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REGISTRATION NO. 1 5461

JAN 11 1988 - 10:51 AM

January 4, 1988

INTERSTATE COMMERCE COMMISSION

No. 8-011A041

Date JAN 11 1988

Fee \$ 10.00

ICC Washington, D. C.

WRITER'S DIRECT DIAL NUMBER

558-6112

Secretary
Interstate Commerce Commission
Washington, D.C. 20423

Dear Secretary:

On behalf of Bankers Trust Company as Agent we have enclosed two original sets and two photocopied sets of the document described below to be recorded pursuant to Section 11303 of Title 49 of the United States Code.

This document is within the classification scheme promulgated at 49 C.F.R. Section 1177.1 as follows:

A Security Agreement dated December 31, 1987 - a primary document.

The names and addresses of the parties to this Security Agreement are as follows:

Debtor:

Huntsman Polypropylene Corporation
2000 Eaglegate Tower
60 East South Temple
Salt Lake City, Utah 84111
Attention: President

Secured Party:

Bankers Trust Company as Agent for the financial institutions signatory to the Security Agreement
280 Park Avenue
New York, New York 10017
Attention: Corporate Finance Department
Credit Administration

JAN 11 10 51 AM '88
MOTOR VEHICLE
100

Interstate Commerce Commission
January 4, 1988
Page Two

The Security Agreement covers the following equipment and all thereafter acquired rolling stock.

The debtor's interest as lessee of the following railcars:

CAR MARK AND NUMBERS

SCPX	5701 through 5708
SCPX	5710 through 5712
SCPX	5714 through 5739
SCPX	5741 through 5745
SCPX	5747 through 5756
SCPX	5774 through 5788
SCPX	5799
SCPX	5801 through 5829
SCPX	5831 through 5857
SCPX	5860 through 5862
SCPX	6700 through 6705
SCPX	6706 through 6722
SCPX	6727
SCPX	6731
SCPX	6742 and 6743
SCPX	6746
SCPX	6748 through 6750
SCPX	6752 through 6754
ACFX	098881 and 098882
ACFX	098885
ACFX	098889
ACFX	098892
ACFX	098894 through 098896
ACFX	098901 through 098903
ACFX	098905
ACFX	098910
ACFX	098916 and 098917
ACFX	098921 and 098922
ACFX	098926 and 098927
ACFX	098929
ACFX	098937
ACFX	098939
ACFX	098943 through 098945
ACFX	098951 and 098952
ACFX	098955
ACFX	098957
ACFX	098959
ACFX	098964
ACFX	098966
ACFX	098968 and 098969
ACFX	098975

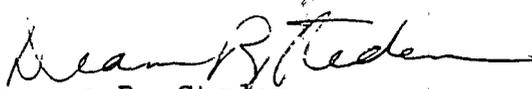
Interstate Commerce Commission
January 4, 1988
Page Three

A fee of \$10.00 is enclosed. Please return the originals of each document and any extra copies not needed for recordation to the person presenting this letter and its enclosures for filing.

A short summary of the Security Agreement to appear in the index follows:

Security Agreement between HUNTSMAN POLYPROPYLENE CORPORATION, debtor (address: 2000 EagleGate Tower, 60 East South Temple, Salt Lake City, Utah 84111) and BANKERS TRUST COMPANY AS AGENT, secured party (address: 280 Park Avenue, New York, New York 10017), covering the debtor's rights in 196 railcars and all hereafter acquired rolling stock.

Very truly yours,


Deanne R. Stedem

DRS:rcr
Enclosures

*Here of the agreement
page 2*

REGISTRATION NO. **15461** 1425

JAN 11 1988 - 10 15 AM

INTERSTATE COMMERCE COMMISSION

EXHIBIT D
SECURITY AGREEMENT
BY
HUNTSMAN POLYPROPYLENE CORPORATION
TO
THE BENEFICIARIES DEFINED HEREIN
- AND -
BANKERS TRUST COMPANY

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SECURITY AGREEMENT

JAN 11 1988 - 10:13 AM

THIS SECURITY AGREEMENT is made as of December 31, 1987 INTERSTATE COMMERCE COMMISSION
 by HUNTSMAN POLYPROPYLENE CORPORATION, a Utah corporation ("Debtor"), in favor of BANKERS TRUST COMPANY, a New York banking corporation (the "Agent"), acting as agent by and for the banks party to the Term and Revolving Credit Loan Agreement ("the Banks"), dated as of the date hereof, by and among Debtor, the Banks and Bankers Trust Company, as agent thereunder (as such agreement may at any time be amended or modified in accordance with the terms thereof and then in effect) (the "Loan Agreement") for the ratable benefit of the Beneficiaries (as hereinafter defined).

W I T N E S S E T H:

WHEREAS, the Debtor desires to obtain certain term and revolving credit loan facilities under the Loan Agreement in an aggregate principal amount of up to \$43 million in order to purchase a polypropylene manufacturing facility from Shell Chemical Company, a division of Shell Oil Company, and for general working capital purposes in the operation of such facility; and

WHEREAS, it is a condition precedent to the making of loans by the Banks under the Loan Agreement to the Debtor that the Debtor execute and deliver to the Agent this Agreement; and

WHEREAS, the Debtor desires to execute this Agreement to satisfy the condition described in the preceding paragraph;

NOW, THEREFORE, in consideration of the premises and other benefits to the Debtor, the receipt and sufficiency of which are hereby acknowledged, the Debtor hereby makes the following representations and warranties and hereby covenants and agrees as follows:

ARTICLE I
SECURITY INTERESTS

1.1 Grant of Security Interests. (a) As collateral security for the prompt and complete payment and performance when due of all of its Obligations, the Debtor does hereby pledge, assign and transfer unto the Agent, and does hereby grant to the Agent for the ratable benefit of the Beneficiaries, a continuing security interest of first priority, subject, as to priority, only to Permitted Liens and liens set forth on Schedule 4.1(g) of the Loan Agreement (the "Scheduled Liens") which, pursuant to applicable law, are prior in right to the Lien granted hereby, in (i) all of the right, title and interest of the Debtor in, to and under all cash, accounts, deposits, chattel paper, contract rights (including without limitation rights to that certain Supply Agreement with Sun Refining and Marketing Company and that certain Purchase Agreement with Shell Polymers and Catalyst Enterprises

Inc.), instruments, securities, insurance policies and documents now or at any time hereafter in the possession or under control of the Debtor or its bailees, and any interest therein, (ii) all of the right, title and interest of the Debtor in, to and under each and every Receivable now existing or hereafter arising from time to time, (iii) all of the right, title and interest of the Debtor in, to and under all Inventory, whether now existing or hereafter from time to time acquired, (iv) all of the right, title and interest of the Debtor in general intangibles, whether now existing or hereafter acquired (including, without limitation, inventions, designs, patents, patent applications, trademarks, trademark applications, trade names, copyrights, licenses, tax refund claims, guaranty claims, contract rights, goodwill and security interests or other security held by the Debtor to secure accounts), (v) all of the right, title and interest of the Debtor in goods (other than Inventory), equipment (including, without limitation, all equipment used in the Debtor's business and all office equipment), vehicles, aircraft, railcars (see attached Schedule I) and fixtures, together with accessions thereto and replacement parts therefor, whether now existing or hereafter acquired, (vi) all of the right, title and interest of the Debtor in all books and records, including without limitation, customer lists, credit files, computer programs, print-outs, and other materials and records pertaining to any of the foregoing, (vii) all of the right, title and interest of the Debtor in, to and under the Purchase Agreement by and between Debtor and Shell Oil Company including, without limitation, all moneys due and to become due to the Debtor, and any interest thereon, under or in connection with the Purchase Agreement, whether by indemnification or otherwise, and any and all contract rights, whether now existing or hereafter arising under or in connection with the Purchase Agreement (the "Purchase Agreement Rights"); provided, however, that so long as no Event of Default or Unmatured Event of Default has occurred and is continuing the Debtor shall have the exclusive control of the enforcement or settlement of any such Purchase Agreement Rights, (viii) all Proceeds of the foregoing (including, without limitation, all insurance and claims for insurance effected or held for the benefit of the Debtor or the Beneficiaries in respect thereof), (ix) all documents of title evidencing or issued with respect to any of the foregoing, (x) products of any and all of the foregoing and (xi) all other personal property of the Debtor, whether now owned or hereafter acquired (all of the above collectively, the "Collateral").

(b) If the Debtor shall acquire (by purchase, stock dividend or otherwise) any shares of capital stock of any Subsidiary at any time from time to time after the date hereof, the Debtor shall forthwith pledge and deposit such shares with the Agent and deliver to the Agent certificates therefor, accompanied by appropriate undated stock powers duly executed in blank by the Debtor, and will promptly thereafter deliver to the Agent certificates executed by any of the Chairman of the Board, the President, the Treasurer or the Secretary of the Debtor describing such

capital stock and certifying that the same has been duly pledged hereunder.

(c) The assignment and security interest so granted to the Agent shall not relieve the Debtor from the performance of any term, covenant, condition or agreement on the Debtor's part to be performed or observed under or in respect of any of the Collateral or from any liability to any Person under or in respect of any of the Collateral or impose any obligation on the Agent to perform or observe any such term, covenant, condition or agreement on the Debtor's part to be so performed or observed or impose any liability on the Agent for any act or omission on the part of the Debtor relative thereto or for any breach of any representation or warranty on the part of the Debtor contained in this Agreement or any other Basic Agreement, or in respect of the Collateral or made in connection herewith or therewith. The obligations of the Debtor contained in this paragraph shall survive the termination of this Agreement and the discharge of the Debtor's other obligations hereunder.

(d) The security interest of the Agent under this Agreement extends to all Collateral of the kind which is the subject of this Agreement and which the Debtor may acquire at any time during the continuation of this Agreement.

1.2 Power of Attorney. The Debtor hereby constitutes and appoints the Agent its true and lawful attorney, irrevocably, with full power after the occurrence and continuance of an Event of Default in respect of the payment of principal or interest on the Notes or an Event of Default under the Loan Agreement or any Basic Agreement, upon acceleration or otherwise (in the name of Debtor or otherwise), to require, demand, receive, compound and give acquittance for any and all monies and claims for monies due or to become due to the Debtor under or arising out of the Collateral, to endorse any checks or other instruments or orders in connection therewith and to file any claims or take any action or institute any proceedings which the Agent may deem to be necessary or advisable in the premises. This appointment as attorney is coupled with an interest.

ARTICLE II GENERAL REPRESENTATIONS, WARRANTIES AND COVENANTS

The Debtor represents, warrants and covenants, which representations, warranties and covenants shall survive execution and delivery of this Agreement and any investigation by or on behalf of the Agent or any Beneficiary, as follows:

2.1 Necessary Filings. All filings, registrations and recordings necessary or appropriate to create, preserve, protect and perfect the security interest granted by the Debtor to the Agent hereby in respect of the Collateral have been accomplished and the security interest granted to the Agent pursuant to this

Agreement in and to the Collateral constitutes a perfected security interest therein superior and prior to the rights of all other Persons therein (except Persons holding Permitted Liens and Scheduled Liens) and subject to no other Liens (except Permitted Liens and Scheduled Liens) and is entitled to all the rights, priorities and benefits afforded by the Uniform Commercial Code or other relevant law as enacted in any relevant jurisdiction which relates to perfected security interests. Without limiting in any way the obligations of the Debtor set forth herein, if the Agent shall notify the Debtor of any filing required to be made pursuant to this Section 2.1, the Debtor shall have five (5) business days from such notice to make any such filing.

2.2 Title to Collateral. The Debtor has good and marketable title to, or a validly existing leasehold interest in, all material items of real and personal property reflected in the Most Recent Balance Sheet delivered pursuant to Section 4.1(j) of the Loan Agreement or acquired by the Debtor after the date of such Balance Sheet, except for (i) assets sold, transferred or otherwise disposed of in the ordinary course of business since the date of such balance sheet and (ii) Permitted Liens and other Liens permitted by the Loan Agreement. Debtor will not (i) create, incur, assume or permit to exist any Lien on any existing or future item of Collateral other than Permitted Liens, Scheduled Liens and Liens in favor of the Agent and the Banks as contemplated by the Loan Agreement, the Debtor hereby agreeing to preserve and maintain in full force and effect the Liens on the Collateral created by this Agreement in favor of the Beneficiaries or (ii) take, cause or permit to be taken or cause any action to be taken, which could create a Lien, or suffer to exist any Lien, on the capital stock of any Subsidiary of the Debtor which would require the sharing of an interest in such capital stock with any Person or (iii) enter into or assume any agreement containing a negative pledge which would require a sharing of an interest in the Collateral or prohibits or limits the grant of any such interest. Until all of the Debtor's Indebtedness shall have been fully paid and satisfied, the Agent shall be entitled to retain security in and Liens upon all Collateral and all of the Agent's rights and remedies shall continue.

2.3 Other Financing Statements. There is no financing statement (or similar statement or instrument of registration under the law of any jurisdiction) on file (other than those filed in connection with Permitted Liens and Scheduled Liens) in any public office covering or purporting to cover any interest of any kind in the Collateral other than financing statements filed in connection herewith and so long as the Commitment of any Bank remains in effect in whole or in part or any of the Obligations remains unpaid, the Debtor will not execute or authorize to be filed in any public office any financing statement (or similar statement or instrument of registration under the law of any jurisdiction) or statements relating to the Collateral, except financing statements filed or to be filed in respect of and covering the security interests granted hereby by the Debtor or in

connection with financing leases permitted by the Loan Agreement or as otherwise permitted by the Loan Agreement. The Debtor does not do business under any name except for Huntsman Polypropylene Corporation.

2.4 Chief Executive Office; Records. The chief executive offices of the Debtor are located at 2000 Eagle Gate Tower, Salt Lake City, Utah 84111. The Debtor will not move its chief executive offices except to such new location as the Debtor may establish in accordance with the last sentence of this Section 2.4. Evidence of all Receivables of the Debtor and the books of account and records of the Debtor relating thereto are, and will continue to be, kept at such chief executive offices, or at such new location for such chief executive office as the Debtor may establish in accordance with the last sentence of this Section 2.4. All Receivables of the Debtor are, and will continue to be, controlled and monitored (including, without limitation, for general accounting purposes) from, such chief executive office location shown above, or such new location as the Debtor may establish in accordance with the last sentence of this Section 2.4. The Debtor shall not establish a new location for its chief executive office until (i) it shall have given to the Agent not less than 30 days' prior written notice of its intention with respect to such establishment, clearly describing such new location and providing such other information in connection therewith as the Agent may reasonably request, and (ii) with respect to such new location, it shall have taken all action, reasonably satisfactory to the Agent, to maintain the perfection of the security interest of the Agent in the Collateral granted hereby at all times fully perfected and in full force and effect.

2.5 Location of Inventory. All Inventory held on the date hereof by the Debtor is located at one of the locations shown on Annex A attached hereto. The Debtor agrees that, except as provided herein, all Inventory now held or subsequently acquired by it shall be kept at (or shall be in transit to or from) any one of the locations shown on Annex A hereto, or such new location as the Debtor may establish if (i) it shall have given to the Agent prior telephonic (immediately confirmed in writing) or written notice of its intention to do so, clearly describing such new location and providing such other information in connection therewith as the Agent may reasonably request, and (ii) with respect to such new location, it shall have taken all action reasonably satisfactory to the Agent to cause the security interest in the Collateral granted hereby to be and continue at all times fully perfected and in full force and effect.

2.6 Additional Representations and Warranties of the Debtor. The Debtor hereby makes and adopts for the benefit of, and as a representation and warranty to, the Agent each of the representations and warranties made by the Debtor and contained or incorporated by reference in the Loan Agreement as fully as if each such representation and warranty (together with related definitions and related provisions) were expressly set forth

herein and expressly made herein by the Debtor on and as of the date hereof, each such representation and warranty being incorporated in this Agreement by reference, mutatis mutandis, and, as so made and adopted by the Debtor incorporated herein by reference, shall continue in full force and effect for the benefit of the Agent until this Agreement shall have been terminated pursuant to Section 8.11.

2.7 Affirmative and Negative Covenants of Debtor. The Debtor hereby assumes and adopts and agrees to perform, comply with and be bound by, for the benefit of the Agent, each of the covenants, obligations and agreements made by the Debtor in the Loan Agreement as fully as if each such covenant, obligation and agreement (together with related definitions and related provisions) were expressly made herein by the Debtor, each such covenant, obligation and agreement being incorporated in this Agreement by reference mutatis mutandis, and as so assumed and adopted by the Debtor and incorporated herein by reference, shall continue for the benefit of the Agent until this Agreement shall have been terminated pursuant to Section 8.11. Compliance by the Debtor with its covenants, obligations and agreements in the Loan Agreement in accordance with the Loan Agreement shall be deemed to be compliance with such covenants, obligations and agreements as they are incorporated by reference herein.

ARTICLE III SPECIAL PROVISIONS CONCERNING RECEIVABLES

3.1 Special Representations and Warranties. As of the time when each of its Receivables arises, the Debtor shall be deemed to have represented and warranted that such Receivable and all records, papers and documents relating thereto (if any), (i) are genuine and in all respects what they purport to be, (ii) represent the legal, valid and binding obligation of the account debtor evidencing indebtedness unpaid and owed by such account debtor arising out of the performance of labor or services or the sale or lease and delivery of the merchandise listed therein, or both, (iii) will (in the case of such records, papers and documents), except for the original or duplicate original invoice sent to a purchaser evidencing such purchaser's account, be the only original writings evidencing and embodying such obligation of the account debtor named therein, (iv) constitute and evidence true and valid obligations, enforceable in accordance with their respective terms (subject, as to enforcement, to bankruptcy, insolvency, reorganization and other similar laws affecting the enforcement of creditors' rights generally and general equitable principles), not subject to the fulfillment of any contract or condition whatsoever or to any defenses, set-offs or counterclaims (except with respect to refunds, returns and allowances in the ordinary course of business with respect to damaged or otherwise non-merchantable merchandise), or stamp or other similar taxes, and (v) are in compliance and conform with all applicable federal, state and local laws and the applicable laws of any relevant foreign jurisdiction. All Inventory is of good and merchantable

quality for its intended use and is free from any defects that would affect its market value.

3.2 Maintenance of Records. The Debtor will keep and maintain at its own cost and expense satisfactory and complete records of each Receivable for at least five (5) years from the date on which such Receivable comes into existence, including, but not limited to, records of all payments received, all credits granted thereon, all merchandise returned and all other documentation relating thereto, and the Debtor will make the same available to the Agent for inspection, at the Debtor's own cost and expense, at any and all reasonable times. Upon the occurrence and continuance of an Event of Default, the Debtor shall, at its own cost and expense, deliver all tangible evidence of its Receivables (including, without limitation, all documents evidencing the Receivables) and such books and records to the Agent or to its representatives (copies of which evidence, books and records may be retained by the Debtor) at any time upon its demand. The Debtor shall legend, in form and manner reasonably satisfactory to the Agent, the Receivables and other books, records and documents of the Debtor evidencing or pertaining to the Receivables with an appropriate reference to the fact that the Receivables have been pledged to the Agent and that the Agent has a security interest therein. The Debtor expressly agrees that, upon the occurrence and continuance of an Event of Default, the Agent may transfer a full and complete copy of the Debtor's books, records, credit information, reports, memoranda and all other writings relating to the Receivables to and for the use by any Person that has acquired or is contemplating acquisition of an interest in the Receivables or the Agent's security interest therein without the consent of the Debtor.

3.3 Direction to Account Debtors, etc. Upon the occurrence and continuance of an Unmatured Event of Default in respect of any payment of principal or interest on any Loan under the Loan Agreement or an Event of Default under the Loan Agreement, if the Agent so directs, the Debtor agrees to notify all account debtors to make payments to the Cash Collateral Account. If notwithstanding such notice Debtor receives any payments on account of the Receivables, Debtor agrees to hold such payments in trust for the benefit of the Agent and any instrument or cash received by Debtor will be immediately forwarded to Agent. Without notice to or assent by the Debtor, the Agent may apply any or all amounts then in, or thereafter deposited in, the Cash Collateral Account in the manner provided in Article V of this Agreement. The costs and expenses (including attorneys' fees and the allocated costs of staff counsel) of collection, whether incurred by the Debtor or the Agent, shall be borne by the Debtor.

3.4 Modification of Terms, etc. Except as permitted by Section 3.5 hereof, the Debtor shall not rescind or cancel any indebtedness evidenced by any Receivable or modify any term thereof or make any adjustment with respect thereto, or extend or renew the same, or compromise or settle any dispute, claim, suit

or legal proceeding relating thereto, or sell any Receivable or interest therein, without the prior written consent of the Agent. The Debtor will duly fulfill all obligations on its part to be fulfilled under or in connection with the Receivables and will do nothing to impair the rights of the Agent in the Receivables.

3.5 Collection. The Debtor shall endeavor to collect from the account debtor of each of its Receivables, as and when due (including, without limitation, Receivables which are delinquent, such Receivables to be collected in accordance with generally accepted lawful collection procedures) any and all amounts owing under or on account of such Receivables, and apply forthwith upon receipt thereof all such amounts as are so collected to the outstanding balance of such Receivables, except that, prior to the occurrence of an Unmatured Event of Default or Event of Default, the Debtor may allow in the ordinary course of business as adjustments to amounts owing under its Receivables (i) an extension or renewal of the time or times of payment, or settlement for less than the total unpaid balance, which the Debtor finds appropriate in accordance with reasonable business judgment and (ii) a refund or credit due as a result of returned or damaged merchandise, all in accordance with the Debtor's ordinary course of business consistent with its collection practices as in effect from time to time.

3.6 Instruments. If any Receivable in excess of \$25,000 becomes evidenced by an Instrument (other than a check payable to the order of the Debtor which is promptly cashed by the Debtor), the Debtor will within 10 days notify the Agent thereof, and upon request by the Agent promptly deliver such Instrument to the Agent appropriately endorsed to the order of the Agent as further security hereunder.

3.7 Further Actions--Receivables. The Debtor will, at its own expense, make, execute, endorse, acknowledge, file and/or deliver to the Agent from time to time such vouchers, invoices, schedules, confirmatory assignments, conveyances, financing statements, transfer endorsements, powers of attorney, certificates, reports and other assurances or instruments and take such further steps relating to the Receivables and other property or rights covered by the security interest hereby granted, as the Agent may reasonably require.

ARTICLE IV PROVISIONS CONCERNING ALL COLLATERAL

4.1 Location of Goods and Equipment. Except for railcars and other rolling stock, all goods and equipment held on the date hereof by the Debtor are located at one of the locations shown on Annex B attached hereto. The Debtor agrees that, except as provided herein, all goods and equipment now held or subsequently acquired by it shall be kept at (or shall be in transit to or from) any one of the locations shown on Annex B hereto, or such new location as the Debtor may establish if (i) it shall have

given to the Agent prior telephonic (immediately confirmed in writing) or written notice of its intention to do so, clearly describing such new location and providing such other information in connection therewith as the Agent may reasonably request, and (ii) with respect to such new location, it shall have taken all actions satisfactory to the Agent to cause the security interest in the Collateral granted hereby to be and continue at all times fully perfected and in full force and effect.

4.2 Further Actions--Collateral. The Debtor will, at its own expense, make, execute, endorse, acknowledge, file and/or deliver to the Agent from time to time such lists, descriptions and designations of its Collateral, warehouse receipts, receipts in the nature of warehouse receipts, bills of lading, documents of title, vouchers, invoices, schedules, confirmatory assignments, conveyances, financing statements, transfer endorsements, powers of attorney, certificates, reports and other assurances or instruments and take such further steps relating to the Collateral and other property or rights covered by the security interest hereby granted, which the Agent reasonably deems appropriate or advisable to perfect, preserve or protect its security interest in the Collateral. The Debtor shall immediately notify the Agent of any material loss or depreciation in the value of the Collateral.

4.3 Financing Statements. The Debtor agrees to sign and deliver to the Agent such financing statements, in form acceptable to the Agent, as the Agent may in its reasonable judgment from time to time request in order to establish and/or maintain a valid, enforceable, first priority security interest in the Collateral as provided herein and the other rights, as against third parties, provided hereby, all in accordance with the Uniform Commercial Code as enacted in any and all relevant jurisdictions or any other relevant law. The Debtor will pay any applicable filing fees and related expenses. The Debtor authorizes the Agent to file any such financing statements without the signature of the Debtor.

4.4 Warehouse Receipts Non-Negotiable. The Debtor agrees that if any warehouse receipt or receipt in the nature of a warehouse receipt is issued with respect to any of its Inventory, such warehouse receipt or receipt in the nature thereof shall not be "negotiable" (as such term is used in Section 7-104 of the Uniform Commercial Code as in effect in any relevant jurisdiction or under other relevant law).

4.5 Protection of Agent's Security. The Debtor will do nothing to impair the rights of the Agent in the Collateral. The Debtor will at all times keep the Collateral insured in favor of the Agent in compliance with the requirements of the Loan Agreement. The Debtor assumes all liability and responsibility in connection with the Collateral acquired by it, and the liability of the Debtor to pay its Obligations shall in no way be affected or diminished by reason of the fact that such Collateral may be lost, stolen, damaged, or for any reason whatsoever unavailable to

the Debtor. Subject to the provisions of the Loan Agreement, the Debtor shall keep and maintain in good operating condition and repair and make all necessary replacements of and renewals to the Collateral listed in Section 1.1 (a) (v) hereof so that the value and operating efficiency thereof shall at all times be maintained and preserved.

ARTICLE V
REMEDIES UPON OCCURRENCE OF EVENT OF DEFAULT

5.1 Remedies; Obtaining the Collateral Upon Event of Default. The Debtor agrees that, if any Event of Default shall have occurred and be continuing, then and in every such case, subject to any mandatory requirements of applicable law then in effect, the Agent may:

(a) personally, or by agents or attorneys, immediately retake possession of the Collateral or any part thereof, from the Debtor or any other Person who then has possession of any part thereof with or without notice or process of law (unless the same shall be required by applicable law), and for that purpose may enter upon the Debtor's premises where any of the Collateral is located and remove the same and use in connection with such removal any and all services, supplies, aids and other facilities of the Debtor; and

(b) instruct the obligor or obligors on any agreement, instrument or other obligation (including, without limitation, the Receivables) constituting the Collateral to make any payment required by the terms of such instrument or agreement directly to the Agent; and

(c) withdraw all monies, securities and instruments in the Cash Collateral Account for application to the Obligations; and

(d) sell or otherwise liquidate, or direct the Debtor to sell or otherwise liquidate, any or all investments made in whole or in part with the Collateral or any part thereof, and take possession of the proceeds of any such sale or liquidation; and

(e) take possession of the Collateral or any part thereof, by directing the Debtor in writing to deliver the same to the Agent at any reasonable place or places designated by the Agent, in which event the Debtor shall at its own expense:

(i) forthwith cause the same to be moved to the place or places so designated by the Agent and there delivered to the Agent,

(ii) store and keep any Collateral so delivered to the Agent at such place or places pending further action by the Agent, and

(iii) while the Collateral shall be so stored and kept, provide such guards and maintenance services as shall be necessary to protect the same and to preserve and maintain them in good condition;

it being understood that the Debtor's obligation so to deliver the Collateral is of the essence of this Agreement and that, accordingly, upon application to a court of equity having jurisdiction, the Agent shall be entitled to a decree requiring specific performance by the Debtor of said obligation.

5.2 Remedies; Disposition of the Collateral. (a) Any Collateral repossessed by the Agent under or pursuant to Section 5.1 and any other Collateral whether or not so repossessed by the Agent, may be sold, leased or otherwise disposed of under one or more contracts or as an entirety, and without the necessity of gathering at the place of sale the property to be sold, and in general in such manner, at such time or times, at such place or places and on such terms and for such prices as the Agent may, in compliance with any mandatory requirements of applicable law, determine to be commercially reasonable. Upon the occurrence and continuance of any Event of Default, the Agent shall have the power to foreclose the Debtor's right of redemption in the Collateral by sale, lease or other disposition of the Collateral in accordance with the Uniform Commercial Code as enacted in each state where the Collateral is located. Any of the Collateral may be sold, leased or otherwise disposed of in the condition in which the same existed when taken by the Agent or after any overhaul or repair which the Agent shall determine to be commercially reasonable and the Agent shall be entitled to reimbursement for the payment of any costs or expenses of such overhaul or repair. Any such disposition which shall be a private sale or other private proceedings permitted by the requirements of applicable law shall be made after written notice to the Debtor specifying the time at which such disposition is to be made and the intended sale price or other consideration therefor. Any such disposition which shall be a public sale permitted by such requirements of applicable law shall be made after written notice to the Debtor specifying the time and place of such sale and, in the absence of applicable requirements of law, shall be by public auction. To the extent permitted by any such requirement of law, the Agent or any Beneficiary (including any Bank) may itself bid for and become the purchaser of the Collateral or any item thereof, offered for sale in accordance with this Section without accountability to the Debtor (except to the extent of surplus money received as provided in Section 5.4). In the payment of the purchase price of the Collateral, the purchaser shall be entitled to have credit on account of the purchase price thereof of amounts owing to such purchaser on account of any of the Obligations held

by such purchaser and any such purchaser may deliver notes, claims for interest, or claims for other payment with respect to such Obligations in lieu of cash up to the amount which would, upon distribution of the net proceeds of such sale, be payable thereon. Such notes, if the amount payable hereunder shall be less than the amount due thereon, shall be returned to the holder thereof after being appropriately stamped to show partial payment. If, under mandatory requirements of applicable law, the Agent shall be required to make disposition of the Collateral within a period of time which does not permit the giving of notice to the Debtor as hereinabove specified, the Agent need give the Debtor only such notice of disposition as shall be reasonably practicable in view of such mandatory requirements of applicable law.

(b) No notification need be given to the Debtor if it has signed, after an Unmatured Event of Default or an Event of Default a statement renouncing or modifying any right to notification of sale or other intended disposition. In addition to the rights and remedies granted to it in this Agreement and in the Loan Agreement and other Basic Agreements, the Agent shall have all the rights and remedies of a secured party under the Uniform Commercial Code of the state in which the Collateral is located.

5.3 Waiver of Claims. Except as otherwise provided in this Agreement, THE DEBTOR HEREBY WAIVES, TO THE EXTENT PERMITTED BY APPLICABLE LAW, NOTICE OR JUDICIAL HEARING IN CONNECTION WITH THE AGENT'S TAKING POSSESSION OR THE AGENT'S DISPOSITION OF ANY OR ALL OF THE COLLATERAL INCLUDING, WITHOUT LIMITATION, ANY AND ALL PRIOR NOTICE AND HEARING FOR ANY PREJUDGMENT REMEDY OR REMEDIES AND ANY SUCH RIGHT WHICH THE DEBTOR WOULD OTHERWISE HAVE UNDER THE CONSTITUTION OR ANY STATUTE OF THE UNITED STATES OR OF ANY STATE, and the Debtor hereby further waives:

(a) all damages occasioned by such taking of possession except any damages which are the direct result of the Agent's gross negligence or willful misconduct;

(b) all other requirements as to the time, place and terms of sale or other requirements with respect to the enforcement of the Agent's rights hereunder; and

(c) all rights of redemption, appraisement, valuation, stay, extension or moratorium now or hereafter in force under any applicable law in order to prevent or delay the enforcement of this Agreement or the absolute sale of the Collateral or any portion thereof, and the Debtor, for itself and all persons who may claim under it, insofar as it or they now or hereafter lawfully may, hereby waives the benefit of all such laws.

Any sale of, or the grant of options to purchase, or any other realization upon, any Collateral shall operate to divest all right, title, interest, claim and demand, either at law or in equity, of the Debtor therein and thereto, and shall be a

perpetual bar both at law and in equity against the Debtor and against any and all Persons claiming or attempting to claim the Collateral so sold, optioned or realized upon, or any part thereof, from, through and under the Debtor.

5.4 Application of Proceeds. The proceeds of any Collateral obtained pursuant to Section 5.1 or disposed of pursuant to Section 5.2 shall be applied as follows:

First: to the payment of the costs and expenses of such sale and of any judicial or private proceedings in which such sale may be made, and of all other expenses, liabilities and advances made or incurred by the Agent, its agents and attorneys, or any Beneficiary, their agents and attorneys, under this Agreement, together with interest at the Default Rate on such costs, expenses and liabilities and on all advances made by the Agent from the date any such cost, expense or liability is due, owing or unpaid or any such advance is made, in each case until paid in full.

Second: to the payment of all amounts then due, owing or unpaid under this Agreement and the Loan Agreement, other than interest and principal in respect of the loans pursuant to the Loan Agreement or the Notes and amounts payable under subparagraph "First" above, together with interest on each such amount at the Default Rate from and after the date such amount became due, owing or unpaid until paid in full.

Third: to the extent permitted by applicable law, to the payment of the interest then due, owing or unpaid in respect of the loans pursuant to the Loan Agreement or the Notes together with interest thereon at the Default Rate from the date due, owing or unpaid until paid in full.

Fourth: to the payment of the whole amount of principal then due, owing or unpaid in respect of any loans pursuant to the Loan Agreement or the Notes with interest on such unpaid principal at the Default Rate from and after happening of any Event of Default until paid in full.

Fifth: the surplus, if any, to be paid to Debtor or to whomever else may be lawfully entitled to receive such surplus.

5.5 Remedies Cumulative. Each and every right, power and remedy hereby specifically given to the Agent shall be in addition to every other right, power and remedy specifically given under this Agreement or under the other Basic Agreements or now or hereafter existing at law or in equity, or by statute and each and every right, power and remedy whether specifically herein given or

otherwise existing may be exercised from time to time or simultaneously and as often and in such order as may be deemed expedient by the Agent. All such rights, powers and remedies shall be cumulative and the exercise or the beginning of exercise of one shall not be deemed a waiver of the right to exercise any of the others. No delay or omission of the Agent in the exercise of any such right, power or remedy and no renewal or extension of any of the Obligations shall impair any such right, power or remedy or shall be construed to be a waiver of any default or Event of Default or an acquiescence therein. In the event that the Agent shall bring any suit to enforce any of its rights hereunder and shall be entitled to judgment, then in such suit the Agent may recover reasonable expenses, including attorney's fees, and the amounts thereof shall be included in such judgment.

5.6 Discontinuance of Proceedings. In case the Agent shall have instituted any proceeding to enforce any right, power or remedy under this Agreement by foreclosure, sale, entry or otherwise, and such proceeding shall have been discontinued or abandoned for any reason or shall have been determined adversely to the Agent, then and in every such case the Debtor, the Agent and each holder of any of the Obligations shall be restored to their respective former positions and rights hereunder with respect to the Collateral, and all rights, remedies and powers of the Agent shall continue as if no such proceeding had been instituted.

5.7 Notice. Except as otherwise provided in this Agreement or as otherwise required by applicable law, the Debtor agrees that any notice delivered 48 hours prior to any action to be taken hereunder, including without limitation notice of the time and place of any public sale or the time after which a private sale or other intended disposition is to take place, shall conclusively be deemed commercially reasonable notice for all purposes hereunder.

ARTICLE VI INDEMNITY

6.1 Indemnity. (a) The Debtor agrees to indemnify the Agent and its respective successors, assigns, employees, agents and servants as provided by Section 9.4 of the Loan Agreement as if such Section were fully set forth herein.

(b) Without limiting the application of Section 6.1(a), the Debtor agrees to pay, or reimburse the Agent for (if the Agent shall have incurred fees, costs or expenses, including reasonable attorneys' fees (or (but not as well as) staff counsel fees) any and all fees, costs and expenses of whatever kind or nature incurred in connection with the creation, preservation or protection of the Agent's Liens on, and security interest in, the Collateral, including, without limitation, all fees and taxes in connection with the recording or filing of instruments and documents in public offices, payment or discharge of any taxes

(excluding income or similar taxes) or Liens upon or in respect of the Collateral, premiums for insurance with respect to the Collateral (except to the extent that Debtor has already paid any such premiums in compliance with the Loan Agreement) and all other fees, costs and expenses in connection with protecting, maintaining or preserving the Collateral and the Agent's interest therein, whether through judicial proceedings or otherwise, or in defending or prosecuting any actions, suits or proceedings arising out of or relating to the Collateral.

(c) Without limiting the application of Section 6.1(a) or (b), the Debtor agrees to pay, indemnify and hold each Indemnitee harmless from and against any losses, costs, damages and expenses which such Indemnitee may suffer, expend or incur in consequence of or growing out of any misrepresentation by the Debtor in this Agreement or any of the other Basic Agreements or in any statement or writing contemplated by or made or delivered pursuant to or in connection with this Agreement or any of the other Basic Agreements.

(d) If and to the extent that the obligations of the Debtor under this Section 6.1 are unenforceable for any reason, the Debtor hereby agrees to make the maximum contribution to the payment and satisfaction of such obligations which is permissible under applicable law.

(e) The obligations of the Debtor contained in this Section 6.1 shall survive the termination of this Agreement and the discharge of the Debtor's other obligations hereunder.

6.2 Indemnity Obligation Secured by Collateral; Survival. Any amounts paid by any Indemnitee as to which such Indemnitee has the right to reimbursement shall constitute Obligations secured by the Collateral until the Collateral is released pursuant to Section 8.11. The indemnity obligations of the Debtor contained in this Article VI shall continue in full force and effect notwithstanding the full payment of the Notes issued under the Loan Agreement and all of the other Obligations and notwithstanding the discharge thereof.

ARTICLE VII DEFINITIONS

7.1 Definitions. The following terms shall have the meanings herein specified unless the context otherwise requires. Such definitions shall be equally applicable to the singular and plural forms of the terms defined.

"Agent" shall have the meaning specified in the first paragraph of this Agreement.

"Agreement" shall mean this Security Agreement as the same may be modified, supplemented or amended from time to time in accordance with its terms.

"Debtor" shall have the meaning specified in the first paragraph of this Agreement.

"Banks" shall have the meaning specified in the first paragraph of this Agreement.

"Basic Agreements" shall mean this Agreement, the Loan Agreement, the Notes and the Mortgage (as defined in the Loan Agreement).

"Beneficiaries" shall mean the Banks and any holder of an Obligation other than the Debtor or any Subsidiary or any Affiliate of Debtor.

"Cash Collateral Account" shall mean a restricted interest bearing cash collateral account maintained with the Agent for the benefit of the Beneficiaries.

"Collateral" shall have the meaning specified in Section 1.1(a).

"Indemnitee" shall have the meaning specified in Section 6.1.

"Instrument" shall have the meaning assigned that term under the Uniform Commercial Code as in effect in any relevant jurisdiction.

"Inventory" shall mean, inclusively, all goods, merchandise and other personal property, wherever located, now owned or hereafter acquired by the Debtor of every kind or description which are held for sale or lease or are furnished or to be furnished under a contract of service or are raw materials, work-in-process or materials used or consumed or are to be used or consumed in Debtor's business.

"Loan Agreement" shall have the meaning provided in the first paragraph of this Agreement.

"Obligations" shall mean (i) all payments to be made by the Debtor under the Notes when and as the same shall become due and payable, whether upon stated maturity, by acceleration or otherwise, according to the terms of the Notes, (ii) all payments to be made by the Debtor under the Loan Agreement or any other Basic Agreement to the Agent or to any Beneficiary, when and as the same shall become due and payable whether upon stated maturity, by acceleration or otherwise, according to the terms of the relevant Loan Agreement or Basic Agreement, (iii) all losses, costs and expenses incurred by the Agent or any Beneficiary due to engaging in any interest rate swap or interest rate hedging transactions at the request of the Debtor, and (iv) all other liabilities, obligations, duties, covenants or agreements of the Debtor to or with the Agent or any of the Beneficiaries (whether in their individual capacity or as an Agent), however created,

whether direct or indirect, absolute or contingent, due or to become due, now existing or hereafter arising out of or in any way relating to the Notes or the Loan Agreement or any other Basic Agreement.

"Proceeds" shall have the meaning assigned that term under the Uniform Commercial Code as in effect in any relevant jurisdiction or under other relevant law and, in any event shall include, but not be limited to (i) any and all proceeds of any insurance, indemnity, warranty or guaranty payable to the Agent or to the Debtor from time to time with respect to any of the Collateral, (ii) any and all payments (in any form whatsoever) made or due and payable to the Debtor from time to time in connection with the requisition, confiscation, condemnation, seizure or forfeiture of all or any part of the Collateral by any governmental authority (or any person acting under color of governmental authority) and (iii) any and all other amounts from time to time paid or payable under or in connection with any of the Collateral.

"Receivables" means presently existing and hereafter arising or acquired accounts receivable, notes, drafts, acceptances, choses in action and other forms of obligations and receivables relating in any way to Inventory or arising from the sale of Inventory or the rendering of services by Debtor or howsoever otherwise arising, including the right to payment of any interest or finance charges with respect thereto and all proceeds of insurance with respect thereto, together with all merchandise represented by any of the Receivables, all of the Debtor's rights as an unpaid vendor, all pledged assets and letters of credit, guaranty claims, liens and security interests (unless otherwise prohibited by the applicable terms thereof) held by or granted to the Debtor to secure payment of any Receivables and all books, customer lists, ledgers, records and files (whether written or stored electronically) relating to any of the foregoing.

"Required Beneficiaries" shall mean the holders of 66 2/3% of the aggregate principal amount of the Obligations other than the Debtor or any Subsidiary or any Affiliate of Debtor.

Unless otherwise defined herein, all capitalized terms used herein shall have such meanings specified therefor in the Loan Agreement as in effect on the date hereof. Unless otherwise defined herein, or in the Loan Agreement, all terms that are defined in the Uniform Commercial Code as enacted in the relevant jurisdiction shall have the same meanings herein as in the Uniform Commercial Code.

ARTICLE VIII MISCELLANEOUS

8.1 No Waiver, Modifications in Writing. No failure or delay on the part of the Agent or any Beneficiary in exercising any right, power or remedy hereunder shall operate as a waiver thereof, nor shall any single or partial exercise of any such

right, power or remedy preclude any other or further exercise thereof or the exercise of any other right, power or remedy. The remedies provided for herein are cumulative and are not exclusive of any remedies that may be available to the Agent or any Beneficiary at law or in equity or otherwise. No amendment, modification, supplement, termination or waiver of or to any provision of this Agreement, nor consent to any departure by the Debtor therefrom, shall be effective unless the same shall be in writing and signed by or on behalf of the Required Beneficiaries. Any amendment, modification or supplement of or to any provision of this Agreement, any waiver of any provision of this Agreement, and any consent to any departure by the Debtor from the terms of any provision of this Agreement, shall be effective only in the specific instance and for the specific purpose for which made or given. Except where notice is specifically required by this Agreement, the Loan Agreement or any other Basic Agreement, no notice to or demand on the Debtor in any case shall entitle the Debtor to any other or further notice or demand in similar or other circumstances.

8.2 Notices, etc. Except where telephonic instructions or notices are authorized herein to be given, all notices, demands, instructions and other communications required or permitted to be given to or made upon any party hereto or any other Person shall be in writing and shall be personally delivered or sent by registered or certified mail, postage prepaid, return receipt requested, or by a reputable courier delivery service, or by prepaid telex, TWX or telegram (with messenger delivery specified in the case of a telegram), or by telecopier, and shall be deemed to be given for purposes of this Agreement on the earlier of the day that such writing is delivered or five days after it was sent to the intended recipient thereof in accordance with the provisions of this Section 8.2. Unless otherwise specified in a notice sent or delivered in accordance with the foregoing provisions of this Section 8.2, notices, demands, instructions and other communications in writing shall be given to or made upon the respective parties hereto at their respective addresses (or to their respective telex, TWX or telecopier numbers) indicated below and, in the case of telephonic instructions or notices, by calling the telephone number or numbers indicated for such party below:

If to the Debtor:

Huntsman Polypropylene Corporation
2000 Eagle Gate Tower
Salt Lake City, Utah 84111
Attention: President
Tel. No.: (801) 532-5200
Telex No.: 759496
Telecopier No.: (801) 355-6629

With a copy to:

Brent M. Stevenson, Esq.
Huntsman Polypropylene Corporation
2000 Eagle Gate Tower
60 East South Temple Street
Salt Lake City, Utah 84111
Tel. No.: (801) 532-5200
Telex No.: 759496
Telecopier No.: (801) 355-6629

If to Bankers Trust Company, in its individual capacity
and as Agent:

Bankers Trust Company
280 Park Avenue
New York, NY 10017
Attn: Corporate Finance Department -
Credit Administration, 16W
Tel. No. (212) 850-3087
Telex No. 62922
(Answerback: BANTRUS-NYK)
Telecopier No. (212) 682-2884 or
(212) 682-3618

With copies to:

Bankers Trust Company
233 South Wacker Drive
Chicago, IL 60606
Attn: Huntsman Chemical Relationship Manager
Tel. No. (312) 993-8000
Telex No. 210106
(Answerback: BTCI-UR)
Telecopier No. (312) 993-8137

Winston & Strawn
One First National Plaza
Chicago, Illinois 60603
Attention: Bruce A. Toth, Esq.
Tel. No.: (312) 558-5600
Telecopier No.: (312) 558-5683

8.3 Costs, Expenses and Taxes. The Debtor agrees to pay all reasonable costs and expenses to the extent provided by Section 9.4 of the Loan Agreement as if such Section were fully set forth herein.

8.4 Execution in Counterparts. This Agreement may be executed in any number of counterparts and by different parties hereto on separate counterparts, each of which counterparts, when so executed and delivered, shall be deemed to be an original and

all of which counterparts, taken together, shall constitute but one and the same Agreement.

8.5 Binding Effect; Assignment. This Agreement shall be binding upon, and inure to the benefit of, the Debtor, the Agent, the Banks and the other Beneficiaries and their respective successors and assigns; provided, however, that the Debtor may not assign its rights or obligations hereunder or in connection herewith or any interest herein (voluntarily, by operation of law or otherwise) without the prior written consent of the Required Beneficiaries. Each Bank may (i) assign to a Person all, but not less than all, of its rights and obligations under this Agreement, provided, however, that Bankers Trust Company may assign its interest hereunder in one or more parts to one or more financial institutions and (ii) may sell participations in its loans which will have the benefits of this Agreement, to another bank or other entity in which event (a) in the case of an assignment, upon notice thereof by such Bank to each of the Agent and the Debtor, the assignee shall have, to the extent of such assignment (unless otherwise provided therein), the same rights and benefits as it would have if it were the assigning Bank hereunder and shall be deemed a Bank for all purposes of this Agreement and (b) in the case of a participation, the participant's rights against such Bank in respect of such participation are to be those set forth in the agreement executed by such Bank in favor of the participant relating thereto. Except with respect to interest rate, amortization and principal amount of any loan pursuant to the Loan Agreement, no Bank will in any such participation agreement restrict its ability to make any modification, amendment or waiver to the Loan Agreement or to any Basic Agreement to which it is a party without the consent of the participant. This Agreement shall not be construed so as to confer any right or benefit upon any Person other than the parties to this Agreement and their respective successors and assigns.

8.6 Consent to Jurisdiction. The Debtor hereby irrevocably submits to the non-exclusive jurisdiction of any United States Federal or New York State court sitting in New York City in any action or proceeding arising out of or relating to this Agreement, and the Debtor hereby irrevocably agrees that all claims in respect of such action or proceeding may be heard and determined in any such United States Federal or New York State court and the Debtor irrevocably waives any objection, including, without limitation, any objection to the laying of venue or based on the grounds of forum non conveniens which it may now or hereafter have to the bringing of any such action or proceeding in such respective jurisdictions. As a method of service, the Debtor irrevocably consents to the service of any and all process in any such action or proceeding brought in any court in or of the State of New York by the delivery of copies of such process to the Debtor at its address specified in Section 8.2 hereof or by certified mail direct to such address.

8.7 Governing Law. This Agreement shall be deemed to be a security agreement made under the laws of the State of New York, and for all purposes shall be construed in accordance with the laws of said State, without regard to principles of conflicts of law, except for the perfection and enforcement of security interests and liens in other jurisdictions, which shall be governed by the laws of those jurisdictions. Nothing contained in this Agreement and no action taken by the Agent or any Beneficiary pursuant hereto shall be deemed to constitute the Agent or the Beneficiaries a partnership, an association, a joint venture or other entity.

8.8 Severability of Provisions. Any provision of this Agreement which is prohibited or unenforceable in any jurisdiction shall, as to such jurisdiction, be ineffective to the extent of such prohibition or unenforceability without invalidating the remaining provisions hereof or affecting the validity or enforceability of such provision in any other jurisdiction.

8.9 Headings. The Section headings used in this Agreement are for convenience of reference only and shall not affect the construction of this Agreement.

8.10 Obligations Absolute. The obligations of the Debtor hereunder shall remain in full force and effect without regard to, and shall not be impaired by, (a) any bankruptcy, insolvency, reorganization, arrangement, readjustment, composition, liquidation or the like of the Debtor; (b) any exercise or non-exercise, or any waiver of, any right, remedy, power or privilege under or in respect of this Agreement or the Loan Agreement or any other Basic Agreement except as specifically set forth in a waiver granted pursuant to the provisions of Section 8.1 hereof; or (c) any amendment to or modification of the Loan Agreement or any Basic Agreement or any security for any of the Obligations, whether or not the Debtor shall have notice or knowledge of any of the foregoing.

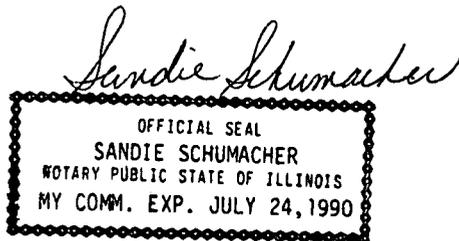
8.11 Termination; Release. The Debtor may sell any part of the Collateral only in compliance with the terms and conditions of the Loan Agreement. In the event of such a sale the Agent, at the request and expense of the Debtor, will execute and deliver to the Debtor the proper instruments (including Uniform Commercial Code partial releases on form UCC-3) acknowledging the release of such Collateral from the security interests created under this Agreement. This Agreement shall terminate at such time as no Commitment by any Beneficiary remains outstanding to Debtor under the Loan Agreement and after Debtor shall have no Obligations of any kind outstanding to the Beneficiaries under the Loan Agreement, the Notes or this Agreement. Upon the termination of this Agreement, the Agent, at the request and expense of the Debtor, will execute and deliver to the Debtor the proper instruments (including Uniform Commercial Code termination statements on form UCC-3) acknowledging the termination of this Agreement, and will duly assign, transfer and deliver to the Debtor (without recourse

and without any representation or warranty) such of the Collateral as may be in possession of the Agent and has not theretofore been sold or otherwise applied or released pursuant to this Agreement.

IN WITNESS WHEREOF, the parties hereto have caused this Agreement to be executed and delivered by their duly authorized officers as of the date first above written.

HUNTSMAN POLYPROPYLENE CORPORATION

By Joshua A. Calt
Its: Vice President



BANKERS TRUST COMPANY,
as Agent

By Michael P. DeGiacomo
Its: V.P.

HLK/179/D.5/12:15:87

Annex A

Location of Inventory

Lacoeur Warehouse
Kenner, LA

Lakeshore Warehouse
Warren, MI

Bulk Distribution
Charlotte, NC

Washington Penn Plastics
Washington, PA

Packaging Resources
New Vienna, OH

Pacher Plastics
Lawrence, KS

Owens - Illinois
Hamlet, NC

Fisher - Price
Holland, NY

Fisher - Price
Medina, NY

Bulk Distribution
Kansas City, MO

Argo Plant
Argo, IL

Lesbro Company
Palm Beach, CA

Bulk Distribution
Atlanta, GA

Bulk Distribution
Louisville, KY

Plant Sight
Woodbury, NJ

Annex B

Location of Goods and Equipment

All located within Gloucester County, New Jersey.

Schedule I

Description of Railcars

CAR MARK AND NUMBERS

SCPX	5701 through 5708
SCPX	5710 through 5712
SCPX	5714 through 5739
SCPX	5741 through 5745
SCPX	5747 through 5756
SCPX	5774 through 5788
SCPX	5799
SCPX	5801 through 5829
SCPX	5831 through 5857
SCPX	5860 through 5862
SCPX	6700 through 6705
SCPX	6706 through 6722
SCPX	6727
SCPX	6731
SCPX	6742 and 6743
SCPX	6746
SCPX	6748 through 6750
SCPX	6752 through 6754
ACFX	098881 and 098882
ACFX	098885
ACFX	098889
ACFX	098892
ACFX	098894 through 098896
ACFX	098901 through 098903
ACFX	098905
ACFX	098910
ACFX	098916 and 098917
ACFX	098921 and 098922
ACFX	098926 and 098927
ACFX	098929
ACFX	098937
ACFX	098939
ACFX	098943 through 098945
ACFX	098951 and 098952
ACFX	098955
ACFX	098957
ACFX	098959
ACFX	098964
ACFX	098966
ACFX	098968 and 098969
ACFX	098975

Interstate Commerce Commission
Washington, D.C. 20423

OFFICE OF THE SECRETARY

Deanne R. Stedem
One First National Plaza
Chicago, IL 60603

Dear

The enclosed document(s) was recorded pursuant to the provisions of Section 11303 of the Interstate Commerce Act, 49 U.S.C. 11303, on 1/11/88 at 10:55AM, and assigned recordation number(s).

15461

Sincerely yours,

Narita L. McGee

Secretary

Enclosure(s)