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Board Certified  
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RECORDATION NO. 32164 FILED

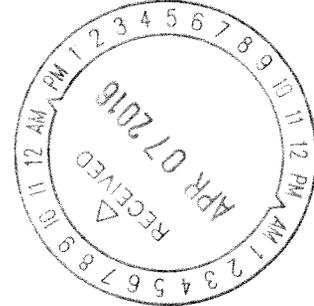
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SURFACE TRANSPORTATION BOARD

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March 31, 2016

Chief  
Section of Administration  
Office of Proceedings  
Surface Transportation Board  
395 "E" Street, S.W.  
Washington, D.C. 20423



Dear Section Chief:

Enclosed for recordation pursuant to the provisions of 49 U.S.C. Section 11301(b) are one (1) original and one (1) copy of a Memorandum of Security Agreement, each dated as of March 30, 2016, a primary document as defined in the Board's Rules for the Recordation of Documents.

The names and addresses of the parties to the enclosed documents are:

Secured Party: Frost Bank  
P. O. Box 1600  
San Antonio, Texas 78296

Debtor: Georgetown Rail Equipment Company  
111 W. Cooperative Way  
Georgetown, Texas 78626

A description of the railroad equipment covered by the enclosed documents is:

A GREX 3660 Slot Train and all substitutions, replacements, additions and accessions thereto, now owned or hereafter acquired, and all proceeds thereof.

A short summary of the document to appear in the index is:

Memorandum of Security Agreement

Also enclosed is a check payable to the order of the Surface Transportation Board covering the required recordation fee.

Kindly return stamped copies of the enclosed documents to the undersigned.

Very truly yours,

A handwritten signature in cursive script, appearing to read "Meade Bauer".

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Meade Bauer

Enclosures  
SMB:csr

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MEMORANDUM OF SECURITY AGREEMENT SURFACE TRANSPORTATION BOARD

THIS MEMORANDUM OF SECURITY AGREEMENT (this "Memorandum") dated as of March 30, 2016, is made by and between **GEORGETOWN RAIL EQUIPMENT COMPANY, a Texas corporation** (hereinafter called "Debtor"), whose address is 111 W. Cooperative Way, Georgetown, Williamson County, Texas 78626, and whose organizational number is TX126446400, and **FROST BANK, a Texas state bank** ("Secured Party"), whose address is P.O. Box 1600, San Antonio, Bexar County, Texas 78296. The parties hereto for good and valuable consideration hereby state the following:

1. Debtor and Secured Party are parties to that certain Security Agreement dated as of March 30, 2016 (the "Security Agreement") (capitalized terms used herein and not otherwise defined shall have the meaning given in the Security Agreement), whereby, as security for the Indebtedness, Debtor, for value received, pledged and granted to Secured Party a continuing security interest in the railroad equipment more specifically identified on Exhibit "A" attached hereto and made a part hereof (the "Collateral").
2. Debtor's obligations under the Loan Documents are evidenced by and payable in accordance with the Loan Documents.
3. Pursuant to the terms of the Loan Documents and to secure the payment and performance of any and all of Debtor's obligations to Secured Party, Debtor granted to Secured Party a first priority security interest in the Collateral, together with all products and proceeds of all of the foregoing (including without limitation, insurance payable by reason of loss or damage to the Collateral) and any property, securities, guaranties or monies of Debtor which may at any time come into the possession of Secured Party.

[SIGNATURES ON THE FOLLOWING PAGE]

IN WITNESS WHEREOF, the parties have caused this Memorandum to be executed as of the date first above written.

**DEBTOR:**

**GEORGETOWN RAIL EQUIPMENT COMPANY, a Texas corporation**

By: William Shell  
William Shell, President

**SECURED PARTY :**

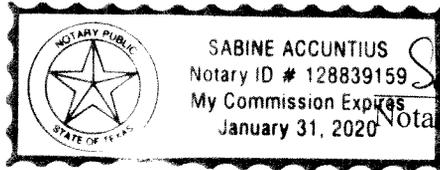
**FROST BANK,  
a Texas state bank**

By: Charles Colley  
Name: Charles Colley  
Title: Senior Vice President

STATE OF TEXAS §

COUNTY OF Williamson §

This instrument was acknowledged before on the 30 day of March, 2016, by William Shell, President of **GEORGETOWN RAIL EQUIPMENT COMPANY, a Texas corporation**, on behalf of said corporation.

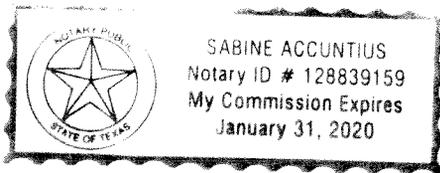


Sabine Accuntius  
Notary Public – State of Texas

STATE OF TEXAS §

COUNTY OF Williamson §

This instrument was acknowledged before on the 30 day of March, 2016, by Charles Colley, Sr. VP of **FROST BANK, a Texas state bank**, on behalf of said bank.



Sabine Accuntius  
Notary Public – State of Texas

**EXHIBIT A**

Description of Equipment and Contract Interests:

GREX 3660 Slot Train and all substitutions, replacements, additions and accessions thereto, now owned or hereafter acquired, and all proceeds thereof.