

0100681032

2

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ROSS & HARDIES

A PARTNERSHIP INCLUDING PROFESSIONAL CORPORATIONS

150 NORTH MICHIGAN AVENUE  
CHICAGO, ILLINOIS 60601-7567  
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WRITER'S DIRECT LINE  
(312) 750-5708

July 6, 1995

19419-B

PARK AVENUE TOWER  
65 EAST 55TH STREET  
NEW YORK, NEW YORK 10022-3219  
212-421-5555

580 HOWARD AVENUE  
SOMERSET, NEW JERSEY 08873  
908-333-2700

888 SIXTEENTH STREET, N.W.  
WASHINGTON, D.C. 20004-1101  
202-296-8600

RECEIVING BRANCH

JUL 11 04 AM '95

RECEIVED  
OFFICE OF THE  
SECRETARY

VIA OVERNIGHT COURIER

Vernon A. Williams  
Secretary  
Interstate Commerce Commission  
12th Street and Constitution Avenue, N.W.  
Washington, D.C. 20423

Attention: Janice Fort, Room 2311

Dear Mr. Williams:

Enclosed for recordation pursuant to the provisions of 49 U.S.C. §11303(a) are two original executed copies and two photostatic copies of an Security Agreement Supplement, dated as of June 30, 1995 ("Supplement"), relating to the Security Agreement and Mortgage, dated as of May 12, 1995, between JAIX Leasing Company and The First National Bank of Chicago, as Agent (the "Security Agreement"), duly recorded and filed with the Interstate Commerce Commission pursuant to 49 U.S.C. §11303 on May 15, 1995 under Recordation Number 19419, which Supplement is a secondary document as defined in the Commission's Rules for the Recordation of Documents.

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

Secured Party: The First National Bank of Chicago,  
as Agent  
One First National Plaza  
Chicago, Illinois 60670

Borrower: JAIX Leasing Company  
980 North Michigan Avenue  
Suite 1000  
Chicago, Illinois 60610

*Janice Fort*

Vernon A. Williams  
July 6, 1995  
Page 2

A description of the railroad equipment covered by the enclosed document is set forth in the Schedule to the Supplement enclosed herein.

Also enclosed is a check in the amount of \$21.00 payable to the order of the Interstate Commerce Commission covering the required recordation fee.

Kindly return one stamped original and two stamped photostatic copies of the enclosed document and the stamped photostatic copy of this letter to Susan F. Lifvendahl at Ross & Hardies, 150 North Michigan Avenue, Suite 2700, Chicago, Illinois 60601.

Following is a short summary of the enclosed document and primary document to which it relates:

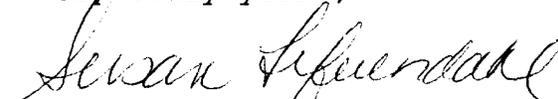
Document to be Recorded

Security Agreement Supplement dated June 30, 1995, between JAIX Leasing Company, as Borrower, and The First National Bank of Chicago, as Agent.

Primary Document to Which it Relates

Security Agreement and Mortgage dated May 12, 1995, between JAIX Leasing Company, as borrower, and The First National Bank of Chicago, as Agent, recorded and filed with the Interstate Commerce Commission pursuant to 49 U.S.C. §11303 under Recordation Number 19419.

Very truly yours, ~

  
Susan F. Lifvendahl

SFL  
w/encl.  
cc: Robert W. Kleinman  
Susan G. Lichtenfeld



Interstate Commerce Commission  
Washington, D.C. 20422-0001

7/7/95

Office Of The Secretary

Susan F. Lifvendahl  
Ross & Hardies  
150 North Michigan Avenue  
Ste. 2700  
Chicago, Illinois 60601

Dear Madam:

The enclosed document(s) was recorded pursuant to the provisions of Section 11303 of the Interstate Commerce Act, 49 U.S.C. 11303, on 7/7/95 at 11:10AM, and assigned recordation number(s). 19419-B and 19419-C.

Sincerely yours,

Vernon A. Williams  
Secretary

Enclosure(s)

(0100681032)

\$ 42.00 The amount indicated at the left has been received in payment of a fee in connection with a document filed on the date shown. This receipt is issued for the amount paid and in no way indicates acknowledgment that the fee paid is correct. This is accepted subject to review of the document which has been assigned the transaction number corresponding to the one typed on this receipt. In the event of an error or any questions concerning this fee, you will receive a notification after the Commission has had an opportunity to examine your document.

Signature

*J. M. Felt*

19419-B

SECURITY AGREEMENT SUPPLEMENT

This Security Agreement Supplement dated as of June 30, 1995 is entered into by and between JAIX Leasing Company, a Delaware corporation (the "Borrower"), and The First National Bank of Chicago, in its capacity as agent (the "Agent") for the lenders from time to time party to the Credit Agreement referred to below.

PRELIMINARY STATEMENT

The Borrower, the Agent and various financial institutions as lenders have entered into a Credit Agreement dated as of May 12, 1995 (as amended, supplemented or otherwise modified from time to time, the "Credit Agreement"), and the Borrower and the Agent have entered into a Security Agreement and Mortgage dated as of May 12, 1995 (as amended, supplemented or otherwise modified from time to time, the "Security Agreement"). The Borrower is entering into this Security Agreement Supplement pursuant to the Security Agreement in order to induce the lenders from time to time party to the Credit Agreement to enter into and extend credit to the Borrower under the Credit Agreement.

ACCORDINGLY, the Borrower and the Agent, on behalf of the Lenders, hereby agree as follows:

1. This Security Agreement Supplement hereby incorporates by reference all of the terms and conditions of the Security Agreement and, unless the context otherwise requires, all terms used in this Security Agreement Supplement which are defined in the Security Agreement shall have the meanings assigned to them in the Security Agreement.

2. As of the date hereof, pursuant to the terms and conditions of the Security Agreement and in order to secure the prompt and complete payment and performance of the Secured Obligations, the Borrower hereby pledges, assigns and grants to the Agent, on behalf of and for the ratable benefit of the Lenders, a security interest in all of the Borrower's right, title and interest in and to (i) the railroad cars described on the attached Schedule(s) of Equipment and all accessories, equipment, parts and appurtenances appertaining or attached thereto, (ii) the leases described on the attached Schedule(s) of Leases, and (iii) all accounts, contract rights, instruments, documents and chattel paper from time to time arising from or related to such railroad cars and leases, including, without limitation, (1) all amendments and modifications made from time to time to such leases, (2) the right to receive all rent payable in connection with the use of such railroad cars, (3) all claims for damages arising out of the breach of any such lease, (4) the right, if any, to terminate any such lease, to perform thereunder and to compel performance of the terms thereof, and (5) the right to take possession of any of such railroad cars; provided that, to the extent set forth in Section 8.17 of the Security Agreement, the Agent's security interest in the Equipment shall be subject to the rights of the Lessees under the Leases.

3. In order to induce the Lenders to extend credit to the Borrower pursuant to the Credit Agreement, the Borrower hereby represents and warrants to the Agent and the Lenders as follows:

(a) On and as of the date of this Security Agreement Supplement, there exists no Default or event which but for the lapse of time or the giving of notice, or both, would constitute a Default.

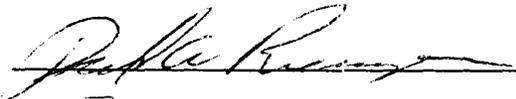
(b) The representations and warranties of the Borrower contained in Article III of the Security Agreement and Article V of the Credit Agreement are true and correct in all material respects on and as of the date of this Security Agreement Supplement except to the extent such representations and warranties relate to an earlier date, in which case such representations and warranties were true and correct in all material respects as of such earlier date.

(c) The information concerning the Equipment set forth in the attached Schedule(s) of Equipment is true and correct.

(d) The information concerning the Leases set forth in the attached Schedule(s) of Leases is true and correct.

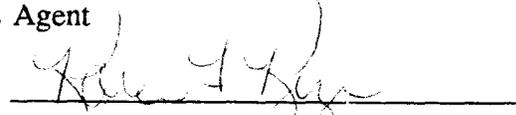
IN WITNESS WHEREOF, the Borrower and the Agent have executed this Security Agreement Supplement as of the date first above written.

JAIX LEASING COMPANY

By: 

Title: Treasurer

THE FIRST NATIONAL BANK OF CHICAGO,  
as Agent

By: 

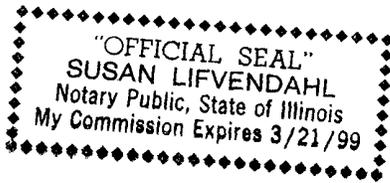
Title: Sec. Vice Pres.

STATE OF ILLINOIS     )  
                                  : ss.:  
COUNTY OF COOK     )

On this 30th day of June, 1995, before me, personally appeared David Reesmeier  
to me personally known, who being by me duly sworn, says that he/she is a  
Trustee of JAIX Leasing Company, a Delaware corporation, that the  
foregoing instrument was signed on behalf of said corporation by authority of its Board of  
Directors, and he/she acknowledged that the execution of the foregoing instrument was the  
free act and deed of said corporation.

Susan Liffvendahl  
Notary Public

[NOTARY SEAL]



STATE OF ILLINOIS     )  
                                  : ss.:  
COUNTY OF COOK     )

On this 30th day of June, 1995, before me, personally appeared Karen F. Kizer to me personally known, who being by me duly sworn, says that he/she is a Vice President Senior of The First National Bank of Chicago, a national banking association, that the foregoing instrument was signed on behalf of said national banking association by authority of its Board of Directors, and he/she acknowledged that the execution of the foregoing instrument was the free act and deed of said national banking association.

Lisa L. Junge  
Notary Public

[NOTARY SEAL]



## SCHEDULE OF EQUIPMENT

<u>Type of Railroad Cars</u>	<u>Number of Railroad Cars</u>	<u>Car Marks and Numbers</u>
Aluminum BethGon Coalporter Cars built by Johnstown America Corporation	121	CNA 193879 through CNA 193999 (all inclusive)

## SCHEDULE OF LEASES

Railroad Equipment Lease dated as of January 23, 1995 by and between JAIX Leasing Company, a Delaware corporation and successor in interest to Johnstown America Corporation, a Delaware corporation, as lessor, and Canadian National Railway Company, a Canadian corporation, as lessee, together with Rider 1 dated January 23, 1995 to such Railroad Equipment Lease and the Certificate of Acceptance dated June 29, 1995 executed by Canadian National Railway Company with respect to a delivery of Cars on June 1, 1995 under such Railroad Equipment Lease.