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INTERSTATE COMMERCE COMMISSION

CONDITIONAL SALE AGREEMENT

Dated as of

June 16, 1975

Between

NORTH WESTERN LEASING COMPANY, Seller

And

CHICAGO AND NORTH WESTERN TRANSPORTATION COMPANY, Buyer

For the Purchase of

35 Repaired Refrigerator Box Cars, 16 Repaired
Gondolas, 424 Repaired Box Cars and 97 Used
Open Top Hopper Cars

AGREEMENT AND ASSIGNMENT

Dated as of

June 16, 1975

Between

NORTH WESTERN LEASING COMPANY, Assignor

And

**CONTINENTAL ILLINOIS NATIONAL BANK AND TRUST COMPANY OF CHICAGO,
Assignee**

CONDITIONAL SALE AGREEMENT, dated as of June 16, 1975, by and between NORTH WESTERN LEASING COMPANY, a corporation organized under the laws of the State of Delaware (hereinafter called "Leasing Company" or the "Seller"); CHICAGO AND NORTH WESTERN TRANSPORTATION COMPANY, a corporation organized under the laws of the State of Delaware (hereinafter called the "Railroad");

WHEREAS, the Seller has agreed to sell and deliver to the Railroad and the Railroad has agreed to purchase the railroad equipment described in Schedule A hereto (hereinafter called the "Equipment");

NOW, THEREFORE, in consideration of the terms and conditions hereinafter set forth, the parties hereto do hereby agree as follows:

1. Sale. The Seller will sell and deliver to the Railroad, and the Railroad will purchase from the Seller and accept delivery of, and pay for, as hereinafter provided, each unit of the Equipment.

2. Delivery. The Seller will deliver the units of the Equipment to the Railroad ready for service and free of all liens, encumbrances and claims of any nature except as provided in this Agreement, with freight charges prepaid at such place or places and at such time or times as the Railroad shall designate. The Railroad shall not be bound under this Agreement to accept delivery of any unit after December 31, 1975 and any unit not delivered, accepted and settled for hereunder on or before that date shall not be included in the term "Equipment" as used in this Agreement. On delivery of each unit of the Equipment hereunder the Railroad will assume with respect thereto the responsibilities and risk of loss.

3. Purchase Price and Payment. The base price per unit of Equipment is set forth in Schedule A, and shall be subject to increase or decrease due to modification of specifications, additions, deletions or freight charges agreed upon in writing prior to delivery, and the term "Price" as used herein shall mean the base price as so increased or decreased as set forth in the invoice therefor delivered to the Railroad by the Seller. The Equipment delivered to and accepted by the Railroad hereunder shall be settled for on one or more Closing Dates (hereinafter defined) (the Equipment settled for on each Closing Date being hereinafter called a "Group").

The Railroad hereby promises to pay to the Seller at the office of the Seller or at such bank in Chicago, Illinois as the Seller may designate, the aggregate Price of the Equipment delivered to and accepted by the Railroad hereunder, and interest, as follows:

- (a) On the Closing Date with respect to each Group, the Railroad shall pay an amount equal to at least twenty per cent (20%) of the aggregate Price of all units of Equipment in such Group.
- (b) The Railroad shall pay the balance of the aggregate Price of all units of Equipment settled for hereunder in forty (40) substantially equal quarterly installments payable on March 15, June 15, September 15, and December 15 of each year commencing March 15, 1976 to and including December 15, 1985 (subject to the privilege of prepayment as hereinafter provided).
- (c) The indebtedness hereunder for the unpaid balance of the aggregate Price of the units of Equipment in each Group shall bear interest from the Closing Date for such Group, and the Railroad shall pay such interest quarterly on March 15, June 15, September 15, and December 15 of each year (such dates being hereinafter called the "Interest Payment Dates") as follows: (i) on the first Interest Payment Date following such Closing Date, interest accrued from and including such Closing Date to but not including such Interest Payment Date at the rate per annum of one hundred and seven per cent (107%) of the Prime Rate (as hereinafter defined) in effect on such Closing Date, on thirty-one thirty-sixths ($31/36$ ths) of the indebtedness and one hundred and twenty-five per cent (125%) of such Prime Rate on five thirty-sixths ($5/36$ ths) of such indebtedness; and (ii) on each Interest Payment Date thereafter, interest accrued from and including the preceding Interest Payment Date at the rate per annum for each quarter or fraction thereof of 107% of the Prime Rate in effect on the preceding Interest Payment Date on $31/36$ ths of the indebtedness and 125% of such Prime Rate on $5/36$ ths of such indebtedness. The term "Prime Rate" means the rate per annum charged by Continental Illinois National Bank and Trust Company of Chicago for 90 day unsecured commercial loans to large corporate borrowers of the highest credit standing.

The Railroad shall have the privilege of prepaying its indebtedness hereunder or any installment thereof, at any time without penalty or premium, and each prepayment shall be applied to reduce installments in inverse order of maturity thereof. The Railroad shall pay simultaneously with any prepayment pursuant to this paragraph all unpaid interest, if any, upon the principal amount then to be prepaid, but only to the extent accrued to the date of prepayment.

The term "Closing Date" with respect to a Group for which settlement is to be made shall mean such date (not later than December 31, 1975), not more than fifteen (15) days following presentation by the Seller to the Railroad of the invoice for such Group, as shall be fixed by the Railroad by written notice delivered to the Seller at least three (3) business days prior to the Closing Date designated therein.

Interest under this Agreement shall be determined on the basis of a 365 (or 366) day year. The Railroad will pay interest at the rate of three-fourths of one per cent ($3/4$ of 1%) over the higher of the two interest rates payable under and as determined in Section 3(c) of this Agreement on all amounts remaining unpaid after the same shall have become due and payable pursuant to the terms of this Agreement.

4. Taxes. All payments to be made by the Railroad hereunder will be free of expense to the Seller in respect of taxes (other than income taxes, gross receipt taxes, franchise taxes, excess profits taxes and similar taxes), which expense the Railroad assumes and agrees to pay on demand, in addition to the Price of the Equipment.

5. Title to the Equipment. Leasing Company and the Railroad may enter into other conditional sale agreements or may enter into leases for the purchase or lease by the Railroad of railroad equipment, and the Railroad may cause Continental Illinois National Bank and Trust Company (hereinafter called the "Assignee"), pursuant to an Agreement dated as of January 1, 1975 among the Railroad, Leasing Company and the Assignee, to acquire by assignment from the Leasing Company its interest in such equipment and conditional sale agreements and in the Equipment and this Agreement, or to make loans to Leasing Company secured by security agreements and the leased equipment described therein (such conditional sale agreements and security agreements being hereinafter called the "Related Agreements"). In consideration for Leasing Company's entering into this Agreement and each of the Related Agreements, and for the Assignee's entering into the related assignments and making loans to Leasing Company in respect of the leased equipment, the Railroad agrees that the Equipment shall be security for the indebtedness and other obligations of the Railroad and Leasing Company under all the Related Agreements, and the Railroad does hereby grant to Leasing Company prior to any assignment of this Agreement to the Assignee and to the Assignee after such assignment (the grantee being in each such case defined as the "Seller," as provided in Section 26 hereof) a security interest in the Equipment to secure the payment of the indebtedness and performance of the obligations of the Railroad and Leasing Company, as the case may be, under each Related Agreement in accordance with the terms thereof as though the Equipment were part of the equipment described therein; provided, however, that if the Railroad or Leasing Company is indebted to the Assignee under

any Related Agreement at any time after the Railroad shall have paid under this Agreement the full indebtedness in respect of the Price of all units of the Equipment, and any such unit suffers a Casualty Occurrence (as defined in Section 7 hereof) or is disposed of by the Railroad in the ordinary course of business, no deposit, prepayment or additional security shall be required under Section 7 or otherwise, and, provided there is then no existing default under any Related Agreement, the Seller's security interest in such unit shall be deemed to be terminated and released upon such disposition or occurrence and absolute title to and property in such unit shall pass to and vest in the Railroad without further transfer or action on the part of the Seller, except that the Seller, if requested by the Railroad, will execute a bill of sale or instrument in writing as may be necessary or appropriate to make clear upon the public records the title of the Railroad to such unit.

The Seller shall retain the full legal title to and property in each unit of the Equipment delivered to the Railroad hereunder until the Railroad and Leasing Company shall have made all their payments and shall have performed all their obligations hereunder and under the Related Agreements. When and only when the Seller shall have been paid the full indebtedness in respect of the Price of all the Equipment and in respect of the price of the equipment described in the Related Agreements, together with interest and all other payments as herein and in the Related Agreements provided, and when the Railroad and Leasing Company shall have performed all of their obligations under this Agreement and under the Related Agreements, absolute title to and property in the Equipment shall pass to and vest in the Railroad without further transfer or action on the part of the Seller, except that the Seller, if requested by the Railroad, will execute a bill of sale or instrument in writing as may be necessary or appropriate to make clear upon the public records the title of the Railroad to the Equipment.

6. Marking of Equipment. The Railroad will cause each unit of the Equipment delivered to it to be kept numbered with its identifying number as set out in Schedule A hereto, and will cause each side of each such unit to be kept plainly, distinctly, permanently and conspicuously marked with the name of the Seller followed by the word "Owner" or other appropriate words designated by the Seller, 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 Seller to the Equipment and its rights under this Agreement. The Railroad will not place any unit of the Equipment which shall have been delivered to it hereunder in operation or exercise any control or dominion over any such unit unless each side of such unit shall have been so marked and will replace promptly any such marking, which may be removed, defaced or destroyed. The Railroad will not change the numbers of any such units except with the consent of the Seller and in accordance with a statement of new numbers to be substituted therefor, which statement previously shall have been filed with the Seller by the Railroad and, if such units are rolling stock, shall promptly be filed and recorded by the Railroad with the Interstate Commerce Commission in accordance with Section 20c of the Interstate Commerce Act.

Except as above provided the Railroad 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 Railroad may cause the Equipment to be lettered "Chicago and North Western," or "C.N.W.," or may label the Equipment with the emblem, trademark, or slogan of the Railroad, or may letter the Equipment with the name or initials of any affiliated railroad company which is permitted to use such Equipment as hereinafter provided, or may letter it in some other appropriate manner for convenience of identification of the interest of the Railroad therein.

7. Lost, Destroyed or Damaged Equipment. In the event that any unit of the Equipment shall be worn out, lost, destroyed or, in the opinion of the Railroad, irreparably damaged or otherwise rendered unsuitable or unfit for use from any cause whatsoever, or shall be requisitioned or taken over by any governmental authority under the power of eminent domain or otherwise (hereinafter called a "Casualty Occurrence") prior to full payment hereunder of the indebtedness and interest incurred under this Agreement only, the Railroad shall notify the Seller within thirty days after it has determined that a unit has suffered a Casualty Occurrence.

The Railroad shall, within thirty days of such notification, deposit with the Seller an amount equal to the then unpaid indebtedness in respect of the Price of the Equipment multiplied by the ratio having for its numerator the Price of the unit or units suffering a

Casualty Occurrence and for its denominator the aggregate Price of all units of the Equipment. The Seller, upon receipt of such deposit, shall cease to have any interest in such unit or units suffering a Casualty Occurrence, and absolute title to and property in such unit or units shall thereupon pass to and vest in the Railroad without further transfer or action on the part of the Seller, except that the Seller, if requested by the Railroad, will execute a bill of sale or instrument in writing as may be necessary or appropriate to make clear upon the public records the title of the Railroad to such unit or units.

Such deposit may be applied at any time at the option of the Railroad (i) to the prepayment of installments of indebtedness without penalty or premium, as provided in Section 3(b) of this Agreement, or (ii) to the purchase of other railroad equipment (new or used), other than automobile racks, maintenance equipment, machines or other non-rolling stock equipment (unless otherwise approved in writing by the Seller) for substitution for units suffering a Casualty Occurrence. Equipment substitutions shall be of substantially as good construction, material and character as, and shall have an aggregate value as of the date of substitution not less than the aggregate fair value in good repair as of the date of substitution of the units suffering a Casualty Occurrence. The fair value of any unit of Equipment in good repair as of the date of substitution, for purposes of this Section 7, shall be deemed to be the Price thereof less an amount representing depreciation to the date of substitution as determined by the method in use at the time in standard railroad practice, and shall be evidenced by a certificate signed by an officer of the Railroad and delivered to the Seller.

Title to such equipment substitutions for units suffering a Casualty Occurrence shall be vested in the Seller free from all liens and encumbrances, and shall be subject to all the terms and conditions of this Agreement in all respects as though part of the original equipment herein described.

Pending prepayment of indebtedness or purchase of substitute railroad equipment the Seller shall, upon request and at the direction of the Railroad, invest monies received by it under provisions of this Section 7 in:

- (a) Bills, notes, bonds, or other obligations for which the faith of the United States Government is pledged to provide for payment of interest and principal.
- (b) Certificates of time deposit of commercial banks having an aggregate capital and surplus of \$50,000,000 or more.
- (c) Commercial paper rated prime by a national credit agency.
- (d) Other investments if approved in writing by the Seller.

Any interest or gain produced by such investment shall accrue to and be paid to the Railroad. In the event that the market value of such investments should decline, the Seller may require Railroad to deposit additional monies equivalent to the difference between the cost and market value of the investments.

8. Maintenance and Repair. The Railroad will at all times maintain the Equipment in good order and repair at its expense.

9. Seller's Warranty of Material and Workmanship. The Seller warrants that the Equipment will be free from defects in materials and workmanship and that the Seller will replace any part or parts which shall fail under normal care and service within one (1) year after the date of delivery.

10. Compliance with Laws and Rules. During the terms of this Agreement the Railroad will comply in all respects with all applicable laws.

11. Inspections. The Seller shall have the right, by its agents, to inspect the Equipment and the Railroad's records with respect thereto.

12. Possession and Use. The Railroad, so long as it shall not be in default under this Agreement, shall be entitled to the possession of the Equipment and the use thereof; and the possession and use of units of rolling stock shall be upon the lines of railroad owned or operated by the Railroad either alone or jointly with another and whether under lease or otherwise, and upon the lines of railroad owned or operated by any railroad company controlled by or under common control with the Railroad, or over which the Railroad has trackage rights, and also upon connecting and other railroads in the usual interchange of traffic.

13. Prohibition against Liens. The Railroad will satisfy and discharge any and all sums claimed by any party by, through or under the Railroad or its successors or assigns which, if unpaid, might become a lien or a charge upon the Equipment, or any unit thereof, equal or superior to the title of the Seller thereto; except that the Railroad shall not be required to pay or discharge any such claim so long as the validity thereof shall be contested in good faith and by appropriate legal proceedings in any reasonable manner and the nonpayment thereof does not, in the opinion of the Seller, adversely affect the property or rights of the Seller in or to the Equipment or otherwise under this Agreement. Any amounts paid by the Seller in discharge of liens, charges or security interests upon the Equipment shall be secured by and under this Agreement.

This covenant will not be deemed breached by reason of liens for taxes, assessments or governmental charges or levies, in each case not due and delinquent, or undetermined or inchoate materialmen's, mechanics', workmen's, repairmen's or other like liens arising in the ordinary course of business and, in each case, not delinquent.

14. Railroad's Indemnities. The Railroad agrees to indemnify and save harmless the Seller from and against all losses, damages, injuries, liabilities, claims and damages whatsoever, regardless of the cause thereof, and expenses in connection therewith, including counsel fees, arising out of retention by the Seller of title to the Equipment or out of the use and operation thereof by the Railroad during the period when title thereto remains in the Seller. This covenant of indemnity shall continue in full force and effect notwithstanding the full payment of the indebtedness in respect to the Price and the conveyance of the Equipment, as provided in Section 5 hereof, or the termination of this Agreement in any manner whatsoever.

The Railroad will bear the risk of, and shall not be released from its obligations hereunder in the event of any damage to or the destruction or loss of any unit of or all of the Equipment; provided, however, that the Seller shall not be relieved from its warranty covering material and workmanship hereinbefore in Section 9 set forth.

15. Patent Indemnities. Except in cases of design, articles and materials specified by the Railroad, the Seller agrees to indemnify and hold harmless the Railroad from and against any and all liability, charges and expenses, including royalty payments and counsel fees in any manner imposed upon or accruing against the Railroad or its assigns because of the use in or about the construction or operation of the Equipment, or any unit thereof of any device, apparatus, design, article or material which infringes, or is claimed to infringe, on any patent or other similar right.

The Seller agrees to, and hereby does to the extent legally possible without impairing any claim, right or cause of action hereinafter referred to, transfer, assign, set over and deliver to the Railroad every claim, right and cause of action which the Seller has or hereafter shall have against the seller or sellers of any devices, apparatuses, designs, articles or materials purchased or otherwise acquired by the Seller for use in or about the construction or operation of the Equipment, or any unit thereof, on the ground that any such device, apparatus, design, article or material or operation thereof infringes or is claimed to infringe on any patent or other similar right.

16. Assignments. The Railroad will not sell, assign, transfer or otherwise dispose of its rights under this Agreement or transfer the right to possession of any unit of the Equipment without first obtaining the written consent of the Seller. An assignment or transfer to a railroad company or other purchaser which shall acquire or lease all or substantially all the lines of railroad of the Railroad and which, by execution of an appropriate instrument satisfactory to the Seller, shall assume and agree to perform each and all of the obligations and covenants of the Railroad hereunder, or an assignment by the Railroad to one of its wholly owned subsidiary companies, shall not be deemed a breach of this covenant, provided that the Railroad (with binding effect upon successors of the Railroad) agrees not to be released as a primary obligor for the payment of principal and interest when due and payable (whether by acceleration or otherwise) on indebtedness outstanding hereunder on the date of any such assignment or transfer.

All or any of the rights, benefits and advantages of the Seller under this Agreement, including the right to receive the payments herein provided to be made by the Railroad, may be assigned by the Seller and reassigned by any assignee at any time or from time to time. No such assignment shall subject any assignee to, or relieve the Seller from, any of the obligations of the Seller to deliver the Equipment in accordance herewith or to respond to its guaranties, warranties and indemnities contained in Sections 9 and 15 hereof, or relieve the Railroad of its obligations to the Seller under Sections 2, 4 and 14 hereof, or any other obligation which, according to its terms and context, is intended to survive an assignment.

Upon any such assignment either the assignor or the assignee shall give written notice to the Railroad, together with a counterpart or copy of such assignment, stating the identity and post office address of the assignee, and such assignee shall by virtue of such assignment acquire all of the Seller's right, title and interest in and to the Equipment, or in and to a portion thereof, as the case may be, subject only to such reservations as may be contained in such assignment.

From and after the receipt by the Railroad of the notification of any such assignment, all payments thereafter to be made by the Railroad hereunder shall, to the extent so assigned, be made to the assignee at the address of the assignee specified in the aforesaid notice.

The Railroad recognizes that it is the custom of manufacturers or seller of railroad equipment to transfer or assign agreements of this character and understands that the transfer or assignment of this Agreement, or of some or all of the rights of the Seller hereunder, is contemplated. The Railroad expressly represents, for the purpose of assurance to any person, firm or corporation considering the acquisition of this Agreement or of all or any of the rights of the Seller hereunder, and for the purpose of inducing such acquisition, that in the event of such transfer or assignment by the Seller as hereinbefore provided the rights of such assignee to the entire unpaid Price of the Equipment or such part thereof as may be assigned, together with interest thereon, as well as any other rights hereunder which may be so assigned, shall not be subject to any defense, setoff, counterclaim or recoupment whatsoever arising out of any breach of any obligation of the Seller in respect of the Equipment or the delivery, guaranty or warranty thereof, or in respect of any indemnity herein contained, nor subject to any defense, setoff, counterclaim or recoupment whatsoever arising by reason of any other indebtedness or liability at any time owing to the Railroad by the Seller. Any and all such obligations, howsoever arising, shall be and remain enforceable by the Railroad against and only against the Seller.

In the event of any such transfer or assignment, or successive transfers or assignments by the Seller, of title to the Equipment and of the Seller's rights hereunder in respect thereof, the Railroad will, whenever requested by such transferee or assignee, change the marking on each side of each unit of the Equipment so as to indicate the title of such transferee or assignee to the Equipment, such marking to bear such words or legend as shall be specified by such transferee or assignee, subject to requirements of the laws of the jurisdictions in which the Equipment shall be operated by the Railroad relating to such marking for use on equipment covered by conditional sale agreements with respect to railroad equipment. The cost of marking with respect to the first assignee of Seller's rights under this Agreement shall be borne by the Railroad. Such costs with respect to any subsequent assignment will be borne by the subsequent transferee or assignee.

In the event of any such transfer or assignment prior to the completion of delivery of the Equipment, the Railroad will, in connection with each settlement for a unit or group of Equipment subsequent to such transfer or assignment, deliver to each assignee or transferee of any of the Equipment included

in such a group all documents required by the terms of such transfer or assignment to be delivered to such assignee or transferee in connection with such settlement.

17. Defaults. In the event that any one or more of the following events of default shall occur and be continuing, to wit:

- (a) The Railroad shall fail to pay in full, when due and payable hereunder, any sum payable by Railroad as herein provided in respect of the Price of the Equipment or for interest and such failure shall continue for more than five (5) business days after written notice from the Seller; or
- (b) The Railroad shall, for more than thirty (30) days after the Seller shall have demanded in writing performance thereof, fail or refuse to comply with any covenant, agreement, term or provision of this Agreement on its part to be kept or performed or to make provision satisfactory to the Seller for such compliance; or
- (c) A proceeding in reorganization, bankruptcy or insolvency is instituted by or against the Railroad or its property and, unless such proceeding is dismissed within sixty (60) days, stayed or otherwise rendered ineffective, the debtor in reorganization or any trustee or receiver appointed therein fails to adopt and become bound by the terms, provisions and conditions of this Agreement within sixty (60) days after such appointment or designation; or the Railroad makes an assignment for the benefit of its creditors;
- (d) The Railroad shall make or suffer any unauthorized assignment or transfer of this Agreement or any interest herein or any unauthorized transfer of the right of possession of any unit of the Equipment;

then at any time after the occurrence of such an event of default the Seller may, upon written notice to the Railroad and upon compliance with any legal requirements then in force and applicable to such action by the Seller, declare the entire unpaid portion of the Price of the Equipment, together with the interest thereon then accrued and unpaid, immediately due and payable, without further demand, and thereafter the aggregate of the unpaid balance of the Price and accrued and unpaid interest shall bear interest from the date of such declaration

at the rate of three-fourths of one per cent (3/4 of 1%) over the higher of the two interest rates payable under and as determined in Section 3(c) of this Agreement, to the extent legally enforceable, and the Seller shall thereupon be entitled to recover judgment for the entire unpaid balance of the Price of the Equipment so payable, with interest as aforesaid, and to collect such judgment out of any property of the Railroad wherever situated.

18. Remedies. If the Railroad shall make default as hereinbefore provided, then at any time after the entire indebtedness in respect of the Price of the Equipment shall have been declared immediately due and payable as hereinbefore provided and during the continuance of such default, the Seller, to the extent not prohibited by any mandatory requirements of law, may, upon such further notice, if any, as may be required for compliance with any mandatory requirements of law applicable to the action to be taken by the Seller, take or cause to be taken by its agent or agents immediate possession of the Equipment, or any unit thereof, without liability to return to the Railroad any sums theretofore paid and free from all claims whatsoever, except as hereinafter in this Section 18 expressly provided, and may remove the same from possession and use of the Railroad and for such purpose may enter upon the Railroad's premises where the Equipment may be located and may use and employ in connection with such removal any supplies, services and aids and any available trackage and other facilities or means of the Railroad, with or without process of law.

In case the Seller shall rightfully demand possession of the Equipment in pursuance of this Agreement and shall reasonably designate a point or points upon the lines of the Railroad for the delivery of the Equipment to the Seller, the Railroad shall, at its own expense, forthwith and in the usual manner, cause the Equipment to be moved to such point or points on its lines as shall be designated by the Seller and shall there deliver the Equipment or cause it to be delivered to the Seller; and, at the option of the Seller, the Seller may keep the Equipment on any of the lines of railroad or premises of the Railroad until the Seller shall have leased, sold or otherwise disposed of the same, and for such purpose the Railroad agrees to furnish, without charge for rent or storage, the necessary facilities at any point or points selected by the Seller reasonably convenient to the Railroad. This agreement to deliver the Equipment and to furnish facilities for its storage as hereinbefore provided is of the essence of the agreement between the parties, and, upon application to any court of equity having jurisdiction in the premises, the Seller shall be entitled to a decree against the Railroad requiring specific performance hereof.

If the Railroad shall make default as hereinbefore provided, then at any time thereafter during the continuance of such default and after the entire indebtedness in respect of the Price of the Equipment shall have been declared immediately due and payable as hereinbefore provided, the Seller (after retaking possession of the Equipment as hereinbefore in this Section 18 provided) may at its election, to the extent not prohibited by any mandatory requirements of law then in force and applicable thereto, retain the Equipment as its own and make such disposition thereof as the Seller shall deem fit (including, if the Seller so elects, the leasing of the Equipment on such terms as it shall deem fit), and in such event all the Railroad's rights in the Equipment will thereupon terminate; provided, however, that, if the Railroad within twenty (20) days of receipt of notice of the Seller's election to retain the Equipment for its own use, as hereinafter provided, shall pay or cause to be paid to the Seller the total unpaid balance of the indebtedness in respect of the Price of all the Equipment which the Railroad has agreed to purchase hereunder, together with interest thereon accrued and unpaid and all other payments due under this Agreement, and under all the Related Agreements (as defined in Section 5 hereof), then in such event absolute right to the possession of, title to and property in such Equipment shall pass to and vest in the Railroad; or the Seller, with or without retaking possession thereof, may at its election sell the Equipment, or any unit thereof, free from any and all claims of the Railroad, or of any other party claiming by, through or under the Railroad, at law or in equity, at public or private sale and with or without advertisement as the Seller may determine, all subject to and in compliance with any mandatory requirements of law then in force and applicable to such sale; and the proceeds of such sale, less the attorney's fees and any other expenses incurred by the Seller in taking possession of, removing, storing and selling the Equipment, shall be credited on the amount due to the Seller under the provisions of this Agreement and any Related Agreement. Written notice of the Seller's election to retain the Equipment for its own use may be given to the Railroad by telegram or registered mail addressed to the Railroad as provided in Section 23 hereof, at any time during a period of thirty (30) days after the entire indebtedness in respect of the Price of the Equipment shall have been declared immediately due and payable as hereinbefore provided; and if no such notice shall have been given, the Seller shall be deemed to have elected to sell the Equipment in accordance with the provisions of this Section 18.

To the extent permitted by any mandatory requirements of law then in force and applicable thereto, any sale hereunder may be held or conducted at such place or places and at such time or times as the Seller may specify, in one lot and as an entirety or in separate lots, and without the necessity of gathering at the place of sale the property to be sold, and in general in such

manner as the Seller may determine in compliance with any such requirements of law, provided that the Railroad shall be given written notice of such sale as provided in any such requirements, but in any event not less than ten (10) days prior thereto, by telegram or registered mail addressed to the Railroad as provided in Section 23 hereof. If such sale shall be a private sale permitted by such requirements, it shall be subject to the right of the Railroad to purchase or provide a purchaser, within ten (10) days after notice of the proposed sale price, at the same price offered by the intending purchaser or a better price. To the extent not prohibited by any such requirements of law, the Seller may itself bid for and become the purchaser of the Equipment, or any unit thereof, so offered for sale without accountability to the Railroad (except to the extent of surplus money received as hereinafter provided in this Section 18), and in payment of the purchase price therefor the Seller shall be entitled to the extent not prohibited as aforesaid to have credited on account thereof all sums due to the Seller from the Railroad hereunder.

Each and every power and remedy hereby specifically given to the Seller shall be in addition to every other power and remedy hereby specifically given or now or hereafter existing at law or in equity, and each and every power and remedy may be exercised from time to time and simultaneously and as often and in such order as may be deemed expedient by the Seller. All such powers and remedies shall be cumulative, and the exercise of one shall not be deemed a waiver of the right to exercise any other or others. No delay or omission of the Seller in the exercise of any such power or remedy and no renewal or extension of any payments due hereunder shall impair any such power or remedy or shall be construed to be a waiver of any default or an acquiescence therein.

If, after applying all the sums of money realized by the Seller under the remedies herein provided, there shall remain any amount due to it under the provisions of this Agreement, the Railroad shall pay the amount of such deficiency to the Seller upon demand, and, if the Railroad shall fail to pay such deficiency, the Seller may bring suit therefor and shall be entitled to recover judgment therefor against the Railroad. If, after applying as aforesaid all sums realized by the Seller, there shall remain a surplus in the possession of the Seller, such surplus shall be paid to the Railroad.

The Railroad will pay all reasonable expenses, including attorneys' fees, incurred by the Seller in enforcing its remedies under the terms of this Agreement. In the event that the Seller shall bring any suit to enforce any of its rights hereunder and shall be entitled to judgment, then in such suit the Seller may recover reasonable expenses, including attorneys' fees, and the amount thereof shall be included in such judgment.

In the event of assignments of interest hereunder to more than one assignee, each such assignee shall be entitled to exercise all rights of the Seller hereunder in respect of the Equipment assigned to such assignee, irrespective of any action or failure to act on the part of any other assignee.

19. Applicable State Laws. Any provision of this Agreement prohibited by any applicable law of any State, or which by any applicable law of any State would convert this Agreement into any instrument other than an agreement of conditional sale, shall as to such State be ineffective, without modifying the remaining provisions of this Agreement. Where, however, the conflicting provisions of any applicable State law may be waived, they are hereby waived by the Railroad to the full extent permitted by law, to the end that this Agreement shall be deemed to be a conditional sale and enforced as such.

20. Extension Not a Waiver. No delay or omission in the exercise of any power or remedy herein provided or otherwise available to the Seller shall impair or affect the Seller's right thereafter to exercise the same. Any extension of time for payment hereunder or other indulgence duly granted to the Railroad shall not otherwise alter or affect the Seller's rights or the obligations of the Railroad hereunder. The Seller's acceptance of any payment after it shall have become due hereunder shall not be deemed to alter or affect the obligations of the Railroad or the Seller's rights hereunder with respect to any subsequent payments or default therein.

21. Recording. The Railroad will cause this Agreement and any assignments hereof or of any interest herein, and any supplements hereto or thereto to be filed and recorded with the Interstate Commerce Commission in accordance with Section 20c of the Interstate Commerce Act; and the Railroad will from time to time do and perform any other act and will execute, acknowledge, deliver, file and record any and all further instruments required by law or reasonably requested by the Seller for the purpose of proper protection, to the satisfaction of counsel for the Seller, of its title to the Equipment and its rights under this Agreement or for the purpose of carrying out the intention of this Agreement; and the Railroad will promptly furnish to the Seller certificates or other evidences of such filing and recording satisfactory to the Seller.

22. Payment of Expenses. The Railroad will pay all reasonable costs, charges, and expenses, except the counsel fees of the Seller and of assignees of this Agreement, and including stamp and other taxes, if any, incident to the printing or other duplicating, execution, acknowledgment, delivery, filing, registration or recording of this Agreement, of the first assignment by the Seller of this Agreement, of any instrument supplemental to or amendatory of this Agreement or such

first assignment and of any certificate of the payment in full of the indebtedness in respect of purchase price due hereunder. In addition, the Railroad will pay all reasonable costs, charges and expenses including stamp and other taxes, if any, of the first assignee of this Agreement and of any parties acquiring interests in such first assignment incurred in connection with such first assignment and payments to the Seller by such first assignee.

23. Notice. Any notice hereunder to the Railroad shall be deemed to be properly served if delivered or mailed to the Railroad at Chicago and North Western Transportation Company, 400 West Madison Street, Chicago, Illinois 60606, or at such other address as may have been furnished in writing to the Seller by the Railroad. Any notice hereunder to the Seller shall be deemed to be properly served if delivered or mailed to the Seller at 400 West Madison Street, Chicago, Illinois 60606, or at such other address as may have been furnished in writing to the Railroad by the Seller. Any notice hereunder to any assignee of the Seller or of the Railroad shall be deemed to be properly served if delivered or mailed to such assignee at such address as may have been furnished in writing to the Railroad or the Seller, as the case may be, by such assignee.

24. Section Headings. All section headings are inserted for convenience only and shall not affect any construction or interpretation of this Agreement.

25. Effect and Modification of Agreement. This Agreement exclusively and completely states the rights of the Seller and the Railroad with respect to the Equipment and supersedes all other agreements, oral or written, with respect to the Equipment. No variation or modification of this Agreement and no waiver of any of its provisions or conditions shall be valid unless in writing and signed by duly authorized officers of the Seller and the Railroad.

26. Definitions. The term "Seller," whenever used in this Agreement, means, before any assignment of any of its rights hereunder, North Western Leasing Company, and any successor or successors for the time being to its properties and business, and, after any such assignment, both any assignee or assignees for the time being of such particular assigned rights as regards such rights, and also any assignor as regards any rights hereunder that are retained and excluded from any assignment.

27. Execution. This Agreement may be simultaneously executed in any number of counterparts, each of which so executed shall be deemed to be an original, and such counterparts, together shall constitute but one and the same contract, which shall be sufficiently evidenced by any such original counterpart.

Although this Agreement is dated for convenience as of the date first set forth above, the actual date or dates of execution hereof by the parties hereto is or are, respectively, the date or dates stated in the acknowledgments hereto annexed.

IN WITNESS WHEREOF, the parties hereto, each pursuant to due corporate authority, have caused these presents to be signed in their respective corporate names by duly authorized officers and their respective corporate seals to be hereunto affixed and duly attested, all as of the day, month and year first above written.

NORTH WESTERN LEASING COMPANY

By *J. M. Butler*
Vice President

(SEAL)

ATTEST:

G. L. Vargason
Assistant Secretary

CHICAGO AND NORTH WESTERN
TRANSPORTATION COMPANY

By *J. M. Butler*
Vice President

(SEAL)

ATTEST:

G. L. Vargason
Assistant Secretary

STATE OF ILLINOIS)
) SS
COUNTY OF COOK)

On this 17th day of June, 1975
before me personally appeared J. M. Butler
to me personally known, who, being by me duly sworn, says
that he is the Vice President of NORTH WESTERN LEASING
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 the Board of Directors and he
acknowledged that the execution of the foregoing instrument
was the free act and deed of such corporation.

(NOTARIAL SEAL)

F. J. Broy
Notary Public

My Commission expires:

May 21, 1978

STATE OF ILLINOIS)
) SS
COUNTY OF COOK)

On this 17th day of June, 1975
before me personally appeared J. M. Butler
to me personally known, who, being by me duly sworn, says
that he is a Vice President of the CHICAGO AND NORTH WESTERN
TRANSPORTATION 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
was the free act and deed of said corporation.

(NOTARIAL SEAL)

F. J. Broy
Notary Public

My Commission expires:

May 21, 1978

SCHEDULE A

CONDITIONAL SALE AGREEMENT

Dated as of

June 16, 1975

Page 1 of 6

Between
NORTH WESTERN LEASING COMPANY
and
CHICAGO AND NORTH WESTERN TRANSPORTATION COMPANY

16 Gondola Cars

35 - 40' 6" Refrigerator Box Cars

<u>Car No.</u>	<u>Purchase Price</u>	<u>Car No.</u>	<u>Purchase Price</u>
CNW 56444	\$9,618.84	CNW 75775	\$6,065.26
CNW 56445	9,618.84	CNW 95030	9,030.08
CNW 56446	9,618.84	CNW 95055	9,030.08
CNW 56447	9,618.84	CNW 95061	9,030.08
CNW 56449	9,618.84	CNW 95067	9,030.08
CNW 56451	9,618.84	CNW 95075	9,030.08
CNW 56453	9,618.84	CNW 95100	9,030.08
CNW 56454	9,618.84	CNW 95104	9,030.08
CNW 56455	9,618.84	CNW 95122	9,030.08
CNW 56456	9,618.84	CNW 95123	9,030.08
CNW 56457	9,618.84	CNW 95127	9,030.08
CNW 56458	9,618.84	CNW 95143	9,030.08
CNW 56459	9,618.84	CNW 95157	9,030.08
CNW 56460	9,618.84	CNW 95165	9,030.08
CNW 56461	9,618.84	CNW 95172	9,030.08
CNW 56462	9,618.84	CNW 95182	9,030.08
CNW 56463	9,618.84		
CNW 56464	9,618.84		
CNW 56467	9,618.84		
CNW 56468	9,618.84		
CNW 56470	9,618.84		
CNW 56471	9,618.84		
CNW 56473	9,618.84		
CNW 56475	9,618.84		
CNW 56476	9,618.84		
CNW 56477	9,618.84		
CNW 56480	9,618.84		
CNW 56481	9,618.84		
CNW 56482	9,618.84		
CNW 56483	9,618.84		
CNW 56485	9,618.84		
CNW 56486	9,618.84		
CNW 56487	9,618.84		
CNW 56488	9,618.84		
CNW 56493	9,618.84		

9 - 40' 6" Box Cars

<u>Car No.</u>	<u>Purchase Price</u>
CGW 5632	\$7,060.50
CGW 5638	7,060.50
CGW 5650	7,060.50
CGW 5657	7,060.50
CGW 5669	7,060.50
CGW 5679	7,060.50
CGW 5721	7,060.50
CGW 5730	7,060.50
CGW 5748	7,060.50

SCHEDULE A

415 - 40' 6" Box Cars

<u>Car No.</u>	<u>Purchase Price</u>	<u>Car No.</u>	<u>Purchase Price</u>	<u>Car No.</u>	<u>Purchase Price</u>
CNW 86300	\$4,713.57	CNW 86774	\$4,713.57	CNW 87214	\$4,713.57
CNW 86310	4,713.57	CNW 86786	4,713.57	CNW 87220	4,713.57
CNW 86332	4,713.57	CNW 86790	4,713.57	CNW 87222	4,713.57
CNW 86338	4,713.57	CNW 86792	4,713.57	CNW 87228	4,713.57
CNW 86340	4,713.57	CNW 86822	4,713.57	CNW 87238	4,713.57
CNW 86346	4,713.57	CNW 86834	4,713.57	CNW 87248	4,713.57
CNW 86354	4,713.57	CNW 86838	4,713.57	CNW 87254	4,713.57
CNW 86366	4,713.57	CNW 86848	4,713.57	CNW 87286	4,713.57
CNW 86388	4,713.57	CNW 86894	4,713.57	CNW 87288	4,713.57
CNW 86434	4,713.57	CNW 86900	4,713.57	CNW 87290	4,713.57
CNW 86436	4,713.57	CNW 86908	4,713.57	CNW 87308	4,713.57
CNW 86440	4,713.57	CNW 86914	4,713.57	CNW 87312	4,713.57
CNW 86448	4,713.57	CNW 86918	4,713.57	CNW 87322	4,713.57
CNW 86452	4,713.57	CNW 86922	4,713.57	CNW 87332	4,713.57
CNW 86458	4,713.57	CNW 86924	4,713.57	CNW 87358	4,713.57
CNW 86460	4,713.57	CNW 86942	4,713.57	CNW 87378	4,713.57
CNW 86470	4,713.57	CNW 86944	4,713.57	CNW 87384	4,713.57
CNW 86474	4,713.57	CNW 86954	4,713.57	CNW 87392	4,713.57
CNW 86494	4,713.57	CNW 86966	4,713.57	CNW 87396	4,713.57
CNW 86498	4,713.57	CNW 86974	4,713.57	CNW 87400	4,713.57
CNW 86502	4,713.57	CNW 86984	4,713.57	CNW 87424	4,713.57
CNW 86518	4,713.57	CNW 86986	4,713.57	CNW 87458	4,713.57
CNW 86556	4,713.57	CNW 86988	4,713.57	CNW 87468	4,713.57
CNW 86558	4,713.57	CNW 87002	4,713.57	CNW 87472	4,713.57
CNW 86572	4,713.57	CNW 87008	4,713.57	CNW 87478	4,713.57
CNW 86588	4,713.57	CNW 87014	4,713.57	CNW 87480	4,713.57
CNW 86590	4,713.57	CNW 87022	4,713.57	CNW 87482	4,713.57
CNW 86596	4,713.57	CNW 87042	4,713.57	CNW 87486	4,713.57
CNW 86600	4,713.57	CNW 87056	4,713.57	CNW 87500	4,713.57
CNW 86602	4,713.57	CNW 87066	4,713.57	CNW 87508	4,713.57
CNW 86614	4,713.57	CNW 87074	4,713.57	CNW 87512	4,713.57
CNW 86624	4,713.57	CNW 87088	4,713.57	CNW 87522	4,713.57
CNW 86632	4,713.57	CNW 87094	4,713.57	CNW 87526	4,713.57
CNW 86658	4,713.57	CNW 87098	4,713.57	CNW 87528	4,713.57
CNW 86664	4,713.57	CNW 87102	4,713.57	CNW 87546	4,713.57
CNW 86666	4,713.57	CNW 87108	4,713.57	CNW 87588	4,713.57
CNW 86696	4,713.57	CNW 87118	4,713.57	CNW 87590	4,713.57
CNW 86698	4,713.57	CNW 87130	4,713.57	CNW 87594	4,713.57
CNW 86704	4,713.57	CNW 87138	4,713.57	CNW 87608	4,713.57
CNW 86712	4,713.57	CNW 87150	4,713.57	CNW 87622	4,713.57
CNW 86718	4,713.57	CNW 87164	4,713.57	CNW 87638	4,713.57
CNW 86738	4,713.57	CNW 87174	4,713.57	CNW 87642	4,713.57
CNW 86744	4,713.57	CNW 87204	4,713.57	CNW 87654	4,713.57
CNW 86766	4,713.57	CNW 87206	4,713.57	CNW 87656	4,713.57

SCHEDULE A

415 - 40' 6" Box Cars

<u>Car No.</u>	<u>Purchase Price</u>	<u>Car No.</u>	<u>Purchase Price</u>	<u>Car No.</u>	<u>Purchase Price</u>
CNW 87676	\$4,713.57	CNW 88022	\$4,713.57	CNW 106708	\$4,632.43
CNW 87710	4,713.57	CNW 88030	4,713.57	CNW 106726	4,632.43
CNW 87720	4,713.57	CNW 88034	4,713.57	CNW 106734	4,632.43
CNW 87728	4,713.57	CNW 88062	4,713.57	CNW 106754	4,632.43
CNW 87732	4,713.57	CNW 88070	4,713.57	CNW 106756	4,632.43
CNW 87750	4,713.57	CNW 88072	4,713.57	CNW 106758	4,632.43
CNW 87752	4,713.57	CNW 88076	4,713.57	CNW 106768	4,632.43
CNW 87756	4,713.57	CNW 88096	4,713.57	CNW 106780	4,632.43
CNW 87760	4,713.57	CNW 88098	4,713.57	CNW 106820	4,632.43
CNW 87762	4,713.57	CNW 88100	4,713.57	CNW 106822	4,632.43
CNW 87776	4,713.57	CNW 88102	4,713.57	CNW 106824	4,632.43
CNW 87790	4,713.57	CNW 88118	4,713.57	CNW 106826	4,632.43
CNW 87796	4,713.57	CNW 88130	4,713.57	CNW 106842	4,632.43
CNW 87800	4,713.57	CNW 88134	4,713.57	CNW 106854	4,632.43
CNW 87810	4,713.57	CNW 88152	4,713.57	CNW 106860	4,632.43
CNW 87818	4,713.57	CNW 88156	4,713.57	CNW 106870	4,632.43
CNW 87830	4,713.57	CNW 88164	4,713.57	CNW 106880	4,632.43
CNW 87834	4,713.57	CNW 88186	4,713.57	CNW 106898	4,632.43
CNW 87842	4,713.57	CNW 88234	4,713.57	CNW 106906	4,632.43
CNW 87878	4,713.57	CNW 88240	4,713.57	CNW 106908	4,632.43
CNW 87882	4,713.57	CNW 88262	4,713.57	CNW 106926	4,632.43
CNW 87890	4,713.57	CNW 88276	4,713.57	CNW 106930	4,632.43
CNW 87894	4,713.57	CNW 88282	4,713.57	CNW 106954	4,632.43
CNW 87898	4,713.57	CNW 88308	4,739.53	CNW 106956	4,632.43
CNW 87900	4,713.57	CNW 88322	4,739.53	CNW 106958	4,632.43
CNW 87906	4,713.57	CNW 88324	4,739.53	CNW 106976	4,632.43
CNW 87908	4,713.57	CNW 88334	4,739.53	CNW 106988	4,632.43
CNW 87910	4,713.57	CNW 88336	4,739.53	CNW 106990	4,632.43
CNW 87914	4,713.57	CNW 88360	4,739.53	CNW 107014	4,632.43
CNW 87922	4,713.57	CNW 88364	4,739.53	CNW 107046	4,632.43
CNW 87926	4,713.57	CNW 88372	4,739.53	CNW 107088	4,632.43
CNW 87930	4,713.57	CNW 106604	4,632.43	CNW 107098	4,632.43
CNW 87952	4,713.57	CNW 106610	4,632.43	CNW 107108	4,632.43
CNW 87960	4,713.57	CNW 106624	4,632.43	CNW 107138	4,632.43
CNW 87974	4,713.57	CNW 106628	4,632.43	CNW 107142	4,632.43
CNW 87990	4,713.57	CNW 106638	4,632.43	CNW 107150	4,632.43
CNW 87994	4,713.57	CNW 106650	4,632.43	CNW 107156	4,632.43
CNW 87996	4,713.57	CNW 106664	4,632.43	CNW 107158	4,632.43
CNW 88002	4,713.57	CNW 106666	4,632.43	CNW 107168	4,632.43
CNW 88006	4,713.57	CNW 106682	4,632.43	CNW 107172	4,632.43
CNW 88008	4,713.57	CNW 106688	4,632.43	CNW 107180	4,632.43
CNW 88010	4,713.57	CNW 106702	4,632.43	CNW 107206	4,632.43
CNW 88016	4,713.57	CNW 106704	4,632.43	CNW 107220	4,632.43

SCHEDULE A

415 - 40' 6" Box Cars

<u>Car No.</u>	<u>Purchase Price</u>	<u>Car No.</u>	<u>Purchase Price</u>	<u>Car No.</u>	<u>Purchase Price</u>
CNW 107224	\$4,632.43	CNW 107968	\$4,632.43	CNW 7108	\$5,032.05
CNW 107232	4,632.43	CNW 107986	4,632.43	CNW 7144	5,032.05
CNW 107298	4,632.43	CNW 107996	4,632.43	CNW 7156	5,032.05
CNW 107326	4,632.43	CNW 108008	4,632.43	CNW 7164	5,032.05
CNW 107358	4,632.43	CNW 108024	4,632.43	CNW 7168	5,032.05
CNW 107360	4,632.43	CNW 108026	4,632.43	CNW 7186	5,032.05
CNW 107372	4,632.43	CNW 108048	4,632.43	CNW 7248	5,032.05
CNW 107386	4,632.43	CNW 108054	4,632.43	CNW 7314	5,032.05
CNW 107412	4,632.43	CNW 108070	4,632.43	CNW 7320	5,032.05
CNW 107472	4,632.43	CNW 108108	4,632.43	CNW 7324	5,032.05
CNW 107484	4,632.43	CNW 108110	4,632.43	CNW 7354	5,032.05
CNW 107490	4,632.43	CNW 108114	4,632.43	CNW 7364	5,032.05
CNW 107496	4,632.43	CNW 108116	4,632.43	CNW 7370	5,032.05
CNW 107510	4,632.43	CNW 108132	4,632.43	CNW 7426	5,032.05
CNW 107530	4,632.43	CNW 108154	4,632.43	CNW 7464	5,032.05
CNW 107572	4,632.43	CNW 108166	4,632.43	CNW 7484	5,032.05
CNW 107574	4,632.43	CNW 108168	4,632.43	CNW 7490	5,032.05
CNW 107588	4,632.43	CNW 108170	4,632.43	CNW 7498	5,032.05
CNW 107594	4,632.43	CNW 108188	4,632.43	CNW 7512	5,032.05
CNW 107596	4,632.43	CNW 108218	4,632.43	CNW 7522	5,032.05
CNW 107598	4,632.43	CNW 108232	4,632.43	CNW 7548	5,032.05
CNW 107604	4,632.43	CNW 108256	4,632.43	CNW 7552	5,032.05
CNW 107608	4,632.43	CNW 108270	4,632.43	CNW 7584	5,032.05
CNW 107612	4,632.43	CNW 108290	4,632.43	CNW 7588	5,032.05
CNW 107614	4,632.43	CNW 108310	4,632.43	CNW 7654	5,032.05
CNW 107616	4,632.43	CNW 108312	4,632.43	CNW 7666	5,032.05
CNW 107628	4,632.43	CNW 108342	4,632.43	CNW 7670	5,032.05
CNW 107634	4,632.43	CNW 108356	4,632.43	CNW 7684	5,032.05
CNW 107638	4,632.43	CNW 108376	4,632.43	CNW 7690	5,032.05
CNW 107650	4,632.43	CNW 108380	4,632.43	CNW 7698	5,032.05
CNW 107686	4,632.43	CNW 108384	4,632.43	CNW 7710	5,032.05
CNW 107696	4,632.43	CNW 108436	4,632.43	CNW 7714	5,032.05
CNW 107706	4,632.43	CNW 108438	4,632.43	CNW 7722	5,032.05
CNW 107712	4,632.43	CNW 108462	4,632.43	CNW 7726	5,032.05
CNW 107740	4,632.43	CNW 108482	4,632.43	CNW 7734	5,032.05
CNW 107778	4,632.43	CNW 108550	4,632.43	CNW 7744	5,032.05
CNW 107816	4,632.43	CNW 108556	4,632.43	CNW 7756	5,032.05
CNW 107834	4,632.43	CNW 108586	4,632.43	CNW 7760	5,032.05
CNW 107876	4,632.43	CNW 108602	4,632.43	CNW 7774	5,032.05
CNW 107880	4,632.43	CNW 108610	4,632.43	CNW 7786	5,032.05
CNW 107888	4,632.43	CNW 108618	4,632.43	CNW 7788	5,032.05
CNW 107918	4,632.43	CNW 7100	5,032.05	CNW 7800	5,032.05
CNW 107940	4,632.43	CNW 7102	5,032.05	CNW 7810	5,032.05

SCHEDULE A

415 - 40' 6" Box Cars

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<u>Car No.</u>	<u>Purchase Price</u>
CNW 7822	5,032.05
CNW 7844	5,032.05
CNW 7846	5,032.05
CNW 7868	5,032.05
CNW 7874	5,032.05
CNW 7924	5,032.05
CNW 7954	5,032.05
CNW 7958	5,032.05
CNW 7972	5,032.05
CNW 7974	5,032.05
CNW 7986	5,032.05
CNW 7996	5,032.05
CNW 8038	5,032.05
CNW 8040	5,032.05
CNW 8046	5,032.05
CNW 8048	5,032.05
CNW 8062	5,032.05
CNW 8066	5,032.05
CNW 8074	5,032.05
CNW 8080	5,032.05
CNW 8090	5,032.05
CNW 8108	5,032.05
CNW 8122	5,032.05
CNW 8138	5,032.05
CNW 8142	5,032.05

Subtotal \$2,509,074.73

Repaired Cars

SCHEDULE A

97 Open Top Hopper Cars

Page 6 of 6

<u>Car No.</u>	<u>Purchase Price</u>	<u>Car No.</u>	<u>Purchase Price</u>	<u>Car No.</u>	<u>Purchase Price</u>
CNW 112174	6,476.15	CNW 112208	6,476.15	CNW 112242	6,493.50
CNW 112175	6,506.04	CNW 112209	6,506.04	CNW 112243	6,301.70
CNW 112176	6,506.04	CNW 112210	6,476.15	CNW 112244	6,469.14
CNW 112177	6,476.15	CNW 112212	6,506.04	CNW 112245	6,494.76
CNW 112178	6,478.05	CNW 112213	6,505.73	CNW 112246	6,476.15
CNW 112179	6,448.28	CNW 112214	6,476.15	CNW 112247	6,470.06
CNW 112180	6,448.28	CNW 112215	6,506.04	CNW 112248	6,446.26
CNW 112181	6,476.15	CNW 112216	6,505.73	CNW 112249	6,493.64
CNW 112182	6,505.73	CNW 112217	6,505.73	CNW 112250	6,476.15
CNW 112183	6,478.05	CNW 112218	6,448.28	CNW 112251	6,446.26
CNW 112184	6,506.04	CNW 112219	6,506.04	CNW 112252	6,464.79
CNW 112185	6,476.15	CNW 112220	6,476.15	CNW 112253	6,464.79
CNW 112187	6,476.15	CNW 112221	6,476.15	CNW 112254	6,497.14
CNW 112188	6,506.04	CNW 112222	6,476.15	CNW 112255	6,494.10
CNW 112189	6,476.15	CNW 112223	6,476.15	CNW 112256	6,464.79
CNW 112190	6,506.04	CNW 112224	6,535.76	CNW 112257	6,446.27
CNW 112191	6,506.04	CNW 112225	6,506.04	CNW 112258	6,446.26
CNW 112192	6,476.15	CNW 112226	6,448.28	CNW 112259	6,494.76
CNW 112193	6,505.73	CNW 112227	6,476.15	CNW 112260	6,476.15
CNW 112194	6,476.15	CNW 112228	6,476.15	CNW 112261	6,476.15
CNW 112196	6,476.15	CNW 112229	6,476.15	CNW 112262	6,493.04
CNW 112197	6,476.15	CNW 112230	6,476.15	CNW 112263	6,494.76
CNW 112198	6,476.15	CNW 112231	6,505.73	CNW 112264	6,446.27
CNW 112199	6,548.50	CNW 112232	6,476.15	CNW 112265	6,446.27
CNW 112200	6,476.15	CNW 112233	6,476.15	CNW 112266	6,446.27
CNW 112201	6,476.15	CNW 112234	6,476.15	CNW 112267	6,483.07
CNW 112202	6,506.04	CNW 112235	6,476.15	CNW 112268	6,329.31
CNW 112203	6,476.15	CNW 112236	6,499.14	CNW 112269	6,446.27
CNW 112204	6,476.15	CNW 112237	6,464.79	CNW 112270	6,476.15
CNW 112205	6,448.28	CNW 112238	6,476.15	CNW 112271	6,464.79
CNW 112206	6,476.15	CNW 112240	6,329.31	CNW 112272	6,494.76
CNW 112207	6,476.15	CNW 112241	6,301.70	CNW 112273	6,329.31
				CNW 112274	6,446.27

Subtotal \$627,785.87

Used Cars _____

Total \$3,136,860.60

AGREEMENT AND ASSIGNMENT, dated as of June 16,
1915, by and between NORTH WESTERN LEASING COMPANY, a corporation organized under the laws of the State of Delaware (hereinafter called the "Assignor"), and CONTINENTAL ILLINOIS NATIONAL BANK AND TRUST COMPANY OF CHICAGO (hereinafter called the "Assignee");

WHEREAS, the Assignor and CHICAGO AND NORTH WESTERN TRANSPORTATION COMPANY, a Delaware corporation (hereinafter called the "Railroad"), have entered into a Conditional Sale Agreement dated as of this date (hereinafter called the "Conditional Sale Agreement"), covering the sale and delivery, on the conditions therein set forth, by the Assignor and the purchase by the Railroad of the railroad equipment described in Schedule A to the Conditional Sale Agreement (said equipment being hereinafter called the "Equipment");

NOW, THEREFORE, this Agreement and Assignment witnesseth that, in consideration of the sum of One Dollar (\$1.00) and other good and valuable consideration paid by the Assignee to the Assignor, the receipt of which is hereby acknowledged, as well as the mutual covenants herein contained:

1. The Assignor hereby sells, assigns, transfers and sets over unto the Assignee, its successors and assigns, all the right, title and interest of the Assignor in and to each unit of the Equipment when and as severally delivered and accepted and upon payment to the Assignor of the amount required to be paid by the Assignee under Section 6 hereof, and (a) all the right, title and interest of the Assignor in and to the Conditional Sale Agreement (except the right to receive the payments specified under Section 3(a) of the Conditional Sale Agreement and the right to receive payment or reimbursement for taxes paid or incurred by the Assignor as provided in Section 4 thereof), and in and to any and all amounts, other than the payments hereinabove excluded, which may be or become due or owing by the Railroad to the Assignor under the Conditional Sale Agreement on account of its indebtedness in respect of the Price of the Equipment and interest thereon, and in and to any other sums becoming due from the Railroad under the Conditional Sale Agreement, other than those hereinabove excluded, and (b) all of the Assignor's rights, powers, privileges and remedies under the Conditional Sale Agreement; without any recourse, however, against the Assignor for or on account of the failure of the Railroad to make any of the

payments provided for in, or otherwise comply with, any of the provisions of the Conditional Sale Agreement; provided, however, that this Agreement and Assignment shall not subject the Assignee to, or transfer, or pass, or in any way affect or modify, the liability of the Assignor to deliver the Equipment in accordance with the Conditional Sale Agreement or any liability incidental to such delivery or in respect of its obligations contained in Sections 9 or 15 of the Conditional Sale Agreement, or relieve Railroad from its obligations to the Assignor under Sections 2, 4 and 14 of the Conditional Sale Agreement, it being understood and agreed that, notwithstanding this Agreement and Assignment, or any subsequent assignment pursuant to the provisions of Section 16 of the Conditional Sale Agreement, all obligations of the Assignor to the Railroad in respect of the Equipment shall be and remain enforceable by the Railroad, its successors and assigns, against and only against the Assignor. In furtherance of the foregoing assignment and transfer, the Assignor hereby authorizes and empowers the Assignee, in the Assignee's own name or in the name of the Assignee's nominee or in the name of and as attorney, hereby irrevocably constituted, for the Assignor, to ask, demand, sue for, collect, receive and enforce any and all sums to which the Assignee is or may become entitled under this Agreement and Assignment and compliance by the Railroad with the terms and agreements on its part to be performed under the Conditional Sale Agreement, but at the expense and liability and for the sole benefit of the Assignee.

2. The Assignor covenants and agrees that it will deliver the Equipment to the Railroad in accordance with the provisions of the Conditional Sale Agreement; and that, notwithstanding this Agreement and Assignment, it will perform and fully comply with each and all the covenants and conditions of the Conditional Sale Agreement set forth to be complied with by the Assignor. The Assignor further covenants and agrees that it will warrant to the Assignee and the Railroad that at the time of delivery of any unit of the Equipment, it had legal title to such unit and good and lawful right to sell such unit and the title to such unit was free of all claims, liens and encumbrances of any nature except only the rights of the Railroad under the Conditional Sale Agreement; and the Assignor further covenants and agrees that it will defend the title to such units sold by it against the demands of all persons whomsoever based on claims originated

prior to the delivery of such unit by the Assignor to the Railroad; all subject, however, to the provisions of the Conditional Sale Agreement and the rights of the Railroad thereunder.

3. The rights of the Assignee to receive from the Railroad the unpaid portion (other than the portion payable under Section 3(a) of the Conditional Sale Agreement) of the Price of the Equipment delivered to and accepted by the Railroad, and interest thereon, as well as any other rights assigned by the Assignor hereunder, shall not be subject to any defense, offset, counterclaim or recoupment whatsoever arising out of any breach of any obligation of the Assignor, or the successors to its business, in respect of the delivery of the Equipment or under Sections 9 and 15 of the Conditional Sale Agreement nor subject to any defense, offset, counterclaim or recoupment whatsoever arising by reason of any other indebtedness or liability at any time owing to Railroad by the Assignor, or the successors to its business.

The Assignor will indemnify, protect and hold harmless the Assignee from and against any and all liability, claims, demands, costs, charges and expenses, including royalty payments and counsel fees, in any manner imposed upon or accruing against the Assignee or its assigns because of the use in or about the construction or operation of the Equipment, or any unit thereof, of any device, apparatus, design, article or material which infringes, or is claimed to have infringed, on any patent or other right, except for any designs specified by the Railroad, or devices, apparatus, articles or materials specified by the Railroad and not manufactured by the Assignor.

4. The Assignor will cause each side of each unit of the Equipment to be plainly, distinctly, permanently and conspicuously marked with the following legend:

"CONTINENTAL ILLINOIS NATIONAL BANK AND TRUST
COMPANY OF CHICAGO, OWNER."

5. Upon request of the Assignee, its successors and assigns, the Assignor will execute any and all instruments which may be necessary or proper in order to discharge of record the Conditional Sale Agreement or any other instrument evidencing any interest of the Assignor therein or in the Equipment.

6. The Assignee, upon each Closing Date (as defined in Section 3 of the Conditional Sale Agreement) fixed as provided in said Section 3, or as otherwise hereinafter set forth, shall pay to the Assignor by certified or bank cashier's check in Chicago Clearing House funds, an amount equal to that portion of the aggregate Price, as fixed in said Section 3, of the unit or units of Equipment in the Group (as defined in the Conditional Sale Agreement) with respect to which the closing is held on said Closing Date not required to be paid pursuant to Section 3(a) of the Conditional Sale Agreement, provided that there shall have been delivered to the Assignee a notice fixing the Closing Date for the Group and three copies of the following documents in form and substance satisfactory to Assignee's counsel:

(a) Certificate of Acceptance by the Railroad with respect to the units of Equipment in the Group. Such certificate shall state that there was plainly, distinctly, permanently and conspicuously marked on each side of each of the units in the group at the time of delivery and acceptance the following legend:

"CONTINENTAL ILLINOIS NATIONAL BANK AND TRUST
COMPANY OF CHICAGO, OWNER";

(b) A Bill of Sale from the Assignor to the Assignee, transferring to the Assignee title to the units of Equipment in the Group and warranting to the Assignee and to the Railroad that at the time of delivery to the Railroad the Assignor had legal title to such units and good and lawful right to sell such units and title to such units was free of all claims, liens and encumbrances of any nature except only the rights of the Railroad under the Conditional Sale Agreement;

(c) Invoice for the unit or units of the Equipment in the Group accompanied by or having endorsed thereon a certificate by the Railroad as to the correctness of the Price of such unit or units;

(d) A favorable Opinion of Counsel for the Railroad and the Assignor, which may be the same, stating that (i) the Conditional Sale Agreement has been duly authorized, executed and delivered and is a legal, valid and binding

instrument enforceable in accordance with its terms, (ii) this Agreement and Assignment has been duly authorized, executed and delivered by the Assignor and is a legal, valid and binding instrument enforceable in accordance with its terms; (iii) the Assignee is vested with all the right, title and interest of the Assignor in and to the Conditional Sale Agreement purported to be assigned to the Assignee by this Agreement and Assignment, (iv) title to the units of Equipment in such Group is validly vested in the Assignee, free of all claims, liens and encumbrances except only the rights of the Railroad under the Conditional Sale Agreement, (v) no approval of the Interstate Commerce Commission or any other governmental authority is necessary for the execution and delivery of the Conditional Sale Agreement or this Agreement and Assignment, and (vi) the Conditional Sale Agreement and this Agreement and Assignment have been duly filed and recorded with the Interstate Commerce Commission in accordance with Section 20c of the Interstate Commerce Act and that, for the units of rolling stock in the Equipment, no other filing or recordation is necessary for the protection of the rights of the Assignee in such units in any state of the United States of America or the District of Columbia, (vii) the Railroad is a duly organized and existing corporation in good standing under the laws of the State of Delaware and has the power and authority to own its properties and to carry on its business as now conducted, (viii) there is no condition, restriction or requirement in the documents constituting the corporate charter of the Railroad relating to or affecting the execution and delivery by the Railroad of the Conditional Sale Agreement or the enforceability thereof in accordance with its terms or requiring any approval of its stockholders in respect thereof and (ix) neither the execution and delivery of the Conditional Sale Agreement and this Agreement and Assignment, nor the consummation of the transactions therein and herein contemplated, nor the fulfillment of the terms thereof and hereof will conflict with or result in a breach of any of the terms, conditions or provisions of any law, regulation, order, writ,

injunction or decree of any court or governmental instrumentality, domestic or foreign, or of any agreement or instrument to which the Railroad is now a party or constitute a default thereunder; and

(e) A receipt from the Assignor evidencing payment by the Railroad of the amount required to be paid by it pursuant to Section 3(a) of the Conditional Sale Agreement.

In giving the opinion specified in subparagraph (d) of this Section 6, counsel may qualify any opinion to the effect that any agreement is a legal, valid and binding instrument enforceable in accordance with its terms by a general reference to limitations as to enforceability imposed by bankruptcy, insolvency, reorganization, moratorium or other similar laws affecting the enforcement of creditors' rights generally; and counsel may rely, as to title to any units of used Equipment being free of claims, liens and encumbrances (except only the rights of the Railroad under the Conditional Sale Agreement), upon the opinion of counsel for the Seller and upon the opinion of counsel for the vendor from whom the Seller purchased such units.

It is understood and agreed that the Assignee shall not be required to make any payment to the Assignor in respect of any Equipment not delivered by the Assignor and accepted by the Railroad within the time limits specified in Section 2 of the Conditional Sale Agreement and not included in the term "Equipment" as used in the Conditional Sale Agreement or in this Agreement and Assignment.

7. The Assignee may assign all or any of its rights under the Conditional Sale Agreement, including the right to receive any payments due or to become due under it from the Railroad thereunder. In the event of any such assignment, any such subsequent or successive assignee or assignees shall, to the extent of such assignment, enjoy all the rights and privileges and be subject to all the obligations of the Assignee hereunder.

8. The Assignor hereby represents and warrants to the Assignee, its successors and assigns,

(a) That the Conditional Sale Agreement was duly authorized and lawfully executed by it for a valid consideration and that it is binding upon the Assignor in accordance with its terms, and that it is now so in force without amendment thereto,

(b) That this Agreement and Assignment has been duly authorized, executed and delivered by the Assignor and is a valid instrument binding upon the Assignor and enforceable against the Assignor in accordance with its terms, and

(c) That title to each unit of Equipment with respect to which a closing is held, will be validly vested in the Assignee, free of all claims, liens and encumbrances except only the rights of the Railroad under the Conditional Sale Agreement.

The Assignor covenants and agrees that it will from time to time and at all times, at the request of the Assignee or its successors or assigns, make, execute and deliver all such further instruments of assignment, transfer and assurance and do such further acts and things as may be necessary and appropriate in the premises to give effect to the provisions hereinabove set forth and more particularly to confirm the rights, title and interests hereby assigned and transferred by it to the Assignee or intended so to be.

9. The terms of this Agreement and Assignment and all rights and obligations hereunder shall be governed by the laws of the State of Illinois.

10. This Agreement and Assignment may be executed in any number of counterparts, each of which so executed shall be deemed to be an original, and such counterparts together shall constitute but one and the same instrument, which shall be sufficiently evidenced by any such original counterpart. The Assignee agrees to deliver one of such counterparts, or a certified copy thereof, to the Railroad. Although this

Agreement and Assignment is dated for convenience as of the date first set forth above, the actual date or dates of execution hereof by the parties hereto is or are, respectively, the date stated in the acknowledgements hereto annexed.

IN WITNESS WHEREOF, each of the Assignor and the Assignee have caused this instrument to be executed in their respective names by their respective officers, thereunto duly authorized, and their respective seals to be hereunto affixed, duly attested, as of the day and year first above written.

(SEAL)

ATTEST:

G. H. Jorgenson
Assistant Secretary

NORTH WESTERN LEASING
COMPANY

By J. M. Butler
Vice President

(SEAL)

ATTEST:

J. Fisher Co.
Commercial Banking Officer

CONTINENTAL ILLINOIS NATIONAL
BANK AND TRUST COMPANY OF
CHICAGO

By James R. Conlon
Vice President

STATE OF ILLINOIS)
) SS
COUNTY OF COOK)

On this 17th day of June, 1975
before me personally appeared J. M. Butler,
to me personally known, who being by me duly sworn, says
that he is a Vice President of NORTH WESTERN LEASING COMPANY,
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.

(NOTARIAL SEAL)

F. J. Brun
Notary Public

My Commission expires:

May 21, 1978

STATE OF ILLINOIS)
) SS
COUNTY OF COOK)

On this 18th day of June 1975
before me personally appeared JAMES R. COULTER,
to me personally known, who being by me duly sworn, says that
he is a Vice President of the CONTINENTAL ILLINOIS NATIONAL
BANK AND TRUST COMPANY OF CHICAGO, that the seal affixed to
the foregoing instrument is the corporate seal of said corpo-
ration, 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.

(NOTARIAL SEAL)

Sileen Hedson
Notary Public

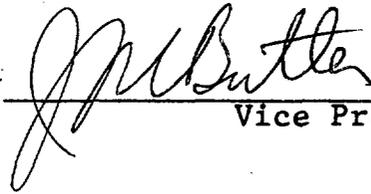
My Commission expires:

9-22-78

CHICAGO AND NORTH WESTERN TRANSPORTATION COMPANY
hereby acknowledges due notice of the assignment made by the
foregoing Agreement and Assignment.

CHICAGO AND NORTH WESTERN
TRANSPORTATION COMPANY

By



Vice President