

CRAVATH, SWAIN & MOORE

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ONE CHASE MANHATTAN PLAZA

RECORDATION NO. Filed 1425

NEW YORK, N. Y. 10005

FEB 15 1980 -4 15 PM

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INTERSTATE COMMERCE COMMISSION

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INTERSTATE COMMERCE COMMISSION
No. 048A118

Date FEB 15 1980

Fee \$ 100.00

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FEB 15 1980 -4 15 PM

INTERSTATE COMMERCE COMMISSION

ICC Washington, D. C.

February 15, 1980

General American Transportation Corporation
Lease Financing Dated as of February 15, 1980
12-7/8% Conditional Sale Indebtedness
Due July 5, 2000
[CS&M Ref.: 2898-004]

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INTERSTATE COMMERCE COMMISSION

Dear Madam:

Pursuant to 49 U.S.C. § 11303(a), I enclose herewith on behalf of General American Transportation Corporation for filing and recordation counterparts of the following documents:

1. (a) Conditional Sale Agreement dated as of February 15, 1980, between New England Merchants Leasing Corporation B-7, as Vendee, and General American Transportation Corporation, as Builder, Vendor; and

(b) Agreement and Assignment dated as of February 15, 1980, between General American Transportation Corporation, as Builder, and The Connecticut Bank and Trust Company, as Agent, Assignee.

2. (a) Lease of Railroad Equipment dated as of February 15, 1980, between General American Transportation Corporation, as Lessee and New England Merchants Leasing Corporation B-7, as Lessor; and

(b) Assignment of Lease and Agreement dated as of February 15, 1980, between New England Merchants

Leasing Corporation B-7, as Vendee, Lessor, and The Connecticut Bank and Trust Company, as Agent, Vendor.

The names and addresses of the parties to the aforementioned Agreements are as follows:

(1) Agent-Vendor-Assignee:

The Connecticut Bank and Trust Company
One Constitution Plaza
Hartford, Connecticut 06115

(2) Vendee-Lessor:

New England Merchants Leasing
Corporation B-7
One Washington Mall
Boston, Massachusetts 02108

(3) Builder-Vendor:

General American Transportation
Corporation
120 South Riverside Plaza
Chicago, Illinois 60606

(4) Lessee:

General American Transportation
Corporation
120 South Riverside Plaza
Chicago, Illinois 60606

Please file and record the documents referred to in this letter and cross-index them under the names of the Agent-Vendor-Assignee, the Vendee-Lessor, the Builder-Vendor and the Lessee.

The equipment covered by the aforementioned documents appears on Exhibit A attached hereto.

There is also enclosed a check for \$100 payable to the Interstate Commerce Commission, representing the fee for recording the Conditional Sale Agreement and related Agreement and Assignment (together constituting one document) and the Lease of Railroad Equipment, and related Assignment of Lease

and Agreement (together constituting one document).

Please stamp all counterparts of the enclosed documents with your official recording stamp. You will wish to retain one copy of the instruments for your files. It is requested that the remaining counterparts be delivered to the bearer of this letter.

Very truly yours,



Susan E. Gorman
As Agent for General American
Transportation Corporation

Interstate Commerce Commission,
Washington, D. C. 20423

Attention of Agatha L. Mergenovich,
Secretary

Encls.

RECORDATION NO. 11500 Filed 1425

FEB 15 1980 -4 15 PM

INTERSTATE COMMERCE COMMISSION

ASSIGNMENT OF LEASE AND AGREEMENT dated as of February 15, 1980 (hereinafter called this Assignment), by and between NEW ENGLAND MERCHANTS LEASING CORPORATION B-7 (hereinafter called the Lessor or the Vendee) and THE CONNECTICUT BANK AND TRUST COMPANY, as Agent (hereinafter called the Vendor) under a Participation Agreement dated as of the date hereof.

WHEREAS the Vendee is entering into a conditional sale agreement dated as of the date hereof (hereinafter called the CSA) with General American Transportation Corporation (hereinafter in such capacity called the Builder), providing for the sale to the Vendee of such units of railroad equipment (hereinafter called the Units) described in the Annex thereto as are delivered to and accepted by the Vendee thereunder;

WHEREAS the Lessor and General American Transportation Company (hereinafter in such capacity called the Lessee) have entered into a Lease of Railroad Equipment dated as of the date hereof (hereinafter called the Lease), providing for the leasing by the Lessor to the Lessee of the Units; and

WHEREAS, in order to provide security for the obligations of the Lessor under the CSA and as an inducement to the Vendor to invest in the CSA Indebtedness (as that term is defined in the CSA), the Lessor agrees to assign to the Vendor for security purposes the Lessor's rights in, to and under the Lease;

NOW, THEREFORE, in consideration of the premises and of the payments to be made and the covenants hereinafter mentioned to be kept and performed, the parties hereto agree as follows:

1. The Lessor hereby assigns, transfers and sets over unto the Vendor, as collateral security for the payment and performance of the obligations of the Lessor as Vendee under the CSA, all the Lessor's right, title and interest, powers, privileges, and other benefits under the Lease, including, without limitation, the immediate right to receive and collect all rentals, profits and other sums payable to or

receivable by the Lessor from the Lessee under or pursuant to the provisions of the Lease whether as rent, casualty payment, indemnity, liquidated damages, or otherwise (such moneys being hereinafter called the Payments), and the right to make all waivers and agreements, to give all notices, consents and releases, to take all action upon the happening of an Event of Default specified in the Lease, and to do any and all other things whatsoever which the Lessor is or may become entitled to do under the Lease; provided, however, that the term Payments as used herein shall not be deemed to include (i) payments made by the Lessee to the Lessor pursuant to §§ 6 and 9 of the Lease (except indemnification payments intended to satisfy the obligations of the Lessor to indemnify the Vendor pursuant to Article 6 of the CSA or the obligation of the Lessee to indemnify The Connecticut Bank and Trust Company in its capacity as assignee of the Lease and except to the extent that the Lessor is obligated to pay and discharge claims, liens, charges or security interests under Paragraph 6 of this Assignment) and (ii) any indemnity payable to or receivable by the Lessor pursuant to § 17 of the Lease, and such amounts shall be paid directly to the party to receive the same. In furtherance of the foregoing assignment, the Lessor hereby irrevocably authorizes and empowers the Vendor in its own name, or in the name of its nominee, or in the name of the Lessor or as its attorney, to ask, demand, sue for, collect and receive any and all Payments to which the Lessor is or may become entitled under the Lease, and to enforce compliance by the Lessee with all the terms and provisions thereof.

The Vendor agrees to accept any Payments made by the Lessee for the account of the Lessor pursuant to the Lease. To the extent received, the Vendor will apply such Payments to satisfy the obligations of the Lessor under the CSA, and, so long as no event of default shall have occurred and be continuing under the CSA, any balance shall be paid to the Lessor on the same date such Payment is applied to satisfy such obligations of the Lessor, by check mailed to the Lessor on such date or, upon written request of the Lessor, by bank wire to the Lessor at such address as may be specified to the Vendor in writing, and such balance shall be retained by the Lessor. If the Vendor shall not receive any rental payment under the first paragraph of § 3 of the Lease when due, the Vendor shall forthwith notify the Lessor by telephone (confirmed in writing) or telegraph at the address set forth in the Lease; provided, however, that the failure of the Vendor so to notify the Lessor shall not affect

the obligations of the Lessor hereunder or under the CSA.

2. This Assignment is executed only as security and, therefore, the execution and delivery of this Assignment shall not subject the Vendor to, or transfer, or pass, or in any way affect or modify the liability of the Lessor under the Lease, it being understood and agreed that notwithstanding this Assignment or any subsequent assignment, all obligations of the Lessor to the Lessee shall be and remain enforceable by the Lessee, its successors and assigns, against, and only against, the Lessor or persons other than the Vendor.

3. The Lessor will faithfully abide by, perform and discharge each and every obligation, covenant and agreement which the Lease provides is to be performed by the Lessor; without the written consent of the Vendor, the Lessor will not anticipate the rents under the Lease or waive, excuse, condone, forgive or in any manner release or discharge the Lessee thereunder of or from the obligations, covenants, conditions and agreements to be performed by the Lessee, including, without limitation, the obligation to pay the rents in the manner and at the time and place specified therein or enter into any agreement amending, modifying or terminating the Lease, and the Lessor agrees that any amendment, modification or termination thereof without such consent shall be void.

4. The Lessor does hereby constitute the Vendor the Lessor's true and lawful attorney, irrevocably, with full power (in the name of the Lessor, or otherwise), to ask, require, demand, receive and give acquittance for any and all Payments due and to become due under or arising out of the Lease to which the Lessor is or may become entitled, to enforce compliance by the Lessee with all the terms and provisions of the Lease, 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 to the Vendor may seem to be necessary or advisable in the premises.

5. Upon the full discharge and satisfaction of all sums due from the Lessor under the CSA, this Assignment and all rights herein assigned to the Vendor shall terminate, and all estate, right, title and interest of the Vendor in and to the Lease shall revert to the Lessor.

6. The Lessor will pay and discharge any and all

claims, liens, charges or security interests (other than those created by the CSA) on the Lease or the rentals or other payments due or to become due thereunder claimed by any party from, through or under the Lessor, or its successors and assigns (other than the Vendor), not arising out of the transactions contemplated by the CSA or the Lease (but including tax liens arising out of the receipt by or for the account of the Lessor of the income and proceeds from the Units) which, if unpaid, might become a claim, lien, charge or security interest on or with respect to the Lease or such rentals or other payments equal or superior to the Vendor's interest therein, unless the Lessor shall be contesting the same in good faith by appropriate proceedings in any reasonable manner and the nonpayment thereof does not, in the reasonable opinion of the Vendor, adversely affect such interests of the Vendor.

7. The Lessor will, from time to time, execute, acknowledge and deliver any and all further instruments required by law or as reasonably requested by the Vendor in order to confirm or further assure, the interest of the Vendor hereunder.

8. The Vendor may assign all or any of the rights assigned to it hereby or arising under the Lease, including, without limitation, the right to receive any Payments due or to become due. In the event of any such assignment, any such subsequent or successive assignee or assignees shall, to the extent of such assignment, enjoy all the rights and privileges and be subject to all the obligations of the Vendor hereunder.

9. The terms of this Assignment and all rights and obligations hereunder shall be governed by the laws of the Commonwealth of Massachusetts; provided, however, that the parties shall be entitled to all rights conferred by 49 U.S.C. § 11303, such additional rights arising out of the filing, recording or deposit hereof, if any, as shall be conferred by the laws of the several jurisdictions in which this Assignment hereof shall be filed, recorded or deposited or in which any Unit of equipment shall be located, and any rights arising out of the marking on the Units of Equipment.

10. The Lessor shall cause copies of all notices received in connection with the Lease and all payments hereunder to be promptly delivered or made to the Vendor at its address set forth in Article 20 of the CSA, or at such other

address as the Vendor shall designate.

11. The Vendor hereby agrees with the Lessor that the Vendor will not, so long as no Event of Default under the Lease or event of default under the CSA has occurred and is continuing, exercise or enforce, or seek to exercise or enforce, or avail itself of, any of the rights, powers, privileges, authorizations or benefits which are assigned and transferred by the Lessor to the Vendor by this Assignment, except the right to receive and apply the Payments as provided in Paragraph 1 hereof, and that, subject to the terms of the Lease and the CSA, the Lessor may, so long as no event of default under the CSA or Event of Default under the Lease has occurred and is continuing, exercise or enforce, or seek to exercise or enforce or avail itself of, such rights, powers, privileges, authorizations or benefits.

12. Notwithstanding any other provision of this Assignment (including, but not limited to, any provision of the first paragraph of Paragraph 1 and Paragraph 3 hereof) (a) the terms of this Assignment shall not impose any obligations on the Lessor in addition to the obligations of the Lessor under the Lease or under the CSA or in any way limit the effect of the last paragraph of Article 4 of the CSA, Article 21 of the CSA or § 23 of the Lease and (b) so long as there is no event of default under the CSA, and to the extent that the Vendor does not seek to receive and collect any Payments under the Lease required to discharge the obligations of the Lessor under the CSA, the terms of this Assignment shall not limit or in any way affect the Lessor's right to receive and collect any Payments under the Lease in excess of amounts required to discharge the obligations of the Lessor under the CSA, or empower the Vendor in any way to waive or release the Lessee's obligation to pay such excess amounts, and the Lessor shall continue to be empowered to ask, demand, sue for, collect and receive any and all of such excess amounts, but shall not take any action under subparagraph (b) of § 10 of the Lease without the written consent of the Vendor.

IN WITNESS WHEREOF, the parties hereto have caused this instrument to be executed in their respective corporate names by officers thereunto duly authorized, and their

respective corporate seals to be affixed and duly attested,
all as of the date first above written.

NEW ENGLAND MERCHANTS LEASING
CORPORATION B-7,

by 
Authorized Officer

[Seal]

Attest:


Authorized Officer



THE CONNECTICUT BANK AND TRUST
COMPANY, as Agent,

by 
Authorized Officer

[Corporate Seal]

Attest:


Authorized Officer



STATE OF NEW YORK,)
) ss.:
COUNTY OF NEW YORK,)

On this 15 day of February 1980, before me personally appeared **E. W. KAWAM**, to me personally known, who, being by me duly sworn, says that he is an Authorized Officer of THE CONNECTICUT BANK AND TRUST COMPANY, that one of the seals affixed to the foregoing instrument is the corporate seal of said Corporation and 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.

Catherine Forrester
Notary Public

[Notarial Seal]

My Commission expires

CATHERINE FORRESTER
NOTARY PUBLIC, State of New York
No. 30-01FO4696218
Qualified in Nassau County
Certificate filed in New York County
Commission Expires March 30, 1981

STATE OF NEW YORK,)
) ss.:
COUNTY OF NEW YORK,)

On this 15 day of February 1980, before me personally appeared **Paul D. Dean III**, to me personally known, who, being by me duly sworn, says that he is an Assistant Vice President of NEW ENGLAND MERCHANTS LEASING CORPORATION B-7, that one of the seals affixed to the foregoing instrument is the corporate seal of said Corporation and 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.

Catherine Forrester
Notary Public

[Notarial Seal]

My Commission expires

CATHERINE FORRESTER
NOTARY PUBLIC, State of New York
No. 30-01FO4696218
Qualified in Nassau County
Certificate filed in New York County
Commission Expires March 30, 1981

CONSENT AND AGREEMENT

The undersigned, GENERAL AMERICAN TRANSPORTATION CORPORATION, a New York corporation (hereinafter called the Lessee), the Lessee named in the Lease (hereinafter called the Lease) referred to in the foregoing Assignment of Lease and Agreement (hereinafter called the Lease Assignment), hereby (a) acknowledges receipt of a copy of the Lease Assignment and (b) consents to all the terms and conditions of the Lease Assignment and agrees that:

(1) it will pay all rentals, casualty payments, liquidated damages, indemnities and other moneys provided for in the Lease (which moneys, other than amounts that are not assigned under the Lease Assignment, are hereinafter called the Payments) due and to become due under the Lease or otherwise in respect of the Units (as defined in the Lease) leased thereunder, directly to The Connecticut Bank and Trust Company, as Agent (hereinafter called the Vendor), the assignee named in the Lease Assignment, by 11:00 a.m. Hartford time, on the date such payment is due, by bank wire transfer of immediately available funds through the Federal Reserve System to the Connecticut Bank and Trust Company, attention of Corporate Trust Department;

(2) the Vendor shall be entitled to the benefits of, and to receive and enforce performance of, all the covenants to be performed by the Lessee under the Lease as though the Vendor were named therein as the Lessor;

(3) the Vendor shall not, by virtue of the Lease Assignment or this Consent and Agreement, be or become subject to any liability or obligation under the Lease or otherwise; and

(4) the Lease shall not, without the prior written consent of the Vendor, be terminated or modified, nor shall any action be taken or omitted by the Lessee the taking or omission of which might result in an alteration or impairment of the Lease or the Lease Assignment or this Consent and Agreement or of any of the rights created by any thereof.

This Consent and Agreement, when accepted by the Vendor by signing the Acceptance at the foot hereof, shall be deemed to be a contract under the laws of the State of

Illinois and, for all purposes, shall be construed in accordance with the laws of said State.

GENERAL AMERICAN TRANSPORTATION CORPORATION,

by

Raymond S. Abelson
TREASURER

[Corporate Seal]

Attest:

Georgina McDonnell
Asst. Secretary



The foregoing Consent and Agreement is hereby accepted, as of the 15th day of February 1980.

THE CONNECTICUT BANK AND TRUST COMPANY, as Agent,

by

Furlawa
Authorized Officer

[Corporate Seal]

Attest:

[Signature]
Authorized Officer

