$50
(2)
New Number

ELIAS C. ALVORD (1942)
ELLSWORTH C. ALVORD (1964)

ROBERT W. ALVORD
ALBERT H. GREENE
CARL C. DAVIS*
CHARLES T. KAPPLER
JOHN H. DOYLE
MILTON C. GRACE*
GEORGE JOHN KETO**
RICHARD N. BAGENSTOS

* NOT A MEMBER OF D.C. BAR
** ALSO A MEMBER OF OHIO BAR

LAW OFFICES
ALVORD AND ALVORD
200 WORLD CENTER BUILDING
918 SIXTEENTH STREET, N.W.
WASHINGTON, D.C.
20006

OF COUNSEL
JESS LARSON
URBAN A. LESTER

CABLE ADDRESS
"ALVORD"

TELEPHONE
AREA CODE 202
393-2266

TELEX
440348 CDAA UI

RECORDATION NO. 11605 Filed 1425
MAR 26 1980 - 11 03 AM
INTERSTATE COMMERCE COMMISSION

March 26, 1980

No. 0-086A037
Date MAR 26 1980
Fee $ 50.00
ICC Washington, D.C.

RECEIVED
MAR 26 11 03 AM '80
I.C.C.
FEE OPERATION BR.

Agatha L. Mergenovich, Secretary
Interstate Commerce Commission
Washington, D.C. 20434

Dear Madam:

Enclosed herewith for recordation pursuant to the provisions of 49 U.S.C. §11303(a) are three counterparts of a Mortgage of Railroad Rolling Stock dated as of November 2, 1979.

A general description of the railroad equipment covered by the enclosed document is, as follows:

> Five (5) Type 230 boxcars, AAR Mechanical Designation XL, bearing identifying mark ATW and road serial numbers 25180, 25181, 25182, 25183 and 25184

The names and addresses of the parties to the enclosed document are:

Mortgagor: Adam W. Hahn, M.D.
Norma J. Hahn
11 Camden Place
Pittsburgh, Pennsylvania 15215

Mortgagee: Knoblauch Private Bank
209 Lancaster Avenue
Reading, Pennsylvania 19611

The undersigned is Agent of the Mortgagee for the purpose of the recordation of the enclosed document and has knowledge of the matters set forth therein.

Please return the counterparts not needed for the purpose of recordation to Charles T. Kappler, Esq., Alvord and Alvord, 918 Sixteenth Street, N.W., Washington, D.C. 20006.

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

Very truly yours,

ALVORD AND ALVORD, as Agent
for Mortgagee

By Charles T. Kappler
Charles T. Kappler

RECORDATION NO. 11605 Filed 1425
MAR 26 1980 -11 05 AM
INTERSTATE COMMERCE COMMISSION

MORTGAGE OF RAILROAD ROLLING STOCK

ADAM W. HAHN and NORMA J. HAHN
MORTGAGOR

KNOBLAUCH PRIVATE BANK
MORTGAGEE

DATED AS OF NOVEMBER 2, 1979

MORTGAGE OF RAILROAD ROLLING STOCK

ADAM W. HAHN and NORMA J. HAHN of 11 Camden Place, Pittsburgh, Pennsylvania 15215, residents of the Commonwealth of Pennsylvania ("Mortgagor") and KNOBLAUCH PRIVATE BANK ("KPB"), a banking partnership organized and existing under the laws of Pennsylvania with an office at 209 Lancaster Avenue, Reading, Pennsylvania 19611, in consideration of the mutual covenants and agreements contained herein, hereby Recite and Agree as follows:

Recitals

1. Ownership of Units

Mortgagor is the owner of five (5) railroad boxcars specifically identified in Schedule 1 hereto, (all of which cars and any other railroad rolling stock covered hereby, whenever acquired, together with all replacements, replacement parts, additions, repairs, repair parts, accessions and accessories incorporated therein and/or affixed thereto, all special tools and devices incorporated thereinto, and all replacements and substitutions thereof are hereinafter referred to collectively in the plural as the "Units" and in the singular as "Unit").

2. Agreement to Finance

KPB has agreed, subject to the terms and conditions of a Credit Agreement dated November 2, 1979 by and between Mortgagor and KPB, to lend to Mortgagor the maximum principal amount of One Hundred Thirty-Nine Thousand Three Hundred Forty-Eight and 40/100 ($139,348.40) ("Agreement"). The Agreement is hereby incorporated herein and all terms defined therein shall have the same meanings herein except only as otherwise defined herein.

3. Agreement to Secure Advances

Mortgagor has agreed to grant in the Agreement and grants to KPB hereby a security interest in the Units to secure advances made and to be made by KPB to Mortgagor under and pursuant to the Agreement.

4. Mortgagor's Obligations

Mortgagor's obligations hereunder shall include the total unpaid amount of Mortgagor's Note together with any and all of Mortgagor's obligations under the Agreement, a security agreement referred to in Section 2.3 of the Agreement or hereunder all of whatever kind and whenever created of Mortgagor to KPB, including interest, whether direct or indirect, absolute or contingent, now existing or hereafter arising, all of which are covered by this Mortgage and are herein collectively called the "Obligations".

Agreements

5. Mortgage Interest

To secure payment and performance of the Obligations, Mortgagor grants to KPB a continuing security interest in the following, and, if moved, sold, leased or otherwise disposed of, the proceeds thereof:

> Whether now in existence or hereafter acquired, all of the following: The railroad rolling stock specifically identified in Schedule 1 hereto (to be further identified, supplemented and added to from time to time); together with all replacements, replacement parts, additions, repairs, repair parts, accessions and accessories incorporated therein and/or affixed thereto, all special tools and devices incorporated thereinto or used in connection therewith; and together with all products, replacements, additions, substitutions and proceeds (including any claims or insurance payable by reason of loss or damage to the Units) thereof ("Mortgaged Property").

6. Inspection, Selection and Delivery of Units

As to each Unit, Mortgagor or Manager will inspect and carefully select such Unit under the terms of any agreement affecting the purchase thereof and will take delivery thereof. By inspecting, selecting and taking delivery of such Unit, Mortgagor shall and does warrant to KPB that each delivered Unit is in the condition, repair and of a value to be fully suitable for all purposes hereunder.

7. Repairs, Alterations, Additions, Improvements and Expenses

During the effectiveness hereof, Mortgagor will make or

cause to be made such repairs, alterations, additions and improvements as are or may be required from time to time (a) under the Management Agreement or Management Agreements and/or (b) to insure compliance herewith and with all laws, rules and regulations to which reference is made in Section 8 hereof. Without the prior written consent of KPB, Mortgagor shall not make or cause to be made other alterations, additions or improvements to any Unit, unless such may be made without reduction of the value of that Unit below the amount which it would have been had no alteration, addition or improvement been made, and without impairment to the condition and working order required hereby.

Mortgagor will keep or cause to be kept each Unit in good repair, condition and working order and will furnish or cause to be furnished all parts, mechanisms and devices required to keep each Unit in good mechanical and working order and in compliance with the laws to which reference is made in Section 8 hereof. KPB shall have no responsibility for any cost arising under this Section or for any expense arising out of or necessary for the operation and use of the Units, including but not limited to maintenance, repairs and replacement parts, storage, tolls, tariffs, fines, registration and insurance fees for all insurance required hereby.

8. Use and Standards of Use and Repair

Mortgagor will repair, keep in repair and cause the Units to be used in a careful and proper manner and will comply with and conform to and with all current and future federal, state, municipal, police and other laws, ordinances and regulations relating to the possession, use or maintenance of the Units. Mortgagor will comply or through the Manager cause compliance with all rules, interpretations, codes and orders governing use, hire, condition, repair and all other matters interpreted as being applicable to the Units during the effectiveness hereof by and of the American Association of Railroads ("AAR") and any other organization, association, agency or governmental authority, including the Interstate Commerce Commission and the Department of Transportation, which may during the effectiveness hereof be responsible for or have authority to promulgate such rules, interpretations, codes and orders. Mortgagor agrees to indemnify and hold KPB safe and harmless from and against any and all claims, costs, expenses (including without limitation attorneys' fees), damages and liabilities claimed, arising from or pertaining to such laws, ordinances, regulations, rules, interpretations, codes and orders.

9. Supplemental Schedules and Identification

In the event of any addition or substitution of Mortgaged Property hereunder, Mortgagor will forthwith prepare and submit to KPB Supplemental Schedules in form and substance satisfactory to KPB. In addition, Mortgagor will affix or cause to be affixed to each Unit and maintain throughout the effectiveness hereof, labels, plates or other markings identifying the Units and KPB's interest therein, including without limitation the marks and stencils recited in the Schedule. Mortgagor agrees to join with KPB in the execution of any documents and to pay all recording costs, fees and taxes associated therewith which KPB may request to give evidence of KPB's interest in the Units and Mortgagor agrees that KPB may give notice of such interest to any and all of Mortgagor's creditors.

10. Insurance

Mortgagor further warrants and covenants that he will keep and maintain the following insurance on and in respect of the Collateral and of its business generally:

(a) Coverage. Mortgagor will carry, at his cost and at no cost to KPB, with insurers of recognized responsibility comprehensive public liability and property damage insurance in respect of the operation and use of the Units, in an amount not less than $10,000,000.00 for each occurrence, which insurance may contain a $1,000.00 deductible provision for any one occurrence. In addition each Unit shall be insured against casualty damage in a minimum initial amount of $29,700 per car and a reducing amount thereafter so long as the casualty insurance carried on all of Mortgagor's Units exceeds at all times 110% of the unpaid principal amount of Mortgagor's Note.

(b) Policy Provisions. Mortgagor shall cause each insurance policy issued pursuant to the requirements of subsection (a) hereof to provide, and the insurer issuing such policy to certify to KPB, that (i) KPB, as mortgagee of the Units, is an additional insured thereunder, (ii) all provisions of such policy, except the limits of liability, will operate in the same manner as if there were a separate policy covering each insured and (iii) if such policy be cancelled or materially changed for any reason whatsoever such insurer will promptly notify KPB and such cancellation or change will not be effective for thirty (30) days after notice to KPB.

(c) Delivery of Policies and Receipts for Premiums. Mortgagor shall deliver to KPB copies of each such insurance policy (or a certificate of insurance relating thereto) upon or prior to the execution hereof and copies of each renewal policy (or a certificate or other evidence of insurance relating thereto) prior to the expiration of the original policy or preceding renewal policy, as the case may be (provided, however, that Mortgagor shall notify KPB in writing of the status of such insurance thirty (30) days prior to the expiration thereof in the event he has not then delivered to KPB a renewal policy, or a certificate or other evidence of insurance relating thereto), and Mortgagor shall deliver to KPB receipts or other evidence that the premiums thereon have been paid if reasonably requested by KPB.

11. Loss or Damages

If damage occurs to any of the Units, Mortgagor at his option shall:

(a) Cause the Unit which has suffered the damage to be placed in the repair, condition and working order required hereby;

(b) Declare that the Unit has suffered an Event of Loss in which event Mortgagor shall make the prepayment required by Section 1.5 of the Agreement.

In the event the Mortgagor elects to repair the Unit which suffered the damage KPB will, upon proof satisfactory to it of the completion of all necessary repair, release to the Manager any insurance proceeds received by KPB as a result of the occurrence of the damage. In the event the Mortgagor declares that the Unit has suffered an Event of Loss, KPB shall apply insurance proceeds related to the Event of Loss and received prior to the prepayment date to prepay Mortgagor's Obligations as set forth in the Agreement. If KPB has been prepaid at the time it receives the insurance proceeds it shall deliver those proceeds to the Manager for disbursement pursuant to the Management Agreement or any subsequent Management Agreements.

12. Assignment

Mortgagor will not sell, assign, sublet, pledge, hypothecate or otherwise encumber or suffer a lien upon or against any interest in the Units without the prior written consent of KPB. KPB may assign this Mortgage or any right and title it has hereunder upon written notice thereof to Mortgagor and such assignment shall be on terms and conditions not inconsistent herewith.

13. Default

Mortgagor shall be deemed to be in default hereunder in the event that an Event of Default should occur under Section 7.1 of the Agreement.

14. Enforcement of Security and Remedies

In the event of default hereunder, then, or at any time thereafter (such default not having previously been cured), KPB may declare all of the Obligations to be immediately due and payable, without notice or demand therefor, and shall then have all remedies hereunder, under the Agreement and all the remedies of a secured party under the laws of the Commonwealth of Pennsylvania, or any other applicable laws, including, without limitation, the right to take possession of the Units, and for that purpose KPB may require Mortgagor to make the Units and the records thereof available to KPB at a place to be designated by KPB reasonably convenient to both parties and may, so far as Mortgagor can give authority therefor, enter upon any premises on which the Units or any part or records thereof may be situated and remove the same therefrom, and Mortgagor hereby waives and releases KPB of and from any and all claims in connection with such removal.

The parties hereto recognize that the Units may and probably will be widely scattered geographically, difficult of preservation and disposition, important to the continued operation of shippers and subject to complex maintenance and management. Accordingly, those parties agree that, after default, KPB is to have the widest possible latitude to preserve and protect the Units and its security therein and agree further that, at its option, KPB shall have the unqualified right to appointment of receivers for the preservation, possession, protection and disposition of all or part of the Units and the collection and protection for KPB of any proceeds of use or disposition thereof and/or to do any other thing and exercise any rights or remedies which KPB may or might, with or without judicial process, do or exercise.

After KPB takes or receives possession of the Units following default hereunder, KPB may sell, lease or otherwise dispose of the Units in any manner permitted by law, and if such notice is required by law, KPB will give Mortgagor written notice of the time and place of any public sale of the Units or of the time after which any private sale or other intended disposition thereof is to be made, and at any such public or private sale KPB may purchase all or any part of the Units. The parties hereto

agree that notice under this paragraph shall not be unreasonable as to time if given in compliance herewith 5 days prior to sale or other disposition.

To the extent permitted by applicable law, Mortgagor hereby waives any rights for or hereafter conferred by statute or otherwise which may require KPB to sell, lease or otherwise use any Units in mitigation of KPB's damages as set forth in this Section or which may otherwise limit or modify any of KPB's rights or remedies under this Section.

Mortgagor shall pay to KPB, on demand and as part of the obligations secured hereunder, all costs and expenses, including court costs, legal expenses and reasonable attorneys' fees, incurred by KPB in exercising any of its right or remedies hereunder or enforcing any of the terms, conditions or provisions hereof.

15. Concurrent Remedies

No right or remedy of KPB hereunder shall be exclusive of any other remedy herein or by law provided; each right or remedy shall be cumulative and in addition to every other right or remedy and, in addition, the exercise of any remedy by KPB hereunder shall not of itself constitute a recognition of a default of all provisions hereof or of an intent by KPB to terminate all the provisions hereof. Moreover, a failure of KPB to insist upon strict compliance with the terms hereof or to assert any right or remedy hereunder shall not be waiver of any default and shall not be determined to constitute a modification of the agreements of the parties hereto or the terms hereof or to establish any claim or defense.

16. Mortgagee's Payment

In the event that Mortgagor should fail duly and promptly to perform any of the things required to be performed hereunder, KPB may, at its option, immediately or at any time thereafter, perform the same for the account of Mortgagor without thereby waiving any default, and any amount paid or expenses or liability incurred by KPB in such performance, together with interest thereon at the rate of three percent (3%) per annum in excess of the Prime Rate as that rate may change from time to time until paid shall be payable to KPB by Mortgagor on demand and shall be and become part of the obligations secured hereunder.

17. Notice

Except as otherwise specifically provided herein, notice shall be deemed to have been properly given to Mortgagor when deposited in the United States mail, first class postage prepaid and addressed to Mr. David T. Magrish, Kossis Magrish Company, P. O. Box 13192, Pittsburgh, Pennsylvania 15243. Any communication to KPB shall be deemed properly given if similarly mailed to Knoblauch Private Bank, 209 Lancaster Avenue, Reading, Pennsylvania 19611. Either party hereto may at any time change its address for notification purposes by mailing, as aforesaid, a notice stating the change and setting forth the new address; provided, however, all notices to Mortgagor shall only be sent to Mortgagor care of Kossis Magrish Company.

18. Miscellaneous

All covenants and agreements in this Mortgage contained by or on behalf of any of the parties hereto shall bind and inure to the benefit of the respective successors and assigns of the parties hereto whether so expressed or not, except that Mortgagor shall not have the right to assign its rights hereunder or any interest herein without the prior written consent of KPB.

The titles to the various sections of this Mortgage are solely for convenience and are not a part of the Mortgage for purposes of interpreting the provisions hereof.

This Mortgage, the Schedule, or any other instruments, documents or agreements to be delivered hereunder, are being executed and delivered and are intended to be performed in the Commonwealth of Pennsylvania. The parties hereto agree that the law of the Commonwealth of Pennsylvania shall govern their rights and duties hereunder, excepting applicable federal law.

As used in this Mortgage the term "Mortgagor", if there be more than one party executing this Mortgage as Mortgagor, shall mean all such parties and each of them and in such case they are jointly and severally bound.

This written agreement is exclusive as to its subject matter and no inconsistent oral agreement shall be binding.

IN WITNESS WHEREOF, the parties hereto have caused this Mortgage to be duly executed by their respective duly authorized

officers as of the 2nd day of November, 1979.

WITNESS:

MORTGAGOR

Adam W. Hahn

Norma J. Hahn

WITNESS:

KNOBLAUCH PRIVATE BANK

By

W. Thomas Tither, Jr.
General Partner

COMMONWEALTH OF PENNSYLVANIA)
) SS:
COUNTY OF BERKS)

On this Seventh day of March, 1980, before me personally appeared W. THOMAS TITHER, JR. to me personally known, who, being by me duly sworn, says that he is a general partner of Knoblauch Private Bank, a Pennsylvania banking partnership, and that the foregoing instrument was signed on behalf of Knoblauch Private Bank by authority of its Partnership Agreement and Certificate of Limited Partnership, and he acknowledged that the execution of the foregoing instrument was the free act and deed of Knoblauch Private Bank.

Marian T. Glace
Notary Public

MARIAN T. GLACE, Notary Public
Reading, Berks Co., Pa.
My Commission Expires April 11, 1983

(NOTARIAL SEAL)

My Commission Expires:

COMMONWEALTH OF PENNSYLVANIA)
) SS:
COUNTY OF ALLEGHENY)

On this 24th day of March, 1980, before me personally appeared ADAM W. HAHN and NORMA J. HAHN to me personally known to be the persons described in and who executed the foregoing instrument as Mortgagor, who, being by me duly sworn, acknowledged that the execution of the foregoing instrument was their free act and deed.

Angeline Taghdis
Notary Public

(NOTARIAL SEAL)

My Commission Expires:

ANGELINE TAGHDIS, NOTARY PUBLIC
PITTSBURGH, ALLEGHENY COUNTY
MY COMMISSION EXPIRES DEC 5, 1983
Member, Pennsylvania Association of Notaries

SCHEDULE 1

To Mortgage of Railroad Rolling Stock
Dated November 2, 1979

Description of Equipment (Units):

Type	ARR Mechanical Designation	NUMBER of Units
A230	XL Boxcars	5

Identifying Marks	and	Road Serial Numbers
ATW		25180 25181 25182 25183 25184

Legend to be placed on each unit in one inch letters:

"Subject to a Security Interest in favor of Knoblauch Private Bank per mortgage filed with the Interstate Commerce Commission pursuant to Section 11303 of the Interstate Commerce Act."