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9-129A032

No. [illegible]

Date MAY 9 1979

Fee $ 50.00

RECORDATION NO. 10356 Filed 1425

MAY 9 1979 - 12 15 PM

INTERSTATE COMMERCE COMMISSION

Interstate Commerce Commission
Washington, D. C.

Gentlemen:

Enclosed for recordation under the provisions of 49 U.S.C. §11303 are the original and 14 counterparts of a Security Agreement dated as of July 15, 1978.

A general description of the railroad rolling stock covered by the enclosed document is set forth in Schedule A-2 attached to this letter and made a part hereof.

The names and addresses of the parties are:

Debtor: Wells Fargo Bank, National Association,
as Trustee under USLFI Trust No. 6
343 Sansome Street
San Francisco, California 94106

Secured Party: Indianapolis Life Insurance Company
2690 North Meridian Street
Indianapolis, Indiana 46208

The undersigned is the Debtor mentioned in the enclosed document and has knowledge of the matters set forth therein.

Please return the original and 12 copies of the Security Agreement to Terrence M. Walsh, Esq., Chapman and Cutler, 111 West Monroe Street, Chicago, Illinois 60603.

Also enclosed is a check in the amount of $50.00 covering the required recording fee.

Dated:

Very truly yours,

WELLS FARGO BANK, NATIONAL ASSOCIATION,
not individually but solely as
Trustee

By [signature]
Its OWNER-TRUSTEE AS AFORESAID

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Enclosures

C. T. Kessler

SCHEDULE A-2

Description of Equipment

Number of Items	Description	Identyfying Mark and Number
28	52'6" 70-Ton Insulated "RBL" Box Cars	STE 1964 through STE 1991, both inclusive

SECURITY AGREEMENT

RECORDATION NO. 10356 Filed 1425
MAY 9 1979 -12 15 PM
INTERSTATE COMMERCE COMMISSION

Dated as of July 15, 1978

FROM

WELLS FARGO BANK, NATIONAL ASSOCIATION,
not individually but solely as trustee
under USLFI Trust No. 6

DEBTOR

TO

INDIANAPOLIS LIFE INSURANCE COMPANY

SECURED PARTY

(USLFI Trust No. 6)
(Stockton Terminal and Eastern Railroad)

TABLE OF CONTENTS

Section	Heading	Page
Parties		1
Recitals		1
1.	Grant of Security	2
1.1.	Equipment Collateral	2
1.2.	Rental Collateral	2
1.3.	Guaranty Collateral	3
1.4.	Limitations to Security Interest	4
1.5.	Duration of Security Interest	4
1.6.	Excepted Rights in Collateral	4
2.	Covenants and Warranties of the Debtor	5
2.1.	Debtor's Duties	5
2.2.	Discharge of Liens	5
2.3.	Further Assurances	6
2.4.	After-Acquired Property	6
2.5.	Recordation and Filing	6
2.6.	Modifications of the Lease	6
2.7.	Power of Attorney in Respect of the Lease	7
2.8.	Notice of Default	7
3.	Possession, Use and Release of Property	7
3.1.	Possession of Collateral	7
3.2.	Release of Property; Casualty or Early Termination	8
3.3.	Protection of Purchaser	8
4.	Application of Assigned Rentals and Certain Other Moneys Received by the Secured Party	8
4.1.	Application of Rents and Other Payments	8
4.2.	Multiple Notes	10
4.3.	Default	10
5.	Defaults and Other Provisions	11
5.1.	Events of Default	11
5.2.	Secured Party's Rights	12
5.3.	Certain Rights of the Debtor on the Occurrence of an Event of Default Under the Lease	13
	(a) Right to Cure	13
	(b) Option to Prepay Notes	14

Section	Heading	Page
5.4.	Acceleration Clause	15
5.5.	Waiver by Debtor	15
5.6.	Effect of Sale	15
5.7.	Application of Sale Proceeds	16
5.8.	Discontinuance of Remedies	16
5.9.	Cumulative Remedies	16
6.	Limitations of Liability	17
7.	Miscellaneous	18
7.1.	Registration and Execution	18
7.2.	Payment of the Notes	18
7.3.	The Register	18
7.4.	Transfers and Exchanges of Notes; Lost or Mutilated Notes	18
7.5.	The New Notes	20
7.6.	Cancellation of Notes	21
7.7.	Registered Owner	21
7.8.	Successors and Assigns	21
7.9.	Partial Invalidity	21
7.10	Communications	21
7.11.	Release	22
7.12.	Governing Law	22
7.13.	Counterparts	22
7.14.	Headings	22
Signature Page		22

ATTACHMENTS TO SECURITY AGREEMENT-TRUST DEED:

SCHEDULE 1 - Amortization Schedule

SCHEDULE 2 - Description of Equipment

EXHIBIT A - Form of 9.25% Secured Note

SECURITY AGREEMENT

THIS SECURITY AGREEMENT dated as of July 15, 1978 (the "Security Agreement") from WELLS FARGO BANK, NATIONAL ASSOCIATION, as Trustee (the "Debtor"), whose post office address is 343 Sansome Street, San Francisco, California 94106, Attention: Corporate Trust Department to INDIANAPOLIS LIFE INSURANCE COMPANY (the "Secured Party"), whose post office address is Post Office Box 1230 B, Indianapolis, Indiana 46206, Attention: Securities Department;

R E C I T A L S:

A. The Debtor and the Secured Party have entered into a Participation Agreement dated as of July 15, 1978 (the "Participation Agreement") with United States Lease Financing, Inc., a California corporation (the "Lessee") and United States Leasing International, Inc., a California corporation (the "Lease Guarantor"), Stockton Terminal and Eastern Railroad, a California corporation (the "Sublessee"), Stockton Terminal Company, a Nevada corporation (the "Sublease Guarantor"), City National Bank and California First Bank, as beneficial owners of the Equipment hereinafter referred to (the "Owners"), and Nationwide Life Insurance Company, Indianapolis Life Insurance Company and Berkshire Life Insurance Company (the "Note Purchasers"). The Participation Agreement provides for the commitment of the Secured Party (as one of the Note Purchasers) to purchase on the Closing Dates referred to therein, which shall be not later than November 1, 1979, the 9.25% Secured Notes (the "Notes") of the Debtor in a principal amount not exceeding $1,020,000. The Notes are to be dated the date of issue, to bear interest from such date at the rate of 9.25% per annum prior to maturity, payable on the Term Lease Commencement Date under the Lease hereinafter referred to and thereafter to be expressed to mature in 29 consecutive semiannual installments, including both principal and interest, payable on the Fixed Rental payment dates under said Lease in accordance with the amortization schedule attached hereto as Schedule 1, and to be otherwise substantially in the form attached hereto as Exhibit A.

B. The Notes and all principal thereof and interest thereon and all additional amounts and other sums at any time due and owing from or required to be paid by the Debtor under the terms of the Notes, this Security Agreement or the Participation Agreement are hereinafter sometimes referred to as "indebtedness hereby secured".

C. All of the requirements of law relating to the transaction contemplated hereby have been fully complied with and all other acts and things necessary to make this Security Agreement a valid, binding and legal instrument for the security of the Notes have been done and performed.

SECTION 1. GRANT OF SECURITY.

The Debtor in consideration of the premises and of the sum of Ten Dollars received by the Debtor from the Secured Party and other good and valuable consideration, receipt whereof is hereby acknowledged, and in order to secure the payment of the principal of and interest on the Notes according to their tenor and effect, and to secure the payment of all other indebtedness hereby secured and the performance and observance of all covenants and conditions in the Notes and in this Security Agreement and in the Participation Agreement contained, does hereby convey, warrant, mortgage, assign, pledge and grant the Secured Party, its successors and assigns, a security interest in, all and singular of the Debtor's right, title and interest in and to the properties, rights, interests and privileges described in Sections 1.1, 1.2 and 1.3 hereof, subject always to the limitations set forth in Section 1.4 hereof and to Excepted Rights in Collateral as defined in Section 1.6 hereof (all of which properties hereby mortgaged, assigned and pledged or intended so to be are hereinafter collectively referred to as the "Collateral").

1.1. Equipment Collateral. Collateral includes the railroad equipment described in Schedule 2 attached hereto and made a part hereof (collectively the "Equipment" and individually an "Item" or "Item of Equipment") constituting a part of the Equipment leased and delivered under that certain Equipment Lease dated as of July 15, 1978 (the "Lease") between the Debtor, as lessor, and the Lessee, as lessee; together with all accessories, equipment, parts and appurtenances appertaining or attached to any of the Equipment hereinabove described, whether now owned or hereafter acquired, except such thereof as remain the property of the Lessee under the Lease or of the Sublessee under the Sublease (as such terms are defined in Section 1.2 below), and all substitutions, renewals or replacements of and additions, improvements, accessions and accumulations to any and all of said Equipment, except such thereof as remain the property of the Lessee under the Lease or said Sublessee under said Sublease, together with all the rents, issues, income, profits and avails therefrom.

1.2. Rental Collateral. Collateral also includes all right, title, interest, claims and demands of the Debtor as lessor in, to and under the Lease insofar as the same relates to the Equipment, including all extensions of the term of the Lease with respect to the Equipment, together with all rights, powers, privileges, options and other benefits of the Debtor as lessor under the Lease with respect to the Equipment, including, without limitation:

(1) the immediate and continuing right to receive and collect all rental, casualty value payments, insurance proceeds, condemnation awards and other payments, tenders and security (except those sums reserved as Excepted Rights in Collateral under Section 1.6 hereof) now or hereafter payable to

or receivable by the Lessor under the Lease pursuant thereto with respect to the Equipment, including, without limitation, all rights of the Debtor to demand and receive, under the conditions therein provided, (a) those rentals, casualty value payments and other sums payable under the Equipment Sublease dated as of July 15, 1978 (the "Sublease") insofar as the same relates to the Equipment (except those sums reserved as Excepted Rights in Collateral under Section 1.6 hereof) between the Lessee, as lessor, and the Sublessee and under any other Permitted Sublease (as defined in the Lease) and (b) all sums due and to become due under the Guaranty of Sublease dated as of July 15, 1978 (the "Sublease Guaranty") entered into by the Sublease Guarantor in respect of the Sublease and under any guaranty of any other Permitted Sublease (as defined in the Lease) insofar as the same relate to the Equipment;

(2) the right to make all waivers and agreements and to enter into any amendments relating to the Lease or any provision thereof except with regard to Excepted Rights in Collateral under Section 1.6 hereof; and

(3) the right to take such action upon the occurrence of an Event of Default under the Lease or an event which, with the lapse of time or the giving of notice, or both, would constitute an Event of Default under the Lease, including the commencement, conduct and consummation of legal, administrative or other proceedings, as shall be permitted by the Lease or by law, and to do any and all other things whatsoever which the Debtor or any lessor is or may be entitled to do under the Lease, including, without limitation, all rights of the Lessor as assignee under Section 20 of the Lease of the Lessee's rights and interests as sublessor in and to all Permitted Subleases (as defined in the Lease);

it being the intent and purpose hereof that subject always to Excepted Rights in Collateral (as defined in Section 1.6 hereof), the assignment and transfer to the Secured Party of said rights, powers, privileges, options and other benefits shall be effective and operative immediately and shall continue in full force and effect, and the Secured Party shall have the right to collect and receive all rental, casualty value payments and termination value payments in respect of the Equipment, if any, and other sums for application in accordance with the provisions of Section 4 hereof at all times during the period from and after the date of this Security Agreement until the indebtedness hereby secured has been fully paid and discharged.

1.3. Guaranty Collateral. Collateral also includes the Guaranty Agreement dated as of July 15, 1978 (the "Guaranty Agreement") from the Guarantor, including, without limitation, any and all sums due and to become due thereunder insofar as the same relates to the Collateral described in Section 1.2 hereof.

1.4. Limitations to Security Interest. The security interest granted by this Section 1 is subject to (a) the right, title and interest of the Lessee under the Lease, (b) the lien of current taxes and assessments not in default (but only if such taxes are entitled to priority as a matter of law), or, if delinquent, the validity of which is being contested in good faith, and (c) liens and charges permitted by Section 9 of the Lease (collectively "Permitted Encumbrances").

1.5. Duration of Security Interest. The Secured Party, its successors and assigns shall have and hold the Collateral forever; provided always, however, that such security interest is granted upon the express condition that if the Debtor shall pay or cause to be paid all the indebtedness hereby secured, whether pursuant to Section 5.3(b) hereof or otherwise, and shall observe, keep and perform all the terms and conditions, covenants and agreements to be observed, kept and performed by the Debtor herein and in the Participation Agreement and the Notes contained, then these presents and the estate hereby granted and conveyed shall cease and this Security Agreement shall become null and void; otherwise, to remain in full force and effect.

1.6. Excepted Rights in Collateral. Subject to the proviso hereto, there are expressly excepted and reserved from the security interest and operation of this Security Agreement the following described properties, rights, interests and privileges (hereinafter sometimes referred to as the "Excepted Rights in Collateral") and nothing herein or in any other agreement contained shall constitute an assignment of said Excepted Rights in Collateral to the Secured Party:

(a) all payments of any indemnity under Sections 6 and 10.2 of the Lease or the Sublease, or repayment or interest thereon under Section 22.2 of the Lease or Section 20.2 of the Sublease, which by the terms of any of such Sections are payable to the Debtor or any Owner for its own account;

(b) all rights of the Debtor or any Owner under the Lease or the Sublease to demand, collect, sue for or otherwise obtain all amounts from the Lessee or the Sublessee, respectively, due the Debtor or any Owner on account of any such indemnities or payments, provided that the rights excepted and reserved by this paragraph (b) shall not be deemed to include the exercise of any remedies provided for in Section 14 of the Lease or the Sublease, respectively except those contained in Section 14.2(a) thereof;

(c) any insurance proceeds payable under general public liability policies maintained by the Lessee or the Sublessee pursuant to Section 11.1 of the Lease or the Sublease

which by the terms of such policies or the terms of the Lease or the Sublease are payable directly to the Debtor or any Owner for its own account; and

(d) all rights of the Debtor or any Owner under the Guaranty Agreement and the Sublease Guaranty to demand, collect, sue for or otherwise obtain amounts from the Guarantor or the Sublease Guarantor, respectively, due the Debtor or any Owner on account of those payments described in subsection 1.6(a), (b) or (c) above and on account of those payments described in Section 7 of the Participation Agreement, provided that the rights excepted and reserved by this subsection 1.6(d) shall not be deemed to include the exercise of any remedies provided for in Section 14 of the Lease or the Sublease, respectively, except those contained in Section 14.2(a) thereof.

SECTION 2. COVENANTS AND WARRANTIES OF THE DEBTOR.

The Debtor covenants, warrants and agrees as follows:

2.1. Debtor's Duties. The Debtor covenants and agrees well and truly to perform, abide by and to be governed and restricted by each and all of the terms, provisions, restrictions, covenants and agreements set forth in the Participation Agreement, and in each and every supplement thereto or amendment thereof which may at any time or from time to time be executed and delivered by the parties thereto or their successors and assigns, to the same extent as though each and all of said terms, provisions, restrictions, covenants and agreements were fully set out herein and as though any amendment or supplement to the Participation Agreement were fully set out in an amendment or supplement to this Security Agreement. The Debtor undertakes to perform only such duties as are expressly and specifically set forth herein and in the other Operative Agreements (as defined in the Participation Agreement) and no implied obligations or covenants shall be read into this Security Agreement or any other Operative Agreements against the Debtor.

2.2. Discharge of Liens. The Debtor will pay or discharge all sums claimed or demanded by any party claiming by, through or under the Debtor which, if unpaid, would become a lien or encumbrance on or with respect to the Collateral other than this Security Agreement and Permitted Encumbrances and, without regard to the provisions of Section 6 hereof, will promptly take such action as may be necessary to duly discharge any such lien or encumbrance which does arise. Without limiting the foregoing, there is no financing statement or other filed or recorded instrument in which the Debtor is named and which the Debtor has signed, as debtor or mortgagor now on file in any public office covering any of the Collateral excepting the financing statements or other

instruments filed or to be filed in respect of and for the security interest provided for herein.

2.3. Further Assurances. The Debtor will, at no expense to the Secured Party, do, execute, acknowledge and deliver all and every further acts, deeds, conveyances, transfers and assurances necessary or proper for the perfection of the security interest being herein provided for in the Collateral, whether now owned or hereafter acquired. Without limiting the foregoing but in furtherance of the security interest herein granted in the rents and other sums due and to become due under the Lease, the Debtor covenants and agrees that it will, pursuant to Section 16 of the Lease, notify the Lessee of the assignment hereunder and direct the Lessee to make all payments of such rents and other sums due and to become due under the Lease in respect of Collateral, other than Excepted Rights in Collateral directly to the Secured Party or as the Secured Party may direct.

2.4. After-Acquired Property. Any and all property described or referred to in the granting clauses hereof which is hereafter acquired shall ipso facto, and without any further conveyance, assignment or act on the part of the Debtor or the Secured Party, become and be subject to the security interest herein granted as fully and completely as though specifically described herein, but nothing in this Section 2.4 contained shall be deemed to modify or change the obligation of the Debtor under Section 2.3 hereof.

2.5. Recordation and Filing. The Debtor will cause this Security Agreement and all supplements hereto, the Lease and all supplements thereto, and all financing and continuation statements and similar notices required by applicable law, at all times to be kept, recorded and filed at no expense to the Secured Party in such manner and in such places as may be required by law in order fully to preserve and protect the rights of the Secured Party hereunder, and will at no expense to the Secured Party furnish to the Secured Party promptly after the execution and delivery of this Security Agreement and of each supplemental Security Agreement an opinion of counsel stating that in the opinion of such counsel, this Security Agreement or such supplement, as the case may be, has been properly recorded or filed for record so as to make effective of record the security interest intended to be created hereby. Performance by the Lessee of its obligations under Section 10.1 of the Lease shall constitute full performance by the Owner-Trustee of its obligations under this Section 2.5, and, without limiting the remedies of the Secured Party hereunder upon the occurrence of an Event of Default, the Secured Party agrees to look solely to the Lessee for the performance of such obligations.

2.6. Modifications of the Lease. The Debtor will not:

(a) except in respect of Excepted Rights in Collateral, declare a default or exercise the remedies

of the Lessor under, or terminate, modify or accept a surrender of, or offer or agree to any termination, modification or surrender of, the Lease in respect of the Equipment or by affirmative act consent to the creation or existence of any security interest or other lien to secure the payment of indebtedness upon the leasehold estate created by the Lease in respect of the Equipment or any part thereof;

(b) except in respect of Excepted Rights in Collateral, receive or collect any rental payment under the Lease in respect of the Equipment prior to the date for payment thereof provided for by the Lease or assign, transfer or hypothecate (other than to the Secured Party hereunder) any rent payment then due or to accrue in the future under the Lease in respect of the Equipment; or

(c) except in respect of Excepted Rights in Collateral, sell, mortgage, transfer, assign or hypothecate (other than to the Secured Party hereunder) its interest in the Equipment or any part thereof or in any amount to be received by it from the use or disposition of the Equipment.

2.7. Power of Attorney in Respect of the Lease. The Debtor does hereby irrevocably constitute and appoint the Secured Party its true and lawful attorney with full power of substitution, for it and in its name, place and stead, to ask, demand, collect, receive, receipt for, sue for, compound and give acquittance for any and all rents, income and other sums which are assigned under Sections 1.1, 1.2 and 1.3 hereof with full power to settle, adjust or compromise any claim thereunder as fully as the Debtor could itself do, and to endorse the name of the Debtor on all commercial paper given in payment or in part payment thereof, and in its discretion to file any claim or take any other action or proceedings, either in its own name or in the name of the Debtor or otherwise, which the Secured Party may deem necessary or appropriate to protect and preserve the right, title and interest of the Secured Party in and to such rents and other sums and the security intended to be afforded hereby.

2.8. Notice of Default. The Debtor further covenants and agrees that it will give the Secured Party prompt written notice of any event or condition constituting an Event of Default under the Lease if the Debtor has actual knowledge of such event or condition.

SECTION 3. POSSESSION, USE AND RELEASE OF PROPERTY.

3.1. Possession of Collateral. While the Debtor is not in default hereunder, it shall be suffered and permitted to remain in full possession, enjoyment and control of the Equipment and to

manage, operate and use the same and each part thereof with the rights and franchises appertaining thereto; provided always, that the possession, enjoyment, control and use of the Equipment shall at all times be subject to the observance and performance of the terms of this Security Agreement. It is expressly understood that the use and possession of the Equipment by the Lessee under and subject to the Lease or by the Sublessee under the Sublease or by any sublessee under any other Permitted Sublease shall not constitute a violation of this Section 3.1.

3.2. Release of Property; Casualty or Early Termination. So long as no default referred to in Section 14 of the Lease has occurred and is continuing to the knowledge of the Secured Party, the Secured Party shall execute a release in respect of any Item of Equipment designated by the Lessee for settlement pursuant to Section 11 of the Lease upon receipt from the Lessee of written notice designating the Item of Equipment in respect of which the Lease will terminate and the receipt from the Lessee or the Lessor of all sums payable for such Item of Equipment in compliance with Section 11 of the Lease.

3.3. Protection of Purchaser. No purchaser in good faith of property purporting to be released hereunder shall be bound to ascertain the authority of the Secured Party to execute the release, or to inquire as to any facts required by the provisions hereof for the exercise of such authority; nor shall any purchaser, in good faith, of all or part of the Collateral be under obligation to ascertain or inquire into the conditions upon which any such sale is hereby authorized.

SECTION 4. APPLICATION OF ASSIGNED RENTALS AND CERTAIN OTHER MONEYS RECEIVED BY THE SECURED PARTY.

4.1. Application of Rents and Other Payments. As more fully set forth in Sections 1.2 and 1.3 hereof, the Debtor has hereby granted to the Secured Party a security interest in rents, issues, profits, income and other sums due and to become due under the Lease and the Guaranty Agreement in respect of the Equipment as security for the Notes. So long as no Event of Default as defined in Section 5 hereof has occurred and is continuing:

(a) The amounts from time to time received by the Secured Party which constitute payment by the Lessee under the Lease (or by the Guarantor in respect thereof under the Guaranty Agreement) of the installments of rental under the Lease shall be applied first, to the payment of the installments of principal and interest (and in each case first to interest and then to principal) on the Notes which have matured or will mature on or before the due date of the installments of rental which are received by the Secured Party,

and then the balance, if any, of such amounts shall be paid to or upon the order of the Debtor not later than the first business day following the receipt thereof;

(b) The amounts from time to time received by the Secured Party which constitute settlement by the Lessee of the "Casualty Value" or "Termination Value" for any Item of Equipment pursuant to Section 11 of the Lease (or by the Guarantor in respect thereof under the Guaranty Agreement) shall be applied by the Secured Party as follows:

(i) First, an amount equal to the accrued and unpaid interest on that portion of the Notes to be prepaid pursuant to the following subparagraph (ii) shall be applied on the Notes;

(ii) Second, an amount equal to the Loan Value of such Item of Equipment for which settlement is then being made shall be applied to the prepayment of the Notes without premium, and each of the remaining installments of each Note shall be reduced in the proportion that the principal amount of the prepayment bears to the unpaid principal amount of the Notes immediately prior to the prepayment; and

(iii) Third, the balance, if any, of such amounts held by the Secured Party after making the applications provided for by the preceding subparagraphs (i) and (ii) shall be released to or upon the order of the Debtor on the date of payment of the amounts provided in the preceding clauses (i) and (ii).

For the purposes of this Section 4.1(b), the "Loan Value", in respect of any Item of Equipment, shall be an amount equal to the product of (A) a fraction, the numerator of which is an amount equal to the Purchase Price (as defined in the Participation Agreement) of such Item of Equipment for which settlement is then being made and the denominator of which is the aggregate Purchase Price of all Items of Equipment then subject to the Lease (including the Purchase Price of such Item of Equipment for which settlement is then being made), times (B) the unpaid principal amount of Notes immediately prior to the prepayment provided for in this Section 4.1(b) (after giving effect to all payments of installments of principal made or to be made on the date of prepayment provided for in this Section 4.1(b)); and

(c) The amounts received by the Secured Party from time to time which constitute proceeds of casualty insurance

maintained by the Lessee in respect of the Equipment, shall be held by the Secured Party as a part of the Collateral and shall be applied by the Secured Party from time to time to any one or more of the following purposes:

(i) So long as no Event of Default has occurred and is continuing to the knowledge of the Secured Party, the proceeds of such insurance shall, if the Item of Equipment is to be repaired, be released to the Debtor to reimburse the Lessee for expenditures made for such repair upon receipt by the Secured Party of a certificate of an authorized officer of the Lessee to the effect that any damage to such Item in respect of which such proceeds were paid has been fully repaired; and

(ii) If the insurance proceeds shall not have been released to the Debtor pursuant to the preceding paragraph (i) within 180 days from the receipt thereof by the Secured Party, or if within such period the Lessee shall have notified the Secured Party in writing that the Lease is to be terminated as to one or more Items in accordance with the provisions of Section 11.2 of the Lease, then, so long as no Event of Default hereunder has occurred and is continuing to the knowledge of the Secured Party, the insurance proceeds shall be applied by the Secured Party as follows:

(A) First, to the prepayment of the Notes all in the manner and to the extent provided for by clauses First and Second of Section 4.1(b) hereof; and

(B) Second, the balance, if any, of such insurance proceeds held by the Secured Party after making the applications provided for by the preceding subparagraph (A) shall be released to or upon the order of the Debtor on the date of such prepayment of the Notes.

4.2. Multiple Notes. If more than one Note is outstanding at the time any such application is made, such application shall be made on all outstanding Notes ratably in accordance with the aggregate principal amount remaining unpaid thereon.

4.3. Default. If an Event of Default referred to in Section 5 hereof has occurred and is continuing, all amounts received by the Secured Party pursuant to Section 1.2 hereof shall be applied in the manner provided for in Section 5 in respect of proceeds and avails of the Collateral.

SECTION 5. DEFAULTS AND OTHER PROVISIONS.

5.1. Events of Default. The term "Event of Default" for all purposes of this Security Agreement shall mean one or more of the following:

(a) Default in payment of an installment of the principal of, or interest on, any Note, when and as the same shall become due and payable, whether at the due date thereof or at the date fixed for prepayment or by acceleration or otherwise, and any such default shall continue unremedied for five days;

(b) An Event of Default (as defined in the Lease) shall have occurred and be continuing under the Lease;

(c) Default on the part of the Debtor in the due observance or performance of any covenant or agreement to be observed or performed by the Debtor under this Security Agreement or the Participation Agreement, and such default shall continue unremedied for 30 days after written notice from the Secured Party to the Debtor specifying the default and demanding the same to be remedied;

(d) Any representation or warranty on the part of the Debtor made herein or in the Participation Agreement or in any report, certificate, financial or other statement furnished in connection with this Security Agreement, the Lease or the Participation Agreement, or the transactions contemplated therein, shall prove to be false or misleading in any material respect when made;

(e) The Debtor becomes insolvent or bankrupt or admits in writing its inability to pay its debts as they mature or makes an assignment for the benefit of creditors, or the Debtor applies for or consents to the appointment of a trustee or receiver for the major part of its property;

(f) A trustee or receiver is appointed for the Debtor or for the major part of its property and is not discharged within 60 days after such appointment; or

(g) Bankruptcy, reorganization, arrangement or insolvency proceedings, or other proceedings for relief under any bankruptcy or similar law or laws for the relief of debtors are instituted by or against the Debtor and, if instituted against the Debtor, are consented to or are not dismissed within 60 days after such institution.

5.2. Secured Party's Rights. The Debtor agrees that when any Event of Default, as defined in Section 5.1, has occurred and is continuing, but subject always to Section 6 hereof, the Secured Party shall have the rights, options, duties and remedies of a secured party, and the Debtor shall have the rights and duties of a debtor, under the Uniform Commercial Code of California (regardless of whether such Code or a law similar thereto has been enacted in a jurisdiction wherein the rights or remedies are asserted) and without limiting the foregoing, the Secured Party may exercise any one or more or all, and in any order, of the remedies hereinafter set forth, it being expressly understood that no remedy herein conferred is intended to be exclusive of any other remedy or remedies, but each and every remedy shall be cumulative and shall be in addition to every other remedy given herein or now or hereafter existing at law or in equity or by statute.

(a) The Secured Party may by notice in writing to the Debtor declare the entire unpaid balance of the Notes to be immediately due and payable; and thereupon all such unpaid balance, together with all accrued interest thereon, shall be and become immediately due and payable;

(b) Subject always to the rights of the Lessee under the Lease, the Secured Party personally or by agents or attorneys, shall have the right (subject to compliance with any applicable mandatory legal requirements) to take immediate possession of the Collateral, or any portion thereof, and for that purpose may pursue the same wherever it may be found, and may enter any of the premises of the Debtor, with or without notice, demand, process of law or legal procedure, if this can be done without breach of the peace, and search for, take possession of, remove, keep and store the same, or use and operate or lease the same until sold;

(c) Subject always to the rights of the Lessee under the Lease, the Secured Party may, if at the time such action may be lawful and always subject to compliance with any mandatory legal requirements, either with or without taking possession and either before or after taking possession, and without instituting any legal proceedings whatsoever, and having first given notice of such sale by registered mail to the Debtor and the Lessee once at least ten days prior to the date of such sale, and any other notice which may be required by law, sell and dispose of the Collateral, or any part thereof, at public auction to the highest bidder, in one lot as an entirety or in separate lots, and either for cash or on credit and on such terms as the Secured Party may determine, and at any place (whether or not it be the

location of the Collateral or any part thereof) designated in the notice above referred to; provided, however, that any such sale shall be held in a commercially reasonable manner. Any such sale or sales may be adjourned from time to time by announcement at the time and place appointed for such sale or sales, or for any such adjourned sale or sales, without further published notice, and the Secured Party or the holder or holders of the Notes, or of any interest therein, may bid and become the purchaser at any such sale;

(d) Subject always to the rights of the Lessee under the Lease, the Secured Party may proceed to protect and enforce this Security Agreement and the Notes by suit or suits or proceedings in equity, at law or in bankruptcy, and whether for the specific performance of any covenant or agreement herein contained or in execution or aid of any power herein granted; or for foreclosure hereunder, or for the appointment of a receiver or receivers for the mortgaged property or any part thereof for the recovery of judgment for the indebtedness hereby secured or for the enforcement of any other proper, legal or equitable remedy available under applicable law; and

(e) Subject always to the rights of the Lessee under the Lease, the Secured Party may proceed to exercise all rights, privileges and remedies of the Debtor under the Lease, and may exercise all such rights and remedies either in the name of the Secured Party or in the name of the Debtor for the use and benefit of the Secured Party.

5.3. Certain Rights of the Debtor on the Occurrence of an Event of Default under the Lease. Except as hereinafter provided, if an Event of Default under the Lease of which the Secured Party has knowledge shall have occurred and be continuing, the Secured Party shall give the Debtor not less than 10 days' prior written notice of the date (the "Enforcement Date") on which the Secured Party will exercise any remedy or remedies pursuant to Section 5.2 hereof. If an Event of Default under the Lease shall have occurred and be continuing, the Debtor shall have the following rights hereunder:

(a) Right to Cure. In the event of the occurrence of an Event of Default under the Lease arising under Section 14.1(a), (d), (e) or (g) thereof, the Debtor may, prior to the Enforcement Date, pay to the Secured Party an amount equal to any principal and interest (including interest, if any, on overdue payments of principal and interest) then due and payable on the Notes and take such additional

actions as shall cause all such Events of Default to be cured, and so long as all such payments shall remain paid in full when due and such cure or cures shall continue in full force and effect, no Event of Default hereunder shall be deemed to have arisen under Section 5.1(b) hereof; provided, however, that the Debtor may not exercise such right in respect of more than two consecutive Fixed Rental payment defaults or in any event more than a total of four times throughout the term of the Lease.

Except as hereinafter in this Section 5.3(a) provided, the Debtor shall not, by exercising the right to cure any such Event of Default, obtain any lien, charge or encumbrance of any kind on any of the Collateral for or on account of costs or expenses incurred in connection with the exercise of such right nor shall any claims of the Debtor against the Lessee or any other party for the repayment of such costs or expenses impair the prior right and security interest of the Secured Party in and to the Collateral. Upon such payment by the Debtor of the amount of principal and interest then due and payable on the Notes, the Debtor shall be subrogated to the rights of the Secured Party in respect of the Fixed Rental which was overdue at the time of such payment and interest payable by the Lessee on account of its being overdue, and therefore, if no other Event of Default shall have occurred and be continuing and if all principal and interest payments due on the Notes have been paid at the time of receipt by the Secured Party of such Fixed Rental, the Debtor shall be entitled to receive such Fixed Rental and such interest upon receipt thereof by the Secured Party; provided, that (i) in the event the principal and interest on the Notes shall have become due and payable pursuant to Section 5.2(a) hereof, such subrogation shall, until principal of and interest on all Notes shall have been paid in full, be subordinate to the rights of the Secured Party in respect of such payment of Fixed Rental and such interest on such overdue Fixed Rental prior to receipt by the Debtor of any amount pursuant to such subrogation, and (ii) the Debtor shall not be entitled to seek to recover any such payment (or any payment in lieu thereof) except pursuant to the foregoing right of subrogation.

(b) Option to Prepay Notes. Whether or not the Debtor shall then have the right to cure an Event of Default under the Lease pursuant to Section 5.3(a) above, the Debtor may at its option, from or after any date upon which the Secured Party shall have delivered written notice of an Enforcement Date

in accordance with Section 5.3(a) hereof, prepay the Notes, without premium or penalty, by payment of the entire unpaid principal amount thereof, together with accrued interest thereon to the date of prepayment.

5.4. Acceleration Clause. In case of any sale of the Collateral, or of any part thereof, pursuant to any judgment or decree of any court or otherwise in connection with the enforcement of any of the terms of this Security Agreement, the principal of the Notes, if not previously due, and the interest accrued thereon, shall at once become and be immediately due and payable; also, in the case of any such sale, the purchaser or purchasers, for the purpose of making settlement for or payment of the purchase price, shall be entitled to turn in and use the Notes and any claims for interest matured and unpaid thereon, in order that there may be credited as paid on the purchase price the sum apportionable and applicable to the Notes including principal and interest thereof out of the net proceeds of such sale after allowing for the proportion of the total purchase price required to be paid in actual cash.

5.5. Waiver by Debtor. To the extent permitted by law, the Debtor covenants that it will not at any time insist upon or plead, or in any manner whatever claim or take any benefit or advantage of, any stay or extension law now or at any time hereafter in force, nor claim, take nor insist upon any benefit or advantage of or from any law now or hereafter in force providing for the valuation or appraisement of the Collateral or any part thereof, prior to any sale or sales thereof to be made pursuant to any provision herein contained, or to the decree, judgment or order of any court of competent jurisdiction; nor, after such sale or sales, claim or exercise any right under any statute now or hereafter made or enacted by any state or otherwise to redeem the property so sold or any part thereof, and, to the full extent legally permitted, hereby expressly waives for itself and on behalf of each and every person, except decree or judgment creditors of the Debtor acquiring any interest in or title to the Collateral or any part thereof subsequent to the date of this Security Agreement, all benefit and advantage of any such law or laws, and covenants that it will not invoke or utilize any such law or laws or otherwise hinder, delay or impede the execution of any power herein granted and delegated to the Secured Party, but will suffer and permit the execution of every such power as though no such power, law or laws had been made or enacted.

5.6. Effect of Sale. Any sale, whether under any power of sale hereby given or by virtue of judicial proceedings, shall operate to divest all right, title, interest, claim and demand whatsoever, either at law or in equity, of the Debtor in and to the property sold, shall be a perpetual bar, both at law and in equity, against the Debtor, its successors and assigns, and against any and all persons claiming the property sold or any part thereof under, by or through the Debtor, its successors or assigns (subject, however, to the then existing rights, if any, of the Lessee under the Lease).

5.7. Application of Sale Proceeds. The proceeds and/or avails of any sale of the Collateral, or any part thereof, and the proceeds and the avails of any remedy hereunder shall be paid to and applied as follows:

(a) First, to the payment of costs and expenses of foreclosure or suit, if any, and of such sale, and of all proper expenses, liability and advances, including legal expenses and attorneys' fees, incurred or made hereunder by the Secured Party, or the holder or holders of the Notes and of all taxes, assessments or liens superior to the lien of these presents, except any taxes, assessments or other superior lien subject to which said sale may have been made;

(b) Second, to the payment of the holder or holders of the Notes of the amount then owing or unpaid on the Notes for principal and interest; and in case such proceeds shall be insufficient to pay in full the whole amount so due, owing or unpaid upon the Notes, then ratably according to the aggregate of such principal and the accrued and unpaid interest, with application on each Note to be made, first, to the unpaid interest thereon, and second, to unpaid principal thereof; such application to be made upon presentation of the several Notes, and the notation thereon of the payment, if partially paid, or the surrender and cancellation thereof, if fully paid; and

(c) Third, to the payment of the surplus, if any, to the Debtor, its successors and assigns, or to whomsoever may be lawfully entitled to receive the same.

5.8. Discontinuance of Remedies. In case the Secured Party shall have proceeded to enforce any right under this Security Agreement by foreclosure, sale, entry or otherwise, and such proceedings shall have been discontinued or abandoned for any reason or shall have been determined adversely, then and in every such case the Debtor, the Secured Party and the holder or holders of the Notes shall be restored to their former positions and rights hereunder with respect to the property subject to the security interest created under this Security Agreement.

5.9. Cumulative Remedies. No delay or omission of the Secured Party or of the holder of any Note to exercise any right or power arising from any default on the part of the Debtor, shall exhaust or impair any such right or power or prevent its exercise during the continuance of such default. No waiver by the Secured

Party, or the holder of any Note of any such default, whether such waiver be full or partial, shall extend to or be taken to affect any subsequent default, or to impair the rights resulting therefrom except as may be otherwise provided herein. No remedy hereunder is intended to be exclusive of any other remedy but each and every remedy shall be cumulative and in addition to any and every other remedy given hereunder or otherwise existing; nor shall the giving, taking or enforcement of any other or additional security, collateral or guaranty for the payment of the indebtedness secured under this Security Agreement operate to prejudice, waive or affect the security of this Security Agreement or any rights, powers or remedies hereunder, nor shall the Secured Party or holder of any of the Notes be required to first look to, enforce or exhaust such other or additional security, collateral or guaranties.

SECTION 6. LIMITATIONS OF LIABILITY.

Except as otherwise provided in Section 2.2 hereof, anything in this Security Agreement to the contrary notwithstanding, neither the Secured Party nor the holder of any Note nor the successors or assigns of any of said persons, shall have any claim, remedy or right to proceed against any Owner or the Debtor in its individual corporate capacity or any incorporator or any past, present or future subscriber to the capital stock of, or stockholder, officer or director of any Owner or the Debtor for the payment of any deficiency or any other sum owing on account of the indebtedness evidenced by the Notes or for the payment of any liability resulting from the breach of any representation, agreement or warranty of any nature whatsoever, from any source other than the Collateral, including the sums due and to become due under the Lease in respect of the Equipment; and the Secured Party by the execution of the Participation Agreement and the holders of the Notes by acceptance thereof, waive and release any personal liability of each Owner and the Debtor in its individual corporate capacity and any incorporator or any past, present or future subscriber to the capital stock of, or stockholder, officer or director of each Owner and the Debtor for and on account of such indebtedness or such liability, and the Secured Party and the holders of the Notes agree to look solely to the Collateral, including the sums due and to become due under the Lease in respect of the Equipment for the payment of said indebtedness or the satisfaction of such liability; provided, however, nothing herein contained shall limit, restrict or impair the rights of the holders of the Notes to accelerate the maturity of the Notes upon a default under this Security Agreement; to bring suit and obtain a judgment against the Debtor on the Notes or to exercise all rights and remedies provided under this Security Agreement or otherwise realize upon the Collateral; provided further, that nothing in this Section 6 shall be construed to limit in scope or substance those representations and warranties of Wells Fargo Bank, National Association, in its individual capacity set forth in the Participation Agreement.

SECTION 7. MISCELLANEOUS.

7.1. Registration and Execution. The Notes shall be registered as to principal and interest and shall be signed on behalf of the Debtor by its President or any Vice President or any other officer of the Debtor who, at the date of the actual execution thereof, shall be a proper officer to execute the same.

7.2. Payment of the Notes. (a) The principal of and interest on the Notes shall be payable by wire transfer of immediately available funds, in the case of the original Secured Party, as provided in Section 7.10 or as such Secured Party shall otherwise designate, and in the case of all other holders of the Notes, to such bank or trust company in the continental United States for the account of such holder as the holder shall designate to the Debtor from time to time in writing, and if no such designation is in effect, by check, duly mailed, by first-class, postage prepaid, or delivered to such holder at its address appearing on the Register as defined in Section 7.3. All payments so made shall be valid and effective to satisfy and discharge the liability upon such Note to the extent of the sums so paid. Each holder (or the person for whom such holder is a nominee) by its acceptance of any Notes agrees that, before selling, transferring or otherwise disposing of such Note, it will present such Note to the Debtor for transfer and notation as provided in Sections 7.4 and 7.5.

(b) All amounts constituting payment of the installments of rental under the Lease or Casualty Value received by the Secured Party and applied on the Notes pursuant to Section 4 hereof shall be valid and effective to satisfy and discharge the liability upon such Notes to the extent of the amounts so received and applied.

7.3. The Register. The Debtor will keep at its principal corporate trust office a register for the registration and transfer of Notes (herein called the "Register"). The names and addresses of the holders of the Notes, the transfers of the Notes and the names and addresses of the transferees of all Notes shall be registered in the Register.

7.4. Transfers and Exchanges of Notes; Lost or Mutilated Notes.

(a) The holder of any Note may transfer such Note upon the surrender thereof at the principal corporate trust office of the Debtor, whereupon the Debtor shall execute in the name of the transferee a new Note or Notes in denominations not less than $50,000 in aggregate principal amount equal to the unpaid principal amount of the Note so surrendered and deliver such new Note or Notes to the Secured Party for delivery to such transferee;

(b) The holder of any Note or Notes may surrender such Note or Notes at the principal corporate trust office of

the Debtor, accompanied by a written request for a new Note or Notes in the same aggregate principal amount as the then unpaid principal amount of the Note or Notes so surrendered and in denominations of $50,000 or such amount in excess thereof as may be specified in such request. Thereupon, the Debtor shall execute in the name of such holder a new Note or Notes in the denomination or denominations so requested and in aggregate principal amount equal to the aggregate unpaid principal amount of the Note or Notes so surrendered and deliver such new Note or Notes to such holder;

(c) All Notes presented or surrendered for exchange or transfer shall be accompanied (if so required by the Debtor) by a written instrument or instruments of assignment or transfer, in form satisfactory to the Debtor, duly executed by the registered holder or by its attorney duly authorized in writing. The Debtor shall not be required to make a transfer or an exchange of any Note for a period of ten days preceding any installment payment date with respect thereto;

(d) No notarial act shall be necessary for the transfer or exchange of any Note pursuant to this Section 7.4, and the holder of any Note issued as provided in this Section 7.4 shall be entitled to any and all rights and privileges granted under this Security Agreement to a holder of a Note; and

(e) In case any Note shall become mutilated or be destroyed, lost or stolen, the Debtor, upon the written request of the holder thereof, shall execute and deliver a new Note in exchange and substitution for the mutilated Note, or in lieu of and in substitution for the Note so destroyed, lost or stolen. The applicant for a substituted Note shall furnish to the Debtor such security or indemnity as may be required by it to save it harmless from all risks, and the applicant shall also furnish to the Debtor evidence to its satisfaction of the mutilation, destruction, loss or theft of the applicant's Note and of the ownership thereof. In case any Note which has matured or is about to mature shall become mutilated or be destroyed, lost or stolen, the Debtor may, instead of issuing a substituted Note, pay or authorize the payment of the same (without surrender thereof except in the case of a mutilated Note), if the applicant for such payment shall furnish to the Debtor such security or indemnity as the Debtor may require to save it harmless, and shall furnish evidence to the satisfaction of the Debtor of the mutilation, destruction, loss or theft of such Note and the ownership thereof. So long as the Secured Party is an insurance company, if the Secured Party or its nominee is the owner of any such lost, stolen or destroyed Note, then the affidavit of the president, vice president, treasurer or assistant treasurer of the Secured Party setting forth the fact of loss, theft or destruction and of its ownership of

the Note at the time of such loss, theft or destruction shall be accepted as satisfactory evidence thereof and no indemnity shall be required as a condition to execution and delivery of a new Note other than the written agreement of the Secured Party to indemnify the Debtor for any claims or action against it (and for its attorney's fees) resulting from the issuance of such new Note or the reappearance of the old Note.

7.5. The New Notes.

(a) Each new Note (herein, in this Section 7.5, called a "New Note") issued pursuant to Section 7.4(a), (b) or (e) in exchange for or in substitution or in lieu of an outstanding Note (herein, in this Section 7.5, called an "Old Note") shall be dated the date of such Old Note. The Debtor shall mark on each New Note (i) the dates to which principal and interest have been paid on such Old Note, (ii) all payments and prepayments of principal previously made on such Old Note which are allocable to such New Note, and (iii) the amount of each installment payment payable on such New Note. Each installment payment payable on such New Note on any date shall bear the same proportion to the installment payment payable on such Old Note on such date as the original principal amount of such New Note bears to the original aggregate principal amount of such Old Note. Interest shall be deemed to have been paid on such New Note to the date on which interest shall have been paid on such Old Note, and all payments and prepayments of principal marked on such New Note, as provided in clause (ii) above, shall be deemed to have been made thereon;

(b) Upon the issuance of a New Note pursuant to Section 7.4(a), (b) or (e), the Debtor may require the payment of a sum to reimburse it for, or to provide it with funds for, the payment of any tax or other governmental charge or any other charges and expenses connected therewith which are paid or payable by the Debtor;

(c) All New Notes issued pursuant to Section 7.4(a), (b) or (e) in exchange for or in substitution or in lieu of Old Notes shall be valid obligations of the Debtor evidencing the same debt as the Old Notes and shall be entitled to the benefits and security of this Security Agreement to the same extent as the Old Notes; and

(d) Upon the issuance of any Note pursuant to this Security Agreement, the Debtor shall prepare and deliver to the Secured Party a copy of an amortization schedule with respect to such Note setting forth the amount of the installment payments to be made on such Note after the date of issuance thereof and the unpaid principal balance of such Note after each such installment payment. The

Secured Party shall deliver, or send by first-class mail, postage prepaid, one copy of the applicable schedule to the holder of such Note at its address set forth in the Register.

7.6. Cancellation of Notes. All Notes surrendered for the purpose of payment, redemption, transfer or exchange shall be delivered to the Debtor for cancellation or, if surrendered to the Debtor, shall be cancelled by it, and no Notes shall be issued in lieu thereof except as expressly required or permitted by any of the provisions of this Security Agreement.

7.7. Registered Owner. The person in whose name any Note shall be registered shall be deemed and treated as the owner thereof for all purposes of this Security Agreement and the Debtor shall not be affected by any notice to the contrary. Payment of or on account of the principal of and interest on such Note shall be made only to or upon the order in writing of such registered owner. For the purpose of any request, direction or consent hereunder, the Debtor may deem and treat the registered owner of any Note as the owner thereof without production of such Note.

7.8. Successors and Assigns. Whenever any of the parties hereto is referred to such reference shall be deemed to include the successors and assigns of such party; and all the covenants, promises and agreements in this Security Agreement contained by or on behalf of the Debtor or by or on behalf of the Secured Party, shall bind and inure to the benefit of the respective successors and assigns of such parties whether so expressed or not.

7.9. Partial Invalidity. The unenforceability or invalidity of any provision or provisions of this Security Agreement shall not render any other provision herein contained unenforceable or invalid.

7.10. Communications. All communications provided for herein shall be in writing and shall be deemed to have been given (unless otherwise required by the specific provisions hereof in respect of any matter) when delivered personally or when deposited in the United States mail, registered, postage prepaid, addressed as follows:

If to the Debtor: Wells Fargo Bank, National Association
343 Sansome Street
San Francisco, California 94106

Attention: Corporate Trust Department

If to the Secured Party: Indianapolis Life Insurance Company
Post Office Box 1230 B
Indianapolis, Indiana 46206

Attention: Securities Department

or to any such party at such other address as such party may designate by notice duly given in accordance with this Section to the other parties.

7.11. Release. The Secured Party shall release this Security Agreement and the security interest granted hereby by proper instrument or instruments upon presentation of satisfactory evidence that all indebtedness secured hereby has been fully paid or discharged.

7.12. Governing Law. This Security Agreement and the Notes shall be construed in accordance with and governed by the laws of the State of California; provided, however, that the Secured Party shall be entitled to all the rights conferred by any applicable Federal statute, rule or regulation.

7.13. Counterparts. This Security Agreement may be executed, acknowledged and delivered in any number of counterparts, each of such counterparts constituting an original but all together only one Security Agreement.

7.14. Headings. Any headings or captions preceding the text of the several Sections hereof are intended solely for convenience of reference and shall not constitute a part of this Security Agreement nor shall they affect its meaning, construction or effect.

IN WITNESS WHEREOF, the Debtor has caused this Security Agreement to be executed and its corporate seal to be hereunto affixed, and said seal and this Security Agreement to be attested by one of its Assistant Secretaries, as of the day and year first above written.

WELLS FARGO BANK, NATIONAL ASSOCIATION,
as Trustee

By _____
Its _____
Trust Officer

[CORPORATE SEAL]

ATTEST:

_____
Assistant Secretary

STATE OF CALIFORNIA)
) SS
CITY AND COUNTY OF SAN FRANCISCO)

On this 2nd day of May, 1979, before me personally appeared W. VAN ZILE, to me personally known, who being by me duly sworn, says that he is a Trust Officer of WELLS FARGO BANK, NATIONAL ASSOCIATION, 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.

OFFICIAL SEAL
WALTER J. MICHAEL
NOTARY PUBLIC-CALIFORNIA
County of San Francisco
My Commission Expires December 6, 1979

Walter J. Michael
Notary Public

[NOTARIAL SEAL]

My commission expires: December 6, 1979

AMORTIZATION SCHEDULE

(Expressed as percentage of original principal amount)

PAYMENT	PRINCIPAL	INTEREST	TOTAL	BALANCE	DATE
1.	1.72654%	4.62500%	6.35154%	98.27346%	5/17/80
2.	1.80639	4.54515	6.35154	96.46707	11/17/80
3.	1.88994	4.46160	6.35154	94.57713	5/17/81
4.	1.97735	4.37419	6.35154	92.59978	11/17/81
5.	2.06880	4.28274	6.35154	90.53098	5/17/82
6.	2.16448	4.18706	6.35154	88.36650	11/17/82
7.	2.26459	4.08695	6.35154	86.10191	5/17/83
8.	2.36933	3.98221	6.35154	83.73258	11/17/83
9.	2.47891	3.87263	6.35154	81.25367	5/17/84
10.	2.59356	3.75798	6.35154	78.66011	11/17/84
11.	2.71351	3.63803	6.35154	75.94660	5/17/85
12.	2.83901	3.51253	6.35154	73.10759	11/17/85
13.	2.97031	3.38123	6.35154	70.13728	5/17/86
14.	3.10769	3.24385	6.35154	67.02959	11/17/86
15.	3.25142	3.10012	6.35154	63.77817	5/17/87
16.	3.40180	2.94974	6.35154	60.37637	11/17/87
17.	3.55913	2.79241	6.35154	56.81724	5/17/88
18.	3.72374	2.62780	6.35154	53.09350	11/17/88
19.	3.89597	2.45557	6.35154	49.19753	5/17/89
20.	4.07615	2.27539	6.35154	45.12138	11/17/89
21.	4.15570	2.08686	6.24256	40.96568	5/17/90
22.	4.34790	1.89466	6.24256	36.61778	11/17/90
23.	4.54899	1.69357	6.24256	32.06879	5/17/91
24.	4.75938	1.48318	6.24256	27.30941	11/17/91
25.	4.97950	1.26306	6.24256	22.32991	5/17/92
26.	5.20980	1.03276	6.24256	17.12011	11/17/92
27.	5.45075	.79181	6.24256	11.66936	5/17/93
28.	5.70285	.53971	6.24256	5.96651	11/17/93
29.	5.96651	.27595	6.24246	.00000	5/17/94
	100.00000	83.21374	183.21374		

SCHEDULE 1
(to Security Agreement)

DESCRIPTION OF EQUIPMENT

Number of Items	Description	Identifying Mark and Numbers
28	52'6' 70-Ton Insulated "RBL" Box Cars	STE 1964 through STE 1991, both inclusive

SCHEDULE 2
(to Security Agreement)

[USLFI Trust No. 6]
[Indianapolis Life Insurance Company]

UNITED STATES LEASE FINANCING, INC. TRUST NO. 6

9.25% SECURED NOTE

No. R-

, 19

$

FOR VALUE RECEIVED, the undersigned, WELLS FARGO BANK, NATIONAL ASSOCIATION, as Trustee (the "Debtor"), promises to pay to

or registered assigns,
the principal sum of

DOLLARS ($)

together with interest from the date hereof until maturity at the rate of 9.25% per annum (computed on the basis of a 360-day year of twelve consecutive 30-day months) on the unpaid principal hereof, in installments as follows:

(i) One (1) installment of all accrued and unpaid interest only payable on November 17, 1979; followed by

(ii) Twenty (20) installments of principal and interest, each in the amount of $ [1] , payable on May 17, 1980 and on the seventeenth day of each May and November thereafter to and including November 17, 1989; followed by

(iii) Eight (8) installments of principal and interest, each in the amount of $ [2] , payable on May 17, 1990 and on the seventeenth day of each May and November thereafter to and including November 17, 1993; followed by

(iv) A final installment on May 17, 1994 in the amount equal to the entire principal and interest remaining unpaid hereunder as of said date;

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[1] 6.35154% of original principal amount
[2] 6.24256% of original principal amount

EXHIBIT A
(to Security Agreement-Trust Deed)

and to pay interest on overdue principal and (to the extent legally enforceable) on overdue interest at the rate of 9.95% per annum after maturity, whether by acceleration or otherwise, until paid. Both the principal hereof and interest hereon are payable to the registered holder hereof in coin or currency of the United States of America which at the time of payment shall be legal tender for the payment of public and private debts.

This Note is one of the 9.25% Secured Notes (the "Notes") of the Debtor not exceeding $1,020,000 in aggregate principal amount issued under the Security Agreement dated as of July 15, 1978 (the "Security Agreement") from the Debtor to Indianapolis Life Insurance Company, as Secured Party (the "Secured Party"). Reference is made to the Security Agreement and all supplements and amendments thereto for a description of the collateral, the nature and extent of the security and rights of the Secured Party, the holder or holders of the Notes and of the Debtor in respect thereof.

Certain prepayments are required to be made on this Note and any other Notes outstanding under the Security Agreement. The Debtor agrees to make the required prepayments on the Notes in accordance with the provisions of the Security Agreement.

This Note is a registered Note and is transferable only by surrender thereof at the principal office of the Debtor, duly endorsed or accompanied by a written instrument of transfer, duly executed by the registered holder of this Note or his attorney duly authorized in writing.

This Note and the Security Agreement are governed by and construed in accordance with the laws of the State of California.

Anything in this Note to the contrary notwithstanding, neither the Secured Party nor any holder hereof, nor their respective successors or assigns shall have any claim, remedy or right to proceed against any Owner (as defined in the Security Agreement), the Debtor in its individual corporate capacity or any incorporator or any past, present or future subscriber to the capital stock of, or stockholder, officer, or director of any Owner or the Debtor for the payment of any deficiency or any other sum owing on account of the indebtedness evidenced by this Note or for the payment of any liability resulting from the breach of any representation, agreement or warranty of any nature whatsoever, from any source other than the collateral under the Security Agreement (the "Collateral"); and the Secured Party and the holder of this Note by its acceptance hereof waive and release any personal liability of each Owner and the Debtor in its individual corporate capacity, and any incorporator or any past, present or future subscriber to the capital stock of, or stockholder, officers or directors of each Owner and the Debtor for and on account of such indebtedness or such liability, and the Secured Party and the holder of this Note agree to look solely to the Collateral for the payment of said indebtedness or the satisfaction of such liability; provided, however, nothing herein

contained shall limit, restrict or impair the rights of the Secured Party to accelerate the maturity of this Note upon a default thereunder, to bring suit and obtain a judgment against the Debtor on this Note or to exercise all rights and remedies provided under the Security Agreement or otherwise realize upon the Collateral.

IN WITNESS WHEREOF, the Debtor has caused this Note to be duly executed.

WELLS FARGO BANK, NATIONAL ASSOCIATION,
as Trustee under USLFI Trust No. 6

By_____
Its_____

NOTICE:

THIS NOTE HAS NOT BEEN REGISTERED PURSUANT TO THE SECURITIES ACT OF 1933 OR UNDER THE SECURITIES LAWS OF ANY STATE. THE NOTE MAY NOT BE OFFERED OR SOLD UNLESS IT IS REGISTERED UNDER THE APPLICABLE SECURITIES LAWS OR UNLESS AN EXEMPTION FROM SUCH REGISTRATION IS AVAILABLE.