPANY, AS THE CASE MAY BE, ANY POLES, WIRES, PIPES, CONDUITS, SEWER MAINS, WATER MAINS, OR ANY OTHER FACILITY OR EQUIPMENT FOR THE MAINTANENCE OR OPERATION OF ANY UTILITY NOW LOCATED IN SAID ALLEY

(AFFECTS PARCEL 4).

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I, P. J. Weber, do hereby certify that I am the duly elected and qualified Secretary and the keeper of the records and corporate seal of Contour Saws, Inc., a corporation organized and existing under the laws of the State of Illinois, and that the following is a true and correct copy of certain resolutions duly adopted at a meeting of the Board of Directors thereof, convened and held in accordance with law and the by-laws of said corporation on the 19th day of December, 1986, and that such resolutions are now in full force and effect, unamended, unaltered and unrepealed:

WHEREAS, there has been presented to this meeting a form of Demand Loan Agreement between this corporation and Continental Illinois National Bank and Trust Company of Chicago governing loans this Corporation may from time to time by telephone or other means of communication request said Bank to make up to an aggregate maximum amount of \$4,000,000 at any one time outstanding, and letters of credit in the maximum amount of \$1,425,000;

NOW, THEREFORE BE IT RESOLVED, that any two of M. L. Wilkie, Chairman of the Board, P. J. Weber, Secretary, A. J. Klaasen, Director or C. T. Peterson, Director, be and they hereby are authorized to execute, in the name and on behalf of this corporation, and deliver a Demand Loan Agreement between this Corporation and said Bank, substantially in the form of the Demand Loan Agreement presented to this meeting, except for such changes, additions and deletions as to any or all of the terms and provisions thereof as the officers executing such Demand Loan Agreement on behalf of this Corporation shall deem proper, such execution by such officers of a Demand Loan Agreement between this corporation and said Bank to be conclusive evidence that such officers deem all of the terms and provisions thereof to be proper;

FURTHER RESOLVED, that any two of M. L. Wilkie, Chairman of the Board, P. J. Weber, Secretary, A. J. Klaasen, Director or C. T. Peterson, Director, be and they hereby are authorized to borrow on behalf of this Corporation from time to time such amounts permitted to be borrowed by this Corporation under the Demand Loan Agreement executed by this Corporation pursuant to these resolutions, to repay on behalf of this corporation all amounts so borrowed, to issue instructions by telephone or other means of communication to said Bank in connection with any of the foregoing and to execute, in the name and on behalf of this Corporation, and deliver written confirmations of any such instructions and schedules of officers and employees of this Corporation authorized to borrow funds from time to time under such Demand Loan Agreement, to repay on behalf of this Corporation all amounts so borrowed, to issue instructions by telephone or other means of communication to said Bank in connection with any of the foregoing, and to execute, in the name and on behalf of this Corporation, and deliver written confirmations of any such instructions, and each officer or employee identified in any such schedule be and hereby is authorized to so act;

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FURTHER RESOLVED, that any two of M. L. Wilkie, Chairman of the Board, P. J. Weber, Secretary, A. J. Klaasen, Director or C. T. Peterson, Director of this corporation be and they hereby are authorized to execute in the name and on behalf of this Corporation, and deliver a promissory note, substantially in the form provided for in such Demand Loan Agreement, evidencing the borrowings authorized by these resolutions, and letters of credit substantially in the form provided for in the Demand Loan Agreement;

FURTHER RESOLVED, that any two of M. L. Wilkie, Chairman of the Board, P. J. Weber, Secretary, A. J. Klaasen, Director or C. T. Peterson, Director of this corporation be and they hereby are authorized to secure payment and performance of all of the obligations of this Corporation to said Bank under the Demand Loan Agreement and letters of credit executed by this Corporation pursuant to these resolutions and under any promissory note and other agreements and documents executed and delivered by this Corporation pursuant to or in connection with such Demand Loan Agreement by a lien upon and security interest in this Corporation's present and future accounts receivable, as more particularly described in such Demand Loan Agreement and in the form of Security Agreement set forth as Exhibit F to said Demand Loan Agreement; and said officers hereby are further authorized to execute, in the name and on behalf of this Corporation and, if required, under its corporate seal deliver to said Bank from time to time a Security Agreement substantially in the form attached to said Demand Loan Agreement as an exhibit, except for such changes, additions and deletions as to any or all of the terms and provisions thereof as the officers executing such Security Agreement on behalf of this Corporation shall deem proper, such execution by such officers of any such Security Agreement to be conclusive evidence that such officers deem all of the terms and provisions thereof to be proper;

FURTHER RESOLVED, that any two of M. L. Wilkie, Chairman of the Board, P. J. Weber, Secretary, A. J. Klaasen, Director or C. T. Peterson, Director of this Corporation be and they hereby are authorized to secure payment and performance of all of the obligations of this Corporation to said Bank under the Demand Loan Agreement and letters of credit executed by this Corporation pursuant to these resolutions and under any promissory note and other agreements and documents executed and delivered by this Corporation pursuant to or in connection with such Demand Loan Agreement by a lien upon the real property of this Corporation as more particularly described in such Demand Loan Agreement and in the form of Mortgage set forth as Exhibit H to said Demand Loan Agreement; and said officers are hereby further authorized to execute, in the name and on behalf of this Corporation, and, if required, under its Corporate Seal, deliver to said Bank from time to time a Mortgage substantially in the form attached to said Demand Loan Agreement as an exhibit, except for such changes, additions and deletions as to any or all of the terms and provisions thereof as the officers executing such Mortgage

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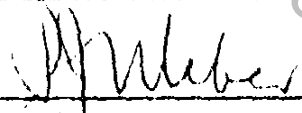

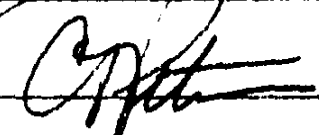
on behalf of this Corporation shall deem proper, such execution by such officers of any such Mortgage to be conclusive evidence that such officers deem all of the terms and provisions thereof to be proper;

FURTHER RESOLVED, that any two of M. L. Wilkie, Chairman of the Board, P. J. Weber, Secretary, A. J. Klaasen, Director or C. T. Peterson, Director of this corporation be and they hereby are authorized to assign to said Bank all right and title to collateral under the Retail Company Security Agreements, as more particularly described in Section 7.2 of the Demand Loan Agreement and in the form of Security Agreement set forth as Exhibit G to said Demand Loan Agreement.

FURTHER RESOLVED, that each and every officer of this Corporation be and hereby is authorized to take such action from time to time on behalf of this Corporation as he may deem necessary, advisable or proper in order to carry out and perform the obligations of this Corporation under the Demand Loan Agreement, the letters of credit and the promissory note executed by this Corporation pursuant to these resolutions and under any other agreements and documents executed and delivered by this Corporation pursuant to or in connection with such Demand Loan Agreement, letters of credit and promissory note;

FURTHER RESOLVED, that the Secretary or any other officer of this Corporation be and hereby is authorized to certify to said Bank a copy of these resolutions and the names and signatures of this Corporation's officers or employees hereby authorized to act in the premises, and said Bank is hereby authorized to rely upon such certificate until formally advised by a like certificate of any change therein, and is hereby authorized to rely on any such additional certificates.

I FURTHER CERTIFY, that the following persons have been appointed or elected and are now acting as officers or employees of said Corporation in the capacity set before their respective names:

Chairman of the Board	M. L. Wilkie	<hr/>
Secretary	P. J. Weber	<hr/> 
Director	A. J. Klaasen	<hr/> 
Director	C. T. Peterson	<hr/> 

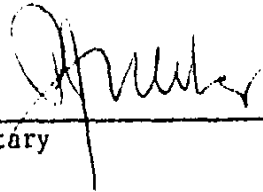
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IN WITNESS WHEREOF, I have subscribed my name as Secretary and have caused the corporate seal of said corporation to be hereunto affixed this _____ day of _____, 1986.

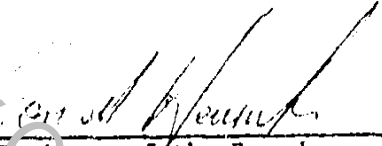


Secretary

(Corporate Seal)

I, Jon M. Henricks, Vice Chairman of the Board of Contour Saws, Inc., a corporation of the State of Illinois, do hereby certify that P. J. Weber has been elected and is now acting as Secretary of said corporation, and that the signature to the foregoing Certificate is his genuine signature.

I have hereunto set my hand this _____ day of _____, 1986.



Vice Chairman of the Board

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STATE OF ILLINOIS)
COUNTY OF COOK)SS.

I, D.F. EWING, a Notary Public in and for the said County, in the State aforesaid, DO HEREBY CERTIFY that MICHAEL WILKIE - CHAIRMAN OF THE BOARD President of Deer Company an Illinois Corporation and P.J. WEBER, Secretary of said Corporation, are personally known to me to be the same persons whose names are subscribed to the foregoing instrument as such P.J. WEBER Secretary, respectively, appeared before me this day in person and acknowledged that signed and delivered said instrument as their own free and voluntary act and deed and as the free and voluntary act and deed of said Corporation, for the uses and purposes therein set forth; and said P.J. WEBER Secretary then and there acknowledged that he, as custodian of the corporate seal of said Corporation, did affix the corporate seal of said Corporation to said instrument as his own free and voluntary act and deed, and as the free and voluntary act and deed of said Corporation for the uses and purposes therein set forth, all pursuant to authority granted by the Board of Directors of the Corporation.

OUTOUR SAW
INC

Given under my hand and notarial Seal, this 17th day of December, A.D. 1986

D.F. Ewing
Notary Public

My Commission Expires:

June 26, 1988

COOK County Clerk's Office

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