

EQUIPMENT LEASE

RECORDATION NO. _____ Filed & Recorded

RE: AIRCO, INC.
(AIRCO Trust No. 1)

APR 18 1972 - 2 22 PM

INTERSTATE COMMERCE COMMISSION

THIS EQUIPMENT LEASE dated as of November 4, 1971 among TRUST COMPANY FOR USL, INC., not in its individual capacity but solely as Trustee under a Trust Agreement dated as of November 4, 1971 (the "Lessor"), UNITED STATES LEASING INTERNATIONAL, INC., a California corporation as Agent for Lessor (the "Agent") and AIRCO, INC., a New York corporation (the "Lessee");

W I T N E S S E T H :SECTION 1. MANUFACTURE AND DELIVERY OF EQUIPMENT.

1.1. Intent to Lease and Hire. The Lessor is acquiring certain equipment (collectively the "Equipment" and individually "Item of Equipment") described in Schedules A-1, A-2 and A-3 attached hereto and made a part hereof and, upon delivery of each Item of Equipment by the Manufacturer or Manufacturers thereof (hereinafter referred to collectively as "Manufacturer"), the Lessor shall lease and let such Item of Equipment to the Lessee and the Lessee shall hire such Item of Equipment from the Lessor for the rental and on and subject to the terms and conditions herein set forth.

1.2. Inspection and Acceptance. Upon delivery of each Item of Equipment by the Manufacturer thereof the Lessee will inspect such Item of Equipment and if such Item of Equipment tendered for delivery appears to meet the specifications, the Lessee will accept delivery thereof and execute and deliver to such Manufacturer and Lessor duplicate Certificates of Acceptance, substantially in the form of Exhibit 1 attached hereto and made a part hereof.

1.3. Certificate of Acceptance. The Lessee's execution and delivery to the Lessor of the Certificates of Acceptance with respect to each Item of Equipment shall conclusively establish that, as between Lessor and Lessee, but without limiting or otherwise affecting Lessee's rights, if any, against the manufacturers each Item of Equipment is acceptable to and accepted by the Lessee under this Lease, notwithstanding any defect with respect to design, manufacture, condition or in any other respect, and that each Item of Equipment is in good order and condition and appears to conform to the specifications applicable thereto and all applicable United States Department of Transportation requirements and specifications, if any. The Lessee represents that it has no knowledge of any such defect.

(AIRCO Trust No. 1)

SECTION 2. RENTS AND PAYMENT DATES.

2.1. Rent for Equipment. The Lessee agrees to pay the Lessor the following rent for each Item of Equipment listed hereunder:

- (a) Periodic Rent. For each Item of Equipment, eighty (80) quarterly installments of Periodic Rent each payable in arrears in the amount provided for such Item of Equipment respectively in Schedule A-1, A-2 or A-3 hereto
- (b) Daily Interim Rent. For each Item of Equipment, the amount, if any, per day provided for such Item of Equipment respectively in Schedule A-1, A-2 or A-3 hereto for the period, if any from the date of payment of the invoice by the Lessor for the purchase of such Item of Equipment to and including the Term Lease Commencement Date for such Item of Equipment as defined in Section 2.2 hereof.

2.2 Rent Payment Dates. The Term Lease Commencement Date (hereinafter "Term Lease Commencement Date") for the Items of Equipment contained on any one schedule hereto shall be the earlier of (i) the 10th business day after delivery of all such Items of Equipment described in such schedule to the Lessee hereunder has been completed as evidenced by the Certificates of Acceptance or (ii) December 29, 1972. The total amount of Daily Interim Rent for all Items of Equipment described in any one schedule shall be due and payable on the Term Lease Commencement Date for such Items. The Installments of Periodic Rent for each Item of Equipment shall be due and payable quarterly following the Term Lease Commencement Date for such Item of Equipment.

2.3. Place of Rent Payment. All payments provided for in this Lease to be made to the Lessor shall be made to the Lessor at 1211 West 22nd Street, Oak Brook, Illinois 60521, or at such other place as the Lessor, or its assigns pursuant to Section 16 hereof shall specify in writing.

2.4. Net Lease. This Lease is a net lease and the Lessee shall not be entitled to any abatement of rent or reduction thereof, including, but not limited to, abatements or reductions due to any present or future claims of the Lessee against the Lessor under this Lease or otherwise or against the Manufacturer of the Equipment, nor except as otherwise expressly provided herein, shall this Lease terminate, or the respective obligations of the Lessor or the Lessee be otherwise affected, by reason of any defect in or failure of title of the Lessor to the Equipment or any defect in or damage to or loss or destruction of all or any of the Equipment from whatsoever cause, the taking or requisitioning of the Equipment by condemnation or otherwise, the lawful prohibition of the Lessee's use of the Equipment, the interference with such use by any private person or corporation, the invalidity or unenforceability or lack of due authorization or other infirmity of this Lease, or lack of right, power or authority of the Lessor to enter into this Lease, or for any other cause whether similar or dissimilar to the foregoing, any present or future law to the contrary notwithstanding, it being the intention of the parties hereto that the rents and other amounts payable by the Lessee hereunder shall continue to be payable in all events unless the obligation to pay the same shall be terminated pursuant to Section 11 hereof, or until, pursuant to Section 13 hereof, the Equipment is placed and ready for delivery to Lessor on the Lessee's lines, or is stored for the Lessor on the Lessee's lines, or leaves the Lessee's lines for off-line delivery to the Lessor.

SECTION 3. TERM OF THE LEASE.

The term of this Lease as to each Item of Equipment shall begin on the date of delivery to and acceptance by the Lessee of such Item of Equipment and subject to the provisions of Section 11 hereof shall terminate 20 years following the Term Lease Commencement Date, for each Item of Equipment.

SECTION 4. OWNERSHIP AND MARKING OF THE EQUIPMENT.

4.1. Retention of Title. The Lessor, as between the Lessor and the Lessee, shall and hereby does retain full legal title to the Equipment notwithstanding the delivery thereof to and the possession and use thereof by the Lessee.

4.2. Duty to Number and Mark Equipment. The Lessee will cause each Item of Equipment to be kept numbered with its road number as set forth in Schedules A-1, A-2 or A-3 and will keep and maintain, plainly, distinctly, permanently and conspicuously marked by a plate or stencil printed in contrasting color upon each side of each Item of Equipment in letters not less than one-half inch in height as follows:

"Leased through United States Leasing International,
Inc., as Agent for Owner-Trustee, and Subject to a
Security Interest Recorded with the I. C. C."

with appropriate changes thereof and additions thereto as from time to time may be required by law in order to protect the title of the Lessor to such Item of Equipment, its rights under this Lease and the rights of any assignee under Section 16 hereof. The Lessee will not place any such Item of Equipment in operation or exercise any control or dominion over the same until required legend shall have been so marked on both sides thereof and will replace promptly any such names and word or words which may be removed, defaced or destroyed. The Lessee will not change the road number of any Item of Equipment except with the consent of the Lessor and in accordance with a statement of new road numbers to be substituted therefor, which consent and statement previously shall have been filed with the Lessor by the Lessee and filed, recorded or deposited in all public offices where this Lease shall have been filed, recorded or deposited.

4.3. Prohibition Against Certain Designations. Except as above provided, the Lessee will not allow the name of any person, association or corporation to be placed on the Equipment as a designation that might be interpreted as a claim of ownership; provided, however, that the Lessee may cause the Equipment to be lettered with the names or initials or other insignia customarily used by the Lessee or its affiliates on transportation equipment used by it of the same or a similar type for convenience of identification or the right of the Lessee to use the Equipment under this Lease.

(a) any and all loss or damage of or to the Equipment, usual wear and tear excepted, and

(b) any claim, cause of action, damages, liability, cost or expense (including counsel fees and costs in connection therewith) which may be incurred in any manner by or for the account of any of them (i) relating to the Equipment or any part thereof, including without limitation the construction, purchase, delivery, installation, ownership, leasing or return of the Equipment or as a result of the use, maintenance, repair, replacement, operation or the condition thereof (whether defects are latent or discovered by the Lessor or by the Lessee), (ii) by reason or as the result of any act or omission of the Lessee for itself or as agent or attorney-in-fact for the Lessor hereunder, (iii) as a result of claims for patent infringements or (iv) as a result of claims for strict liability in tort.

6.1. Scope of Indemnity. The Lessee shall defend, indemnify and save harmless the Lessor, the Agent and the Trustor under the Trust Agreement and their successors and assigns from and against:

SECTION 6. LESSEE'S INDEMNITY.

AS BETWEEN LESSOR AND LESSEE, LESSOR LEASUS THE EQUIPMENT, AS-IS WITHOUT WARRANTY OR REPRESENTATION EITHER EXPRESS OR IMPLIED, TO THE QUIET ENJOYMENT THEREOF, OR (D) ANY OTHER MATTER WHATSOEVER, IT BEING AGREED THAT ALL SUCH RISKS, AS BETWEEN THE LESSOR AND THE LESSEE, ARE TO BE BORNE BY THE LESSEE. The Lessor hereby appoints and constitutes the Lessee its agent and attorney-in-fact during the term of this Lease to assert and enforce, from time to time, in the name and for the account of the Lessor and the Lessee, as their interests may appear, but in all cases at the sole cost and expense of the Lessee, whatever claims and rights the Lessor may have as owner of the Equipment against any manufacturers or contractors in respect thereof.

SECTION 5. DISCLAIMER OF WARRANTIES.

4.4. Indemnification for Improper Marking. The Lessee shall indemnify the Lessor, the Agent, the Trustor under the Trust Agreement, and any assignee under Section 16 hereof against any liability, loss or expense incurred by any of them as a result of the aforesaid marking of the Equipment with such name, initials or insignia.

6.2. Continuation of Indemnities and Assumptions. The indemnities and assumptions of liability in this Section 6 contained shall continue in full force and effect notwithstanding the termination of this Lease, or the termination of the term hereof in respect of any one or more Items of Equipment, whether by expiration of time, by operation of law or otherwise; provided, however, that such indemnities and assumption of liability shall not apply in respect of any matters referred to in subsection (a) or clause (i), (ii) or (iv) of subsection (b) of Section 6.1 hereof, occurring after the termination of this Lease or in respect of any matters referred to in clause (iii) of said subsection (b) arising out of alterations to the Equipment by Lessor or its assignees except for any such matters occurring after the termination arising in connection with the Lessee's assembling, delivering, storing or transporting of the Equipment as provided in Sections 13 or as the case may be, 15, hereof. The foregoing does not guarantee a residual value. The Lessee shall be entitled to control, and shall assume full responsibility for, the defense of such claim or liability.

SECTION 7. RULES, LAWS AND REGULATIONS.

The Lessee agrees to comply with all governmental laws, regulations, requirements and rules (including the rules of the United States Department of Transportation) with respect to the use, maintenance and operation of each Item of Equipment subject to this Lease. In case any equipment or appliance on any such Item of Equipment shall be required to be changed or replaced, or in case any additional or other equipment or appliance is required to be installed on such Item of Equipment in order to comply with such laws, regulations, requirements and rules, the Lessee agrees to make such changes, additions and replacements, at its own cost.

SECTION 8. USE AND MAINTENANCE OF EQUIPMENT.

The Lessee shall use the Equipment only in the manner for which it was designed and intended and so as to subject it only to ordinary wear and tear. The Lessee shall, at its own cost and expense, maintain and keep the Equipment in good order, condition and repair, ordinary wear and tear excepted, suitable for use in interchange. The Lessee shall not modify any Item of Equipment without the written authority and approval of the Lessor which shall not be unreasonably withheld. Any parts installed or replacements made by the Lessee upon any Item of Equipment shall be considered accessions to such Item of Equipment and title thereto shall be immediately vested in the Lessor, without cost or expense to the Lessor.

SECTION 9. LIENS ON THE EQUIPMENT

The Lessee shall pay or satisfy and discharge any and all claims against, through, or under the Lessee and its successors or assigns which, if unpaid, might constitute or become a lien or a charge upon the Equipment, and any liens or charges which may be levied against or imposed upon any Item of Equipment as a result of the failure of the Lessee to perform or observe any of its covenants or agreements under this Lease, but the Lessee shall not be required to pay or discharge any such claims so long as it shall, in good faith and by appropriate legal proceedings contest the validity thereof in any reasonable manner which will not affect or endanger the title and interest of the Lessor to the Equipment. The Lessee's obligations under this Section 9 shall survive termination of the Lease.

SECTION 10. FILING, PAYMENT OF FEES AND TAXES.

10.1. Filing. Prior to the delivery and acceptance of the first Item of Equipment, the Lessee will, at its sole expense, cause this Lease to be duly filed, registered or recorded in conformity with Section 20c of the Interstate Commerce Act and in such other places within or without the United States as the Lessor may reasonably request for the protection of its title or the security interest granted to any assignee under Section 16 hereof and will furnish the Lessor proof thereof.

The Lessee will, from time to time, do and perform any other act and will execute, acknowledge, deliver, file, register and record (and will re-file, re-register, or re-record whenever required) any and all further instruments required by law or reasonably requested by the Lessor, for the purpose of protecting the Lessor's title to, or such Secured Party's security interest in, the Equipment to the satisfaction of the Lessor's or such Secured Party's counsel or for the purpose of carrying out the intention of this Lease, and in connection with any such action, will deliver to the Lessor proof of such filings and an opinion of the Lessee's counsel that such action has been properly taken. The Lessee will pay all costs, charges and expenses incident to any such filing, re-filing, registering, re-registering, recording and re-recording of any such instruments or incident to the taking of such action.

10.2. Payment of Taxes. The Lessee, or if the Lessee fails to do so after written notice from the Lessor, then the Lessor, at Lessee's expense, shall report, pay and discharge when due all license and registration fees, assessments, sales, use and property taxes, gross receipts taxes arising out of receipts from use or operation of Equipment, and othertaxes, fees and governmental charges similar or in lieu of the foregoing (excluding (i) any net income tax of the Lessor or of any other person, including any trustor of the Lessor, and (ii) that portion of any tax which the lessee is otherwise obligated to pay under the terms of this Section which is in direct substitution for, or which relieves the Lessor or any other person, including any trustor of the Lessor, from any net income tax, provided, that the Lessee agrees to pay that portion of any net income tax which is in direct substitution for, or which relieves the Lessee from, a tax which the Lessee would otherwise be obligated to pay under the terms of this Section), together with any penalties or interest thereon, imposed by any state, federal or local government upon any Item of Equipment and whether or not the same shall be assessed against or in the name of the Lessor, the Agent, the Lessee, or the Trustor; provided, however, that the Lessee shall not be required to pay or discharge any such tax or assessment (i) so long as it shall, in good faith and by appropriate legal proceedings contest the validity thereof in any reasonable manner which will not affect or endanger the title and interest of the Lessor to the Equipment; however, the Lessee shall reimburse the Lessor for any damages or expenses resulting from such failure to pay or discharge, or (ii) as to assessments against or in the name of anyone other than the Lessee, until 20 days after written notice thereof shall have been given to the Lessee.

SECTION 11. PAYMENT FOR CASUALTY OCCURRENCE OR EQUIPMENT UNSERVICE-
ABLE FOR USE.

11.1. Duty of Lessee to Notify Lessor. In the event that any Item of Equipment shall be or become lost, stolen, destroyed, or, in the opinion of the Lessee, irreparably damaged, or shall be requisitioned or taken over by any governmental authority under the power of eminent domain or otherwise during the term of this Lease (any such occurrence, except for any requisition which by its terms does not exceed the remaining term of this Lease, being hereinafter called a Casualty Occurrence), the Lessee shall promptly and fully (after it has knowledge of such Casualty Occurrence) inform the Lessor in regard thereto.

11.2. Sum Payable for Casualty Loss. When the aggregate Casualty Value (as herein defined) of Items of Equipment described in any given Schedule having suffered a Casualty Occurrence (exclusive of Items of Equipment described in such Schedule having suffered Casualty Occurrence with respect to which a payment shall have been made to the Lessor pursuant to this Section 11) shall exceed \$100,000, the Lessee, on the next succeeding Rent Payment Date with respect to such Item or Items of Equipment, shall pay to the Lessor a sum equal to the Casualty Value of such Item or Items of Equipment as of the date of such payment; provided that notwithstanding the foregoing the Lessee shall on the last Rent Payment Date of each calendar year for such Item, pay to Lessor a sum equal to the Casualty Value of any Item or Items of Equipment which have suffered a casualty occurrence during such calendar year or any prior year for which no payment has previously been made to the Lessor pursuant to this Section 11.2.

11.3. Optional Retirement of Equipment. In the event that, in the good faith judgment of the Lessee, any Item of Equipment shall have become economically unserviceable, obsolete or unserviceable due to restrictions on use by Lessee imposed by governmental law, regulation, requirement or rule, the Lessee may upon not less than 30 days prior written notice to the Lessor, which notice shall set forth the reasons for termination, indentify such Item and designate the Rent Payment Date on which termination will be effective and settlement for such Item will be made, terminate this Lease with respect to such Item as of but not before the fortieth Rent Payment Date therefor or as of any succeeding Rent Payment Date upon payment to the Lessor of an amount equal to the Termination Value (as defined in Section 11.8 hereof) of such Item. For the purposes of this Section 11.3, interest rates or similar finance charges payable by the Lessee in connection with the acquisition of equipment under conditional sales contracts, leases or other arrangements for deferred payment of the purchase price, shall be disregarded in the determination of economic unserviceability.

11.4. Rent Termination. Upon (but not until) payment of the Casualty Value or, as the case may be, the Termination Value, in respect of any Item or Items of Equipment, the obligation to pay rent for such Item or Items of Equipment (including the Periodic Rent installment due on the Casualty Value or Termination Value payment date) shall terminate, but the Lessee shall continue to pay rent for all other Items of Equipment. The Lessee shall pay when due all rent payments as to an Item or Items due prior to the date on which the Casualty Value or, as the case may be, the Termination Value, thereof is payable.

11.5. Disposition of Equipment. The Lessee shall, as agent for the Lessor, dispose of such Item or Items of Equipment which have suffered a Casualty Occurrence or which have been retired pursuant to Section 11.3 hereof as soon as it is able to do so for the best price obtainable. Any such disposition shall be on an "as-is", "where-is" basis without representation or warranty, express or implied. As to each separate Item of Equipment so disposed of the Lessee may retain all amounts of such price plus any insurance proceeds and damages received by the Lessee by reason of such Casualty Occurrence up to the Casualty Value or, as the case may be, the Termination Value attributable thereto and shall remit the excess, if any, to the Lessor. In disposing of such Item or Items of Equipment, the Lessee shall take such action as the Lessor shall reasonably request to terminate any contingent liability which the Lessor might have arising after such disposition from or connected with such Item or Items of Equipment. Neither the Lessee nor any person, firm or corporation controlled by, in the control of or under common control with the Lessee shall be permitted to purchase any Item of Equipment with respect to which the Lease has been terminated pursuant to Section 11.3.

11.6. Casualty Prior to Term Lease Commencement Date. In the event the Lessee shall have notified the Lessor that an Item or Items of Equipment have suffered a Casualty Occurrence 15 days or more prior to the Term Lease Commencement Date for such Item, the Casualty Value for such Item or Items shall be an amount equal to 101% of its cost plus the Interim Rent therefor to the date of payment of such Casualty Value, which date shall be not more than 15 days after the date of notice to the Lessor of such Casualty Occurrence. If the Lessee shall have notified the Lessor that an Item or Items of Equipment have suffered a Casualty Occurrence less than 15 days prior to the Term Lease Commencement Date for such Item, the date of such Casualty Occurrence for such Item or Items shall be deemed to be one day after the Term Lease Commencement Date for such Item.

11.7. Casualty Value. The Casualty Value of each Item of Equipment shall be an amount determined as of the date the Casualty Value is paid to Lessor under Section 11.2 hereof (and not the date of the Casualty Occurrence) equal to that percentage of the original cost to the Lessor of such Item of Equipment as set forth in the Schedule of Casualty Value attached hereto as Schedule B.

11.8. Termination Value. The Termination Value of each Item of Equipment shall be the amount determined as of the date the Termination Value is paid as provided in Section 11.3 hereof equal to that percentage of the original cost to the Lessor of such Item of Equipment as set forth in the Schedule of Termination Value attached hereto as Schedule C.

11.9. Risk of Loss. The Lessee shall bear the risk of and, except as hereinabove in this Section 11 provided, shall not be released from its obligations hereunder in the event of any Casualty Occurrence to any Item of Equipment after the date hereof.

11.10. Eminent Domain. In the event that during the term of this Lease the use of any Item of Equipment is requisitioned or taken by any governmental authority under the power of eminent domain or otherwise for a period which does not exceed the remaining term of this Lease, the Lessee's duty to pay rent shall continue for the duration of such requisitioning or taking. The Lessee shall be entitled to receive and retain for its own account all sums payable for any such period by such governmental authority as compensation for requisition or taking of possession to an amount equal to the rent paid or payable hereunder for such period, and the balance, if any, shall be payable to and retained by the Lessor as its sole property.

SECTION 12. ANNUAL REPORTS.

12.1. Duty of Lessee to Furnish. On or before May 1 in each year, commencing with the year 1972, the Lessee will furnish to the Lessor or its assigns an accurate statement, as of the preceding fiscal year (a) showing the amount, description and numbers of the Items of Equipment then leased hereunder, the amount, description and numbers of all Items of Equipment that may have suffered a Casualty Occurrence during the preceding 12 months (or since the date of this Lease, in the case of the first such statement), and such other information regarding the condition or repair of the Equipment as Lessor may reasonably request, and (b) stating that,

in the case of all Equipment repainted during the period covered by such statement, the markings required by Section 4.2 hereof shall have been preserved or replaced.

12.2. Lessor's Inspection Rights. The Lessor or its assigns shall have the right, at its sole cost and expense, by its authorized representative, to inspect the Equipment and the Lessee's records with respect thereto, at such times as shall be reasonably necessary to confirm to the Lessor or its assigns the existence and proper maintenance thereof during the continuance of this Lease.

SECTION 13. RETURN OF EQUIPMENT UPON EXPIRATION OF TERM.

Duty of Lessee to Return Equipment. Upon the expiration of the term of this Lease with respect to any Item of Equipment, the Lessee will, at its own cost and expense, at the request of the Lessor, deliver possession of such Item of Equipment to the Lessor upon such storage tracks owned or controlled by Lessee as the Lessor may designate, or in the absence of such designation, as the Lessee may select, or in the absence of such a storage place owned or controlled by Lessee, such other place as Lessor shall reasonably designate, and Lessee will permit the Lessor to store such Item of Equipment on such tracks for a period not exceeding 90 days and will transport the same at any time within such 90 days period to any reasonable place on the lines of a railroad within 25 miles radius of such storage tracks, all as directed by the Lessor upon not less than 30 days' written notice to Lessee. All movement and storage of each such Item is to be at the risk and expense of the Lessee. During any such storage period the Lessee will permit the Lessor or any person designated by it, including the authorized representative or representatives of any prospective purchaser of any such Item, to inspect the same. The assembling, delivering, storage and transporting of the Equipment as hereinbefore provided are of the essence of this Lease, and upon application to any court of equity having jurisdiction in the premises the Lessor shall be entitled to a decree against the Lessee requiring specific performance of the covenants of the Lessee to so assemble, deliver, store and transport the Equipment.

SECTION 14. DEFAULT.

14.1. Events of Default. If, during the continuance of this Lease, one or more of the following events ("Events of Default") shall occur:

(a) Default shall be made in the payment of any part of the rental provided in Section 2 hereof and such default shall continue for three days (provided, however, that the Lessee shall not be entitled to any such three day grace period with respect to any such default occurring after such grace period has been exercised with respect to eight such payments);

(b) The Lessee shall make or permit any unauthorized assignment or transfer of this Lease, or of possession of the Equipment, or any portion thereof, and shall fail or refuse to cause such assignment or transfer to be cancelled by agreement of all parties having any interest therein and to recover possession of such Equipment within 30 days after written notice from the Lessor to the Lessee demanding such cancellation and recovery of possession;

(c) Default shall be made in the observance or performance of any other of the covenants, conditions and agreements on the part of the Lessee contained herein and such default shall not be cured within 30 days

after written notice from the Lessor to the Lessee, specifying the default and demanding the same to be remedied, or if such default is incapable by reason of the nature thereof of being remedied in the exercise of reasonable diligence within said 30 days, then within such period of time (but not to exceed 90 days) as would be sufficient to remedy such default with diligent effort;

(d) Any representation or warranty made by the Lessee herein or in any statement or certificate furnished to the Lessor, the Agent or any assignee referred to in Section 16 hercof proves untrue in any material respect as of the date of issuance or making thereof and shall not be made good within 30 days after notice thereof to the Lessee by the Lessor; or

(e) The Lessee shall become insolvent or bankrupt or admit in writing its inability to pay its debts as they mature or shall make an assignment for the benefit of its creditors; or

(f) Bankruptcy, reorganization, arrangement or insolvency proceedings or other proceedings for relief under any bankruptcy or similar law or laws for the relief of debtors shall be instituted by or against Lessee; or Lessee shall permit or there shall occur any involuntary transfer of its interest hereunder or of all or substantially all of Lessee's property by bankruptcy or by the appointment of a receiver or trustee or by execution or by any judicial or administrative decree or process or otherwise; unless in every such case such proceedings (if instituted against the Lessee) shall be dismissed or such assignment, transfer, decree or process shall within 60 days from the filing or other effective date therein be nullified, stayed or otherwise rendered ineffective, or unless any such receiver or trustee shall within 60 days from the date of his appointment adopt and assume this Lease pursuant to due authority of law and of the court appointing him;

then in any such case the Lessor, at its option, may:

(1) Proceed by appropriate court action or actions, either at law or in equity, to enforce performance by the Lessee of the applicable covenants of this Lease or to recover damages for the breach thereof; or

(2) by notice in writing to the Lessee, terminate this Lease, whereupon all right of the Lessee to the use of the Equipment shall absolutely cease and terminate as though this Lease had never been made, but the Lessee shall remain liable as hereinafter provided; and thereupon, the Lessor may by its agents enter upon the premises of the Lessee or other premises where any of the Equipment may be located and take possession of all or any of such Equipment and thenceforth hold, possess and enjoy the same free from any right of the Lessee, or its successors or assigns, to use the Equipment for any purpose whatever, but the Lessor shall, nevertheless, have a right to recover from the Lessee any and all amounts which under the terms of this Lease may be then due or which may have accrued to the date of such termination (computing the rental for any number of days less than a full rental period by a fraction of which the numerator is such accrued number of days and the denominator is the total number of days in such full rental period) and also to recover forthwith from the Lessee (i) as damages for loss of the bargain and not as a penalty, a sum, with respect to

each Item of Equipment, which represents the excess, if any, of the present worth, at the time of such termination, of all rentals for such Item which would otherwise have accrued hereunder from the date of such termination to the end of the term of this Lease over the then present worth of the then fair rental value of such Item for such period computed by discounting from the end of such term to the date of such termination rentals which the Lessor reasonably estimates to be obtainable for the use of the Item during such period, such present worth to be computed in each case on a basis of a five per cent per annum discount, compounded semiannually from the respective dates upon which rentals would have been payable hereunder had this Lease not been terminated, and (ii) any damages and expenses including reasonable attorney's fees, in addition thereto which the Lessor shall have sustained by reason of the breach of any covenant or covenants of this Lease, other than for the payment of rent.

14.2. Cumulative Remedies. The remedies in this Lease provided in favor of the Lessor shall not be deemed exclusive, but shall be cumulative and shall be in addition to all other remedies in its favor existing at law or in equity. The Lessee hereby waives any mandatory requirement of law, now or hereafter in effect, which might limit or modify any of the remedies herein provided, to the extent that such waiver is permitted by law. The Lessee hereby waives any and all existing or future claims of any right to assert any off-set against the rent payments due hereunder, and agrees to make the rent payments regardless of any off-set or claim which may be asserted by the Lessee on its behalf in connection with the lease of the Equipment.

14.3. Lessor's Failure to Exercise Rights. The failure of the Lessor to exercise the rights granted it hereunder upon any occurrence of any of the contingencies set forth herein shall not constitute a waiver of any such right upon the continuation or recurrence of any such contingencies or similar contingencies.

SECTION 15. RETURN OF EQUIPMENT UPON DEFAULT.

15.1. Lessee's Duty to Return. If the Lessor shall terminate this Lease pursuant to Section 14 hereof, the Lessee shall forthwith deliver possession of the Equipment to the Lessor. For the purpose of delivering possession of any Item of Equipment to the Lessor as above required, the Lessee shall at its own cost, expense and risk (except as hereinafter stated):

(a) Forthwith place such Equipment in such reasonable storage place owned or controlled by Lessee as the Lessor may designate or, in the absence of such designation, as the Lessee may select, or in the absence of such a storage place, such other storage place owned or controlled by Lessee as Lessor shall reasonably designate;

(b) Provide storage at the risk of the Lessee for such Equipment on such tracks for a period not exceeding 180 days after written notice to the Lessor specifying the place of storage and the road numbers of the Items so stored; and

(c) Transport any Items of Equipment, at any time within such 180 days' period, to any place on the lines of a railroad within a 25 mile radius of such storage tracks, all as the Lessor may reasonably direct upon not less than 30 days' written notice to the Lessee.

15.2. Intention of Parties. The assembling, delivery, storage and transporting of the Equipment as hereinbefore provided are of the essence of this Lease, and upon application to any court of equity having jurisdiction in the premises, the Lessor shall be entitled to a decree against the Lessee requiring specific performance of the covenants of the Lessee so as to assemble, deliver, store and transport the Equipment.

15.3. Lessor Appointed Lessee's Agent. Without in any way limiting the obligations of the Lessee under the foregoing provisions of this Section 15, the Lessee hereby irrevocably appoints the Lessor as the agent and attorney of Lessee, with full power and authority, at any time while the Lessee is obligated to deliver possession of any Items of Equipment to Lessor, to demand and take possession of such Item in the name and on behalf of Lessee from whosoever shall be at the time in possession of such Item.

SECTION 16. ASSIGNMENTS BY LESSOR.

This Lease shall be assignable in whole or in part by Lessor without the consent of Lessee, but Lessee shall be under no obligation to any assignee of the Lessor except upon written notice of such assignment from the Lessor. In the event that separate assignments are executed by the Lessor in respect of this Lease and the rental and other sums due and to become due hereunder, insofar as the same relate to Items of Equipment described in separate Schedules hereto the Lessor and the Lessee agree that so long as such separate assignments remain in force and effect this Lease shall be deemed to be and shall be construed as a divisible and severable contract between the Lessor and the Lessee for the leasing of Equipment covered by each such separate assignment, all to the same extent and with the same force and effect as though a separate lease had been entered into by the Lessor and the Lessee in respect of such Equipment. Upon notice to the Lessee of any such assignment the rent and other sums payable by the Lessee which are the subject matter of the assignment shall be paid to the assignee. Without limiting the foregoing, the Lessee further acknowledges and agrees that (i) the rights of any such assignee in and to the sums payable by the Lessee under any provisions of this Lease shall not be subject to any abatement whatsoever, and shall not be subject to any defense, set-off, counterclaim or recoupment whatsoever whether by reason of or defect in Lessor's title, or any interruption from whatsoever cause (other than from a wrongful act of the assignee) in the use, operation or possession of the Equipment or any part thereof, or any damage to or loss or destruction of the Equipment or any part thereof, or by reason of any other indebtedness or liability, howsoever and whenever arising, of the Lessor to

the Lessee or to any other person, firm or corporation or to any governmental authority or for any cause whatsoever, it being the intent hereof that, except in the event of a wrongful act on the part of the assignee, the Lessee shall be unconditionally and absolutely obligated to pay the assignee all of the rents and other sums which are the subject matter of the assignment, and (ii) the assignee shall have the sole right to exercise all rights, privileges and remedies (either in its own name or in the name of the Lessor for the use and benefit of the assignee) which by the terms of this Lease are permitted or provided to be exercised by the Lessor.

SECTION 17. ASSIGNMENTS BY LESSEE: USE AND POSSESSION.

17.1. Lessee's Rights to the Equipment. So long as the Lessee shall not be in default under this Lease, the Lessee shall be entitled to the possession and use of the Equipment in accordance with the terms of the Lease, but, subject to Section 17.2, without the prior written consent of the Lessor, the Lessee shall not assign, transfer or encumber its leasehold interest under this Lease in any of the Equipment. The Lessee shall not, without the prior written consent of the Lessor, part with the possession or control of, or suffer or allow to pass out of its possession or control any of the Equipment, except to the extent permitted by the provisions of Section 17.2 hereof.

17.2. Use and Possession by Lessee, Interchange, "Mileage". So long as the Lessee shall not be in default under this Lease, the Lessee shall be entitled to and shall have the exclusive use and possession of the Equipment. The Lessee agrees that the Equipment will be used solely upon the lines of railroads in the continental United States in the usual interchange of traffic. The Lessee shall have the right to sublease any Item of Equipment; provided, however, that no such assignment, sublease or permitted use shall relieve the Lessee of any of the obligations, liabilities or duties hereunder which shall be and remain those of a principal and not a surety. The Lessee may receive and retain for its own account such compensation for subletting the Equipment and/or for the use of the Equipment by others as the Lessee may determine. Without limiting the foregoing, it is contemplated that the Lessee shall receive insofar as applicable law and regulations allow, all mileage allowance rentals and/or other compensation (hereinafter referred to as "Mileage") payable by carriers by reason of the use of the Equipment and if for any reason the Lessor shall receive any Mileage then (unless an event of default as defined in Section 14 shall have occurred and be continuing) the Lessor shall remit such Mileage to the Lessee promptly after the Lessee shall furnish to the Lessor an opinion ruling or other evidence satisfactory to the Lessor that the remittance thereof to the Lessee will not violate any applicable law or regulations.

17.3. Merger, Consolidation or Acquisition of Lessee.

Nothing in this Section 17 shall be deemed to restrict the right of Lessee to assign or transfer its leasehold interest under this Lease in the Equipment or possession of the Equipment to any corporation (which shall have duly assumed the obligations hereunder of Lessee) into or with which the Lessee shall have become merged or consolidated or which shall have acquired the property of Lessee as an entirety or substantially as an entirety.

SECTION 18. OPINION OF LESSEE'S COUNSEL.

Concurrently with the delivery and acceptance of the first Item of Equipment hereunder, the Lessee will deliver to the Lessor five counterparts of the written opinion of counsel for the Lessee addressed to the Lessor, the Agent and to any assignee under Section 16 of which the Lessee has notice, in scope and substance satisfactory to the Lessor, to the effect that:

(a) The Lessee is a corporation legally incorporated and validly existing, in good standing, under the laws of the State of New York.

(b) The Lessee has the corporate or other power and authority to own its property and carry on its business as now being conducted and is duly qualified to do business as a foreign corporation in all states in which such qualification is necessary to carry out the terms of the Lease;

(c) This Lease and the Agreement to Acquire and Lease of even date herewith, among the Lessor, the Agent and the Lessee have been duly authorized, executed and delivered by the Lessee and constitute the valid, legal and binding agreements of the Lessee enforceable in accordance with their respective terms, subject to (i) the effect of any applicable bankruptcy, insolvency, reorganization, moratorium and similar laws which may be in effect at the time, and (ii) other laws and court decisions affecting rights and remedies generally which do not in my opinion materially interfere with the practical realization of the benefits provided to the Lessor and the Agent or make inadequate the remedies necessary for such realization.

(d) This Lease has been filed and recorded with the Interstate Commerce Commission pursuant to Section 20c of the Interstate Commerce Act and no other filing, recording or depositing is necessary to protect the Lessor's title to the Equipment.

(e) No approval, consent or withholding of objection is required from any public regulatory body with respect to the entering into or performance of the Agreement to Acquire and Lease or this Lease;

(f) The execution and delivery by Lessee of the Agreement to Acquire and Lease and this Lease do not violate any provision of any law, any order of any court or governmental agency, the Charter or By-laws of the Lessee, or any indenture, agreement, or other instrument to which Lessee is a party or by which it, or any of its, property is bound, and will not be in conflict with, result in the breach of, or constitute (with due notice and/or lapse of time) a default under any such indenture, agreement, or other instrument, or result in the creation or imposition of any lien, charge or encumbrance of any nature whatsoever upon any of the property or assets of Lessee, except as contemplated and permitted hereby; and

(g) As to any other matters which Lessor shall reasonably request.

SECTION 19. INTEREST ON OVERDUE RENTALS AND AMOUNTS PAID BY LESSOR.

Anything to the contrary herein contained notwithstanding, any nonpayment of rentals due hereunder, or amounts expended by the Lessor on behalf of the Lessee, shall result in the obligation on the part of the Lessee to pay also an amount equal to 10% per annum (or the lawful rate, whichever is less) of the overdue rentals and amounts expended for the period of time during which they are overdue or expended and not repaid.

SECTION 20. NOTICES.

Any notice required or permitted to be given by either party hereof to the other shall be deemed to have been given when deposited in the United States mails, certified first class postage prepaid, addressed as follows:

If to the Lessor:

Trustees under AIRCO Trust No.1
1211 West 22nd Street
Oak Brook, Illinois 60521

With a copy to:

United States Leasing International,
Inc.
633 Battery Street
San Francisco, California 94111

Attn: Vice President - Lease
Underwriting Group

If to the Lessee:

AIRCO, Inc.
150 East 42nd Street
New York, New York 10017

or addressed to either party at such other address as such party shall hereafter furnish to the other party in writing.

SECTION 21. EXECUTION IN COUNTERPARTS.

This Lease, and any lease supplemental hereto, may be executed in several counterparts, each of which so executed shall be deemed to be an original and in each case such counterparts shall constitute but one and the same instrument.

SECTION 22. LAW GOVERNING.

This Lease shall be construed in accordance with the laws of Illinois; provided, however, that the parties shall be entitled to all rights conferred by any applicable federal statute, rule or regulation.

SECTION 23. OPTION TO PURCHASE.

23.1. Terms. Provided that the Lessee is not in default, Lessee shall have the following option to purchase:

(a) The Lessee shall have the right to purchase all but not less than all of the Equipment then leased hereunder at the expiration of the original term at a price equal to the "fair market value" (as defined). The Lessee shall give the Lessor written notice 180 Days prior to the end of the original term of its election to exercise the purchase option provided for in this Section. Payment of the option price shall be made at the place of payment specified in Section 2 hereof in funds there current against delivery of a bill of sale transferring and assigning to the Lessee all right, title and interest of the Lessor in and to the Equipment and containing a warranty against liens or claims of persons claiming by, through or under the Lessor except liens and claims which the Lessee assumed or is obligated to discharge under the terms of the Lease. The Lessor shall not be required to make any representation or warranty as to the condition of the Equipment or any other matters.

(b) The "fair market value" shall be an amount mutually agreed upon by the Lessor and the Lessee; provided that if the Lessor and the Lessee are unable to agree upon the fair market value of the Equipment within 30 days after receipt by the Lessor of the notice of the Lessee's election to exercise the purchase option, the fair market value shall be determined by an appraiser selected by mutual agreement of the Lessor and the Lessee. If the Lessor and Lessee are not able to agree upon an appraiser, or if the fair market value is not so determined within 90 days after receipt by the Lessor of the Lessee's election to purchase, the same shall be determined by American Appraisal Company. The fair market value as finally determined shall bear interest for the period, if any, from the date of expiration of this Lease to the date of payment at the rate of 10% per annum.

(c) Unless the Lessee has given the Lessor 180 Days notice as required in connection with exercise of the foregoing option, all the Equipment then leased hereunder shall be returned to the Lessor in accordance with Section 13 hereof.

23.2. Election to Purchase. Notwithstanding any election of the Lessee to purchase, the provisions of Section 11 hereof shall continue in full force and effect until the date of purchase and the passage of ownership of the Equipment purchased by the Lessee upon the date of purchase unless the purchase price has been agreed upon by the parties pursuant to this Section 23, in which event such purchase price shall govern.

SECTION 24. CONCERNING THE LESSOR AND THE AGENT. It is expressly understood and agreed by and between the parties hereto, anything herein to the contrary notwithstanding, that each and all of the representations, covenants, undertakings and agreements herein made on the part of the Lessor, while in form purporting to be the representations, covenants, undertakings and agreements of Trust Company for USL, Inc., are nevertheless each and every one of them made and intended not as personal representations, covenants and undertakings and agreements of it in its individual corporate capacity or for the purpose or with the intention of binding it in its individual corporate capacity, but are made and intended for the purpose of binding only the Trust as that term is used in the Trust Agreement; such Trust is the Lessor hereunder, and this Lease is executed and delivered by Trust Company for USL, Inc., not in its own right but solely in the exercise of the powers conferred upon it as such Trustee; and no liability or responsibility in its individual corporate capacity is assumed by nor shall at any time be asserted or enforceable against such corporation or the Agent, or any incorporator or any past, present or future subscriber to the capital stock of, the Trustee or the Agent, on account of this Lease or on account of any representation, covenant, undertaking or agreement of such corporation or the Agent in this Lease contained, either expressed or implied, all such individual corporate liability, if any, being expressly waived and released by the Lessee herein and by all persons claiming by, through or under the Lessee; excepting, however, that the Lessee or any person claiming by, through or under it, making claim hereunder, may look to said Trust for satisfaction of the same.

SECTION 25. TRUSTOR DEFINED.

The word "Trustor" as herein used is Virginia National Bank, the trustor and beneficiary under a certain Trust dated November 4, 1971 among Trust Company for USL, Inc. as Trustee and United States Leasing International, Inc. as Agent for Trustee.

SECTION 26. INSURANCE.

(a) At all times during the term of this Lease, the Lessee shall, at its own cost and expense, maintain and carry on the Equipment insurance in such amounts, against such risks, in such form and with such insurance companies as shall be satisfactory to the Lessor.

(b) All such insurance shall cover both the interest of the Lessor and of the Lessee in the Equipment or, as the case may be, shall protect the Lessor and the Lessee in respect of risks arising out of the condition, maintenance, use, possession, control, ownership or operation of the Equipment and shall provide that losses, if any, in respect of the Equipment shall be payable to the Lessor. All such policies required above shall contain a provision to the effect that the insurer will give the Lessor thirty (30) days prior written notice before cancellation or modification of any such policy is effective.

(c) In the event the Lessee is notified that the Lessor has assigned this Lease and/or the rents payable hereunder, the Lessee shall provide insurance containing loss payable clauses satisfactory to both the Lessor and the Lessor's assignee. The Lessee shall furnish the Lessor or Lessor's assignee with certificates or other satisfactory evidence of the maintenance of the insurance required hereunder.

(d) The proceeds of any insurance received by the Lessor on account of or for any loss or casualty shall be released to the Lessee upon a written application signed by an officer of the Lessee for the payment of, or to reimburse the Lessee for, the cost of repairing, restoring, or replacing the Equipment which has been lost, damaged, or destroyed. Such application shall be accompanied by satisfactory evidence of the cost and satisfactory completion of such repair, restoration or replacement. If at the time any such release is sought, an Event of Default has occurred and is continuing hereunder, such proceeds may be applied, at the Lessor's option, against any liability of the Lessee to the Lessor hereunder.

SECTION 27. AMENDMENT OF LEASE. In the event that the Internal Revenue Service determines that the Trustor is not entitled to use the sum of the years-digits method of accelerated depreciation contained in Section 167(b)(3) of the Internal Revenue Code of 1954 as amended with respect to an Item of Equipment, then effective as of the date of such determination by the Internal Revenue Service (the "Adjustment Date"), this Lease shall be deemed retroactively amended, and the parties hereto shall agree to take whatever further action the Lessor deems necessary to so retroactively amend this Lease, as follows:

(a) In the event that the Internal Revenue Service totally disallows to the Trustor the benefits of the sum of the years-digits method of accelerated depreciation set forth in Section 167(b)(3) of the Internal Revenue Code of 1954 as amended with respect to such Item of Equipment, then the factor for the 80 quarterly installments of Periodic Rent provided for in Section 2.1(a) and in Schedules A-1, A-2 or A-3 hereto with respect to such Item of Equipment shall be increased to 2.300% of the cost of such Item of Equipment from 2.200% of the cost of such Item of Equipment;

(b) In the event that the above mentioned Internal Revenue Service determination occurs after the due date of the first Periodic Rent payment, then the amount of the 80 quarterly Periodic Rent installments shall be retroactively increased as set forth in Subsection 27(a) and on the Periodic Rent payment date next following the Adjustment Date, the Lessee shall pay to the Lessor the increased Periodic Rent payment of 2.300% of the cost of those Items of Equipment for which such determination was made and a lump sum as additional rent (the "Additional Rent") in an amount equal to the product of (x) .100% of the cost of such Items of Equipment multiplied by (y) the number of Periodic Rent payments made by the Lessee prior to the Adjustment Date.

IN WITNESS WHEREOF, the parties hereto have caused this Lease to be executed by their respective officers thereunto and their corporate seals to be hereto affixed as of the day and year first above written.

TRUST COMPANY FOR USL, INC.
as Trustee under a Trust Agreement
dated

(Corporate Seal)

Attest:

Joanne L. Miller
ASSR Secretary

By Ben Manshardt
Trustee as aforesaid

LESSOR

AIRCO, INC.

(Corporate Seal)

Attest:

[Signature]
Secretary

By Donnell Reid
Its Vice President

LESSEE

UNITED STATES LEASING INTERNATIONAL, INC.

(Corporate Seal)

Attest:

Joanne L. Miller
Assistant Secretary

By David A. Morbey
Its Vice President

AGENT FOR LESSOR

List of Schedules attached

Schedule A - List of Equipment
Schedule B - Casualty Value
Schedule C - Termination Value

STATE OF CALIFORNIA)
CITY AND COUNTY OF SAN FRANCISCO)

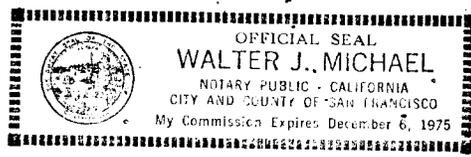
ss.

On this 4th day of April, 1972, before me personally appeared DAVID A. WOOLSEY, to me personally known, who being by me duly sworn, says that he is the Vice President of UNITED STATES LEASING INTERNATIONAL, INC., 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 was the free act and deed of said corporation.

(Seal)

Walter J. Michael

My commission expires:



STATE OF New York)
COUNTY OF New York) ss.

On this 17th day of April, 1972, before me personally appeared DONALD REICH, to me personally known, who being by me duly sworn, says that he is the VICE PRESIDENT of AIRCO, INC., 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 was the free act and deed of said corporation.

(Seal)

E. Margaret Burns

My commission expires: March 30, 1973

E. MARGARET BURNS
Notary Public, State of New York
No. 03-0506165, Qual. in Bronx Co.
Certs. filed in New York and Suffolk Counties
Commission Expires March 30, 1973

CERTIFICATE OF ACCEPTANCE
UNDER EQUIPMENT LEASE

TO: Trust Company for USL, Inc., as Trustee under Trust Agreement
dated as of November 4, 1971

UNITED STATES LEASING INTERNATIONAL, INC., as Agent for the
Trustee,

I, duly appointed inspector and authorized representative of
Airco, Inc. ("Lessee"), for the purpose of the Agreement to Acquire
and Lease and the Equipment Lease, both dated as of November 4, 1971
between Trust Company for USL, Inc., Trustee under the Trust Agree-
ment dated November 4, 1971, as Lessor, United States Leasing Interna-
tional, Inc., as Agent for the Trustee, and the Lessee, do hereby certify
that I have inspected, received, approved and accepted delivery, on be-
half of Lessee and under said Agreement, of the following pieces of
Equipment:

TYPE OF EQUIPMENT:

PLACE ACCEPTED:

DATE ACCEPTED:

NUMBER OF UNITS:

NUMBERED:

I do further certify that the foregoing Equipment is in
good order and condition, and appears to conform to the specifi-
cations applicable thereto and to all applicable United States De-
partment of Transportation requirements and specifications and that
each Item has been marked in accordance with Section 4.2 of the
Lease.

The execution of this certificate will in no way relieve
or decrease the responsibility of the Manufacturer of the Equipment
for any warranties it has made with respect to the Equipment.

DATED: , 1971

Inspector and Authorized
Representative of
AIRCO, INC.

SCHEDULE A-I

MANUFACTURER: LOX Equipment Company

DESCRIPTION OF EQUIPMENT: 10 Jumbo Cryogenic Tank Cars

ROAD NUMBERS: ARIX 3003 through 3012

PRICE: \$80,000.00 per unit

TOTAL PRICE: \$800,000.00 for 10 units

OUTSIDE DELIVERY DATE: December 31, 1972

DELIVER TO: Airco, Inc. at such address designated by it

PERIODIC RENT: 80 quarterly payments, in arrears, of \$1,760 each, per Item of Equipment, or an aggregate of \$17,600.00 for 10 units

DAILY INTERIM RENT: \$ 19.5556 per unit, per day

In the event the price of any Items covered by this Schedule is greater or less than the amount shown above, the rentals for such Item shall be ratably increased or reduced.

TRUSTOR: Virginia National Bank
LESSEE: Airco, Inc.

SCHEDULE A-II

MANUFACTURER:

ACF Industries, Inc.

DESCRIPTION OF EQUIPMENT:

40 100-ton Roller Bearing DOT
105-A-500 W, 20,080 gallon
non-coiled insulated tank cars

ROAD NUMBERS:

_____ through _____

PRICE:

\$ 20,500 per unit

TOTAL PRICE:

\$ 820,000 for 40 units

OUTSIDE DELIVERY DATE:

December 31, 1972

DELIVER TO:

Airco, Inc. at such address
designated by it

PERIODIC RENT:

80 quarterly rental payments, in
arrears, of \$451.00 each, per
Item of Equipment, or an aggregate
of \$18,040.00 for 40 units.

DAILY INTERIM RENT:

\$ 5.0112 per unit, per day

In the event the price of any Items covered by this
Schedule is greater or less than the amount shown above, the
rentals for such Item shall be ratably increased or reduced.

TRUSTOR:

Virginia National Bank

LESSEE:

Airco, Inc.

MANUFACTURER: LOX Equipment Company
DESCRIPTION OF EQUIPMENT: 10 Jumbo Cryogenic Tank Cars
ROAD NUMBERS: _____ through _____
PRICE: \$80,000.00 per unit
TOTAL PRICE: \$800,000.00 for 10 units
OUTSIDE DELIVERY DATE: December 31, 1972
DELIVER TO: Airco, Inc. at such address designated by it
PERIODIC RENT: 80 quarterly rental payments, in arrears, of \$1,760 each, per Item of Equipment, or an aggregate of \$17,600.00 for 10 units
DAILY INTERIM RENT: \$19.5556 per unit, per day

In the event the price of any Items covered by this Schedule is greater or less than the amount shown above, the rentals for such Item shall be ratably increased or reduced.

TRUSTOR: Virginia National Bank
LESSEE: Airco, Inc.

SCHEDULE OF CASUALTY VALUE

CASUALTY VALUE: The following per cent of original cost to Lessor of an Item of Equipment, including all taxes and delivery charges, is to be paid on a rental payment due date pursuant to Section 11 of the Equipment Lease as the result of an Item becoming the subject of a Casualty Occurrence, depending upon when the Casualty Value is paid:

<u>After Rental Payment No.</u>	<u>Payable on Date and in Lieu of Payment No.</u>	<u>Casualty Value Payable Per Item (in lieu of rental payment for such item due on such date)</u>
0	1	104.250%
1	2	104.250
2	3	104.125
3	4	104.000
4	5	103.875
5	6	103.625
6	7	103.375
7	8	103.000
8	9	102.625
9	10	102.250
10	11	102.000
11	12	101.750
12	13	101.375
13	14	101.000
14	15	100.625
15	16	100.125
16	17	99.625
17	18	99.125
18	19	98.500
19	20	97.875
20	21	97.250
21	22	96.625
22	23	95.875
23	24	95.125
24	25	94.375
25	26	93.500
26	27	92.625
27	28	91.750
28	29	90.750
29	30	89.750
30	31	88.750
31	32	87.750
32	33	86.625
33	34	85.625
34	35	84.500
35	36	83.250

Schedule of Casualty Value
(Cont'd.)

- 2 -

<u>After Rental Payment No.</u>	<u>Payable on Date and in Lieu of Payment No.</u>	<u>Casualty Value Payable Per Item (in lieu of rental payment for such item due on such date)</u>
36	37	82.125
37	38	80.875
38	39	79.625
39	40	78.375
40	41	77.125
41	42	75.750
42	43	74.375
43	44	73.000
44	45	71.625
45	46	70.250
46	47	68.875
47	48	67.375
48	49	65.875
49	50	64.375
50	51	62.875
51	52	61.375
52	53	59.875
53	54	58.250
54	55	56.625
55	56	55.125
56	57	53.500
57	58	51.875
58	59	50.250
59	60	48.500
60	61	46.875
61	62	45.125
62	63	43.375
63	64	41.625
64	65	40.125
65	66	38.875
66	67	37.500
67	68	36.125
68	69	34.750
69	70	33.375
70	71	31.875
71	72	30.375
72	73	28.875
73	74	27.375
74	75	25.750
75	76	24.125
76	77	22.375
77	78	20.875
78	79	19.000
79	80	17.125
80	Thereafter	15.000

SCHEDULE OF TERMINATION VALUE

TERMINATION VALUE: The following percent of original cost to Lessor of an Item of Equipment, including all taxes and delivery charges, is to be paid on a rental payment due date pursuant to Section 11 of the Equipment Lease as the result of the Lessee terminating this Lease with respect to such Item, depending upon when the Termination Value is paid.

<u>After Rental Payment No.</u>	<u>Payable on Date and in Lieu of Payment No.</u>	<u>Termination Value Payable Per Item (in Lieu of Rental Payment for such Item due on such date)</u>
40	41	71.375%
41	42	69.875
42	43	68.375
43	44	66.750
44	45	65.250
45	46	63.625
46	47	62.125
47	48	60.625
48	49	59.000
49	50	57.375
50	51	55.750
51	52	54.125
52	53	52.375
53	54	50.625
54	55	48.875
55	56	47.125
56	57	45.375
57	58	43.500
58	59	41.625
59	60	39.750
60	61	37.875
61	62	36.000
62	63	34.000
63	64	32.000
64	65	30.375
65	66	28.875
66	67	27.250
67	68	25.750
68	69	24.125
69	70	22.500
70	71	20.750

SCHEDULE OF TERMINATION VALUE - Continued

<u>After Rental Payment No.</u>	<u>Payable on Date and in Lieu of Payment No.</u>	<u>Termination Value Payable Per Item (in Lieu of Rental Payment for such Item due on such date)</u>
71	72	19.125%
72	73	17.375
73	74	15.625
74	75	13.750
75	76	11.875
76	77	10.000
77	78	8.125
78	79	6.125
79	80	4.125