

ORIGINAL COUNTERPART
NO. 1

SUPPLEMENTAL AGREEMENT

RECORDATION NO. *3852-A* Filed 1425

AUG 21 1979 - 3 05 PM

INTERSTATE COMMERCE COMMISSION

Dated as of August 15, 1979

Supplementing

CONDITIONAL SALE AGREEMENT

Dated as of September 1, 1970

Between

GENERAL ELECTRIC COMPANY

and

NORFOLK AND WESTERN RAILWAY COMPANY

SUPPLEMENTAL AGREEMENT

AGREEMENT, dated as of August 15, 1979, between NORFOLK AND WESTERN RAILWAY COMPANY, a Virginia corporation (the "Railroad"), and FIRST PENNSYLVANIA BANK N.A. (formerly The First Pennsylvania Banking and Trust Company), a corporation existing under the laws of the United States (the "Agent"), acting as agent under an Agency Agreement dated as of September 1, 1970 (the "Agency Agreement"), among the Agent, the Railroad and the investors named in Schedule A thereto.

R E C I T A L S

General Electric Company, a New York corporation (the "Manufacturer"), and the Railroad are parties to a Conditional Sale Agreement dated as of September 1, 1970 (the "Conditional Sale Agreement"), providing for the construction, sale and delivery by the Manufacturer to the Railroad of the railroad equipment described therein (the "Equipment").

Pursuant to an Agreement and Assignment dated as of September 1, 1970 (the "Agreement and Assignment"), the Manufacturer assigned to the Agent certain rights in and to the Conditional Sale Agreement.

Under the provisions of the Conditional Sale Agreement, any of the Equipment that may become worn out, unsuitable

for use, lost or destroyed ("Casualty Equipment") may be replaced by the Railroad, at its own cost and expense, with standard-gauge railroad equipment (other than work or passenger equipment) of equal value, which shall have been first put into operation after the date of the Conditional Sale Agreement ("Replacement Equipment").

The Railroad has heretofore certified to the Agent that certain units of the Equipment have become Casualty Equipment, and the Railroad and the Agent wish to supplement the Conditional Sale Agreement by including thereunder the new standard-gauge railroad equipment described on the attached Exhibit A, which will be delivered to the Railroad and first put into service during the year of 1979 at the Railroad's sole cost and expense in accordance with provisions of the Conditional Sale Agreement requiring the Railroad to replace Casualty Equipment.

* * * * *

NOW, THEREFORE, in consideration of the foregoing, the Railroad and the Agent agree as follows:

Section 1: Schedule B to the Conditional Sale Agreement is hereby amended to include therein the units of Replacement Equipment described on Exhibit A hereto.

Section 2: The Railroad shall cause this Supplemental Agreement to be filed and recorded in the same manner as the Conditional Sale Agreement.

Section 3: The provisions of this Supplemental Agreement and all rights and obligations of the parties hereunder shall be governed by the laws of the Commonwealth of Virginia; provided, however, that the Company and the Agent shall be entitled to all rights conferred by Section 20c of the Interstate Commerce Act and any additional rights arising out of the filing, recording or deposit of this Supplemental Agreement.

Section 4: In accordance with Article 6 of the Conditional Sale Agreement, the Agent hereby designates the following legend as the appropriate words to be plainly, distinctly, permanently and conspicuously marked in stencil on each side of each unit of the Replacement Equipment described on Exhibit A hereto in letters not less than one inch in height:

OWNED BY A BANK OR TRUST COMPANY UNDER A
SECURITY AGREEMENT FILED UNDER INTERSTATE
COMMERCE ACT, SECTION 20c.

Section 5: Except as herein provided, the units of Replacement Equipment described on Exhibit A hereto shall be subject to all of the terms and conditions set forth in the Conditional Sale Agreement as fully as if said terms and

conditions were set forth in this Supplemental Agreement, and the Conditional Sale Agreement shall be deemed to be supplemented so as to include the units of Replacement Equipment described on Exhibit A hereto from and after the date hereof. Except as modified by this Supplemental Agreement, all terms, covenants and provisions of the Conditional Sale Agreement shall continue in full force and effect.

Section 6: This Supplemental Agreement, which is dated for convenience as of August 15, 1979, may be executed in any number of counterparts, each of which shall be deemed to be an original, and such counterparts together shall constitute a single instrument.

IN WITNESS WHEREOF, the Railroad and the Agent have caused this instrument to be signed by their proper officers and their respective corporate seals to be hereunto affixed and duly attested, as of the day and year first above written.

ATTEST:

D. E. Middleton
Secretary

NORFOLK AND WESTERN RAILWAY COMPANY

By J. R. Tupper
Vice President Finance

ATTEST:

M. J. Williams
Assistant Secretary

FIRST PENNSYLVANIA BANK N.A., as Agent

By A. Roman
ASSISTANT Vice President

COMMONWEALTH OF VIRGINIA)
) ss:
 CITY OF ROANOKE)

On this *17th* day of *August*, 1979, before me personally appeared J. R. Turbyfill, to me personally known, who, being by me duly sworn, says that he is Vice President - Finance of Norfolk and Western Railway Company, that one of the seals affixed to the foregoing instrument is the corporate seal of said corporation, that said instrument was signed and sealed on behalf of said corporation by authority of its Board of Directors, and he acknowledged that the execution of the foregoing instrument by him on this date was the free act and deed of said corporation.

Jeanie B. Davis
 Notary Public
My Commission expires
April 8, 1983

COMMONWEALTH OF PENNSYLVANIA)
) ss:
 COUNTY OF PHILADELPHIA)

On this *10th* day of *August*, 1979, before me personally appeared *L.P. Corrigan*, to me personally known, who, being by me duly sworn, says that he is a *Vice President* of Frist Pennsylvania Bank N.A., that one of the seals affixed to the foregoing instrument is the corporate seal of said corporation, that said instrument was signed and sealed on behalf of said corporation by authority of its Board of Directors, and he acknowledged that the execution of the foregoing instrument by him on this date was the free act and deed of said corporation.

Edith E. Bosworth
 Notary Public

EDITH E. BOSWORTH, NOTARY PUBLIC
 Philadelphia, Philadelphia County, Pa.
 My Commission Expires Oct. 23, 1982

I am not an officer or director
 of the above corporation.

EXHIBIT A

<u>Type</u>	<u>Manufacturer</u>	<u>Quantity</u>	<u>Railroad's Road Numbers (both inclusive)</u>
3,000 h.p. 6-axle diesel electric loco- motives	General Electric Company	3	8080 - 8082

Estimated
Unit Base
Price

\$708,819

Estimated
Total Base
Price

\$2,126,457

Delivery

At Erie, Pennsylvania,
in 1979

CONDITIONAL SALE AGREEMENT

RECORDATION NO. 5822 Filed 1425

Dated as of September 1, 1970

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RELEASE AND SATISFACTION AND BILL OF SALE INTERSTATE COMMERCE COMMISSION

KNOW ALL MEN BY THESE PRESENTS, that First Pennsylvania Bank N.A. (formerly The First Pennsylvania Banking and Trust Company) (the "Assignee"), Assignee under an Agreement and Assignment dated as of September 1, 1970, from General Electric Company (the "Seller") to the Assignee of all of the right, title and interest of the Seller in and to certain railroad equipment under a Conditional Sale Agreement dated as of September 1, 1970 (the "Conditional Sale Agreement"), between the Seller and Norfolk and Western Railway Company (the "Buyer"), covering said railroad equipment, hereby certifies that the Assignee has been paid the full indebtedness in respect of the purchase price of the railroad equipment, together with interest and all other payments as provided in said Conditional Sale Agreement, and all the Buyer's obligations contained in said Conditional Sale Agreement have been fully complied with and performed.

WHEREFORE, in consideration of \$1.00 and other valuable considerations, the receipt of which is hereby acknowledged, the Assignee does hereby declare said Conditional Sale Agreement to be satisfied and canceled and does consent that the same be discharged of record and, further, does hereby sell, assign, transfer and set over unto the Buyer all its right, title and interest in and to the railroad equipment covered by said Conditional Sale Agreement and now held by the Assignee.

IN WITNESS WHEREOF, the Assignee, pursuant to due corporate authority, has caused this instrument to be executed in its corporate name by its duly authorized officers, and its corporate seal to be hereunto affixed, duly attested, as of the 17th day of Sept, 1985.

FIRST PENNSYLVANIA BANK N.A.

By *Eric Willger*
ASST. Vice President

Attest:
[Signature]
Assistant Secretary

COMMONWEALTH OF PENNSYLVANIA)
COUNTY OF Philadelphia) ss.:

On this 27th day of September, 1985, before me, a Notary Public, personally appeared Frank J. [unclear], to me personally known, who, being by me duly sworn, says he is a Vice President of First Pennsylvania Bank N.A., that the seal affixed to the foregoing instrument is the corporate seal of said corporation, that said instrument was signed and sealed on behalf of said corporation by authority of its Board of Directors, and he acknowledged that the execution of the foregoing instrument was the free act and deed of said corporation.

Lynne N. McCorry
Notary Public

LYNNE N. McCORRY
Notary Public, Phila., Phila. Co.
My Commission Expires May 5, 1986

My Commission expires:

SCHEDULE B—GENERAL ELECTRIC COMPANY

<u>Type</u>	<u>Specifications</u>	<u>AAR Symbol</u>	<u>Manufacturer's Plant</u>	<u>Quantity</u>	<u>Railroad's Road Numbers (both inclusive)</u>	<u>Unit Base Price</u>	<u>Total Base Price</u>	<u>Delivery</u>
3,000 HP Diesel electric road locomotives, Type U-30-B.	Mfr. Spec. No. 3330-C, Modifications per Appendix A and Memorandum of Conference dated June 17, 1969.	B-B	Erie, Pennsylvania	50	8465-8514	\$239,026	\$11,951,325	Erie, Pennsylvania, in August, 1970, through January, 1971.