

ITEL

December 13, 1990

Hon. Sidney L. Strickland, Jr., Esq.
Secretary
Interstate Commerce Commission
Washington, DC 20423

Re: 1) Amendment No. 1 to Schedule No. 1
2) Amendment No. 1 to Schedule No. 2

Dear Mr. Strickland:

On behalf of Itel Rail Corporation, the above instrument, in three (3) counterparts, is hereby submitted for filing and recording pursuant to 49 U.S.C. section 11303(a), along with the \$30 recordation fee.

Please record both Schedules under the Master Lease Agreement dated as of September 19, 1989, between Itel Rail Corporation and MidLouisiana Rail Corporation, which was filed with the ICC on October 4, 1989, under recordation number 16558.

The parties to the aforementioned instrument are listed below:

Itel Rail Corporation (Lessor)
550 California Street
San Francisco, California 94104

MidLouisiana Rail Corporation (Lessee)
P. O. Drawer 550, Highway 167
Hodge, Louisiana 71247

Amendment to Schedule No. 1 and Amendment to Schedule No. 2 amend rental terms through September 30, 1991 and cover one hundred (100) boxcars bearing reporting marks NLG 7101-7179 (n.s.) and nine hundred thirty-three (933) boxcars bearing reporting marks NLG 5001-6000 (n.s.), respectively.

Please return to the undersigned the stamped counterparts not required for filing purposes, together with the ICC fee receipt and acknowledgment letter.

Very truly yours,

patricia schumacker
Patricia Schumacker
Legal Assistant

RECORDATION NO. 16558-^C
DEC 14 1990 - 10:25 AM
INTERSTATE COMMERCE COMMISSION

Itel Rail Corporation
550 California Street
San Francisco, CA 94104
(415) 984-4200

RECORDATION NO. 16558-^A
DEC 14 1990 - 10:20 AM
0-3 INTERSTATE COMMERCE COMMISSION

Interstate Commerce Commission
Washington, D.C. 20423

12/19/90

OFFICE OF THE SECRETARY

Patricia Schumacker

Legal Assistant

Itel Rail Corporation

550 California Street

San Francisco, California 94194

Dear Ms. Schumacker:

The enclosed document(s) was recorded pursuant to the provisions of Section 11303 of the Interstate Commerce Act, 49 U.S.C. 11303, on 12/14/90 at 10:35am, and assigned recordation number(s) . 15642-BB, 15702-D, 16460-D, 16461-E, 16558-D, 10129-R

17118

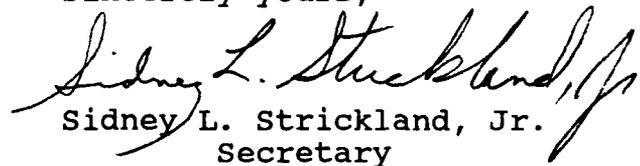
17118-A

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17120-A

Sincerely yours,


Sidney L. Strickland, Jr.
Secretary

DEC 14 1990 - 10:40 AM

AMENDMENT NO. 1
INTERSTATE COMMERCE COMMISSION

AMENDMENT NO. 1 (the "Amendment No. 1") to Schedule No. 1 dated September 19, 1989 (the "Schedule") to the Master Lease Agreement dated September 19, 1989 (the "Agreement") between ITEL RAIL CORPORATION, as lessor ("Lessor") and MIDLOUISIANA RAIL CORPORATION, as lessee ("Lessee") is made this 2 day of October 1990 between Lessor and Lessee.

R E C I T A L S :

- A. Lessor and Lessee are parties to the Schedule pursuant to which Lessor leased to Lessee one hundred (100) XM Boxcars bearing the reporting marks NLG 7101-7122, 7180-7229, 7150-7167, 7169-7175 and 7177-7179 (the "Car(s)").
- B. The parties desire to amend the rental terms for the Cars effective October 1, 1990 continuing through September 30, 1991 (the "Amendment Term"). Commencing October 1, 1991, if the parties have not agreed to a renegotiation of the rental terms as stated herein, then this Amendment No. 1 shall be null and void and the Cars shall revert to all the original terms of the Schedule and the Agreement.

NOW, THEREFORE, the parties hereto agree to amend the Schedule as follows:

- 1. All terms defined in the Agreement and Schedule shall have the meanings defined therein when used in this Amendment No. 1.
- 2. Throughout the Amendment Term Section 13 of the Schedule shall be amended as follows:
 - a. Subsections 13.A.(i) and 13.A.(ii) shall be deleted and replaced by the following:

"13.A.(i) 'Eligible Lines' is defined as the railroad lines owned and operated by Lessee, SouthRail Corporation and MidSouth Rail Corporation as of the date this Schedule was executed by the parties. Any lines purchased by Lessee or added to the Eligible Lines or any Eligible Lines sold by Lessee to another party during the Term, effective on the date of such sale, are deemed to be the lines of another railroad company (a foreign road) for the purposes of determining Revenues (as defined in Subsection 13.A.(vi) hereinbelow)."
 - b. Subsection 13.A.(vii) shall be deleted and replaced by the following:

"13.A.(vii) 'Eligible Lines Revenues' is defined as the total mileage revenues, calculated at _____ per mile for each mile that each Car travels over the Eligible Lines."
 - c. Subsection 13.B. shall be deleted in its entirety and replaced by the following:

"13.B. Lessee agrees to pay to Lessor
the Cars."

d. Subsection 13.C.(i) shall be deleted and replaced by the following:

"13.C.(i) In the event that as a result of any action or inaction by Lessee, Lessor shall receive or earn for the use of any Cars, Revenues calculated at per diem and mileage car hire rates that are lower in amount than those specified in Subsection 13.A.(iii), Lessee shall pay to Lessor, within ten (10) days of Lessor's request, an amount equal to the difference between the Revenues such Cars would have earned at the Revenue Rates and the amount of per diem and mileage revenues actually received or earned for such Cars."

e. Subsection 13.F. shall be deleted and replaced by the following:

"13.F. Lessor shall at its sole option place any Car(s) in any bilateral agreement that it deems necessary to increase utilization for such Car(s)."

3. Section 7 of the Schedule shall have the following sentence added: "During the Amendment Term all Cars will carry either (a) the XM mechanical designation or (b) the XP mechanical designation which will have the pool code shown as zero (0) in order to facilitate the free running of the Cars."
4. Except as expressly modified by this Amendment No. 1, all terms and provisions of the Schedule and the Agreement shall remain in full force and effect.
5. This Amendment No. 1 may be executed by the parties hereto in any number of counterparts and all said counterparts taken together shall be deemed to constitute one and the same instrument.

Each party, pursuant to due corporate authority, has caused this Agreement to be executed by its authorized officer, and each of the undersigned declares pursuant to 28 U.S.C. Section 1746 under penalty of perjury that the foregoing is true and correct and was executed on the date indicated below its signature.

ITEL RAIL CORPORATION

MIDLOUISIANA RAIL CORPORATION

By: Robert Kiehnle

By: H. J. Salton

Title: Vice President & Treasurer

Title: VP & CTO

Date: 10-2-90

Date: 9/21/90