Law Offices of

CHAPMAN AND CUTLER LLP

Theodore S. Chapman
1877-1943
Henry E. Cutler
1879-1959

111 West Monroe Street, Chicago, Illinois 60603-4080
Telephone (312) 845-3000
Facsimile (312) 701-2361
chapman.com

San Francisco
625 Market Street
San Francisco, California 94105
(415) 541-0500

Salt Lake City
50 South Main Street
Salt Lake City, Utah 84144
(801) 533-0066

August 21, 2003

RECORDATION NO. 24485-F FILED

AUG 21 '03 10-43 AM

SURFACE TRANSPORTATION BOARD

Mr. Vernon A. Williams, Secretary
Surface Transportation Board
1925 K Street, N.W. - Room 704
Washington, D.C. 20423-0001

Re: Synthetic Lease Financing of Railcars
AEP Energy Services, Inc. - Lessee
American Electric Power Company, Inc. - Guarantor
Second Closing

Dear Mr. Williams:

I am enclosing for recording pursuant to Section 11301 of Title 49 of the United States Code, two copies of the secondary document described below. As an attorney representing one of the parties in this transaction, I have knowledge of the matters described in this letter.

The secondary document is as follows:

Security Agreement Supplement No. 2, dated as of August 21, 2003 between the Security Trustee and the Debtor.

The document to which the Security Agreement Supplement No. 2 is connected is the Security Agreement-Trust Deed dated as of June 1, 2003, covering the obligations of the Debtor relating to new railroad rolling stock bearing the road numbers listed in the exhibit thereto, which was submitted for recording June 17, 2003.

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

SECURITY AGREEMENT SUPPLEMENT NO. 2

Security Trustee: Wilmington Trust Company
Rodney Square North
1100 North Market Street
Wilmington, Delaware 19890-0001

Debtor: BTM Capital Corporation
111 Huntington Avenue
Boston, Massachusetts 02199

The description of the Equipment covered as of the date hereof by the aforesaid Security Agreement Supplement No. 2 is as set forth on Exhibit A hereto.

A fee of thirty dollars ($30.00) is enclosed. Please time and date stamp the enclosed copy of the enclosed document along with the extra copy of this letter as proof of filing and recordation of the enclosed documents and return the original and any extra copies of such documents and this letter not needed by the Board for recordation to:

Richard J. DiLallo, Esq.
Chapman and Cutler
111 West Monroe
Chicago, IL 60603-4080

A short summary of the document to appear in the index follows:

"SECURITY AGREEMENT SUPPLEMENT NO. 2, dated as of August 21, 2003, covering new railroad rolling stock bearing the road numbers listed in the exhibit thereto. Security Agreement Supplement No. 2 is related to the Security Agreement-Trust Deed between the Security Trustee and the Debtor dated as of June 1, 2003, which was filed June 17, 2003."

If you have any questions or need further information, please do not hesitate to contact the undersigned at (312) 845-3405.

Sincerely,

CHAPMAN AND CUTLER

By _____
Richard J. DiLallo

RJD
Enclosures

DESCRIPTION OF EQUIPMENT

DESCRIPTION	NUMBER OF CARS	MARKS	CAR NUMBERS
Johnstown America 4,520 cubic foot Aluminum BethGon II Coalports	145	COEH	5956 - 6080 (inclusive) and 699132 - 699151 (inclusive) (Double Rotary)

RECORDATION NO. 24485-F FILED

AUG 21 '03 10-48 AM

SURFACE TRANSPORTATION BOARD

SECURITY AGREEMENT SUPPLEMENT NO. 2

SECURITY AGREEMENT SUPPLEMENT No. 1, dated August 21, 2003, between BTM CAPITAL CORPORATION, a Delaware corporation (the *"Debtor"*), and WILMINGTON TRUST COMPANY, a Delaware banking corporation, as security trustee (acting not in its individual capacity but solely as trustee, the *"Security Trustee"*) under the Security Agreement-Trust Deed dated as of June 1, 2003, from the Debtor to the Security Trustee (the *"Security Agreement"*).

WITNESSETH:

WHEREAS, the Security Agreement provides for the execution and delivery from time to time of Security Agreement Supplements substantially in the form hereof each of which shall particularly describe the Equipment (such term and other defined terms in the Security Agreement being herein used with the same meaning) included in the Collateral and subject to the security interest of the Security Agreement;

NOW, THEREFORE, TO SECURE THE PAYMENT when and as due and payable of the principal of and the Make-Whole Amount, if any, and interest on the Notes, and to secure the payment of all other indebtedness which the Security Agreement by its terms secures and compliance with all the terms of the Security Agreement and of such Notes, the Debtor does hereby create and grant to the Security Trustee and to its successors and assigns a security interest in the following properties:

(a) all the Items of property and equipment described in **Schedule A** annexed hereto;

(b) all accessories, equipment, parts and appurtenances appertaining or attached to any Items of property and equipment described in said **Schedule A**, whether now owned or hereafter acquired, except such thereof as remain the property of the Lessee under the Lease, and all substitutions, renewals or replacements of and additions, improvements, accessions and accumulations to the Equipment, except such thereof as remain the property of the Lessee under the Lease; and

(c) all rents, issues, income, profits and proceeds arising from or in connection with any of the foregoing.

THE DEBTOR hereby binds itself, its successors and assigns, to warrant and forever defend to the Security Trustee and its successors and assigns the security interest hereby created and granted.

This Supplement shall be construed as supplemental to the Security Agreement and shall form a part of it and the Security Agreement is hereby incorporated by reference herein and is hereby ratified, approved and confirmed.

This Supplement may be executed in any number of counterparts, each of which shall be an original, but all of which together shall constitute one and the same instrument.

This Supplement shall in all respects be governed by, and construed in accordance with, the laws of the State of Ohio (without regard to the conflict of laws provisions of such state), including all matters of construction, validity and performance.

IN WITNESS WHEREOF, the Debtor and the Security Trustee have caused this Supplement to be executed, as of the day and year first above written.

BTM CAPITAL CORPORATION

By _____
Its Vice President

DEBTOR

WILMINGTON TRUST COMPANY, not in its individual capacity but solely as Security Trustee

By _____
Its Authorized Officer

SECURITY TRUSTEE

COMMONWEALTH OF MASSACHUSETTS)
) SS
COUNTY OF SUFFOLK)

On this 30th day of July, 2003, before me personally appeared John F. McCarthy, to me personally known, who being by me duly sworn, says that he is a Vice President of BTM CAPITAL CORPORATION, that said instrument was signed 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.

Kathleen Cassidy
Notary Public

(SEAL)

My commission expires August 21, 2009

STATE OF _____)
) SS
COUNTY OF _____)

On this _____ day of _____, 2003, before me personally appeared, _____, to me personally known, who being by me duly sworn, says that he is a _____ of WILMINGTON TRUST COMPANY, that said instrument was signed on behalf of said corporation by authority of its Board of Directors, and he acknowledged that the execution and foregoing instrument was the free act and deed of said corporation.

_____
Notary Public

(SEAL)

My commission expires: _____

IN WITNESS WHEREOF, the Debtor and the Security Trustee have caused this Supplement to be executed, as of the day and year first above written.

BTM CAPITAL CORPORATION

By
Its

DEBTOR

WILMINGTON TRUST COMPANY, not in its individual capacity but solely as Security Trustee

By
Its Authorized Officer

SECURITY TRUSTEE

STATE OF DELAWARE)
) SS
COUNTY OF NEW CASTLE)

On this 15 day of August, 2003, before me personally appeared, Robert P. Hines, Jr., to me personally known, who being by me duly sworn, says that he is a Senior Financial Services Officer of WILMINGTON TRUST COMPANY, that said instrument was signed on behalf of said corporation by authority of its Board of Directors, and he acknowledged that the execution and foregoing instrument was the free act and deed of said corporation.

Kimberly E. Faulhaber
Notary Public

KIMBERLY ELIZABETH FAULHABER
NOTARY PUBLIC - DELAWARE
My Commission Expires April 9, 2005

(SEAL)

My commission expires: _____

DESCRIPTION OF EQUIPMENT

DESCRIPTION	NUMBER OF CARS	MARKS	CAR NUMBERS
Johnstown America 4,520 cubic foot Aluminum BethGon II Coalports	145	COEH	5956 - 6080 (inclusive) and 699132 - 699151 (inclusive) (Double Rotary)