

APR 18 1991 - 12 45 PM

WHITE & CASE

INTERSTATE COMMERCE COMMISSION

1155 AVENUE OF THE AMERICAS
NEW YORK, NEW YORK 10036-2787

(212) 819-8200

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TELEX 126201

RECORDATION NO. 117285-8

APR 18 1991 - 12 45 PM

INTERSTATE COMMERCE COMMISSION

20-5, ICHIBANCHO, CHIYODA-KU, TOKYO

15 QUEEN'S ROAD CENTRAL, HONG KONG

50 RAFFLES PLACE, SINGAPORE

CUMHURIYET CADDESİ 12/10, ISTANBUL

ZIYA ÜR RAHMAN CADDESİ 17/5, ANKARA

AVENUE DE LA RENAISSANCE 1, BRUSSELS
(JOINT OFFICE WITH DERINGER,
TESSIN, HERRMANN & SEDEMUND)

April 18, 1991

1747 PENNSYLVANIA AVENUE, N W
WASHINGTON, D C

633 WEST FIFTH STREET, LOS ANGELES

200 SOUTH BISCAYNE BOULEVARD, MIAMI

20, PLACE VENDÔME, PARIS

66 GRESHAM STREET, LONDON

BIRGER JARLSGATAN 14, STOCKHOLM

2013 WALI AL-AHD (P O BOX 2256), JEDDAH

MRB:JC

re Documents For Recordation,
49 USC Section 11303

1-108A013

Office of the Secretary
Recordations Unit, Room 2302
Interstate Commerce Commission
12th Street & Constitution Avenue, N.W.
Washington, D.C. 20423

RECORDATION NO. 117285

APR 18 1991 - 12 45 PM

INTERSTATE COMMERCE COMMISSION

Attention: Ms. Mildred Lee

Dear Ms. Lee:

Enclosed herewith are two originally executed and acknowledged copies of the three documents described below, to be recorded today pursuant to Section 11303 of Title 49 of the U.S. Code.

The first document, identified as "Lease Agreement [B]", dated as of March 1, 1991, is a lease and is a primary document.

The names and addresses of the parties to such document are as follows:

LESSOR: The Connecticut National Bank,
as Owner Trustee
777 Main Street
Hartford, CT 06115

Handwritten signatures and initials:
C. [unclear]
[unclear]

LESSEE: ASARCO Incorporated
180 Maiden Lane
New York, New York 10038

A description of the equipment covered by the document is attached hereto as Schedule A.

A short summary of the document to appear in the Index should be as follows:

Lease Agreement [B] dated as of March 1, 1991 between the Connecticut National Bank, as Owner Trustee, Lessor and ASARCO Incorporated, Lessee, covering two Insulated Tank railcars and 215 Tank railcars.

The second document, identified as "Indenture and Security Agreement [B]", dated as of March 1, 1991 is a loan agreement and is a primary document which is being filed concurrently with the above-referenced primary document to which recordation numbers have not yet been assigned.

The names and addresses of the parties to such document are as follows:

LESSOR: The Connecticut National Bank,
as Owner Trustee
777 Main Street
Hartford, CT 06115

INDENTURE

TRUSTEE: State Street Bank and
Trust Company of Connecticut,
National Association
750 Main Street
Hartford, Connecticut 06103

A description of the equipment covered by this document is attached hereto as Schedule A.

A short summary of the document to appear in the Index should be as follows:

Indenture and Security Agreement [B] dated as of March 1, 1991 between The Connecticut National Bank, not in its individual capacity except as expressly provided therein but solely as trustee, as Owner

Trustee and State Street Bank and Trust Company of Connecticut, National Association, not in its individual capacity except as provided expressly therein but solely as trustee, as Indenture Trustee covering two Insulated Tank railcars and 215 Tank railcars.

The third document, identified as "Lease and Indenture Supplement No. 1 [B]", dated April 18, 1991 is a supplement to the Lease Agreement [B] and the Indenture and Security Agreement [B] and is a secondary document which is being filed concurrently with the above referenced primary documents to which recordation numbers have not yet been assigned.

The names and addresses of the parties to such document are as follows:

LESSOR/OWNER

TRUSTEE: The Connecticut National Bank,
as Owner Trustee
777 Main Street
Hartford, Connecticut 06115

LESSEE: ASARCO Incorporated
180 Maiden Lane
New York, New York 10038

INDENTURE

TRUSTEE: State Street Bank and Trust
Company of Connecticut,
National Association
750 Main Street
Hartford, Connecticut 06115

A description of the equipment covered by the document is attached hereto as Schedule A.

A short summary of the document to appear in the Index should be as follows:

Lease and Indenture Supplement No. 1 [B] dated April 18, 1991 among the Connecticut National Bank, as Owner Trustee, ASARCO Incorporated and State Street Bank and Trust Company, National Association, not in its individual capacity but solely as Indenture

Trustee, covering two Insulated Tank railcars and 215 Tank railcars.

A check for the required recordation fee of \$45.00 is enclosed. Please return the originals and any extra copies not needed by the Commission for recordation to the undersigned.

The undersigned certifies that he is acting as counsel to ASARCO Incorporated, as Lessee, for purposes of this filing and that he has knowledge of the matters set forth in the above-described documents.

Very truly yours,



Michael R. Barz

Enclosures

cc: Casimir C. Patrick, III, Esq.
Clifford J. Hendel, Esq.
Ali Abedi, Esq.
Harriet Robinson, Esq.

17285 / A
APR 18 1991 - 12 45 PM
INTERSTATE COMMERCE COMMISSION

INDENTURE AND SECURITY AGREEMENT [B]

Dated as of March 1, 1991

between

THE CONNECTICUT NATIONAL BANK,
not in its individual capacity except
as expressly provided herein but solely
as trustee, as Owner Trustee

and

STATE STREET BANK AND TRUST COMPANY
OF CONNECTICUT, NATIONAL ASSOCIATION,
not in its individual capacity except
as expressly provided herein but solely
as trustee, as Indenture Trustee

RAILROAD ROLLING STOCK
and
MOBILE MINING EQUIPMENT

FILED WITH THE INTERSTATE COMMERCE COMMISSION
PURSUANT TO 49 U.S.C. § 11303
ON _____, 1991 AT _____.M.
RECORDATION NUMBER _____

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INDENTURE AND SECURITY AGREEMENT [B] dated as of March 1, 1991 between THE CONNECTICUT NATIONAL BANK, a national banking association, not in its individual capacity but solely as owner trustee (the "Owner Trustee") under the Trust Agreement (as such term and certain other capitalized terms used herein are defined in or by reference in Article I), and STATE STREET BANK AND TRUST COMPANY OF CONNECTICUT, NATIONAL ASSOCIATION, a national banking association, as indenture trustee (the "Indenture Trustee").

W I T N E S S E T H :

WHEREAS, the Owner Participant and the Owner Trustee have entered into the Trust Agreement pursuant to which, among other things:

(a) the Owner Participant authorizes and directs or will authorize and direct the Owner Trustee to enter into and perform the terms of this Indenture and certain other documents and agreements hereinafter referred to; and

(b) the Owner Trustee will hold all of its right, title and interest in and to the Units, the Lease and the Indenture in trust for the benefit of the Owner Participant;

WHEREAS, subject to the terms and conditions of the Participation Agreement, on the Closing Date the Owner Trustee will purchase from the Lessee the Units described in the Bill of Sale delivered on the Closing Date;

WHEREAS, on or prior to the Closing Date, the Owner Trustee and the Lessee will enter into the Lease pursuant to which the Owner Trustee will agree to lease to the Lessee on the Closing Date the Units purchased by the Owner Trustee on the Closing Date, the lease of such Units to be evidenced by the execution and delivery of a Lease and Indenture Supplement covering such Units substantially in the form of Exhibit A to the Lease;

WHEREAS, to finance part of the cost of the Units to be purchased from time to time the Owner Trustee has duly authorized the creation of an issue of Notes (herein called the "Notes"), of substantially the tenor herein provided;

WHEREAS, the Owner Trustee desires to set forth herein the terms and conditions of the Notes; and

WHEREAS, all acts and things necessary to make this Indenture a valid and legally binding obligation of the Owner Trustee, in accordance with its terms, have been done and performed;

NOW, THEREFORE, THIS INDENTURE WITNESSETH that, in consideration of the premises and other good and valuable consideration the receipt of which is hereby acknowledged and in order to secure the due and punctual payment of the principal of, and Premium, if any, and interest on, all Notes at any time issued and Outstanding under this

Indenture and of all other amounts payable to the Holders of the Notes and the Indenture Trustee for itself or for the benefit of the Holders hereunder and under the Operative Documents and compliance with all the terms of this Indenture and the Notes, and to secure the performance and observance by the Owner Trustee of its agreements and the conditions applicable to it contained herein or in any other Operative Document (collectively, the "*Obligations*"), the Owner Trustee hereby grants, assigns, transfers and pledges unto the Indenture Trustee and its successors and assigns forever, and grants to the same a security interest in, for the benefit and security, of the Holders, all of the Owner Trustee's estate, right, title and interest in the following described property, whether now owned or hereafter acquired (all such property and all proceeds thereof, other than the Excepted Property and the Excepted Rights referred to below, being herein, called the "*Indenture Estate*"), to wit:

FIRST

UNITS

All right, title and interest of the Owner Trustee in and to the Units acquired on the Closing Date and including, without limitation, all additions, alterations or modifications thereto or replacements of any part thereof (including, without limitation, all Replacement Units), whenever made or performed or acquired and all other items of tangible personal property of any kind acquired by the Owner Trustee in connection with the acquisition of the Units, in each case whether acquired at the time of acquisition of the Units or thereafter acquired pursuant to the Lease or otherwise.

SECOND

LEASE; LEASE AND INDENTURE SUPPLEMENT; BILL OF SALE; OTHER DOCUMENTS

All right, title and interest of the Owner Trustee in, to and under the Lease and each Lease and Indenture Supplement, and any other lease, rental or lease agreement relating to the Units entered into by the Lessee, including, without limitation, all amounts of Basic Rent, Supplemental Rent, insurance proceeds, condemnation, requisition and other awards and indemnity and other payments of any kind to which the Owner Trustee is or may be entitled under the Lease or the Participation Agreement (including, without limitation, payments with respect to Stipulated Loss Value, Termination Value and Premium on the Notes), and all right, title and interest of the Owner Trustee in and to each Bill of Sale, the Purchase Order and all rights of the Owner Trustee to exercise any election or option or to enter into any amendment or supplement relating to the Lease or any provision thereof or to make any decision or determination or to give or receive any notice, consent, waiver or approval or to take any other action under or in respect of any Operative Document (other than the Tax Indemnification Agreement or the Trust Agreement) or to accept any redelivery of all or a portion of the Units, as well as all the rights, powers and remedies on the part of the Owner Trustee, whether arising under any Operative Document or by statute or at law or in equity, or otherwise, arising out of any Lease Event of Default.

It is expressly agreed that except as expressly provided herein or in the Participation Agreement, the Owner Trustee shall remain liable under the Lease to perform all the obligations assumed by it thereunder, and the Indenture Trustee shall have no obligation or liability under the Lease by reason of or arising out of this Indenture, nor shall the Indenture Trustee be required or obligated in any manner to perform or fulfill any obligations of the Owner Trustee under or pursuant to the Lease or to make any payment, to make any inquiry as to the nature or sufficiency of any payment received by it, to present or file any claim, or to take any action to collect or enforce the payment of any amounts which may have been assigned to it or to which it may be entitled at any time or times.

THIRD

RENT AND PROCEEDS

All right, title and interest, present and future, of the Owner Trustee in and to all proceeds, rent, issues, profits, products, revenues and other income, and in and to all proceeds and payments, from and on account of the property, rights and privileges subjected or required to be subjected to the lien of this Indenture.

FOURTH

MONEYS; DOCUMENTS

All right of the Owner Trustee to restitution from any party (other than the Owner Participant and the Owner Participant Guarantor) to the Lease, each Lease and Indenture Supplement, the Participation Agreement or each Bill of Sale in respect of any determination of invalidity of any thereof; and all moneys and securities now or hereafter paid to or deposited with the Indenture Trustee by or for the account of the Owner Trustee pursuant to any term of this Indenture and held or required to be held by the Indenture Trustee hereunder; and all instruments, documents of title, books and records of the Owner Trustee directly concerning the Indenture Estate (other than income, tax and other similar financial or legal records or analysis relating to the Commitment of the Owner Participant).

EXCEPTED PROPERTY

There is, however, expressly excepted and excluded from the Indenture Estate the following described property ("*Excepted Property*"):

A. all payments and rights thereto pursuant to Section 13 of the Participation Agreement and all payments and rights thereto pursuant to the Tax Indemnification Agreement (including that portion of Basic Rent, Termination Value, Stipulated Loss Value or Supplemental Rent which is attributable to the Lessee's obligation thereunder), in either such case payable by the Lessee to the Owner Participant or to the Owner Trustee for the sole benefit of the Owner Participant or the institution acting as Owner Trustee, in its individual capacity or as Owner Trustee

or to any affiliates, officers, directors, agents or counsel thereof constituting an Indemnitee;

B. all rights of the institution acting as Owner Trustee, in its individual capacity and as Owner Trustee, the Owner Participant and any affiliate of the Owner Participant as beneficiaries of insurance referred to in Section 10(a)(ii) of the Lease or any insurance separately maintained by any such party;

C. interest at the Overdue Rate in respect of amounts described in clauses A and B above; and

D. all proceeds of the foregoing.

TO HAVE AND TO HOLD the Indenture Estate unto the Indenture Trustee and its successors and assigns forever in pledge and trust for the benefit and security of the Holders from time to time of all the Notes issued and Outstanding hereunder and for the uses and purposes and subject to the terms and provisions set forth in this Indenture.

IN TRUST NEVERTHELESS, upon the terms and trusts set forth, for the equal and proportionate benefit and security of all Holders of the Outstanding Notes issued and to be issued hereunder, without preference, distinction or priority as to lien or otherwise of any Note over any other Note, by reason of priority in time of issue, sale or negotiation thereof, or by reason of the purpose of issue, or otherwise howsoever, except as herein otherwise expressly provided.

PROVIDED, HOWEVER, that notwithstanding any other provision of this Indenture, at all times, (i) the Owner Trustee shall retain, to the exclusion of the Indenture Trustee, (a) all rights to execute modifications, waivers, consents, amendments or supplements to the Lease in connection with an adjustment of Rent pursuant to Sections 9(e) of the Lease, (b) all rights to Excepted Property and the right to commence and maintain an action at law or equity or any other proceeding (administrative, arbitral or otherwise) to obtain Excepted Property or damages in respect of the breach of any covenant relating to Excepted Property and (c) all rights to make any determination of Net Return; (ii) the Owner Trustee, in its individual capacity and as Owner Trustee, and the Owner Participant, as the case may be, shall have the right, but not to the exclusion of the Indenture Trustee, (a) to receive from the Lessee all notices, copies of all documents and all information that the Lessee is permitted or required to furnish to the Owner Trustee or the Owner Participant, as the case may be, pursuant to any Operative Document, (b) to inspect the Units to the extent provided in Section 6 of the Lease, and (c) to provide such insurance as the Lessee shall have failed to maintain or such other insurance as the Owner Trustee or the Owner Participant elects or provides under Section 10 of the Lease or otherwise; and (iii) the Owner Trustee shall have the rights to enter into, execute and deliver amendments, modifications, waivers or consents in respect of any provisions of any Operative Document as is provided for in Section 907 of this Indenture (the foregoing being herein collectively called "*Excepted Rights*").

The Owner Trustee does hereby constitute the Indenture Trustee the true and lawful attorney of the Owner Trustee, irrevocably, with full power (in the name of the Owner Trustee or otherwise) to ask, require, demand, receive, settle, compromise, compound and give acquittance for any and all moneys and claims for moneys due and to become due under or arising out of any of the Indenture Estate, except with respect to Excepted Property and Excepted Rights, 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 Indenture Trustee may deem to be necessary or advisable in the premises.

The Owner Trustee agrees that at any time and from time to time, upon the written request of the Indenture Trustee, it will promptly and duly execute and deliver any and all such further instruments and documents as the Indenture Trustee may reasonably deem desirable in obtaining the full benefits of the foregoing clauses FIRST through FOURTH and of the rights and powers herein granted.

The Owner Trustee does hereby warrant and represent that, except as otherwise contemplated by this Indenture, it has not assigned or pledged, and hereby covenants that it will not assign or pledge, so long as this Indenture shall remain in effect, any of its right, title or interest in the Indenture Estate to anyone other than the Indenture Trustee, and that it will not, except as permitted by this Indenture, enter into any agreement amending or supplementing the Lease, waive or consent to the waiver or modification of any provision of the Lease, accept any payment (other than a payment constituting Excepted Property or payments released to the Owner Trustee, the Owner Participant or its affiliates hereunder) from the Lessee, or settle or compromise any claim (other than a claim with respect to Excepted Property) against the Lessee arising under the Lease.

The Owner Trustee does hereby ratify and confirm the Lease and does hereby agree that it will not, except as expressly permitted by this Indenture or any other Operative Document, take or omit to take any action, the taking or omission of which might result in an alteration or impairment of the Lease or this Indenture.

IT IS HEREBY COVENANTED AND AGREED that the terms and conditions upon which the Notes are issued, authenticated, delivered and accepted by all Persons who shall from time to time be or become the Holders thereof, and the terms and conditions upon which the property herein pledged is to be held and disposed of, which said terms and conditions the Indenture Trustee hereby accepts and agrees to discharge, are as follows:

ARTICLE I

DEFINITIONS AND OTHER PROVISIONS OF GENERAL APPLICATION

Section 101 Definitions The following terms shall have the following meanings for all purposes of this Indenture:

(a) unless otherwise expressly provided, all references herein to Sections or other subdivisions refer to the corresponding Sections and other subdivisions of this Indenture;

(b) the terms “*hereof*,” “*herein*,” “*hereby*,” “*hereto*,” “*hereunder*,” “*hereinafter*,” and “*herewith*” refer to this Indenture; and

(c) except as otherwise defined herein, the capitalized terms used herein shall have the respective meanings specified in Schedule X hereto.

Section 102. Acts of Holders. (a) Any request, demand, direction, consent, notice, waiver or other action provided by this Indenture to be given or taken by Holders may be embodied in and evidenced by one or more instruments of substantially similar tenor signed by such Holders in person or by an agent duly appointed in writing; and, except as otherwise provided herein, such action shall become effective when such instrument or instruments are delivered to the Indenture Trustee. Such written instrument or instruments (and the action embodied therein and evidenced thereby) are herein sometimes referred to as the “*Act*” of the Holders signing such instrument or instruments. Proof of the execution of any such instrument or of a writing appointing any such agent shall be sufficient for any purpose of this Indenture and shall be conclusive in favor of the Indenture Trustee or of the Owner Trustee if made in the manner provided in this Section 102.

(b) The fact and date of the execution by any Person of any such instrument or writing may be proved by the affidavit of a witness of such execution or by the certificate of any notary public or other officer authorized by law to take acknowledgments of deeds, certifying that the Person signing such instrument or writing acknowledged to him the execution thereof. Where such execution is by an officer of a corporation or a member of a partnership, on behalf of such corporation or partnership, such certificate or affidavit shall also constitute sufficient proof of his authority. The fact and date of the execution of any such instrument or writing, or the authority of the Person executing the same, may also be proved in any other manner which the Indenture Trustee deems sufficient.

(c) The ownership of Notes shall be proved exclusively by the Note Register.

(d) Any request, demand, authorization, direction, notice, consent, waiver or other action by the Holder of any Note shall bind the Holder of every Note issued upon the registration of transfer thereof, or in exchange therefor or in lieu thereof, in respect of anything done or suffered to be done by the Indenture Trustee or the Owner Trustee in reliance thereon, whether or not notation of such action is made upon such Note.

Section 103. Notices, Etc. to Indenture Trustee and Owner Trustee. Any request, demand, authorization, direction, notice, consent, waiver or Act of Holders or other document provided or permitted by this Indenture to be made upon, given or furnished to, or filed with,

(1) the Indenture Trustee by any Holder or by the Owner Trustee shall be sufficient for every purpose hereunder if made, given, furnished or filed in writing or by telegraph (including notice transmitted by facsimile, confirmed by mail or courier) to or with the Indenture Trustee at 750 Main Street, Hartford, Connecticut 06103, Attention: Corporate Trust Department, or

(2) the Owner Trustee by any Holder or by the Indenture Trustee shall be sufficient for every purpose hereunder if made, given, furnished or filed in writing or by telegraph (including notice transmitted by facsimile, confirmed by mail or courier) to or with the Owner Trustee at 777 Main Street, Hartford, Connecticut 06115, Attention: Corporate Trust Administration, with a copy to the Owner Participant at 44 Whippany Road, Morristown, New Jersey 07960, Attention: Senior Vice President-Lease and Project Finance, with a copy to the General Counsel of the Owner Participant and a copy to the Owner Participant Guarantor at the same address, Attention: General Counsel.

or to either of the above parties at any other address subsequently furnished in writing by such party to the other party and to each Holder.

Section 104 Notices to Holders, Waiver Where this Indenture provides for notice to Holders of any event, such notice shall be sufficiently given (unless otherwise herein expressly provided) if in writing and mailed, postage prepaid, by registered mail, return receipt requested, to each Holder affected by such event at his address as it appears in the Note Register, not later than five Business Days prior to the latest date, and not earlier than the earliest date if any, prescribed for the giving of such notice. In any case where notice to Holders is given by mail, neither the failure to mail such a notice to any particular Holder nor any defect in any notice so mailed to any particular Holder shall affect the sufficiency of such notice with respect to other Holders. Where this Indenture or any other Operative Document provides for notice to the Indenture Trustee of any event or delivery of documents to the Indenture Trustee, the Indenture Trustee shall, promptly upon receipt of such notice or documents, deliver the same to the Holders of the Notes.

Where this Indenture provides for notice in any manner, such notice may be waived in writing by the Person or Persons entitled to receive such notice, either before or after the event, and such waiver shall be the equivalent of such notice. Waivers of notice by Holders shall be filed with the Indenture Trustee, but such filing shall not be a condition precedent to the validity of any action taken in reliance upon such waiver.

Section 105 Effect of Headings and Table of Contents The Article and Section headings herein and the Table of Contents are for convenience of reference only and shall not affect the construction hereof.

Section 106 Successors and Assigns All covenants and agreements in this Indenture by the Indenture Trustee and the Owner Trustee shall bind and, to the extent permitted hereby, shall inure to the benefit of and be enforceable by their respective successors and assigns, whether or not so expressed.

Section 107 Severability Clause If any term or provision hereof or the application thereof to any circumstance shall, in any jurisdiction and to any extent, be invalid or unenforceable, such term or provision shall be ineffective as to such jurisdiction to the extent of such invalidity or unenforceability without invalidating or rendering unenforceable the remaining terms and provisions hereof or the application of such term or provision to circumstances other than those as to which it is held invalid or unenforceable. To the extent permitted by applicable law the parties hereto hereby waive any provision of law which renders any term or provision hereof invalid or unenforceable in any respect.

Section 108 Benefits of Indenture Nothing in this Indenture or in the Notes, express or implied, shall give to any Person, other than the parties hereto and the Owner Participant, and their successors and assigns hereunder, the Holders, and the Lessee any benefit or any legal or equitable right, remedy or claim under this Indenture or any Note.

Section 109 Indenture and Notes, Non-Recourse Obligations The principal amount of and Premium, if any, interest on the Notes and any other amounts payable hereunder or under the Notes shall be payable only out of and to the extent that there are sufficient proceeds from the Indenture Estate. By its acceptance of a Note, any Holder thereof agrees that neither the Owner Trustee (or any successor thereto), in its individual capacity, nor the Owner Participant nor the Owner Participant Guarantor shall have any personal liability whatsoever for any amounts payable under the Notes, or, except as otherwise set forth in this Section 109, for any claim based thereon or otherwise in respect thereof or based on or in respect of this Indenture, it being expressly understood that the Notes and, except as otherwise set forth in this Section 109, all other obligations of the Owner Trustee (and the Owner Participant, if any) under this Indenture are solely nonrecourse obligations and that, except as otherwise set forth in this Section 109, all such obligations of the Owner Trustee (and the Owner Participant, if any) are and are to be by acceptance of a Note by any Holder thereof expressly waived and released as a condition of, and as consideration for, the execution of this Indenture and the issuance of the Notes; provided, however, that nothing herein shall be deemed to (i) prevent recourse to and the enforcement against the Indenture Estate for performance of covenants of the Owner Trustee contained in the Notes or in this Indenture or for all liabilities, obligations and undertakings contained in this Indenture or in the Notes or be deemed to excuse the Owner Trustee for liability for its own gross negligence or willful misconduct or (ii) limit the Owner Trustee's personal liability (or the Indenture Trustee's right to resort to the Indenture Estate) for and to the extent of any loss resulting from (A) any inaccuracy of any representation or warranty stated to be made by the Owner Trustee in its individual capacity in Section 9(a) of the Participation Agreement or in this Indenture, or (B) any failure of the Owner Trustee to perform its obligations under Section 15 of the Participation Agreement.

Reference is made to Section 16 of the Participation Agreement which contains certain waivers and agreements of the Loan Participants and the Indenture Trustee regarding any rights such parties may have to payments under Section 1111(b) of the Bankruptcy Act. Such waivers and agreements are hereby incorporated by reference and are binding on all Holders and the Indenture Trustee.

Section 110 **GOVERNING LAW.** THIS INDENTURE SHALL IN ALL RESPECTS BE GOVERNED BY, AND CONSTRUED IN ACCORDANCE WITH, THE LAWS OF THE STATE OF NEW YORK.

ARTICLE II

NOTES; NOTE FORMS; GENERAL PROVISIONS RELATING TO ALL NOTES

Section 201 **Notes** All Notes issued hereunder shall be designated generally "9.60% Notes Due September 1, 2005." All Notes at any time simultaneously Outstanding shall be identical with respect to the date of maturity, the rate of interest, the dates of interest payments, the terms and rate or rates of optional redemption, if optionally redeemable, and the terms of required redemption or analogous provisions, if any. Each Note issued and authenticated hereunder shall rank pari passu in security and right of payment with all other Notes issued and authenticated hereunder. The Notes shall be issued in denominations of not less than \$100,000, except to the extent necessary to effect any partial redemption or exchange, and any Notes issued upon registration of transfer of such Notes shall be in denominations not less than such Notes. Principal and interest on the Notes shall be payable as provided in the form set forth in Section 202.

Section 202 **Forms Generally** The Notes shall be substantially in the form set forth below in this Section. Any portion of the text of any Note may be set forth on the reverse thereof, with an appropriate reference thereto on the face of the Note. The certificate of authentication to be endorsed on all Notes shall be substantially in the form set forth below in this Section.

[FORM OF NOTE]

THIS NOTE HAS NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933 AND MAY NOT BE TRANSFERRED, SOLD OR OFFERED FOR SALE IN VIOLATION OF SUCH ACT.

ERISA FUNDS MAY BE USED TO PURCHASE THIS NOTE ONLY IF THE PURCHASER IS ABLE TO MAKE THE REPRESENTATIONS REFERRED TO BELOW AND IN SECTION 204 OF THE INDENTURE DESCRIBED HEREIN. BY HOLDING THIS NOTE, THE HOLDER IS DEEMED TO HAVE MADE SUCH REPRESENTATIONS.

THE CONNECTICUT NATIONAL BANK, AS OWNER TRUSTEE

9.60% Note Due September 1, 2005

New York, New York
[Date]

\$ _____

No. _____

The Connecticut National Bank, a national banking association, not in its individual capacity but solely as Owner Trustee (herein called the "Owner Trustee") under the Trust Agreement dated as of March 1, 1991 between the Owner Trustee and the Owner Participant named therein, for value received, hereby promises to pay to _____ or registered assigns, on September 1, 2005 the principal sum of _____ and to pay interest accrued and unpaid from the date hereof until maturity on the unpaid principal amount hereof, as provided in the Indenture hereinafter mentioned, to the registered holder hereof at the rate of 9.60% per annum (computed on the basis of a 360-day year of twelve 30-day months), payable semiannually (subject to the next succeeding paragraph) commencing on September 1, 1991 and continuing on the first day of each March and September thereafter, until payment of the principal hereof becomes due, whether at the stated maturity or by declaration or otherwise, and at 11.60% (computed as aforesaid) (the "Overdue Rate") on any overdue principal, overdue Premium, if any, and (to the extent legally enforceable) on any overdue installment of interest. Mandatory redemption of principal pursuant to Section 401(d) of the Indenture and installments of interest shall be in an amount equal to the corresponding percentage of the original principal amount hereof set forth in Schedule 1 hereto on the dates set forth in said Schedule 1. The principal of, and Premium, if any, and interest on, this Note are payable at the principal corporate trust office of the Indenture Trustee or its successor as Indenture Trustee under the Indenture. All such payments shall be made in such coin or currency of the United States of America as at the time of payment is legal tender for the payment of public and private debts.

This Note is one of a duly authorized issue of Notes of the Owner Trustee (herein called the "Notes"), issued and to be issued under and equally and ratably secured by an

Indenture and Security Agreement dated as of March 1, 1991, as amended, modified or supplemented from time to time in accordance with the provisions thereof (herein called the "Indenture"), between the Owner Trustee and State Street Bank and Trust Company of Connecticut, National Association, as Indenture Trustee (herein called the "Indenture Trustee", which term includes any successor Indenture Trustee under the Indenture), to which Indenture and all indentures supplemental thereto reference is hereby made for a description of the nature and extent of the security for the Notes, the rights of the Holders of the Notes and of the Indenture Trustee in respect of such security, and the terms and conditions upon which the Notes are issued and secured. Terms used herein which are defined in the Indenture have the respective meanings set forth in the Indenture. Without limiting the foregoing, reference is hereby made to the final paragraph of Section 204 of the Indenture pursuant to which each transferee of this Note is deemed to have made certain representations as provided therein with respect to such transferee's acquisition of this Note.

The Notes are subject to redemption and exchange, in whole and in part, in the events and on the terms specified in the Indenture. The Indenture also provides for the purchase of the Notes from the Holders thereof by the Owner Trustee in certain events. By acceptance of this Note, the Holder hereof agrees that it will make this Note available for redemption and purchase in such events as provided in the Indenture.

If an Indenture Event of Default shall occur and be continuing, the principal of all the Notes may be declared due and payable in the manner and with the effect provided in the Indenture.

The principal of, and Premium, if any, interest on this Note and any other amount hereunder or under the Indenture are payable only out of and to the extent that there are sufficient proceeds from the Indenture Estate. By its acceptance of this Note, the Holder hereof agrees that neither the Owner Trustee (or any successor thereto) in its individual capacity nor the Owner Participant nor the Owner Participant Guarantor shall have any personal liability whatsoever for any amounts payable under this Note, or (except as otherwise expressly provided in the Indenture) for any claim based hereon or otherwise in respect hereof or based on or in respect of the Indenture, it being expressly understood that this Note and (except as otherwise expressly provided in the Indenture) all other obligations of the Owner Trustee hereunder and under the Indenture are solely nonrecourse obligations and that (except as otherwise expressly provided in the Indenture) all such obligations of the Owner Trustee are and are to be by acceptance of this Note by the Holder hereof expressly waived and released as a condition of, and as consideration for, the execution of the Indenture and the issuance of this Note; provided, however, that nothing herein shall be deemed to prevent recourse to and the enforcement against the Indenture Estate for performance of covenants of the Owner Trustee contained in this Note or in the Indenture or for all liabilities, obligations and undertakings contained in the Indenture or in this Note or be deemed to excuse the Owner Trustee for liability for its own gross negligence or willful misconduct.

The Indenture permits, with certain exceptions as therein provided, the amendment thereof with the consent of the Holders of 66 2/3% in aggregate principal amount of the

Notes Outstanding The Indenture also contains provisions permitting the Holders of 66 2/3% in aggregate principal amount of the Notes Outstanding, on behalf of the Holders of all the Notes, to waive compliance with certain provisions of the Indenture and certain past defaults under the Indenture and their consequences. Any such consent or waiver by the Holder of this Note shall be conclusive and binding upon such Holder and upon all future Holders of this Note and of any Note issued upon the transfer hereof or in exchange herefor or in lieu hereof whether or not notation of such consent or waiver is made upon this Note.

As provided in the Indenture and subject to certain limitations therein set forth, this Note is transferable on the Note Register, upon surrender of this Note for transfer at the principal corporate trust office of the Indenture Trustee, duly endorsed by, or accompanied by a written instrument of transfer in form satisfactory to the Indenture Trustee duly executed by, the registered Holder hereof or his attorney duly authorized in writing, and thereupon one or more new Notes of authorized denominations and for the same aggregate principal amount will be issued to the designated transferee or transferees.

As provided in the Indenture and subject to certain limitations therein set forth, this Note is exchangeable for a like aggregate principal amount of Notes of different denominations, as requested by the Holder hereof. No service charge will be made for any such transfer or exchange, but the Indenture Trustee or the Owner Trustee may require payment of a sum sufficient to cover any tax or other governmental charge that may be imposed in relation thereto and any other expenses (including the fees and expenses of the Indenture Trustee) connected therewith.

The Owner Trustee, the Indenture Trustee and any agent of the Owner Trustee or the Indenture Trustee may treat the Person in whose name this Note is registered as the owner hereof for the purpose of receiving payment as herein provided and for all other purposes whether or not this Note shall be overdue, and none of the Owner Trustee, the Indenture Trustee nor such agent shall be affected by notice to the contrary.

This Note shall in all respects be governed by, and construed in accordance with, the laws of the State of New York.

Unless the certificate of authentication hereof has been executed by the Indenture Trustee, by manual signature, this Note shall not be secured by or entitled to any benefit under the Indenture and shall not be valid or obligatory for any purpose whatsoever.

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

THE CONNECTICUT NATIONAL BANK,
not in its individual capacity but solely as
Owner Trustee

By _____
Its _____

[FORM OF CERTIFICATE OF AUTHENTICATION]

This is one of the Notes referred to in the within-mentioned Indenture.

STATE STREET BANK AND TRUST
COMPANY OF CONNECTICUT,
NATIONAL ASSOCIATION,
as Indenture Trustee

By _____
Its _____

**SCHEDULE OF MANDATORY REDEMPTION
AND INTEREST PAYMENTS**

(to be attached to Form of Note as Schedule 1)

Section 203 Execution, Authentication and Delivery; Dating of Notes. Upon execution and delivery of this Indenture, or from time to time thereafter, Notes may be executed by the Owner Trustee and delivered to the Indenture Trustee for authentication, and the Indenture Trustee shall thereupon authenticate and deliver said Notes to or upon the written request of the Owner Trustee, without any further action by the Owner Trustee hereunder.

Each Note shall be dated the date of its authentication.

No Note shall be secured by or entitled to any benefit under this Indenture or be valid or obligatory for any purpose unless there appears on such Note a certificate of authentication, in the form provided for herein, executed by the Indenture Trustee by the manual signature of one of its authorized officers, and such certificate of authentication upon any Note shall be conclusive evidence, and the only evidence, that such Note has been duly authenticated and delivered hereunder.

Section 204 Registration, Restrictions on Transfer and Exchange of Notes. The Indenture Trustee shall keep a register for the registration of Notes and shall permit the Owner Trustee to inspect and photocopy such register during normal business hours. Registration of transfer of Notes may be effected only as set forth in this Section 204. Such register is herein sometimes referred to as the "Note Register." The Indenture Trustee shall act as the agent of the Owner Trustee with respect to the Note Register.

All Notes issued hereunder shall be endorsed with legends which shall read substantially as follows:

"This Note has not been registered under the Securities Act of 1933 and may not be transferred, sold or offered for sale in violation of such Act."

"ERISA funds may be used to purchase this Note only if the purchaser is able to make the representations referred to below and in Section 204 of the Indenture described herein. By holding this Note, the Holder is deemed to have made such representations."

Upon surrender for registration of transfer of any Note to the Indenture Trustee and satisfaction of the other requirements of this Section 204, the Owner Trustee shall execute, and the Indenture Trustee shall (i) authenticate and deliver, in the name of the designated transferee or transferees, one or more new Notes, of any authorized denominations and of a like aggregate principal amount and (ii) register such transfer on the Note Register maintained by it.

At the option of the Holder, Notes may be exchanged for other Notes, of any denomination and of like aggregate principal amounts upon surrender to the Indenture Trustee of the Notes to be exchanged. Whenever any Notes are so surrendered for exchange, the Owner Trustee shall execute, and the Indenture Trustee shall authenticate and deliver, the Notes which the Holder making the exchange is entitled to receive.

All Notes issued upon any transfer or exchange of Notes shall be the valid obligations of the Owner Trustee, evidencing the same obligations, and entitled to the same security and benefits under this Indenture, as the Notes surrendered upon such transfer or exchange.

Every Note presented or surrendered for registration of transfer or exchange shall be duly endorsed by, or be accompanied by a written instrument of transfer in form satisfactory to the Indenture Trustee and the Owner Trustee duly executed by, the Holder thereof or his attorney duly authorized in writing.

No service charge shall be made for any transfer or exchange of Notes, but the Indenture Trustee may require payment of a sum sufficient to cover any tax or other governmental charge that may be imposed in connection with any transfer or exchange of Notes.

The Indenture Trustee shall not be required to issue, transfer or exchange any Note during a period beginning at the opening of business ten Business Days before any date on which interest or principal is to be paid, any Redemption Date or purchase date designated pursuant to Section 403.

Any transferee of a Note shall, by its acceptance of such Note, be deemed to have made the same representations to the Lessee, the Owner Trustee, the Owner Participant, and the Indenture Trustee regarding the Note as the original Loan Participants made pursuant to Section 12 of the Participation Agreement.

Section 205 Mutilated, Destroyed, Lost and Stolen Notes If (i) any mutilated Note is surrendered to the Indenture Trustee, or if satisfactory evidence of the destruction, loss or theft of any Note is presented to the Indenture Trustee and the Owner Trustee and (ii) there is delivered to the Indenture Trustee and the Owner Trustee such security or indemnity as may be reasonably required by either of them to save each of them harmless, then, in the absence of notice to the Indenture Trustee or the Owner Trustee that such Note has been acquired by a bona fide purchaser, the Owner Trustee shall execute and the Indenture Trustee shall authenticate and deliver, in exchange for any such mutilated Note, or in lieu of any such destroyed, lost or stolen Note, a new Note of like tenor and principal amount; provided, however, that if the Holder of such Note is an original party to the Participation Agreement, the written undertaking of such party signed by the President, any Vice President, any Assistant Vice President or any investment officer thereof and delivered to the Indenture Trustee and the Owner Trustee shall be sufficient security and indemnity.

Upon the issuance of any new Note under this Section, the Indenture Trustee or the Owner Trustee may require the payment of a sum sufficient to cover any tax or other governmental charge that may be imposed in relation thereto and any other expenses (including the fees and expenses of the Indenture Trustee) connected therewith.

Every new Note issued pursuant to this Section in lieu of any destroyed, lost or stolen Note shall constitute an original additional contractual obligation hereunder, whether or not the destroyed, lost or stolen Note shall be at any time enforceable by anyone, and each such

new Note shall be entitled to all the security and benefits of the Note so destroyed, lost or stolen, equally and proportionately with any and all other Notes duly issued hereunder.

The provisions of this Section are exclusive and shall preclude (to the extent lawful) all other rights and remedies with respect to the replacement of mutilated, destroyed, lost or stolen Notes.

Section 206 Persons Deemed Owners The Owner Trustee and the Indenture Trustee may treat the Person in whose name any Note is registered as the owner thereof for the purpose of receiving payment of principal of, and Premium, if any, and interest on, such Note and for all other purposes whatsoever, whether or not such Note is overdue, and neither the Owner Trustee nor the Indenture Trustee shall be affected by notice to the contrary.

Section 207 Cancellation. All Notes surrendered for payment, redemption, transfer or exchange shall, if surrendered to the Owner Trustee or any agent of the Owner Trustee or of the Indenture Trustee, be delivered to the Indenture Trustee and promptly cancelled by it, or, if surrendered to the Indenture Trustee, shall be promptly cancelled by it, and no Notes shall be issued in lieu thereof except as expressly permitted by the provisions of this Indenture. The Indenture Trustee shall destroy cancelled Notes and deliver a certificate of such destruction to the Owner Trustee. If the Owner Trustee shall acquire any of the Notes, however, such acquisition shall not operate as a redemption or satisfaction of the indebtedness represented by such Notes unless and until the same are delivered to the Indenture Trustee for cancellation

ARTICLE III

[INTENTIONALLY OMITTED]

ARTICLE IV

REDEMPTION, PURCHASE AND ASSUMPTION

Section 401 Redemption of Notes The Notes shall, in the manner specified and subject to the provisions (including the provisions with respect to notice) set forth in this Article, be redeemable as follows:

(a) *Redemption Upon the Occurrence of an Event of Loss* Each Note shall be subject to redemption and shall be redeemed in part upon the occurrence of an Event of Loss with respect to any Unit which the Lessee does not replace pursuant to Section 11(c) of the Lease, in an amount equal to the product obtained by multiplying the then unpaid principal amount of such Note by a fraction, the numerator of which shall be Lessor's Cost of the Unit in respect of which Stipulated Loss Value is being paid and the denominator of which shall be the Lessor's Cost for all Units subject to the Lease immediately before such Event of Loss, by application of Stipulated Loss

Value in an amount equal to 100% of the principal amount of the Notes to be redeemed, together with accrued and unpaid interest thereon to the Redemption Date but without payment of any Premium.

(b) *Redemption in the Event of Voluntary Termination.* Each Note shall be subject to redemption and shall be redeemed in part in the event of a voluntary termination of the Lease pursuant to and in accordance with Section 12 thereof with respect to any Unit, in an amount equal to the product obtained by multiplying the then unpaid principal amount of such Note by a fraction, the numerator of which shall be Lessor's Cost of the Unit in respect of which Termination Value is being paid and the denominator of which shall be Lessor's Cost for all Units subject to the Lease immediately before the exercise of such voluntary termination, by application of Termination Value in an amount equal to 100% of the principal amount of the Notes to be redeemed, together with accrued and unpaid interest thereon to the Redemption Date and the Premium calculated as of such Redemption Date.

(c) *Redemption in the Event of Early Buyout.* Each Note shall be subject to redemption and shall be redeemed in whole or in part in the event the Units or any portion thereof shall be purchased by the Lessee pursuant to and in accordance with Section 2(e) of the Lease, in an amount equal to the product obtained by multiplying the then unpaid principal amount of such Note by a fraction, the numerator of which shall be Lessor's Cost of the Units in respect of which such purchase price is being paid and the denominator of which shall be Lessor's Cost for all Units subject to the Lease immediately before the exercise of such purchase option, by application of the aggregate purchase price thereof in an amount equal to 100% of the principal amount of the Notes to be redeemed, together with accrued and unpaid interest thereon to the Redemption Date and the Premium calculated as of such Redemption Date.

(d) *Redemption in the Event of Prohibited Merger, Consolidation, etc. of Lessee.* The Notes shall be subject to redemption and shall be redeemed in whole in the event the Units are purchased by the Lessee pursuant to and in accordance with the last paragraph of Section 25 of the Participation Agreement in an amount equal to 100% of the principal amount of the Notes to be redeemed, together with accrued and unpaid interest thereon to the Redemption Date and the Premium calculated as of such Redemption Date.

(e) *Mandatory Partial Redemption.* The Notes shall be subject to redemption and shall be redeemed in part on each March 1 and September 1 specified in Schedule 1 thereto attached in each case in the respective percentages of the original principal amount thereof provided in such Schedule 1, by payment of an amount equal to 100% of that portion of the principal amount of the Notes to be redeemed on each such date, together with accrued and unpaid interest thereon to the Redemption Date.

Section 402 Redemption Date, Redemption Notice, Effect of Redemption (a) The Redemption Date for Notes to be redeemed pursuant to clause (a) of Section 401 shall be the Payment Date upon which payment of the relevant Stipulated Loss Value is made pursuant to

Section 11 of the Lease. The Redemption Date for Notes to be redeemed pursuant to clause (b) of Section 401 shall be the relevant Termination Date. The Redemption Date for Notes to be redeemed pursuant to clause (c) of Section 401 shall be the date upon which the Lessee purchases the Units. The Redemption Dates for the Notes to be redeemed pursuant to clause (d) of Section 401 shall be as specified in such clause (d)

(b) Except in the case of a redemption pursuant to clause (d) of Section 401, notice of redemption shall be given by the Indenture Trustee not less than 10 nor more than 30 days prior to the relevant Redemption Date to each Holder appearing on the Note Register. Each such notice of redemption shall specify the Redemption Date, the principal amount of the Notes to be redeemed and any other amounts to be distributed to such Holder upon such redemption (including accrued interest and Premium, if any) and shall state (i) that payment of all such amounts will be made on the Redemption Date, and (ii) that on and after the date of redemption, interest on the amount of Notes so redeemed will cease to accrue.

(c) If notice of redemption shall have been given as above provided, and there shall have been deposited with the Indenture Trustee, in the manner described in, and on or before the date required by, the applicable clause of subsection (a) above, an amount sufficient to redeem the Notes (together with accrued and unpaid interest thereon to the Redemption Date and the applicable Premium, if any), the principal of the Notes to be redeemed specified in such notice shall become due and payable on the Redemption Date and, from and after the date so redeemed, interest on the principal amount of such Notes so called for redemption shall cease to accrue and such principal amount shall no longer be deemed to be unpaid or outstanding hereunder and such principal amount of such Notes shall cease to be entitled to the benefit of this Indenture except that the Holders thereof shall be entitled to receive payment from moneys held by the Indenture Trustee for such redemption. The Indenture Trustee shall hold all such moneys in trust for the Holders thereof.

(d) If the principal amount of or Premium, if any, or interest on any Note called for redemption shall not be so paid on the Redemption Date, the principal amount thereof and Premium, if any, and (to the extent permitted by applicable law) interest thereon shall, until paid, bear interest from the Redemption Date at the Overdue Rate; provided, however, in the case of a redemption pursuant to clause (b) or (c) of Section 401, if the sale of any Unit does not take place and the Lease continues with respect to such Unit, then the notice of redemption may be withdrawn with the same effect as if it had not been given.

(e) If less than all of the Notes are to be redeemed, the redemption shall be allocated pro rata to all Notes then Outstanding.

Section 403 Purchase Option At any time after (a) an Indenture Event of Default (whether or not such Indenture Event of Default results from a Lease Event of Default) shall have occurred and be continuing and the Indenture Trustee shall have either (i) declared the principal of all Notes to be immediately due and payable pursuant to Section 603 hereof or (ii) commenced to foreclose the lien of this Indenture, or (b) a Lease Event of Default shall have occurred and be continuing, no Indenture Event of Default has occurred and is continuing except as a result thereof, and such Lease Event of Default and the absence of any

Indenture Event of Default except as aforesaid shall continue for a period of more than 180 days during which either (1) the Indenture Trustee shall not have commenced the termination of the Lease or otherwise commenced the exercise of a remedy which is commercially reasonable to the Owner Trustee and the Owner Participant taking into consideration the nature of the Lease Event of Default, or (2) the Indenture Trustee shall have failed to proceed with commercially reasonable diligence for more than 180 days with the exercise of any such remedy previously commenced, or (c) the giving of notice and delivery of a Proposed Adverse Lease Amendment pursuant to Section 907(d) (but in the case of this clause (c), only during the 10 Business Day period commencing with such giving of notice and delivery of such Proposed Adverse Lease Amendment), then upon the written notice of the Owner Trustee to the Indenture Trustee and each original Holder of the Notes Outstanding which shall then remain a Holder of Notes stating that it has elected to purchase the Notes and specifying the basis on which the Owner Trustee may exercise such election under this Section 403 and the purchase date on which it will make payment for the Notes (which shall not be less than 20 nor more than 45 days after the date of the giving of such notice), in each such case the Owner Trustee shall pay to each such Holder on such purchase date an amount equal to the aggregate unpaid principal amount of all Notes then held by such Holder, together with accrued and unpaid interest thereon to such purchase date, plus all other sums (which in the case of any prepayment pursuant to clause (c) above, shall include and require the payment of expenses not to exceed \$5000 for all Holders in the aggregate reasonably incurred by the Holders as a result of such Lease Event of Default which remain unreimbursed by the Lessee; provided that upon such payment, such Holder will assign to the Owner Trustee all its right to reimbursement by the Lessee of such expenses) then due and payable to such Holder hereunder, and upon receipt of such amount such Holder shall promptly deliver its Notes to the Indenture Trustee duly endorsed by, or accompanied by a written instrument of transfer in form satisfactory to the Indenture Trustee and the Owner Trustee duly executed by, such Holder in favor of the Owner Trustee, provided that all such prepayments as aforesaid shall be without Premium, except only a prepayment pursuant to clause (c) above resulting from the giving of notice of a Proposed Adverse Lease Amendment which is an Adverse Premium-Call Lease Amendment, in which case such prepayment shall be for the amount specified above plus a Premium. The Owner Trustee shall make payment under this Section by wire transfer in immediately available funds payable to the order of such Holder. In the event the Indenture Trustee has commenced to foreclose the lien of this Indenture, it shall, immediately upon receipt of the Owner Trustee's notice of its election to purchase the Notes hereunder, stay, cease or rescind any act or action taken or being taken in connection with such foreclosure so long as such delay shall not prejudice the rights of the Indenture Trustee hereunder except in an insignificant manner; provided that in the event payment in full is not made by the Owner Trustee for all of the Notes on the purchase date so elected, the Indenture Trustee may immediately and without further limitation under this Section 403 recommence such foreclosure or otherwise enforce any of its rights under this Indenture.

ARTICLE V

SATISFACTION AND DISCHARGE

Section 501. Satisfaction and Discharge of Indenture, Release of Indenture Estate
When and if all payments of principal, interest thereon and Premium (if any) payable under the Notes shall have been paid to the Holders (whether upon payment in full pursuant to the terms hereof or upon redemption of the Notes prior to maturity thereof as provided herein), or sufficient moneys are held by the Indenture Trustee for such purpose, and if all other payments to be made hereunder to the Indenture Trustee shall have been made, this Indenture and the liens herein granted shall cease, terminate and be void and, at the request of the Owner Trustee, the Indenture Trustee shall promptly deliver written notice thereof to the Lessee and the Owner Trustee, and the Indenture Trustee shall promptly execute and deliver such documents, assignments and releases as shall be requisite to satisfy the lien hereof and to re-transfer to the Owner Trustee or to whomever the Owner Trustee may direct any property at the time subject to the lien of this Indenture which may then be in its possession.

ARTICLE VI

EVENTS OF DEFAULT; REMEDIES

Section 601 Indenture Events of Default "Indenture Events of Default", wherever used herein, shall mean any one of the following events (whatever the reason for such Indenture Event of Default and whether it shall be voluntary or involuntary or come about or be effected by operation of law or pursuant to or in compliance with any judgment, decree or order of any court, or any order, rule or regulation of any administrative or governmental body), subject, however, to the right of the Owner Trustee to cure such Indenture Event of Default pursuant to the penultimate paragraph of this Section 601:

(a) default in the payment of any regularly scheduled payment of principal of, or Premium, if any, or interest on, any Note when such principal, Premium or interest becomes due and payable and such default shall be continuing at the end of the fifth Business Day after the same shall become due; or

(b) default in the performance, or breach, of any covenant, or warranty of the Owner Trustee in this Indenture, or in the Participation Agreement or default in the performance, or breach, of any covenant, or warranty of the Owner Participant in the Participation Agreement (other than a covenant or warranty the default in the performance or breach of which would be a Lease Event of Default or which is elsewhere in this Section specifically dealt with), and the Owner Trustee or the Owner Participant, as the case may be, shall not have cured such default or breach on or prior to the 30th day after a notice from the Indenture Trustee or any Holder thereto specifying such default or breach and requiring it to be remedied, provided, however, that if such default is nonmonetary and is not susceptible of cure within such 30 day period, the Owner Trustee or the Owner

Participant shall have such additional time to effect a cure as may be reasonably required, so long as the Owner Trustee or the Owner Participant promptly commences and thereafter diligently proceeds to remedy such default until cured; provided further, that the same shall in any event be cured within 30 days following such 30 day period and provided further that any default in the performance, or breach, of any covenant or warranty contained in Sections 904, 907 and 909 of this Indenture shall constitute an immediate Indenture Event of Default; or

(c) any material representation or warranty made by the Owner Trustee or the Owner Participant herein or in the Participation Agreement or any document or certificate furnished by the Owner Trustee or the Owner Participant on or prior to the Closing Date in connection with the Indenture, the Lease or the Participation Agreement, or any material representation or warranty furnished by the Owner Trustee, the Owner Participant or the Owner Participant Guarantor in connection with the termination of the Guaranty pursuant to Section 7 thereof shall prove at any time to be incorrect as of the date made in any material respect or any other material representation or warranty furnished by the Owner Trustee or the Owner Participant following the Closing Date shall prove at any time to be incorrect as of the date made in any material respect and shall not be cured within 30 days after notice to the Owner Trustee and the Owner Participant; or

(d) a Lease Event of Default (other than a Lease Event of Default relating solely to Excepted Rights or Excepted Property) shall have occurred and be continuing unless written notice is, or has been, given by the Indenture Trustee consenting to such Lease Event of Default and such consent shall remain effective; or

(e) the entry of a decree or order by a court having jurisdiction in the premises for relief in respect of the Owner Trustee or the Owner Participant under the Federal Bankruptcy Code or any other applicable federal or state law, or appointing a custodian, receiver, liquidator, assignee, trustee, sequestrator (or other similar official) of or for the Owner Trustee or the Owner Participant or any substantial part of its property or ordering the winding up or liquidation of its affairs, and the continuance of any such decree or order unstayed and in effect for a period of 60 consecutive days or a petition shall be filed against the Owner Trustee or the Owner Participant under any bankruptcy, reorganization, arrangement, insolvency, readjustment of debt, dissolution or liquidation law of any jurisdiction, whether now or hereafter in effect, and shall not be dismissed within 60 days after such filing; or

(f) the commencement by the Owner Trustee or the Owner Participant of a voluntary case under the Federal Bankruptcy Code or any other applicable federal or state law, or the consent or acquiescence by it to the filing of any such petition or to the appointment of or taking possession by a custodian, receiver, liquidator, assignee, trustee, sequestrator (or other similar official) of the Owner Trustee or the Owner Participant or of any substantial part of the property of either of them, or the making by either of them of an assignment for the benefit of creditors, or the failure by either of them to pay its debts generally as they become due, or the taking of corporate action by the Owner Trustee or the Owner Participant to authorize any such action.

Notwithstanding the foregoing, a Lease Event of Default or an Indenture Event of Default referred to in paragraph (a) or (d) of this Section shall not be an Indenture Event of Default hereunder.

(i) if such Lease Event of Default or Indenture Event of Default results from non-payment of Basic Rent under the Lease due on a Payment Date, and the Owner Trustee or the Owner Participant, (notwithstanding the limitation of the Owner Trustee's or the Owner Participant's obligation set forth in Section 109 hereof) shall have paid the full amount of the principal and interest due in respect of such defaulted Basic Rent including any applicable interest at the Overdue Rate within 10 Business Days after the expiration of the applicable grace period specified herein or, in the case of a default described in Section 601(d), in the Lease; or

(ii) if such Lease Event of Default or Indenture Event of Default results from a default in any obligation other than the obligation to pay Basic Rent which default is curable, in the reasonable judgement of the Owner Trustee, by payment of money, and the Owner Trustee or the Owner Participant (notwithstanding the limitation of the Owner Trustee's or Owner Participant's obligation set forth in Section 109 hereof) shall have cured such default including, without duplication, the payment of interest on any defaulted Supplemental Rent (including, without duplication, any interest thereon at the Overdue Rate) within 10 Business Days after the expiration of the applicable grace period specified herein or, in the case of a default described in Section 601(d), in the Lease;

provided, however, in the case of (i) above, the Owner Trustee or the Owner Participant shall only have the right to cure the nonpayment of Basic Rent due and payable by the Lessee in respect of two consecutive Payment Dates or four overall Payment Dates, and provided, further, that in the case of (ii) above, the Owner Trustee or the Owner Participant shall promptly inform the Indenture Trustee of any such cure, the nature thereof and the amount advanced to cure such default, and the aggregate of all amounts so advanced in the case of (ii) above may not exceed in the aggregate \$2,000,000 during any period of 12 consecutive calendar months and not reimbursed by the Lessee, its affiliates or insurers. Upon the making of any such payment or the performance or observance of any such obligation by the Owner Trustee or the Owner Participant, as the case may be, as provided in this paragraph, the Owner Trustee or Owner Participant, as the case may be, shall be subrogated to all the rights of the Indenture Trustee under the Lease in respect of the payment or the obligation giving rise to such payment, performance or observance by the Owner Trustee or the Owner Participant, as the case may be, and any right to any interest in respect thereof, and shall be entitled to any payment or other performance in respect thereof upon receipt by the Indenture Trustee; provided, however, that in the event the principal of, Premium, if any, and interest on all of the Notes Outstanding shall have become due and payable, such subrogation and such right to receive such payment or other performance in respect thereof shall, until the principal of, Premium, if any, and interest on the Notes shall have been paid in full, be subordinate and junior to the rights of the Indenture Trustee in respect of such payment, such performance in respect thereof and such interest. Nothing contained herein is intended or shall be interpreted to affect the Lessee's obligations to perform under the Lease

Neither the Owner Trustee nor the Owner Participant shall, by exercising the right to cure any such Lease Event of Default or Indenture Event of Default, obtain any lien, charge or encumbrance of any kind on any of the Indenture Estate for or on account of costs or expenses incurred in connection with the exercise of such right nor shall any claims of the Owner Trustee or the Owner Participant against the Lessee or any other party for the repayment of such costs or expenses impair the prior right and security interest of the Indenture Trustee in and to the Indenture Estate.

Section 602 [Intentionally Omitted]

Section 603 Remedies (a) Subject to the penultimate paragraph of Section 601 and to the penultimate paragraph of this subsection (a) and the Owner Trustee's purchase right under Section 403, upon the occurrence of an Indenture Event of Default, the Indenture Trustee, personally or by agents, may (or when required pursuant to Section 605 shall) exercise any one or more or all, and in any order, of the following remedies:

(1) The Indenture Trustee may, and will, upon direction of the Holders of not less than 25% in aggregate principal amount of the Notes Outstanding, declare the principal of all the Notes to be immediately due and payable, by a notice in writing to the Owner Trustee, with a copy to the Owner Participant and the Lessee (and to the Indenture Trustee, if given by Holders), and upon any such declaration such principal together with all accrued interest thereon, shall become immediately due and payable;

(2) take and enter into possession of the Units, at any time, wherever the same may be, without legal process and cause the Person in possession forthwith upon demand of the Indenture Trustee to surrender to the Indenture Trustee possession of such Units and may exclude the Owner Trustee and all Persons (including the Owner Participant) claiming under it wholly or partly therefrom, and the Indenture Trustee may, hold, lay up, lease, operate or otherwise use such Units (subject to obtaining any required governmental approvals) for such time and upon such terms as it may deem to be for its best advantage, and demand, collect and retain all rents, tolls, earnings, issues, revenues, income, profits and products, and all other sums due or to become due in respect of the Units or in respect of any insurance thereon from any Person whomsoever, provided that the gross amount of all such rents and other amounts and sums referred to above received by the Indenture Trustee shall, promptly upon receipt, be applied by the Indenture Trustee in accordance with the terms of Article X; provided that the Indenture Trustee shall not exercise its remedies set forth in this paragraph unless the Notes have been accelerated pursuant to Section 603(1);

(3) take and enter into possession of the Units, at any time, wherever the same may be, without legal process, and if it seems desirable to the Indenture Trustee, sell such Units (subject to obtaining any required governmental approvals), at any place and at such time as the Indenture Trustee may specify and in such manner as the Indenture Trustee may deem advisable, free from any claim by the Owner Trustee or the Owner Participant in equity, at law or by statute, at public or private sale, by sealed bids or otherwise, after first giving notice of the time and place of sale with a

general description of the property by registered mail to the Owner Trustee, the Owner Participant and the Lessee once at least 15 days prior to the date of such sale, and any other notice which may be required by law; provided that the Indenture Trustee shall not exercise its remedies set forth in this paragraph unless the Notes have been accelerated pursuant to Section 603(1),

(4) as assignee of the Lease hereunder, if such Indenture Event of Default results from a Lease Event of Default, exercise any or all of the rights and powers and pursue any or all of the remedies provided in Section 15 of the Lease, provided that the Indenture Trustee shall not exercise its remedies set forth in Section 15(a), (c) or (d) (insofar as Section 15(d) permits the remedy of termination or a remedy that could be exercised under Section 15(a) or (c)) of the Lease unless the Notes have been accelerated pursuant to Section 603(1);

(5) without limiting the provisos to Sections 603(2), (3) and (4) above, the Indenture Trustee may exercise any other right or remedy in lieu of or in addition to the foregoing which may be available to it under applicable law or proceed by appropriate court action to enforce the terms hereof or of the Lease to recover damages for the breach hereof or of the Lease or to rescind the Lease, and

(6) without limiting the provisos to Sections 603(2), (3) and (4) above, proceed to protect and enforce the rights of the Indenture Trustee and of the Holders by suit, whether for specific performance of any covenant herein contained, or in aid of the execution of any power herein granted, or for the foreclosure of this Indenture and the sale of any of the Indenture Estate under the judgment or decree of a court of competent jurisdiction, or for the enforcement of any other right as the Indenture Trustee, being advised by counsel, shall deem most effectual for such purpose.

In addition, without limiting the provisos to Sections 603(2), (3) and (4) above, the Indenture Trustee shall have all the rights at the time afforded a secured party under the Uniform Commercial Code of the State of New York

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

The Indenture Trustee may from time to time adjourn any sale under clause (3) above, by announcement at the time and place appointed for such sale or for any

adjournment thereof of the adjourned time and place of sale; and without further notice or publication, except as may be required by law, such sale may be made at the time and place to which the same shall have been so adjourned.

At any such sale under this Article, the Indenture Trustee may bid for and purchase any property offered at such sale.

Upon the completion of any sale under this Article, the Indenture Trustee shall execute and deliver to the accepted purchaser or purchasers an instrument or instruments of conveyance, sale, assignment and transfer of all the property sold; and the Indenture Trustee or its successors are hereby irrevocably appointed the true and lawful attorneys of the Owner Trustee, in its name and stead, to make all necessary instruments of conveyance, sale, assignment and transfer of the property thus sold (with a copy to the Owner Trustee). Nevertheless, if so requested by the Indenture Trustee or by any purchaser, the Owner Trustee shall confirm any such sale or transfer by executing and delivering to such purchaser all proper instruments of conveyance, sale, assignment and transfer as may be designated in any such request.

Every such sale shall operate to divest all right, title, interest, claim and demand whatsoever (except for the rights of the Owner Trustee and the Owner Participant to receive payments and distributions pursuant to Article X) of the Owner Trustee of, in or to the property so sold, and shall be a perpetual bar, at law and in equity against the Owner Trustee, its successors and assigns, and against all Persons claiming the property sold, or any part thereof, through the Owner Trustee, its successors or assigns.

The receipt for the purchase money of the Indenture Trustee or of the court officer conducting any such sale shall be a full and sufficient discharge to any purchaser of any property sold as aforesaid, and no such purchaser, or his representatives, grantees or assigns, after paying such purchase money and receiving such receipt, shall be bound to see to the application of such purchase money for any purpose of this Indenture, or in any manner whatsoever be answerable for any loss, misapplication or nonapplication of any such purchase money or any part thereof, or be bound to inquire as to the propriety of any such sale.

Holders of at least 66 2/3% in aggregate principal amount of the Notes Outstanding may upon written notice to the Indenture Trustee direct the Indenture Trustee to discontinue any enforcement proceedings commenced by the Indenture Trustee. Without limiting the foregoing, the holders of at least 66 2/3% in aggregate principal amount of the Notes Outstanding may, upon written notice to the Indenture Trustee (which shall in turn notify the Owner Trustee, the Owner Participant and the Lessee), rescind any acceleration of the maturity of the Notes, and direct that the payment schedule on the Notes shall be that which existed immediately prior to such acceleration, if (1) all Indenture Events of Default, other than the non-payment of any portion of the Notes which has become due and payable solely by reason of the acceleration of the Notes, have been cured or waived, and (11) the rescission would not conflict with any judgment or decree of a court of competent jurisdiction.

Notwithstanding the foregoing, the Indenture Trustee agrees that (a) if no Indenture Event of Default has occurred and is continuing except such as is caused by or is also a Lease Event of Default and the Indenture Trustee shall proceed to foreclose the lien of this Indenture, it shall, to the extent that it is then entitled to do so hereunder and under the Lease and is not then stayed or otherwise prevented from doing so by operation of law or otherwise, concurrently proceed to terminate the Lease; and (b) with respect to any Units which are railroad cars, locomotives or other rolling stock intended for use related to interstate commerce, to the extent that Section 1168 of the Bankruptcy Act shall be applicable, if the Indenture Trustee is stayed or prevented from exercising its remedies under the Lease by operation of law as a result of a proceeding against the Lessee under the Bankruptcy Act, the Indenture Trustee will not foreclose the lien of the Indenture until 5 Business Days after the expiration of the 60-day time period provided for in said Section 1168 (or such later date as such period may be extended to with the consent of the Indenture Trustee or in accordance with said Section 1168) if the Lessee's bankruptcy trustee shall not have agreed to perform all obligations of the Lessee and cured all outstanding Lease Events of Default (other than Lease Events of Default referred to in Sections 14(e) or (f) of the Lease) pursuant to said Section 1168 within such 60 day period (or within such time as such period may be extended to with the consent of the Indenture Trustee or in accordance with said Section 1168)

The Owner Trustee authorizes and empowers the Indenture Trustee or its appointees or any of them, during the continuance of an Event of Default, to appear in the name of the Owner Trustee, its successors and assigns, in any court or tribunal or before any agency or official of any country or nation of the world in which any Unit may be arrested or detained or where a suit or other proceeding may be pending against any Unit because of or on account of any alleged lien against such Unit from which the Unit has been released and to apply for and receive and take possession of the Unit or to take such action as to it as may seem to the Indenture Trustee to be proper towards the defense of such suit or other proceeding and the purchase or discharge of such lien, and all expenditures thereby made or incurred by them or any of them shall constitute an additional indebtedness which shall be secured by this Indenture in like manner and extent as if the amount and description thereof were written herein.

(b) Upon payment in full of the principal amount of, and Premium, if any, and interest on, all Notes Outstanding and any other amounts payable hereunder, the Indenture Trustee shall, upon the written request of the Owner Trustee, execute and deliver to or as directed in writing by the Owner Trustee an appropriate instrument or instruments discharging the Units and all other property constituting a part of the Indenture Estate from the lien of this Indenture.

(c) In case the Indenture Trustee shall have proceeded to enforce any right, power or remedy under this Indenture by foreclosure, entry or otherwise, and such proceedings shall have been discontinued or abandoned for any reason or shall have been determined adversely to the Indenture Trustee, then and in every such case the Owner Trustee and the Indenture Trustee shall, subject to any determination in such proceedings, be restored to their former positions and rights hereunder with respect to the Indenture Estate, and all

rights, remedies and powers of the Indenture Trustee and the Owner Trustee shall continue as if no such proceedings had been taken

(d) Notwithstanding anything to the contrary in this Indenture, so long as no Lease Event of Default shall have occurred and be continuing, neither the Indenture Trustee nor any Holder shall take any action which materially and adversely affects the Lessee's rights under the Lease except in accordance with the provisions of the Lease, and the Lessee shall not be disturbed in its possession of any Unit by virtue of any action taken hereunder by the Indenture Trustee or any Holder. If, following the occurrence of any Indenture Event of Default hereunder, there is not a Lease Event of Default and if the Indenture Trustee shall sell any Unit pursuant to this Article VI, then such sale shall be subject to, and shall not have the effect of terminating, the Lease with respect to such Unit. The Indenture Trustee and any Holder may, however, exercise rights and remedies with respect to this Indenture that would result in the termination of the Lease with respect to one or more Units if an Indenture Event of Default occurs hereunder when there is no Lease Event of Default continuing with respect to the Lease so terminated, provided that arrangements are made for the Lessee to enter into a new lease with respect to such Units effective as of the date and time of the termination of the Lease and containing the same terms and provisions as the Lease, with the Indenture Trustee or any other Person having a right, title, or interest in or to such Units, including the purchaser at a foreclosure sale. Nothing in this subsection (d) shall prevent the Indenture Trustee from participating in proceedings commenced by any other Person as referred to in Section 8(b) of the Lease to the extent necessary to preserve the rights of the Indenture Trustee pending compliance by the Lessee with its obligations under Section 8(b) of the Lease. No provision of this subsection (d) is intended or shall be construed to be a waiver of the priority of the lien of this Indenture as against any other lien or subordination to any such other lien including, without limitation, any lien arising under the Lease in favor of the Lessee. The provisions of this subsection (d) are for the benefit of the Lessee and the Owner Trustee and may not be modified, altered, amended or supplemented without the consent of the Lessee.

Section 604 Right of Indenture Trustee to Judgment, Proofs of Claim. (a) Subject to Section 109, if an event described in paragraph (a), (b), (c) or (d) of Section 601 shall occur, the Indenture Trustee may recover judgment, in its own name and as trustee of an express trust, against the Owner Trustee's interest in the Indenture Estate (or any other obligor on the Notes) of the whole amount of the principal of the Notes to which such event relates and interest thereon at the respective rates (including, when applicable, the Overdue Rate) prescribed therefor hereunder.

(b) The Indenture Trustee may file such proofs of claim and other papers and documents as may be necessary and advisable in order to have the claims of the Indenture Trustee and of the Holders allowed in any judicial proceedings relative to the Owner Trustee (or any other obligor on the Notes) or its creditors or its property.

Section 605 Control by Holders. The Holders of 66 2/3% in principal amount of the Notes Outstanding shall have the right, during the continuance of an Indenture Event of Default,

(a) to require the Indenture Trustee to proceed to enforce this Indenture, either by judicial proceedings for the enforcement of the payment of the Notes and the foreclosure of this Indenture, the sale of the Indenture Estate or otherwise or, at the election of the Indenture Trustee, by the exercise of the power of entry and/or sale hereby conferred; and

(b) to direct the time, method and place of conducting any proceeding for any remedy available to the Indenture Trustee, or exercising any trust or power conferred upon the Indenture Trustee hereunder; provided that

(1) such direction shall not be in conflict with any rule of law or with this Indenture, and

(2) the Indenture Trustee may take any other action deemed proper by the Indenture Trustee which is not inconsistent with such direction.

Section 606. General Limitations on Duties of Indenture Trustee The Indenture Trustee shall not have any duty or obligation to manage, control, use, sell, dispose of or otherwise deal with the Units or any other part of the Indenture Estate, or otherwise to take or refrain from taking any action under, or in connection with, the Lease except as expressly provided by the terms of this Indenture or as expressly provided in directions of the Holders complying with Section 605, and no implied duties or obligations shall be read into this Indenture against the Indenture Trustee.

Section 607 General Limitations on Powers of Indenture Trustee The Indenture Trustee agrees that it will not manage, control, use, sell, dispose of or otherwise deal with the Units or any other part of the Indenture Estate except (a) as required or permitted by the terms of the Lease and the Participation Agreement, (b) in accordance with the powers granted to, or the authority conferred upon, the Indenture Trustee pursuant to this Indenture, (c) as provided in directions of the Holders under Section 605 or (d) in connection with the exercise of any rights constituting part of the Indenture Estate, as provided in directions of the Holders of 66 2/3% in principal amount of the Notes Outstanding (except as otherwise expressly provided herein).

Section 608. Possession of Notes by Indenture Trustee Unnecessary for Enforcement All rights of action and claims under this Indenture or any of the Notes may be prosecuted and enforced by the Indenture Trustee without the possession of any of the Notes or the production thereof in any proceeding relating thereto, and any such proceeding instituted by the Indenture Trustee shall be brought in its own name as trustee of an express trust, and any recovery of judgment shall be distributed as provided in Section 1003.

Section 609 Actions by Holders No Holder of any Note shall have any right to institute any proceeding, judicial or otherwise, with respect to this Indenture, or for the appointment of a receiver or trustee, or for any other remedy hereunder, unless:

(a) such Holder has previously given written notice to the Indenture Trustee of a continuing Indenture Event of Default;

(b) the Holders of not less than 66 2/3% in aggregate principal amount of the Notes shall have made written request to the Indenture Trustee to institute proceedings in respect of such Indenture Event of Default in its own name as Indenture Trustee hereunder,

(c) such Holder or Holders shall have offered to the Indenture Trustee reasonable indemnity against the costs, expenses and liabilities to be incurred in compliance with such request;

(d) the Indenture Trustee for 60 days after its receipt of such notice, request and offer of indemnity shall have failed to institute any such proceeding; and

(e) no direction inconsistent with such written request shall have been given to the Indenture Trustee during such 60-day period by the Holders of 66 2/3% in aggregate principal amount of the Notes;

it being understood and intended that no one or more of the Holders shall have any right in any manner whatever by virtue of any provision of this Indenture to affect, disturb or prejudice the rights of any other Holder, or to obtain or to seek to obtain priority or preference over any other Holder or to enforce any right under this Indenture, except in the manner herein provided and for the ratable benefit of all the Holders.

Section 610. Unconditional Right of Holder to Receive Principal, Premium and Interest. Notwithstanding any other provision in this Indenture, the Holder of any Note shall have the right, which is absolute and unconditional, to receive payment of the principal of (and the Premium, if any) and interest on such Note on the respective due dates thereof and to institute suit for the enforcement of any such payment, and such rights shall not be impaired without the consent of such Holder.

Section 611 Remedies Cumulative No right or remedy herein conferred upon or reserved to the Indenture Trustee or to the Holders of Notes is intended to be exclusive of any other right or remedy. Every right and remedy shall, to the extent permitted by law, be cumulative and in addition to every other right and remedy given hereunder or now or hereafter existing at law, in equity, by statute, or otherwise and may be exercised from time to time and as often and in such order as may be deemed expedient by the Indenture Trustee or the Holders of 66 2/3% in aggregate principal amount of the Notes.

Section 612 Waiver. (a) Before any foreclosure or sale of any of the Indenture Estate has been made under this Article or any judgment or decree for payment of money due has been obtained by the Indenture Trustee as provided in this Article, the Holders of not less than 66 2/3% in aggregate principal amount of the Notes Outstanding may, by Act of such Holders delivered to the Indenture Trustee and the Owner Trustee, on behalf of the Holders of all the Notes, waive any past Indenture Default or Indenture Event of Default hereunder and its consequences, except, in the absence of an Act of Holders of all the Notes, an Indenture Event of Default or Indenture Default consisting of,

(1) default in the payment of the principal of, or Premium, if any, or interest on, any Note, or

(2) default in respect of a covenant or provision hereof which under Article VIII cannot be modified or amended without the consent of the Holders of all Notes Outstanding affected.

Upon any such waiver, such default shall cease to exist, and any Indenture Default or Indenture Event of Default arising therefrom shall be deemed to have been cured, for every purpose of this Indenture; but no such waiver shall extend to any subsequent or other default or impair any right consequent thereon.

(b) No delay or omission of the Indenture Trustee or of any Holder to exercise any right or remedy accruing upon any Indenture Event of Default shall impair any such right or remedy or constitute a waiver of any such Indenture Event of Default or an acquiescence therein.

ARTICLE VII

THE INDENTURE TRUSTEE

Section 701 Acceptance of Trusts. The Indenture Trustee hereby accepts the trust imposed upon it by this Indenture, covenants and agrees to perform the same as herein expressed and agrees to receive and disburse all moneys constituting part of the Indenture Estate in accordance with the terms hereof.

Section 702 Certain Duties and Responsibilities of Indenture Trustee (a) Except during the continuation of an Indenture Event of Default,

(i) the Indenture Trustee undertakes to perform such duties and only such duties as are specifically set forth in this Indenture, and no implied covenants or obligations shall be read into this Indenture against the Indenture Trustee; and

(ii) in the absence of bad faith on its part, the Indenture Trustee may conclusively rely, as to the truth of the statements and the correctness of the opinions expressed therein and the genuineness of all such writings, upon certificates or opinions furnished to the Indenture Trustee and conforming to the requirements of this Indenture, but in the case of any such certificates or opinions which by any provisions hereof are specifically required to be furnished to the Indenture Trustee, the Indenture Trustee shall be under a duty to examine the same to determine whether or not they conform to the requirements as to the form of this Indenture.

(b) In case an Indenture Event of Default has occurred and is continuing, the Indenture Trustee shall exercise such of the rights and powers vested in it by this Indenture as it shall be directed in writing from time to time by the Holders of 66 2/3% in principal

amount of the Notes Outstanding and in the absence of such direction the Indenture Trustee may take (or may refrain from taking), in its sole discretion, such action as it may deem to be in the interest of the Holders, and upon exercising its rights and powers hereunder the Indenture Trustee shall use the same degree of care and skill in their exercise, as a prudent man would exercise or use under the circumstances in the conduct of his own affairs.

(c) No provision of this Indenture shall be construed to relieve the Indenture Trustee from liability for its own grossly negligent action, its own grossly negligent failure to act, or its own willful misconduct (or its negligent action, its own negligent failure to act or its own willful misconduct with respect to the handling of funds), except that:

(i) this subsection (c) shall not be construed to limit the provisions of subsection (a) of this Section 702;

(ii) the Indenture Trustee shall not be liable for any error of judgment made in good faith by a Responsible Officer of the Indenture Trustee, unless it shall be proved that the Indenture Trustee was grossly negligent (or negligent in the case of a matter relating to the handling of funds) in ascertaining the pertinent facts;

(iii) the Indenture Trustee shall not be liable with respect to any action taken or omitted to be taken by it in good faith in accordance with the direction of the Holders of 66 2/3% in principal amount of the Notes Outstanding relating to the time, method and place of conducting any proceedings for any remedy available to the Indenture Trustee, or exercising any trust or power conferred upon the Indenture Trustee, under this Indenture; and

(iv) no provision of this Indenture shall require the Indenture Trustee (A) to do anything contrary to law or to the provisions of any Operative Document, or (B) to expend or risk its own funds or otherwise incur any financial liability in the performance of any of its duties hereunder, or in the exercise of any of its rights or powers, if it shall have reasonable grounds for believing that repayment of such funds or adequate indemnity against such risk or liability is not reasonably assured to it.

(d) Whether or not therein expressly so provided, every provision of this Indenture relating to the conduct of, or affecting the liability of or affording protection to, the Indenture Trustee shall be subject to the provisions of this Section 702.

Section 703 Notice of Defaults As promptly as possible after the Responsible Officer in the Corporate Trust Department of the Indenture Trustee obtains actual knowledge of any Indenture Default, the Indenture Trustee shall transmit by mail notice of such Indenture Default to all Holders, as their names and addresses appear in the Note Register. In the event the Indenture Trustee shall have transmitted notice of an Indenture Default, and such Indenture Default is subsequently cured or waived, the Indenture Trustee shall give notice to such effect to the Holders in the manner hereinabove described. The Indenture Trustee shall not be deemed to have knowledge of any Lease Default, Lease Event

of Default, Indenture Default, Indenture Event of Default, fact or circumstance absent actual knowledge thereof by a Responsible Officer of the Indenture Trustee.

Section 704 Certain Rights of Indenture Trustee Except as otherwise provided in Section 702, as between the Indenture Trustee and the Holders:

(a) the Indenture Trustee may rely upon and shall be protected in acting or refraining from acting in reliance upon any resolution, statement, instrument, opinion, report, notice, request, direction, consent, order, certificate or other paper or document believed by it in good faith to be genuine and to have been signed or presented by the proper person or persons;

(b) any request or direction of the Owner Trustee mentioned herein shall be sufficiently evidenced by a certificate or request signed by a Responsible Officer of the Owner Trustee;

(c) whenever in the administration of this Indenture the Indenture Trustee shall deem it desirable that a matter be proved or established prior to taking, suffering or omitting any action hereunder, such matter (unless other evidence be herein specifically prescribed) may be deemed to be conclusively proved and established by a certificate signed by a Responsible Officer of the Owner Trustee, and delivered to the Indenture Trustee;

(d) the Indenture Trustee may consult with counsel, and the written advice of such counsel or any Opinion of Counsel shall be full and complete authorization and protection in respect of any action taken, suffered or omitted by it hereunder in good faith and in reliance thereon;

(e) the Indenture Trustee shall be under no obligation to exercise any of the rights or powers vested in it by this Indenture at the request or direction of any of the Holders pursuant to this Indenture, unless such Holders shall have offered to the Indenture Trustee reasonable security or indemnity against the costs, expenses and liabilities which might be incurred by it in compliance with such request or direction;

(f) the Indenture Trustee shall not be bound to make any investigation into the facts or matters stated in any resolution, certificate, statement, instrument, opinion, report, notice, request, direction, consent, order, Note or other paper or document, but the Indenture Trustee, in its discretion, may make such further inquiry or investigation into such facts or matters as it may see fit; and

(g) the Indenture Trustee may execute any of the trusts or powers hereunder or perform any duties hereunder either directly or by or through agents or attorneys and the Indenture Trustee shall not be responsible for any misconduct or negligence on the part of any agent or attorney appointed with due care by it hereunder.

Section 705 Limitation on Responsibility of Indenture Trustee The recitals contained herein and in the Notes, except the certificates of authentication, shall be taken as the statements of the Owner Trustee, and the Indenture Trustee assumes no responsibility for their correctness. The Indenture Trustee makes no representation as to the value or condition of the Indenture Estate or any part thereof, as to the title of the Owner Trustee thereto or as to the security afforded thereby or hereby, or as to the validity or genuineness of any securities at any time pledged or deposited with the Indenture Trustee hereunder, or as to the validity or sufficiency of this Indenture, the Notes, the Lease, the Trust Agreement or any other of the Operative Documents. The Indenture Trustee shall not be responsible for the use or application by the Owner Trustee of the Notes or the proceeds thereof.

The Indenture Trustee (except in accordance with Section 603 and as required pursuant to Section 605 and without limiting the generality of Sections 607 and 902) shall have no duty (a) to see to any insurance on the Units or to effect or maintain any such insurance, whether or not the Lessee shall be in default with respect thereto, (b) to see to the payment or discharge of any tax, assessment or other governmental charge or any lien or encumbrance of any kind owing with respect to, assessed or levied against any of the Units, (c) to inspect the Units at any time or ascertain or inquire as to the performance or observance of any of the covenants of the Lessee under the Lease with respect to the Units, or otherwise, or (d) to confirm, verify or inquire into the failure to receive any financial statements of the Lessee. Notwithstanding the foregoing, the Indenture Trustee will furnish to the Owner Participant, each Loan Participant and to the Owner Trustee, promptly upon receipt thereof, duplicates or copies of all reports, notices, requests, demands, certificates and other instruments furnished to the Indenture Trustee under the Lease and this Indenture unless it shall ascertain that such Person shall have already received a copy of the same or shall be entitled to receive the same directly from the Lessee under the Lease.

EXCEPT AS EXPRESSLY SET FORTH IN SECTION 11 OF THE PARTICIPATION AGREEMENT AND EXCEPT AS REQUIRED BY SECTION 710, NEITHER THE INDENTURE TRUSTEE NOR THE OWNER TRUSTEE MAKES ANY REPRESENTATION OR WARRANTY, EXPRESS OR IMPLIED, AS TO THE TITLE, VALUE, CONDITION, DESIGN, OPERATION OR MERCHANTABILITY OF ANY UNIT OR AS TO THE QUALITY OF THE MATERIAL, EQUIPMENT OR WORKMANSHIP OF ANY UNIT OR AS TO THE FITNESS OF ANY UNIT FOR ANY PARTICULAR USE OR AS TO THE ELIGIBILITY OF ANY UNIT FOR ANY PARTICULAR TRADE, OR ANY OTHER REPRESENTATION OR WARRANTY WHATSOEVER, EXPRESS OR IMPLIED, WITH RESPECT TO ANY UNIT; AND UNDER NO CIRCUMSTANCES WHATSOEVER SHALL THE INDENTURE TRUSTEE OR THE OWNER TRUSTEE BE LIABLE OR RESPONSIBLE TO EACH OTHER, THE LESSEE, TO ANY HOLDER OR TO ANY PERSON FOR ANY CONSEQUENTIAL DAMAGES.

Section 706 Possession of Original Executed Lease The Indenture Trustee shall at all times keep possession of the original executed counterparts of the Lease and all supplements or amendments to the Lease provided for in.

Section 707. [Intentionally Omitted]

Section 708 Funds May Be Held by Indenture Trustee Any moneys held by the Indenture Trustee hereunder as part of the Indenture Estate may, until paid out by the Indenture Trustee as herein provided, be carried by the Indenture Trustee on deposit in Permitted Investments with itself, and the Indenture Trustee shall not have any liability for interest upon any such moneys

Section 709 Compensation and Reimbursement of Indenture Trustee It is understood that the Indenture Trustee will receive compensation and reimbursement of expenses as provided in Sections 17(a)(iii) and 17(d) of the Participation Agreement.

Section 710 Corporate Trustee Required, Eligibility The Indenture Trustee is a corporation organized and doing business under the laws of the United States of America or of any State, authorized under such laws to exercise corporate trust powers, having a combined capital and surplus of at least \$100,000,000 (or the obligations and liabilities of which are irrevocably and unconditionally guaranteed by an affiliated company having a combined capital and surplus of at least \$100,000,000), subject to supervision or examination by Federal or state authority. Each Indenture Trustee appointed in succession of the Indenture Trustee shall be a corporation organized and doing business under the laws of the United States or of any State, authorized to exercise corporate trust powers, having a combined capital and surplus of at least \$500,000,000 (or the obligations and liabilities of which are irrevocably and unconditionally guaranteed by an affiliated company having a combined capital and surplus of at least \$500,000,000), subject to examination by Federal or state authority, if there be such a corporation qualified, able and willing to accept the trust upon customary terms. If such corporation publishes reports of condition at least annually, pursuant to law or to the requirements of the aforesaid supervising or examining authority, then for the purposes of this Section 710, the combined capital and surplus of such corporation shall be deemed to be its combined capital and surplus as set forth in its most recent report of condition so published. If at any time the Indenture Trustee shall cease to be or have reason to believe that it shall cease to be eligible in accordance with the provisions of this Section 710, it shall resign immediately in the manner and with the effect hereinafter specified in this Article

Section 711 Resignation and Removal, Appointment of Successor (a) No resignation or removal of the Indenture Trustee and no appointment of a successor Indenture Trustee pursuant to this Article VII shall become effective until the acceptance of appointment by the successor Indenture Trustee under Section 712 hereof.

(b) The Indenture Trustee may resign at any time by giving written notice thereof to the Owner Trustee and the Holders of the Notes. If an instrument of acceptance by a successor Indenture Trustee shall not have been delivered to the Owner Trustee and the Indenture Trustee within 30 days after the giving of such notice of resignation, the resigning Indenture Trustee may petition any court of competent jurisdiction for the appointment of a successor Indenture Trustee.

(c) The Indenture Trustee may be removed at any time by Act of the Holders of 66 2/3% in aggregate principal amount of Notes Outstanding, delivered to the Indenture Trustee and to the Owner Trustee.

(d) If at any time:

(i) the Indenture Trustee shall cease to be eligible under Section 710 hereof and shall fail to resign after written request therefor by the Owner Trustee, acting after consultation with the Lessee, or by any Holder, or

(ii) the Indenture Trustee shall become incapable of acting or shall be adjudged a bankrupt or insolvent, or a receiver of the Indenture Trustee or of its property shall be appointed, or any public officer shall take charge or control of the Indenture Trustee or of its property or affairs for the purpose of rehabilitation, conservation or liquidation,

then, in any such case, (A) the Owner Trustee, acting after consultation with the Lessee, may remove the Indenture Trustee or (B) any Holder may, on behalf of itself and all others similarly situated, petition any court of competent jurisdiction for the removal of the Indenture Trustee and the appointment of a successor Indenture Trustee

(e) If the Indenture Trustee shall resign, be removed or become incapable of acting, or if a vacancy shall occur in the office of the Indenture Trustee for any cause, the Owner Trustee, acting after consultation with the Lessee, shall promptly appoint a successor Indenture Trustee. If, within one year after such resignation or removal or the occurrence of such vacancy or incapability, a successor Indenture Trustee shall be appointed by act of the Holders of 66 2/3% in principal amount of Notes Outstanding, delivered to the Owner Trustee and the retiring Indenture Trustee, the successor Indenture Trustee so appointed shall, forthwith upon its acceptance of such appointment, become the successor Indenture Trustee and supersede the successor Indenture Trustee appointed by the Owner Trustee. If no successor Indenture Trustee shall have been so appointed by the Owner Trustee or the Holders and accepted appointment in the manner hereinafter provided, any Holder may, on behalf of itself and all others similarly situated, petition any court of competent jurisdiction for the appointment of a successor Indenture Trustee

(f) The Indenture Trustee shall give notice of each resignation and each removal of the Indenture Trustee and each appointment of a successor Indenture Trustee by mailing written notice of such event to all Holders. Each notice shall include the name of the successor Indenture Trustee and the address of its office for purposes of Section 103 hereof.

Section 712 Acceptance of Appointment by Successor Every successor Indenture Trustee appointed hereunder shall execute, acknowledge and deliver to the Owner Trustee and the retiring Indenture Trustee an instrument accepting such appointment, and thereupon the resignation or removal of the retiring Indenture Trustee shall become effective and such successor Indenture Trustee, without any further act, deed or conveyance, shall become vested with all the estates, properties, rights, powers, trusts and duties of the retiring

Indenture Trustee; but, on request of the Owner Trustee, the Lessee or the successor Indenture Trustee, such retiring Indenture Trustee shall upon payment of its charges (or the making of due provision satisfactory to it therefor) execute and deliver an instrument conveying and transferring to such successor Indenture Trustee upon the trusts herein expressed all the estates, properties, rights, powers and trusts of the retiring Indenture Trustee, and shall duly assign, transfer and deliver to such successor Indenture Trustee all property and money held by such retiring Indenture Trustee hereunder. Upon request of any such successor Indenture Trustee, such retiring Indenture Trustee and the Owner Trustee shall execute any and all instruments for more fully and certainly vesting in and confirming to such successor Indenture Trustee all such estates, properties, rights, powers and trusts.

No successor Indenture Trustee shall accept its appointment unless at the time of such acceptance such Indenture Trustee shall be eligible under this Article.

Section 713 Merger, Conversion, Consolidation or Succession to Business Any corporation into which the Indenture Trustee may be merged or converted or with which it may be consolidated, or any corporation or banking association resulting from any merger, conversion or consolidation to which the Indenture Trustee shall be a party, or any corporation succeeding to all or substantially all of the corporate trust business of the Indenture Trustee, shall be the successor to the Indenture Trustee hereunder, provided such corporation or banking association shall be otherwise eligible under this Article, without the execution or filing of any paper or any further act on the part of any of the parties hereto.

Section 714 Appointment of Co-Indenture Trustees and Separate Indenture Trustees Whenever the Indenture Trustee shall deem it necessary or prudent in order to conform to any law of any jurisdiction in which all or any part of the Indenture Estate shall be situated, or the Indenture Trustee shall be advised by counsel, satisfactory to it, that it is so necessary or prudent in the interest of the Holders or in the event that the Indenture Trustee shall have been requested to do so by the Holders of 66 2/3% in aggregate principal amount of Notes Outstanding, the Indenture Trustee and the Owner Trustee shall execute and deliver a supplemental indenture hereto and all other instruments and agreements necessary or proper to constitute another bank or trust company, or one or more Persons approved by the Indenture Trustee and the Owner Trustee, either to act as separate indenture trustee or separate indenture trustees of all or any part of the Indenture Estate, jointly with the Indenture Trustee, or to act as co-indenture trustee or co-indenture trustees of all or any part of the Indenture Estate, in any such case with such powers as may be provided in such indenture supplemental hereto, and to vest in such bank, trust company or Person as such co-indenture trustee or separate indenture trustee, as the case may be, any property, title, right or power of the Indenture Trustee deemed necessary or advisable by the Indenture Trustee, subject to the remaining provisions of this Section 714. In the event the Owner Trustee shall not have joined in the execution of such indenture supplemental hereto within 10 days after the receipt of a written request from the Indenture Trustee so to do, or in case an Indenture Event of Default shall occur and be continuing, the Indenture Trustee may act under the foregoing provisions of this Section 714 without the concurrence of the Owner Trustee; and the Owner Trustee hereby appoints the Indenture Trustee its agent and attorney to act for it under the foregoing provisions of this Section 714 in either of such contingencies. The

Indenture Trustee may execute, deliver and perform any deed, conveyance, assignment or other instrument in writing as may be required by any co-indenture trustee or separate indenture trustee for more fully and certainly vesting in and confirming to it or him any property, title, right or powers which by the terms of such indenture supplemental hereto are expressed to be conveyed or conferred to or upon such co-indenture trustee or separate indenture trustee, and the Owner Trustee shall, upon the Indenture Trustee's request, join therein and execute, acknowledge and deliver the same; and the Owner Trustee hereby makes, constitutes and appoints the Indenture Trustee its agent and attorney-in-fact for it and in its name, place and stead to execute, acknowledge and deliver any such deed, conveyance, assignment or other instrument in the event that the Owner Trustee shall not execute and deliver the same within ten days after receipt by it of such request so to do.

Every co-indenture trustee and separate indenture trustee hereunder shall, to the extent permitted by law, be appointed and act, and the Indenture Trustee shall act, subject to the following provisions and conditions:

(1) the Notes shall be authenticated by the Indenture Trustee and all powers, duties, obligations and rights conferred upon the Indenture Trustee in respect of the receipt, custody, investment and payment of moneys shall be exercised solely by the Indenture Trustee,

(2) all other rights, powers, duties and obligations conferred or imposed upon the Indenture Trustee shall be conferred or imposed upon and exercised or performed jointly by the Indenture Trustee and such co-indenture trustee or co-indenture trustees and separate indenture trustee or separate indenture trustees jointly, except to the extent that under any law of any jurisdiction in which any particular act or acts are to be performed, the Indenture Trustee shall be incompetent or unqualified to perform such act or acts, in which event such rights, powers, duties and obligations (including the holding of title to the Indenture Estate in any such jurisdiction) shall be exercised and performed solely by such co-indenture trustee or co-indenture trustees or separate indenture trustee or separate indenture trustees,

(3) no power hereby given to, or with respect to which it is hereby provided may be exercised by, any such co-indenture trustee or separate indenture trustee shall be exercised hereunder by such co-indenture trustee or separate indenture trustee except jointly with, or with the consent of, the Indenture Trustee, anything herein to the contrary notwithstanding, and

(4) no indenture trustee hereunder shall be personally liable by reason of any act or omission of any other indenture trustee hereunder

If at any time the Indenture Trustee shall deem it no longer necessary or prudent in order to conform to any such law or shall be advised by such counsel, satisfactory to it, that it is no longer so necessary or prudent in the interest of the Holders or in the event that the Indenture Trustee shall have been requested to do so in writing by the Holders of 66 2/3% in aggregate principal amount of Notes Outstanding, the Indenture Trustee and the Owner

Trustee shall execute and deliver an indenture supplemental hereto and all other instruments and agreements necessary or proper to remove any co-indenture trustee or separate indenture trustee. In the event that the Owner Trustee shall not have joined in the execution of such indenture supplemental hereto, instruments and agreements, the Indenture Trustee may act on behalf of the Owner Trustee to the same extent provided above.

Any co-indenture trustee or separate indenture trustee may at any time by an instrument in writing constitute the Indenture Trustee its agent or attorney-in-fact, with full power and authority to the extent which may be authorized by law, to do all acts and things and exercise all discretions which it is authorized or permitted to do or exercise, for and on its behalf and in its name. In case any such co-indenture trustee or separate indenture trustee shall die, become incapable of acting, resign or be removed, all the assets, property, rights, powers, trusts, duties and obligations of such co-indenture trustee or separate indenture trustee, as the case may be, so far as permitted by law, shall vest in and be exercised by the Indenture Trustee, without the appointment of a new successor to such co-indenture trustee or separate indenture trustee unless and until a successor is appointed in the manner herein before provided.

Any request, approval or consent in writing by the Indenture Trustee to any co-indenture trustee or separate indenture trustee shall be sufficient to warrant to such co-indenture trustee or separate indenture trustee, as the case may be, to take such action as may be so requested, approved or consented to.

Each co-indenture trustee and separate indenture trustee appointed pursuant to this Section shall be subject to, and shall have the benefit of, this Article VII; provided, however, no resignation of an additional or separate indenture trustee pursuant to this Section 714 shall be conditioned in any sense whatever upon the appointment of a successor to such indenture trustee.

Section 715 Action Upon Release or Termination of Indenture Upon any sale or transfer of any Unit, either upon the expiration of the Lease in accordance with its terms or upon the termination of the Lease or otherwise pursuant to Section 2(e), 11 or 12 thereof, the Indenture Trustee shall, upon the written request of the Owner Trustee, execute and deliver to, or as directed in writing by, the Owner Trustee appropriate instruments releasing the lien of this Indenture and terminating any security interest under the Uniform Commercial Code or (if such unit is a railroad car, locomotive or other rolling stock intended for a use related to interstate commerce) the Interstate Commerce Act and the Registrar General of Canada, with respect to such Unit, but only if (i) the Indenture Trustee shall have received an amount in cash sufficient for the payment in full of the principal of, Premium, if any, and interest on all Notes or pro rata portion thereof then outstanding and to be redeemed upon such sale or transfer or (ii) if such transfer is pursuant to an Event of Loss and the Lessee has elected to replace such Unit pursuant to Section 11(c) of the Lease, the Indenture Trustee shall have received satisfactory evidence that the Unit has been replaced by a Replacement Unit in accordance with Section 11(c) of the Lease and that all other applicable requirements of such Section 11(c) have been complied with.

ARTICLE VIII

SUPPLEMENTAL INDENTURES

Section 801 Supplemental Indentures Without Consent of Holders. The Owner Trustee and the Indenture Trustee, at any time and from time to time, without the consent of any Holder (but with five Business Days prior written notice to each Holder), may enter into one or more supplemental indentures hereto, in form satisfactory to the Indenture Trustee, for the following purposes:

(a) to correct or amplify the description of any property at any time subject to the lien of this Indenture or to subject additional property to the lien of this Indenture; or

(b) to add to the covenants of the Owner Trustee for the benefit of the Holders, or to surrender any right or power herein conferred upon the Owner Trustee; or

(c) to cure any ambiguity, to correct or supplement any provision herein which may be inconsistent with any other provision herein, or to make any other provisions with respect to matters or questions arising under this Indenture which shall not be inconsistent with the provisions of this Indenture, provided such action shall not materially adversely affect the interests of the Holders, or

(d) to evidence the succession of a successor Owner Trustee to the Owner Trustee in accordance with the Trust Agreement, and the assumption by such successor of the covenants of the Owner Trustee herein and in the Notes contained, or

(e) to provide for the appointment of any successor Indenture Trustee or co-indenture trustee or separate trustee hereunder, in accordance with Article VII hereof.

Section 802 Supplemental Indentures with Consent of Holders. With the consent of the Holders of at least 66 2/3% in aggregate principal amount of Notes Outstanding by Act of said Holders delivered to the Owner Trustee and the Indenture Trustee, the Owner Trustee may, and the Indenture Trustee shall, enter into a supplemental indenture or indentures hereto for the purpose of adding any provisions to or changing in any manner or eliminating any of the provisions of this Indenture or of modifying in any manner the rights of the Holders under this Indenture; provided, however, that no such supplemental indenture shall, without the consent of each Holder affected thereby

(a) change any Stated Maturity of the principal of, or any installment of interest on, any Note, or reduce the principal amount thereof or the interest thereon or any Premium payable upon the redemption thereof, or change the place of payment where, or the coin or currency in which, the principal of, or Premium or interest on, any Note is payable, or impair the right to institute suit for the enforcement of any such payment on or after the Stated Maturity thereof (or, in the case of redemption, on or after the Redemption Date), or

(b) create any security interest with respect to the Indenture Estate ranking prior to, or on a parity with, the security interest created by this Indenture, or deprive any Holder of any Notes Outstanding of the lien of this Indenture on the Indenture Estate, except as expressly permitted herein, or

(c) change the percentage in aggregate principal amount of the Notes Outstanding the consent of the Holders of which is required for any supplemental indenture, or the consent of the Holders of which is required for any waiver (of compliance with certain provisions of this Indenture or of certain defaults hereunder and their consequences) provided for in this Indenture, or

(d) modify any of the provisions of this Section or Section 612, except to provide that certain other provisions of this Indenture cannot be modified or waived without the consent of the Holder of each Note affected thereby

It shall not be necessary for any Act of Holders under this Section to approve the particular form of any proposed supplemental indenture, but it shall be sufficient if such Act shall approve the substance thereof. The Owner Trustee will not, directly or indirectly, pay or cause to be paid any remuneration, whether by way of supplemental or additional interest, fee or otherwise, to any Holder for any waiver or amendment of any of the terms and provisions of the Operative Documents unless such remuneration is concurrently paid, on the same terms, ratably to all Holders of the Notes Outstanding.

Section 803 Execution of Supplemental Indentures In executing, or accepting the additional trusts created by, any supplemental indenture permitted by this Article or the modifications thereby of the trusts created by this Indenture, the Indenture Trustee shall be entitled to receive, and (subject to Section 702 hereof) shall be fully protected in relying upon, an Opinion of Counsel stating that the execution of such supplemental indenture is authorized or permitted by this Indenture. The Indenture Trustee may, but shall not (except to the extent required in the case of a supplemental indenture under Section 801(e)) be obligated to, enter into any such supplemental indenture which affects the Indenture Trustee's own rights, duties or immunities under this Indenture or otherwise.

Promptly after the execution by the Owner Trustee and the Indenture Trustee of any supplemental indenture under this Article, the Indenture Trustee shall duly mail a conformed copy of such supplemental indenture to all Holders affected by such supplemental indenture. The validity of any such supplemental indenture, however, shall not be impaired or affected by failure to give such notice or by any defect therein.

Section 804 Effect of Supplemental Indentures Upon the execution of any supplemental indenture under this Article, this Indenture shall be modified in accordance therewith, and such supplemental indenture shall form a part of this Indenture for all purposes, and every Holder of Notes theretofore or thereafter issued and delivered hereunder shall be bound thereby

Section 805 Conformity with Trust Indenture Act Every supplemental indenture executed pursuant to this Article shall conform to the requirements of the TIA as then in effect if this Indenture shall then be qualified under the TIA

Section 806 Reference in Notes to Supplemental Indentures Notes authenticated and delivered after the execution of any supplemental indenture pursuant to this Article m: and if required by the Indenture Trustee shall, bear a notation in form approved by the Indenture Trustee as to any matter provided for in such supplemental indenture. If the Owner Trustee shall so determine, new Notes so modified as to conform, in the opinion of the Indenture Trustee and the Owner Trustee, to any such supplemental indenture may be prepared and executed by the Owner Trustee and authenticated and delivered by the Indenture Trustee in exchange for Notes Outstanding.

ARTICLE IX

COVENANTS

The Owner Trustee hereby covenants and warrants as follows:

Section 901 To Pay Principal Amount and Interest Subject to Section 109 hereof, the Owner Trustee will duly and punctually pay or cause to be paid the principal amount of and Premium, if any, and interest on all Notes Outstanding according to the terms thereof and hereof

Section 902 To Take All Action in Further Assurance The Owner Trustee will from time to time do, execute, acknowledge and deliver, or cause to be done, executed, acknowledged and delivered, all such further acts, deeds, conveyances, transfers and assurances, as the Indenture Trustee shall reasonably require for better assuring, conveying, transferring assigning and confirming the Indenture Estate unto the Indenture Trustee or as in the Opinion of Counsel for the Indenture Trustee may be reasonably required more effectively to subject the Indenture Estate to the lien of this Indenture as security for, and for the benefit and protection of, the Notes.

Section 903 Notice to Indenture Trustee of Default As promptly as possible after a Responsible Officer of the Owner Trustee in its Corporate Trust Administration department has actual knowledge of the occurrence of an Indenture Default or an Indenture Event of Default, unless such Indenture Default or Indenture Event of Default shall have been cured or waived, the Owner Trustee shall notify the Indenture Trustee and each Holder of such occurrence in writing setting forth in reasonable detail the circumstances actually known to the Owner Trustee surrounding such Indenture Default or Indenture Event of Default and what action the Owner Trustee proposes to take with respect thereto.

Section 904 Restrictions on Transfer of Indenture Estate The Owner Trustee shall not convey, transfer, assign or lease the Indenture Estate, or any part thereof, to any Person except as permitted by the Operative Documents.

Section 905 Payments to Indenture Trustee. The Owner Trustee hereby directs the Lessee to make all payments to be made by it under the Lease, to the extent such payments do not constitute Excepted Property, to the Indenture Trustee until the Notes and all other amounts due hereunder have been paid or otherwise discharged in full. The Owner Trustee agrees that should it receive any such payments or any proceeds of the Indenture Estate (excluding, however, any payments or amounts which have been distributed to the Owner Trustee or the Owner Participant by the Indenture Trustee in accordance with the provisions of this Indenture), it shall promptly forward such payments or proceeds to the Indenture Trustee or in accordance with the Indenture Trustee's instructions. The Indenture Trustee agrees to apply such amounts in accordance with Article X.

Section 906 Indenture Trustee as the Attorney In-Fact for Owner Trustee The Owner Trustee hereby irrevocably appoints the Indenture Trustee its attorney-in-fact for it, and in its name, place and stead, to perform, or cause to be performed, any of its obligations under this Article IX

Section 907. Amendments, Waivers, Etc of Other Documents (a) Without the consent of the Holders of 66 2/3% in aggregate principal amount of Notes Outstanding by Act of said Holders delivered to the Indenture Trustee, the Owner Trustee will not modify, amend, supplement or waive any provision of the Lease, the Participation Agreement or the Trust Agreement, or give any consent, waiver or authorization thereunder, except to provide for the adjustment under Section 9(e) of the Lease; provided, however, that the Owner Trustee may modify, amend, supplement or waive or consent to the modification, amendment, supplement or waiver of any provision of any of the above named documents if the effect thereof is only

(i) to correct or supplement any defective or inconsistent provision therein in any manner which will not adversely affect the interest of the Holders; or

(ii) to protect or preserve the security interest created by this Indenture or the ownership interest of the Owner Trustee (subject to the lien of this Indenture), if in the reasonable judgment of the Indenture Trustee it would be unwise to delay the effectiveness thereof for the period required to obtain the consent of the Holders; or

(iii) to cure any ambiguity or to add or modify any other provision in any of said documents in any manner which will not adversely affect the interests of the Holders.

(b) So long as no Indenture Event of Default has occurred and be continuing, without the consent of the Owner Trustee, the Indenture Trustee will not modify, amend, supplement or waive any provision of the Lease or the Participation Agreement, or give any consent, waiver or authorization thereunder, except in the case of any thereof if the effect is limited to any of the matters referred to in clauses (i), (ii) or (iii) of Section 907(a) or will not adversely affect the interest of the Owner Trustee or the Owner Participant.

(c) In the event an Indenture Event of Default shall have occurred and be continuing, the Indenture Trustee shall have the right, without the consent of the Owner Trustee, to modify, amend, supplement or waive any provision of the Lease or the Participation Agreement, or give any consent, waiver or authorization thereunder, unless such Indenture Event of Default shall have resulted solely from a Lease Event of Default, in which event the Indenture Trustee shall not, except as permitted by the terms of Section 907(d), without the consent of the Owner Trustee, agree to any such modification, amendment, supplement or waiver, or give any such consent, waiver or authorization, if the effect thereof is (i) to reduce the amount or delay the time of payment of Basic Rent payable under the Lease, extend the Basic Term or any Renewal Term under the Lease, change the terms or conditions of any purchase option under the Lease, change any limitation of use as to any tank car then in effect under the Lease or, if the public liability insurance required to be maintained pursuant to Section 10 of the Lease is then available to the Lessee (such availability in the case of coverage of tank cars to be determined in the reasonable judgment of the Owner Participant, and in the case of all other Units, to be determined by agreement of the Indenture Trustee and the Owner Participant or, failing agreement, by an independent insurance broker selected by the Indenture Trustee and reasonably satisfactory to the Owner Participant), change any requirement in Section 10 of the Lease as the same relates to the protection to be afforded to the Owner Trustee and the Owner Participant and related parties by public liability insurance (an "Adverse Par-Call Lease Amendment"), or (ii) to otherwise materially and adversely affect the interest of the Owner Trustee or the Owner Participant (an "Adverse Premium-Call Lease Amendment") (an "Adverse Par-Call Lease Amendment and an Adverse Premium-Call Lease Amendment being each herein referred to as a "Proposed Adverse Lease Amendment").

(d) If the Indenture Trustee shall propose to enter into any Proposed Adverse Lease Amendment, it shall give prior written notice of such proposal and a copy of the Proposed Adverse Lease Amendment which it proposes be entered into to the Owner Trustee and the Owner Participant, and no such Proposed Adverse Lease Amendment shall be entered into or effected for a period of 10 Business Days following such notice and delivery without the consent of the Owner Trustee. If the Owner Trustee shall, at the end of such 10 Business Day period, neither have consented to the Proposed Adverse Lease Amendment nor have exercised its option to purchase the Notes provided in Section 403(c), then at any time within 20 days after such notice and delivery the Indenture Trustee may enter into or effect such Proposed Adverse Lease Amendment without the consent of the Owner Trustee or the Owner Participant; provided, that if the Indenture Trustee shall be diligently attempting to effect such Proposed Adverse Lease Amendment, the Indenture Trustee shall have such additional time as shall be reasonably required to enter into or effect such Proposed Adverse Lease Amendment, provided further that in any event such Proposed Adverse Lease Amendment shall be entered into or effected within 45 days after such notice and delivery.

(e) Promptly after the execution and delivery thereof, either the Owner Trustee or the Indenture Trustee, as the case may be, will provide or cause to be provided to each Holder, the Owner Trustee the Owner Participant and the other such party executed or true and correct copies of any modification, amendment, supplement, waiver, consent or authorization executed and delivered pursuant to this Section 907.

(f) Notwithstanding any provision of this Indenture to the contrary, without the consent of each Holder affected thereby, the Indenture Trustee will not, except to the extent provided in the definition of Excepted Rights, consent to the modification, amendment, supplement or waiver of the Lease if the effect thereof is to change the amount or the time of payment of Basic Rent payable thereunder or Supplemental Rent payable to such Holder thereunder or the requirements of Section 9(i) thereof insofar as it affects such Holder.

Section 908 Keeping of Books. The Owner Trustee will keep or cause to be kept proper books of record and account, in which full and correct entries shall be made of the properties, business and affairs of the Owner Trustee in accordance with industry standards. The Owner Trustee will furnish to the Indenture Trustee any and all information as the Indenture Trustee may reasonably request with respect to the performance by the Owner Trustee of its covenants in this Indenture.

Section 909 Disposition of Units; Assignment of Lease Without the consent of each Holder of Notes Outstanding by Act of said Holders delivered to the Indenture Trustee, but subject to the provisions of Section 10 of the Trust Agreement regarding successor Owner Trustees, the Owner Trustee will not sell, transfer, mortgage or lease any Unit, or assign the Lease or otherwise encumber or dispose of the Lease, any Unit or any interest in either thereof, except for the security interest granted to the Indenture Trustee hereunder and a sale or transfer of such Unit as expressly provided for in the Lease.

ARTICLE X

RECEIPT, DISTRIBUTION AND APPLICATION OF FUNDS

Section 1001 Distribution of Basic Rent and Certain Other Amounts in Absence of Indenture Event of Default Except as otherwise provided in Sections 1003 and 1006 hereof, each installment of Basic Rent and any payment of interest on any installment of Basic Rent which is not paid when due, received by the Indenture Trustee in respect of any Payment Date shall be distributed by the Indenture Trustee on the date payment thereof is due if received by it by 11:00 a.m. local time on such date (or as soon thereafter as such payment shall be received by the Indenture Trustee) in the following order of priority:

First, to the payment of principal of and interest on the Notes (including any interest on overdue principal and, to the extent legally enforceable, on interest due on the Notes) due and payable on such Payment Date, and

Second, the balance, if any, of such payment remaining thereafter shall be distributed, concurrently with any distributions pursuant to clause First hereof, to the Owner Trustee.

Section 1002 Application of Stipulated Loss Value, Termination Value and Related Payments Except as otherwise provided in Sections 1003 and 1006, (a) the Stipulated Loss Value, and other payments received by the Indenture Trustee pursuant to this Indenture

upon the occurrence of an Event of Loss with respect to any Unit, (b) the net proceeds from the sale of any Unit as surplus, obsolete or uneconomic to the Lessee, together with any Termination Value or other payments (including Supplemental Rent to the extent such Supplemental Rent constitutes Premium on the Notes) in connection with any termination for obsolescence pursuant to Section 12 of the Lease, (c) the proceeds of any purchase of any Unit by the Lessee pursuant to Section 2(e) of the Lease, together with any other payments (including Supplemental Rent to the extent such Supplemental Rent constitutes the Premium on the Notes) in connection therewith, shall in each case be distributed on the applicable Redemption Date upon receipt by the Indenture Trustee in the following order of priority:

First, to redeem in full from the amount received by the Indenture Trustee pursuant to clause (a), (b) or (c) above, that portion of the aggregate unpaid principal of all Notes Outstanding, equal to the product obtained by multiplying the aggregate unpaid principal of all Notes Outstanding, by a fraction, the numerator of which shall be the aggregate Lessor's Cost for the Unit or Units in respect of which a payment pursuant to clause (a), (b) or (c) above is being made and the denominator of which, shall be the aggregate Lessor's Cost of all Units which were subject to the Lease immediately before the event giving rise to such payments under the Lease so that each of the remaining redemptions of each Note pursuant to Section 401(d) of this Indenture shall be reduced in the proportion that the principal amount of the redemption bears to the unpaid principal amount of the Notes immediately before the event giving rise to such payments under the Lease, plus the accrued and unpaid interest thereon (including any interest on overdue principal, the Premium and, to the extent legally enforceable, on interest due on the Notes) to the Redemption Date and the Premium, if any,

Second, to reimburse the Owner Trustee for any expenses not reimbursed by the Lessee in connection with the collection or distribution of such payment; and

Third, the balance, if any, of such payment remaining thereafter shall be distributed to the Owner Trustee.

Section 1003 Payments During Continuance of Indenture Event of Default. For so long as an Indenture Event of Default shall have occurred and be continuing, moneys held by the Indenture Trustee shall be distributed by the Indenture Trustee in the following order of priority.

First, to reimburse the Indenture Trustee for any fee, expense or other loss incurred by the Indenture Trustee in connection with its duties as Indenture Trustee (to the extent not previously reimbursed), and any compensation due and owing to the Indenture Trustee,

Second, to reimburse the Holders of the Notes for payments made by such Holders or their predecessors in interest to the Indenture Trustee pursuant to Sections 609(c) and 704(e) (to the extent not previously reimbursed) ratably, without priority of one over the other, and to pay to the Holders of the Notes all other amounts (other than principal of, Premium, if any, and interest on the Notes) payable by the Owner

Trustee to them pursuant to the Participation Agreement, the Lease or any other Operative Document;

Third, to pay in full the aggregate unpaid principal amount of all Notes Outstanding then due (whether by declaration of acceleration or otherwise), plus the accrued and unpaid interest thereon (including any interest on overdue principal, and, to the extent legally enforceable, on overdue Premium and interest due on the Notes) to the date of payment, together with the Premium, if any, to the Holders of such Notes, ratably, without priority of one over the other;

Fourth, to reimburse the Owner Trustee for any expense or other loss incurred by the Owner Trustee in connection with its duties as Owner Trustee; and

Fifth, the balance, if any, shall be distributed to the Owner Trustee.

Section 1004. Application as Directed by Other Agreements Except as otherwise provided in this Article, any payments received by the Indenture Trustee, provision for the application of which is made in the Lease or any other Operative Document, shall be applied to the purpose for which such payment was made in accordance with the terms of the Lease or such other Operative Document, as the case may be

Section 1005 Application in Absence of Direction Except as otherwise provided in this Article:

(a) any payments received by the Indenture Trustee for which no provision as to the application thereof is made in the Lease or any other Operative Document, and

(b) any payments received by the Indenture Trustee under the Lease or any other Operative Document, or otherwise, with respect to any Unit after payment and performance in full of the Notes, as well as any amounts or moneys then held or thereafter received by the Indenture Trustee,

shall be distributed by the Indenture Trustee in the following order of priority:

First, in the manner provided in clause First of Section 1003;

Second, in the manner provided in clause Second of Section 1003,

Third, in the manner provided in clause First of Section 1001;

Fourth, in the manner provided in clause Fourth of Section 1003; and

Fifth, in the manner provided in clause Fifth of Section 1003.

Section 1006 Application of Excepted Property Notwithstanding anything to the contrary contained herein, Excepted Property is not a part of the Indenture Estate and any Excepted Property received by the Indenture Trustee shall be paid or delivered promptly by the Indenture Trustee to the Person to whom such Excepted Property is payable or deliverable, whether or not an Indenture Event of Default has occurred.

Section 1007 Distribution of Certain Funds All amounts that are to be distributed by the Indenture Trustee to the Owner Trustee pursuant to this Article shall, unless otherwise directed by the Owner Trustee in writing, be so distributed to the Owner Trustee as indicated in Schedule 2 to the Participation Agreement in funds of the type furnished to the Indenture Trustee. Notwithstanding the foregoing or any other provision in this Indenture to the contrary, the Indenture Trustee will pay, unless otherwise requested by the Owner Participant by written notice to the Indenture Trustee, all amounts payable to the Owner Trustee or a nominee thereof (including all amounts distributed pursuant to this Article) to the Owner Participant by transferring by wire such amount to such account at such bank in the United States, including a Federal Reserve Bank, as shall have been specified in such written notice to the Indenture Trustee, to the extent such funds are so available for immediate credit to the account of the Owner Participant maintained at such bank. For purposes of the preceding sentence, the payment instructions for the Owner Participant set forth in Schedule 2 to the Participation Agreement shall be deemed to constitute such written notice by the Owner Participant to the Indenture Trustee, unless and until the Owner Participant shall otherwise notify the Indenture Trustee. Distributions by the Indenture Trustee pursuant to this Section shall be made on the date that payment is received therefor to the extent such funds are available to do so by the Indenture Trustee, provided that if any such payment is received by the Indenture Trustee after 11:00 a.m. local time, the Indenture Trustee shall, if it is impracticable to distribute such payment on the date of receipt, be permitted to distribute such payment on the next succeeding Business Day together with interest thereon if such payment was received by the Indenture Trustee before 12:00 p.m. local time.

Section 1008 Priority of Applications with Respect to Principal, Premium and Interest. All payments in respect of principal of, and Premium, if any, and interest on, the Notes shall be applied, first to the payment of interest and then the remainder, if any, to the payment of principal and any Premium on such Notes.

Section 1009 Distributions Withheld from the Owner Trustee. Anything in this Article to the contrary notwithstanding except for Section 1006, after an officer of the Indenture Trustee shall have knowledge that an Indenture Default or an Indenture Event of Default shall have occurred and be continuing, all payments which, but for the provisions of this Section, would otherwise be distributable to the Owner Trustee shall be held by the Indenture Trustee as part of the Indenture Estate, and, if an Indenture Event of Default shall have occurred and be continuing may be distributed in accordance with clauses First, Second and Third of Section 1003 hereof, provided, however that (a) if such Indenture Event of Default shall cease to be continuing prior to the time such amounts may become distributable pursuant to Section 1003 hereof or (b) if such Indenture Event of Default arises under Section 601(d) and such amounts shall have been retained by the Indenture Trustee for more

than six months and the Indenture Trustee shall neither (i) have declared the unpaid principal amount of all Notes to be immediately due and payable pursuant to Section 603 hereof nor (ii) have commenced the termination of the Lease or otherwise commenced the exercise of a remedy which is commercially reasonable to the Owner Trustee and the Owner Participant taking into consideration the nature of the Lease Event of Default, such amounts shall be distributable as elsewhere in this Article provided. Amounts retained pursuant to clause (b) above shall be invested in Permitted Investments and any interest earned thereon shall be for the account of the Owner Trustee

Section 1010 Possession, Etc by Owner Trustee, Dispositions Without Release. Subject to the terms and provisions of this Indenture and of each other Operative Document, the Owner Trustee shall be suffered and permitted to possess, lease, use, manage, operate and enjoy the Indenture Estate (other than any cash and securities constituting part of the Indenture Estate and deposited with the Indenture Trustee) and to collect, receive, use, invest and dispose of the rents, issues, tolls, profits, revenues and other income from the Indenture Estate and to deal with, exercise any and all rights under, receive and enforce performance under, and adjust and settle all matters relating to current performances of, choses in action, leases and contracts relating to the Indenture Estate. In addition to and notwithstanding the foregoing, the Owner Trustee and the Lessee shall be suffered and permitted, freely and without hindrance on the part of the Indenture Trustee or of the Holders, to maintain, improve, alter, repair and modify (and to permit any maintenance, improvement, alteration, repair or modification of) the Units or any part thereof and to replace (or permit the replacement of) any part of any Units provided that such maintenance, improvement, alteration, repair, modification or replacement shall be made in accordance with and subject to the terms and provisions of the Lease.

ARTICLE XI

USE OF INDENTURE ESTATE

Section 1101 [Intentionally Omitted]

Section 1102 Powers Exercisable Notwithstanding Default While in possession of the Indenture Estate (other than any cash and securities constituting part of the Indenture Estate deposited with the Indenture Trustee), the Owner Trustee may exercise the powers conferred upon it in the Sections of this Article even though it is prohibited from doing so while an Indenture Event of Default exists as provided herein, if the Indenture Trustee in its discretion, or the Holders of not less than 66 2/3% in principal amount of the Notes Outstanding by Act of such Holders, shall consent to such action, in which event none of the instruments required to be furnished to the Indenture Trustee under any of such Sections as a condition to the exercise of such powers need state that no Indenture Event of Default exists as provided therein

Section 1103 Purchaser Protected No purchaser in good faith of property purporting to be released herefrom shall be bound to ascertain the authority of the Indenture Trustee to

execute a release or to inquire as to the existence of any conditions herein prescribed for the exercise of such authority; nor shall any purchaser or grantee of any property or rights permitted by this Article to be sold or otherwise disposed of by the Owner Trustee be under any obligation to ascertain or inquire into the authority of the Owner Trustee to make any such sale or other disposition. Any release executed by the Indenture Trustee under this Article shall be sufficient for the purpose of this Indenture and shall constitute a good and valid release of the property therein described from the lien hereof.

IN WITNESS WHEREOF, the parties hereto have caused this Indenture to be executed by their respective officers thereunto duly authorized as of the day and year first above written

THE CONNECTICUT NATIONAL BANK,
not in its individual capacity but solely as
Owner Trustee

By *EC Hamm*
Name: **Elizabeth C. Hamm**,
Title: **Trust Officer**

STATE STREET BANK AND TRUST
COMPANY OF CONNECTICUT,
NATIONAL ASSOCIATION,
Indenture Trustee

By *W. Jeffrey Kramer*
Name: **W. Jeffrey Kramer**
Title: **Asst. Vice President**

STATE OF New York)
) ss:
COUNTY OF New York)

On this _____ day of April, 1991, before me personally appeared Elizabeth C. Hemmer, to be personally known, who, being by me duly sworn, says that she is Trust Officer of The Connecticut National Bank, 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.

Kristine A. Heffernan
Notary Public

My Commission Expires:

KRISTINE A. HEFFERNAN
Notary Public, State of New York
No. 31-2-2065
Qualified in New York County
Commission Expires Feb. 12, 1992

STATE OF New York)
) ss.
COUNTY OF New York)

On this _____ day of April, 1991, before me personally appeared W. Jeffrey Kramer, to be personally known, who, being by me duly sworn, says that she is Assistant Vice President of State Street Bank and Trust Company of Connecticut, National Association that said instrument was signed and sealed on behalf of said corporation by authority of its Board of Directors and she acknowledged that the execution of the foregoing instrument was the free act and deed of said corporation.

Kristine A. Heffernan
Notary Public

My Commission Expires:

KRISTINE A. HEFFERNAN
Notary Public, State of New York
No. 21-002065
Qualified in New York County
Commission Expires Feb. 14, 1992

DEFINITIONS [B]

"Act" shall have the meaning assigned in Section 102 of the Indenture.

"Affiliate" of any specified Person shall mean any other Person directly or indirectly controlling or controlled by or under direct or indirect common control with such specified Person. For purposes of this definition, "control" when used with respect to any specified Person means the power to direct the management and policies of such Person, directly or indirectly, whether through the ownership of voting securities, by contract or otherwise; and the terms "controlling" and "controlled" have meanings correlative to the foregoing.

"After-Tax Basis", for purposes of all of the Operative Documents other than the Tax Indemnification Agreement, shall have the meaning assigned in Section 13.3 of the Participation Agreement and, for purposes of the Tax Indemnification Agreement, shall have the meaning assigned in Section 11 thereof.

"Amortization Deductions" shall have the meaning assigned in the Tax Indemnification Agreement.

"Applicable Law" shall mean all applicable laws, judgments, decrees, injunctions, writs and orders of any court, governmental agency or authority and rules (including rules of any self-regulatory organization (as defined in Section 3(a)(28) of the Securities Exchange Act of 1934, as amended)), regulations, orders, directives, licenses and permits of any governmental body, instrumentality, agency or authority, including, as to any Unit which is railroad rolling stock, the rules and regulations of the United States Department of Transportation, the ICC, the Federal Railroad Administration and the Field Manual of the Interchange Rules, as supplemented, of the Mechanical Division of the Association of American Railroads.

"Appraisal" shall have the meaning specified in Section 5(b) of the Participation Agreement.

"Appraisal Procedure" shall mean the procedure specified in the succeeding sentences for determining an

amount or value. If either the Owner Trustee (or the Owner Participant) or the Lessee shall give written notice to the other requesting determination of such amount or value by appraisal (the "Appraisal Request Date"), the Owner Participant and the Lessee shall consult for the purpose of appointing a mutually acceptable qualified Independent Appraiser. If such parties shall be unable to agree on an appraiser within 20 days of the Appraisal Request Date, such amount or value shall be determined by a panel of three Independent Appraisers, one of whom shall be selected by the Lessee, another of whom shall be selected by the Owner Participant (which right may be exercised by the Owner Trustee) and the third of whom shall be selected by such other two Appraisers or, if such Appraisers shall be unable to agree upon a third Appraiser within 10 days of the selection date of the second of such two Appraisers, by the American Arbitration Association; provided, that if either party shall not select its Appraiser within 35 days after the Appraisal Request Date, such amount or value shall be determined solely by the Appraiser selected by the other party. The Appraiser or Appraisers appointed pursuant to the foregoing procedure shall be instructed to determine such amount or value within 45 days after the final appointment of any Appraiser pursuant hereto (but in no event may such determination be made more than 110 days following the Appraisal Request Date), and such determination shall be final and binding upon the parties. If three Appraisers shall be appointed, (a) if the median of the determinations of the Appraisers shall equal the mean of such determinations, such mean shall constitute the determination of the Appraisers, otherwise (b) the determination of the Appraiser that shall differ most from the other two Appraisers shall be excluded, the remaining two determinations shall be arithmetically averaged and such arithmetic average shall constitute the determination of the Appraisers. Fees and expenses relating to an Appraisal Procedure shall be payable as follows:

(i) if the Appraisal Procedure is utilized in connection with the exercise of remedies upon the occurrence of a Lease Event of Default under the Lease, all such fees and expenses shall be borne by the Lessee; and

(ii) in all other instances, the Lessor and the Lessee shall bear (A) its respective fees and expenses with respect to any Appraisal Procedure and (B) one-half of the fees and expenses of the Appraisers

participating in any Appraisal Procedure unless Lessee fails to exercise the option with respect to which such Appraisal Procedure arose, in which event Lessee shall pay all such fees and expenses.

"Appraiser" shall mean The Manufacturers' Appraisal Company in the case of the Appraisal delivered pursuant to Section 5(b) of the Participation Agreement and otherwise a Person engaged in the business of appraising property.

"Assumed Federal Rate" shall have the meaning assigned in the Tax Indemnification Agreement.

"Assumed State Rate" shall have the meaning assigned in the Tax Indemnification Agreement.

"Authorized Person" shall mean (i) in respect to the Owner Trustee, any Person authorized by or pursuant to the organizational documents, the by-laws or any Board Resolution of the institution acting as Owner Trustee (whether general or specific) to execute, deliver and take all other actions on behalf of the Owner Trustee in respect of any of the Operative Documents and (ii) with respect to any other entity, any Person authorized by or pursuant to the charter documents, the by-laws or any Board Resolution (in the case of a corporation), partnership agreement (in the case of a partnership), or trust agreement (in the case of a trust) to execute, deliver and take all other actions on behalf of such entity in respect of any of the Operative Documents, or any Responsible Officer or other Person authorized by such Resolution, agreement or Person.

"Basic Rent" shall mean the rent payable throughout the Lease Term pursuant to, and computed in accordance with, Section 9(b) of the Lease.

"Basic Term" with respect to any Unit shall mean the period beginning on the Basic Term Commencement Date and ending at 11:59 P.M. (New York City time) on the fifteenth anniversary of the Basic Term Commencement Date.

"Basic Term Commencement Date" shall mean September 1, 1991.

"Bill of Sale" shall mean the Bill of Sale [B] of the Lessee, dated the Closing Date, for the Units being delivered on such Closing Date.

"BOA" shall mean Bank of America National Trust and Savings Association, the Lessee's equity placement advisor.

"Board of Directors" shall mean, with respect to any Person, either the board of directors of such Person or any duly authorized committee of said board.

"Board Resolution" shall mean, with respect to any Person, a copy of a resolution certified by the secretary or an assistant secretary of such Person to have been duly adopted by the Board of Directors of such Person and to be in full force and effect on the date of such certification.

"Business Day" shall mean any day other than a Saturday or Sunday or other day on which the banks in New Jersey, New York, New York, or Hartford, Connecticut (or, to the extent any payment is required to be made by or to the Indenture Trustee or the Indenture Trustee Guarantor, Boston, Massachusetts) are authorized or obligated to remain closed.

"Business Tax" shall have the meaning assigned in Section 13.2(b) of the Participation Agreement.

"Closing" with respect to any Unit shall mean the delivery of such Unit to and acceptance by or on behalf of the Owner Trustee from the Lessee pursuant to the Participation Agreement and the delivery of such Unit by the Owner Trustee to and acceptance by the Lessee pursuant to the Lease and Indenture Supplement delivered in connection therewith as provided in the Participation Agreement and Section 2 of the Lease.

"Closing Date" shall mean the date, which shall be a Business Day, on which the Closing occurs.

"Closing Notice" shall have the meaning assigned in Section 4(a) of the Participation Agreement.

"CNB" shall mean The Connecticut National Bank, in its individual capacity and not as Owner Trustee.

"Code" shall mean the Internal Revenue Code of 1986, as amended (or any successor federal income tax statute).

"Commitment" shall mean in the case of each Loan Participant, the amount of the loan to be made by such Loan Participant on the Closing Date pursuant to Section 2 of the Participation Agreement and, in the case of the Owner Participant, the amount of the investment to be made by the Owner Participant on the Closing Date pursuant to Section 3 of the Participation Agreement.

"Current Cost" shall have the meaning assigned in the Tax Indemnification Agreement.

"Deemed Last Utilized Taxes" shall, for purposes of all of the Operative Documents other than the Tax Indemnification Agreement, have the meaning assigned in Section 13.2(h) of the Participation Agreement, and for purposes of the Tax Indemnification Agreement, shall have the meaning assigned in Section 5(b) thereof.

"Depreciation Deductions" shall have the meaning assigned in the Tax Indemnification Agreement.

"Employee Benefit Plan" shall have the meaning assigned in Section 8(o) of the Participation Agreement.

"ERISA" shall mean the Employee Retirement Income Security Act of 1974, as amended, or any comparable successor law and the rules issued and regulations promulgated thereunder.

"ERISA Affiliate" shall have the meaning assigned in Section 8(o) of the Participation Agreement.

"Event of Loss" shall mean with respect to any Unit any of the following events occurring during the Lease Term: (i) such Unit suffers an actual or constructive total loss, (ii) such Unit suffers destruction, damage or contamination beyond economic repair or such Unit is rendered permanently unfit for commercial use by the Lessee and for the purpose for which it was designed, as determined in good faith by the Lessee and evidenced by a certificate of the Treasurer or Assistant Treasurer of the Lessee to such effect, (iii) such Unit is taken, condemned or requisitioned for title by any governmental authority, (iv) such Unit is taken, condemned or requisitioned for use by any governmental authority in the United States for a period extending beyond twelve months or (v) such Unit is lost, stolen or otherwise disappears. The date of such Event of Loss shall be the date of such loss, damage, contamination,

condemnation, taking, requisition or disappearance, except that for purposes of an event specified in clause (iv) above, no Event of Loss shall be deemed to have occurred until the earlier of (1) the last day of the Lease Term and (2) twelve months, after the date of such taking, condemnation or requisition.

"Excepted Property" shall have the meaning assigned in the Granting Clauses of the Indenture.

"Excepted Rights" shall have the meaning assigned in the Granting Clauses of the Indenture.

"Fair Market Rental Value" for any Unit shall mean, for any period, the rent for such Unit (excluding any Severable Improvements title to which has vested in the Lessee but assuming that such Unit complies with Sections 2 and 5 of the Lease) for such period that would be obtained for a lease of such Unit in an arm's-length transaction between an informed and willing owner under no compulsion to lease and an informed and willing lessee, which determination shall be made (i) without deduction for any costs of removal of such Unit from the location of current use and (ii) on the assumption that such Unit is free and clear of all liens and is in the condition and repair in which it is required to be returned pursuant to Sections 2 and 5 of the Lease (but otherwise on an "as-is" basis); provided, however, that the determination of Fair Market Rental Value for the purposes of Section 15(b) of the Lease shall be based on the actual condition of such Unit at the time of such determination and shall take into account all liens on such Unit and any legal impediments to the prompt leasing of such Unit, notwithstanding the provisions of clause (ii) of this sentence.

"Fair Market Sale Value" for any Unit shall mean the sale value of such Unit (excluding any Severable Improvements title to which has vested in the Lessee) that would be obtained in an arm's-length transaction between an informed and willing seller under no compulsion to sell and an informed and willing buyer-user, which determination shall be made (i) without deduction for any costs of removal of such Unit from the location of current use and (ii) on the assumption that such Unit is free and clear of all liens and is in the condition and repair in which it is required to be returned pursuant to Sections 2 and 5 of the Lease (but otherwise on an "as-is" basis); provided, however, that the determination of Fair Market Sale Value for the purposes

of Section 15(b) of the Lease shall be based on the actual condition of such Unit at the time of such determination and shall take into account all liens on such Unit (other than Owner Encumbrances), and any legal impediments to the prompt transfer of title to such Unit, notwithstanding the provisions of clause (ii) of this sentence.

"Federal Bankruptcy Code" shall mean the Bankruptcy Code of 1978, as amended, 11 U.S.C. §§ 101-1330.

"Final Determination" shall have the meaning assigned in the Tax Indemnification Agreement.

"First Boston" shall mean The First Boston Corporation, the Lessee's debt placement advisor.

"Foreign Tax Credit Loss" shall have the meaning assigned in the Tax Indemnification Agreement.

"Future Benefits" shall have the meaning assigned in the Tax Indemnification Agreement.

"Holder" shall mean the Person in whose name any Note is registered on the Note Register.

"ICC" shall mean the Interstate Commerce Commission and any agency or instrumentality of the United States government succeeding to its functions.

"Improvement" shall mean an improvement, structural change, modification or addition to any Unit made after the Closing Date.

"Inclusion" shall have the meaning assigned in the Tax Indemnification Agreement.

"Indemnitee" shall have the meaning provided in Section 13.1 of the Participation Agreement.

"Indenture" shall mean the Indenture and Security Agreement [B] dated as of March 1, 1991 between the Owner Trustee and the Indenture Trustee and substantially in the form of Exhibit B to the Participation Agreement, as the same may be amended, modified or supplemented from time to time in accordance with the provisions thereof and of the Participation Agreement.

"Indenture Default" shall mean an event or condition which, with the giving of notice or lapse of time, or both, would become an Indenture Event of Default.

"Indenture Estate" shall have the meaning assigned in the Recital clause of the Indenture.

"Indenture Event of Default" shall mean any of the events specified in Section 601 of the Indenture.

"Indenture Trustee" shall mean State Street Bank and Trust Company of Connecticut, National Association together with any successors, permitted assigns and separate trustees and co-trustees as Indenture Trustee under the Indenture.

"Indenture Trustee Guarantee" shall mean the Guarantee dated as of March 1, 1991 by the Indenture Trustee Guarantor in favor of the Beneficiaries named therein.

"Indenture Trustee Guarantor" shall mean State Street Bank and Trust Company, a Massachusetts corporation.

"Independent" shall mean, when used with respect to any specified Person, such a Person who (1) is in fact independent, (2) does not have any financial interest in CNB, the Owner Trustee, the Owner Participant, the Owner Participant Guarantor, the Indenture Trustee, any Loan Participant or the Lessee or in any Affiliate of any of them and (3) is not connected with any Loan Participant, the Owner Participant, the Owner Participant Guarantor, or the Lessee or any such Affiliate as an officer, employee, promoter, underwriter, trustee, partner, director or person performing similar functions. Whenever it is provided that any Independent Person's opinion or certificate shall be furnished to the Indenture Trustee, such Person shall be appointed by the Lessee and approved by the Indenture Trustee in the exercise of reasonable care and such opinion or certificate shall state that the signer has read this definition and that the signer is Independent within the meaning thereof.

"Interest Deductions" shall have the meaning assigned in the Tax Indemnification Agreement.

"Interstate Commerce Act" shall mean the Interstate Commerce Act, as amended.

"Lease" shall mean the Lease Agreement [B] dated as of March 1, 1991 and substantially in the form of Exhibit C to the Participation Agreement between the Lessee and the Owner Trustee, as lessor, as the same may be amended, modi-

fied or supplemented from time to time in accordance with the provisions thereof and of the Indenture.

"Lease Default" shall mean an event or condition which, with the giving of notice or lapse of time, or both, would constitute a Lease Event of Default.

"Lease Event of Default" shall mean any of the events specified in Section 14 of the Lease.

"Lease and Indenture Supplement" shall mean the Lease and Indenture Supplement [B] among the Owner Trustee, the Lessee and the Indenture Trustee, dated the Closing Date, substantially in the form of Exhibit A to the Lease.

"Lease Term" shall mean the period from the Closing through the first Payment Date plus the Basic Term and the Renewal Term, if any.

"Lessee" shall mean ASARCO Incorporated, a New Jersey corporation, together with its successors and permitted assigns.

"Lessee Act or Omission" shall have the meaning assigned in the Tax Indemnification Agreement.

"Lessee Related Party" shall have the meaning assigned in the Tax Indemnification Agreement.

"Lessor's Cost" for each Unit shall be the amount specified therefor in Schedule 1 to the Lease and Indenture Supplement relating thereto.

"Liabilities" shall have the meaning assigned in Section 13.1 of the Participation Agreement.

"Loan Participant" shall mean each of the financial institutions listed as a Loan Participant in Schedule 1 to the Participation Agreement, and each other Holder of a Note from time to time, and their respective successors and assigns.

"Loss of Amortization Deductions" shall have the meaning assigned in the Tax Indemnification Agreement.

"Loss of Depreciation Deductions" shall have the meaning assigned in the Tax Indemnification Agreement.

"Loss of Interest Deductions" shall have the meaning assigned in the Tax Indemnification Agreement.

"Loss of State Tax Benefits" shall have the meaning assigned in the Tax Indemnification Agreement.

"Loss of Tax Benefits" shall have the meaning assigned in the Tax Indemnification Agreement.

"Manufacturer" shall mean each manufacturer of a Unit together with its successors and permitted assigns.

"Multiemployer Plan" shall have the meaning assigned in Section 8(o) of the Participation Agreement.

"Net Return" shall mean Owner Participant's anticipated nominal after-tax yield and net after-tax cash flow, calculated in a pattern similar to the original lease proposal of Owner Participant relating to the transactions contemplated by the Participation Agreement, determined utilizing the multiple investment sinking fund method of analysis and computed on the same assumptions and by the same methodology as were utilized by Owner Participant in determining Basic Rent as of the Closing Date.

"Nonseverable Improvement" shall mean, at any time, (i) an Improvement that shall not be "readily removable from a Unit without causing material damage to such Unit" within the meaning of Revenue Procedure 75-21 promulgated by the Internal Revenue Service or other similar law, regulation or procedure then in effect or (ii) any Improvement required by Applicable Law or insurance policy.

"Non-U.S. Person" shall mean any Person other than (i) a citizen or resident of the United States, as defined in section 7701(a)(9) of the Code (for purposes of this definition, the "United States"), (ii) a corporation, partnership or other entity created or organized under the laws of the United States or any political subdivision thereof or therein or (iii) any estate or trust that is subject to United States Federal income taxation regardless of the source of its income.

"Note Register" shall have the meaning assigned in Section 204 of the Indenture.

"Notes" shall have the meaning specified in the Indenture and more particularly includes the Notes issued on

the Closing Date and any other Notes authenticated and delivered under the Indenture.

"Notice" shall have the meaning assigned in Section 19 of the Participation Agreement.

"Obligations" shall have the meaning assigned in the Recital clause of the Indenture.

"Officer's Certificate" shall mean with respect to any Person, a certificate signed by the Chairman of the Board, the President or a Vice President of such Person or any Authorized Person of such Person.

"Operative Documents" shall mean the Participation Agreement, the Trust Agreement, the Indenture, the Notes, the Owner Participant Guaranty, the Indenture Trustee Guarantee, the Lease, each Lease and Indenture Supplement, each Bill of Sale, the Tax Indemnification Agreement and any other agreement, instrument or document delivered in connection with the foregoing.

"Opinion of Counsel" shall mean a written opinion of counsel, who shall be acceptable to the Person to whom such opinion is to be addressed pursuant to any of the Operative Documents.

"Original Net Return" shall have the meaning assigned in the Tax Indemnification Agreement.

"Outstanding" when used with respect to the Notes shall mean, as of the date of determination, all the Notes theretofore authenticated and delivered under the Indenture, except:

(1) Notes theretofore cancelled by the Indenture Trustee or delivered to the Indenture Trustee for cancellation;

(2) Notes for whose payment or redemption money in the necessary amount has been theretofore deposited with the Indenture Trustee, provided, that, if such Notes are to be redeemed, notice of such redemption has been duly given pursuant to the Indenture or provision therefor satisfactory to the Indenture Trustee has been made;

(3) Notes in exchange for or in lieu of which other Notes have been authenticated and delivered under the Indenture; and

(4) Notes alleged to have been destroyed, lost or stolen which have been paid as provided in Section 205 of the Indenture;

provided, however, that in determining whether the Holders of the requisite principal amount of Notes Outstanding have given any request, demand, authorization, direction, notice, consent or waiver hereunder, Notes owned by the Owner Participant, the Owner Trustee or the Lessee, or any Affiliate of any of them, shall be disregarded and deemed not to be Outstanding, except that, in determining whether the Indenture Trustee shall be protected in relying upon any such request, demand, authorization, direction, notice, consent or waiver, only Notes that the Indenture Trustee knows to be so owned shall be so disregarded. Notes so owned that have been pledged in good faith may be regarded as Outstanding for such purposes if the pledgee establishes to the satisfaction of the Indenture Trustee the pledgee's right so to act with respect to such Notes and that the pledgee is not the Owner Participant, the Owner Trustee or the Lessee, or any Affiliate of any of them.

"Overdue Rate" shall mean with respect to (i) any amount (other than any amount constituting Excepted Property), a rate per annum equal to 11.60%, and (ii) any amount constituting Excepted Property, the Prime Rate plus 2%, in each case computed on the basis of a 360-day year of twelve 30-day months.

"Owner Encumbrances" shall mean any liens, security interests or encumbrances against any part of the Indenture Estate or the Trust Estate that result from acts of, or any failure to act by, or as a result of claims (including any taxes) against CNB, the Owner Trustee or the Owner Participant arising out of any event or condition unrelated to (x) the ownership of a Unit, (y) the administration of the Trust Estate or (z) the transactions contemplated by the Operative Documents, excluding liens, security interests and encumbrances arising from any tax or any other matter for which the Lessee is obligated to indemnify under the Tax Indemnification Agreement or the Participation Agreement, other than any such tax for which the Lessee has already made full indemnification pursuant to such agreements.

"Owner Participant" shall mean AT&T Capital Holdings International, Inc., a Delaware corporation, together with its successors and permitted assigns.

"Owner Participant Guaranty" shall mean the Owner Participant Guaranty dated as of March 1, 1991 by the Owner Participant Guarantor in favor of the Beneficiaries named therein.

"Owner Participant Guarantor" shall mean AT&T Capital Corporation, a Delaware corporation, together with its successors and permitted assigns.

"Owner Trustee" shall mean CNB in its capacity as trustee under the Trust Agreement, together with its successors and permitted assigns as Owner Trustee under the Trust Agreement.

"Owner Trustee Request" shall mean a written request signed in the name of the Owner Trustee by an Authorized Person, consented to by the Lessee, and delivered to the Indenture Trustee together with a form of any writing to be executed by the Indenture Trustee pursuant to such request.

"Participants" shall mean, collectively, the Loan Participants and the Owner Participant.

"Participation Agreement" shall mean the Participation Agreement [B] dated as of March 1, 1991, among the Lessee, the Owner Participant, the Owner Participant Guarantor, the Loan Participants, the Owner Trustee and the Indenture Trustee, as the same may be amended, modified or supplemented from time to time in accordance with the provisions thereof and of the Indenture.

"Payment Date" shall initially mean September 1, 1991 and each March 1 and September 1 thereafter of each year occurring during the Basic Term or the Renewal Term, provided that if any such date shall not be a Business Day, then "Payment Date" shall mean the next succeeding Business Day.

"PBGC" means the Pension Benefit Guaranty Corporation and any Person succeeding to the functions thereof.

"Percentage Commitment" of each Participant in respect of the Units shall mean the percentage set forth opposite such Participant's name in Schedule 1 to the Participation Agreement.

"Permitted Act" shall have the meaning assigned in the Tax Indemnification Agreement.

"Permitted Contest" shall mean a good faith contest of (i) the legality or validity of any of the taxes, assessments, levies, fees or other governmental charges, or other claims, Liabilities (as defined in Section 13.1 of the Participation Agreement), liens or impositions which, under the terms of the Participation Agreement or the Lease are required to be paid or discharged by the Lessee, the Owner Trustee or the Owner Participant, as the case may be, but for such contest, or (ii) the legality, validity or necessity for compliance with any Applicable Law of the jurisdiction in which any Unit is located or the need for compliance with acts, rules, permits, regulations or orders of any commissions, boards or other legislative, executive or judicial bodies or officers; provided that any such good faith contest described in clause (i) or (ii) above shall be pursued by appropriate proceedings (including, without limitation, with respect to the posting of necessary bonds or securities) in a manner which will not result in (x) the imposition of any criminal or material civil penalty for which adequate bond is not provided to the Indemnified Person or lien, material risk of foreclosure, forfeiture, loss or loss of use or sale of, or other adverse effect on any or all of the Trust Estate or the Indenture Estate or the title, property or right therein of, such Indemnified Person or (y) any adverse effect on the applicability or scope or amount of coverage of any of the insurance required to be maintained under Section 10 of the Lease or any tax benefits to the Owner Participant for which the Lessee has not agreed to indemnify under the Tax Indemnification Agreement or Section 13.2 of the Participation Agreement or (z) any material adverse effect on any Unit or the interests of the Lessee, the Owner Trustee, the Owner Participant, the Indenture Trustee or any Loan Participant in such Unit.

"Permitted Encumbrances" shall mean (a) the rights of the Indenture Trustee under the Indenture, (b) the rights of the Lessee under the Lease, including, without limitation, subleases of and interchange agreements involving any Unit in accordance with the terms of the Lease, (c) the rights of the Owner Trustee and the Owner Participant under the Trust Agreement, which rights are subject to the liens and security interests created by the Indenture, (d) liens for taxes either not yet due or being contested by the Lessee by Permitted Contest which do not involve a risk of a sale, forfeiture, loss or loss of use of a Unit and (e)

undetermined or inchoate materialmen's, mechanic's, workmen's, repairmen's or employees' liens or other like liens arising in the ordinary course of business and security obligations which are not delinquent or which are being contested by the Lessee by Permitted Contest.

"Permitted Investments" shall mean (i) direct obligations of the United States of America and agencies thereof having maturities of not more than one year, (ii) obligations fully guaranteed by the United States of America, certificates of deposit issued by, or bankers' acceptances of, or time deposits with, any bank, trust company or national banking association incorporated or doing business under the laws of the United States of America or one of the States thereof having combined capital and surplus and retained earnings of at least \$750,000,000 (including the Indenture Trustee and the Owner Trustee if such conditions are met), in either case having maturities of not more than one year, (iii) commercial paper having maturities of not more than 270 days of companies, banks, trust companies, or national banking associations incorporated or doing business under the laws of the United States of America or one of the States thereof and in each case having a rating assigned to such commercial paper by Standard & Poor's Corporation or Moody's Investors Service, Inc. (or, if neither such organization shall rate such commercial paper at any time, by any nationally recognized rating organization in the United States of America) equal to the highest rating assigned by such organization and (iv) shares of a money market fund registered under the Investment Company Act of 1940, the sole assets of which are described in clause (i) above. If all of the above investments are unavailable, the entire amount to be invested may be used to purchase Federal Funds from an entity described in (ii) of the preceding sentence.

"Person" shall mean any individual, corporation, partnership, joint venture, association, joint-stock company, trust, unincorporated organization or government or any agency or political subdivision thereof.

"Premium" shall mean, with respect to a prepayment of the Notes, an amount equal to the difference of (x) the present value, discounted on a semiannually compounded basis utilizing an interest factor equal to the Reinvestment Yield, of the remaining principal payments provided for in Section 401(e) of the Indenture (including the payment at final maturity) and the scheduled interest payments on such

Notes from the respective dates on which, but for such prepayment, such principal payments and interest payments would have been payable, minus (y) the principal amount of the Notes so to be prepaid. For purposes of this definition, "Reinvestment Yield" shall mean, with respect to the Notes, the lesser of (A) the interest rate then applicable to the Notes, and (B) the sum of .50% plus the arithmetic mean of the two most recent weekly average yields to maturity for actively traded marketable U.S. Treasury fixed interest rate securities (adjusted to constant maturities equal to the remaining Weighted Average Life to Maturity as of the date of the proposed prepayment of the Notes) released on the first business day of the week preceding the week in which the date of such prepayment occurs, or, if such release is not published for such period, of such reasonably comparable index as may be designated by the holder or holders of at least 66-2/3% of the principal amount of the Notes Outstanding to be prepaid for such period. If no possible maturity exactly corresponds to such Weighted Average Life to Maturity, yields for the two most closely corresponding published maturities shall be calculated pursuant to the immediately preceding sentence and the Reinvestment Yield shall be interpolated from such yields on a straight-line basis, rounding in each of such relevant periods to the nearest month. In no event shall the Premium be less than zero, or shall the Premium be payable after the tenth anniversary of the Closing Date.

"Prime Rate" shall mean the rate announced from time to time by The Chase Manhattan Bank (National Association) as its prime or base commercial lending rate.

"Purchase Order" shall mean the documentation relating to the purchase by the Lessee from the Manufacturers of the Units.

"Reasonable Basis" for a position shall exist if tax counsel may properly advise reporting such position on a tax return in accordance with Formal Opinion 85-352 issued by the Standing Committee on Ethics and Professional Responsibility of the American Bar Association, as revised or supplemented from time to time.

"Recapture" shall have the meaning assigned in the Tax Indemnification Agreement.

"Redemption Date" when used with respect to any Note to be redeemed shall mean the date fixed for such redemption pursuant to the Indenture.

"Reimbursement Amount" shall have the meaning assigned in Section 9(b)(vii)(ii) of the Participation Agreement.

"Renewal Term" shall have the meaning assigned in Section 2(d) of the Lease.

"Rent" shall mean Basic Rent, renewal rent and Supplemental Rent, collectively.

"Required Act" shall have the meaning assigned in the Tax Indemnification Agreement.

"Replacement Unit" shall mean a Unit substantially similar in material, dimension, condition, utility, fair market value, residual value and remaining useful life and intended function to the Unit with respect to which an Event of Loss has occurred and which is being replaced pursuant to Section 11(c) of the Lease.

"Responsible Officer" shall mean, with respect to the subject matter of any covenant, agreement or obligation of any party contained in any Operative Document, the Chairman, Controller, Executive Vice President, the President, or any Vice President, Assistant Vice President, Treasurer, Assistant Treasurer or other officer who in the normal performance of his operational responsibility would have knowledge of such matter and the requirements with respect thereto.

"Scheduled Closing Date" shall have the meaning assigned in Section 4(a) of the Participation Agreement.

"Securities Act" shall mean the Securities Act of 1933, as amended.

"Severable Improvement" shall mean any Improvement other than a Nonseverable Improvement.

"Stated Maturity" when used with respect to any Note or any installment of interest thereon shall mean the

date specified in such Note as the fixed date on which the principal of such Note or such installment of interest is due and payable.

"State Tax Deductions" shall have the meaning assigned in the Tax Indemnification Agreement.

"Stipulated Loss Payment Date" shall mean a date upon which payment of Stipulated Loss Value is required to be made by the Lessee pursuant to Section 11 of the Lease.

"Stipulated Loss Value" with respect to any Unit subjected to the terms of the Lease pursuant to a Lease and Indenture Supplement as of any Payment Date shall mean, for the Basic Term, an amount determined by multiplying Lessor's Cost for such Unit by the percentage specified in Schedule 2 to such Lease and Indenture Supplement opposite such Payment Date and, for the Renewal Term, an amount equal to the Fair Market Sale Value of any such Unit at the commencement of the Renewal Term, decreasing on a straight-line basis to the Fair Market Sale Value at the expiration of the Renewal Term; provided, however, that, notwithstanding any provision of the Lease (including but not limited to the adjustments to be made pursuant to Section 9 of the Lease), "Stipulated Loss Value" as of any Payment Date, plus the Basic Rent or renewal rent in respect of such Unit payable on such Payment Date (if and to the extent Basic Rent or renewal rent is then being paid in arrears) shall in no event be less than, for the Basic Term, a sum sufficient to pay with respect to any such Unit the portion of the aggregate unpaid principal amount of the Notes Outstanding on such Payment Date together with interest thereon accrued to such Payment Date as determined pursuant to the Indenture which is due and payable as a result of the payment of Stipulated Loss Value with respect thereto.

"Supplemental Rent" shall mean any and all amounts (other than Basic Rent), whether or not specified in Section 9(c) of the Lease, that the Lessee assumes the obligation to pay or agrees to pay under the Lease, the Tax Indemnification Agreement or the Participation Agreement to the Owner Trustee, the Owner Participant or others, including amounts payable as indemnity payments, payments of Stipulated Loss Value and Termination Value under the Lease, Premium on the Notes and all amounts payable by the Lessee pursuant to Section 9 of the Lease.

"Tax" shall have the meaning assigned in Section 13.2(a) of the Participation Agreement.

"Tax Assumptions" shall have the meaning assigned in the Tax Indemnification Agreement.

"Tax Forms" shall have the meaning assigned in Section 13.2(b)(9) of the Participation Agreement.

"Tax Indemnification Agreement" shall mean the Tax Indemnification Agreement [B] dated as of March 1, 1991 between the Lessee and the Owner Participant as the same may be amended, modified or supplemented pursuant to the provisions thereof.

"Tax Indemnitee" shall have the meaning assigned in Section 13.2(a) of the Participation Agreement.

"Tax Representations" shall have the meaning assigned in the Tax Indemnification Agreement.

"Termination Date" shall have the meaning assigned in Section 12(a) of the Lease.

"Termination Value" with respect to any Unit subjected to the terms of the Lease pursuant to a Lease and Indenture Supplement as of any Payment Date shall mean the sum of (a) an amount determined by multiplying Lessor's Cost for such Unit by the percentage specified in Schedule 3 to such Lease and Indenture Supplement opposite such Payment Date plus (b) the Premium, if any, payable on such Payment Date; provided, however, that, notwithstanding any provision of the Lease (including but not limited to the adjustments to be made pursuant to Section 9 of the Lease), "Termination Value" as of any Payment Date, plus the Basic Rent in respect of such Unit payable on such Payment Date (if and to the extent Basic Rent is then being paid in arrears) shall in no event be less than a sum sufficient to pay with respect to any such Unit the portion of the aggregate unpaid principal amount of the Notes Outstanding on such Payment Date together with interest thereon accrued to such Payment Date and the Premium, if any, as determined pursuant to the Indenture which is due and payable as a result of the payment of Termination Value with respect thereto.

"TIA" shall mean the Trust Indenture Act of 1939, as in effect from time to time.

"Transaction Costs" shall have the meaning assigned in Section 17 of the Participation Agreement.

"Transfer" shall have the meaning assigned in Section 22 of the Participation Agreement.

"Trust Agreement" shall mean the Trust Agreement [B] dated as of March 1, 1991 between CNB and the Owner Participant and substantially in the form of Exhibit A to the Participation Agreement as the same may be amended, modified or supplemented from time to time in accordance with the provisions thereof, of the Indenture and of the Participation Agreement.

"Trust Estate" shall have the meaning assigned to it in Section 1(d) of the Trust Agreement.

"Unit" shall mean each item of mobile mining equipment and railroad rolling stock sold to Owner Trustee pursuant to the Bill of Sale and subjected to the Lease pursuant to the applicable provisions thereof.

"Verifying Accountant" shall mean an accountant, investment advisor, lease broker or vendor selected by the Owner Participant and reasonably acceptable to the Lessee (it being understood that the representation of, or a conflict in representing the Owner Participant or the Lessee is relevant in determining the reasonableness of such acceptance).

"Weighted Average Life to Maturity" with respect to the Notes means as at the time of the determination thereof the number of years obtained by dividing the then Remaining Dollar-years of the Notes by the then outstanding principal amount of the Notes. The term "Remaining Dollar-years" with respect to the Notes means the amount obtained by (1) multiplying the amount of each then remaining principal payment provided for in Section 401(e) of the Indenture (including the principal payment at final maturity), by the number of years (calculated to the nearest one-twelfth) which will elapse between the date of determination of the Weighted Average Life to Maturity and the date of that required payment and (2) totaling all the products obtained in (1).