RECORDATION NO. 24657-F FILED

MAR 3 1 '04 11-03 AM

SURFACE TRANSPORTATION BOARD

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OF COUNSEL
URBAN A. LESTER

March 30, 2004

Mr. Vernon A. Williams
Secretary
Surface Transportation Board
Washington, D.C. 20423

Dear Mr. Williams:

Enclosed for recordation pursuant to the provisions of 49 U.S.C. Section 11301(a) are two (2) copies of a Memorandum of Railcar Security Agreement No. 4, dated as of March 26, 2004, a secondary document as defined in the Board's Rules for the Recordation of Documents.

The enclosed document relates to the Memorandum of Railcar Security Agreement which was previously filed with the Board under Recordation Number 24657.

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

Bank: UFJ Bank Limited
55 East 52nd Street
New York, NY 10055

Borrower: Mitsui Rail Capital, LLC
(f/k/a MRC Rail Services, LLC)
5215 Old Orchard Road
Suite 505
Skokie, Illinois 60077

A description of the railroad equipment covered by the enclosed document is:

240 hopper cars: MBKX 3001 - MBKX 3240.

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

Memorandum of Railcar Security Agreement No. 4.

Also enclosed is a check in the amount of $30.00 payable to the order of the Surface Transportation Board covering the required recordation fee.

Kindly return stamped copies of the enclosed document to the undersigned.

Very truly yours,

Robert W. Alvord

RWA/anm
Enclosures

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SURFACE TRANSPORTATION BOARD

MEMORANDUM OF RAILCAR SECURITY AGREEMENT No. 4

This Memorandum of Railcar Security Agreement No. 4 is made and entered into as of March 26, 2004, by and between UFJ Bank Limited, New York Branch (hereinafter referred to as the "Bank") and MITSUI RAIL CAPITAL, LLC (hereafter referred to as the "Borrower").

The Borrower has requested the Bank to make a loan to the Borrower, pursuant to a Master Promissory Note, between the Bank and the Borrower, dated July 31, 2002 (the "Master Promissory Note") setting forth the terms and conditions of such loan;

As consideration for a loan which has been made to the Borrower pursuant to and as evidenced by the Master Promissory Note, the Borrower has executed the Pledge and Security Agreement No. 4 with the Bank on March 26, 2004 (the "Security Agreement") and granted to the Bank a security interest in all of the following property now owned or at any time hereafter acquired by the Borrower or in which the Borrower now has or at any time in the future may acquire any right, title or interest:

(1) the railcars described on Schedule I attached hereto (the "Equipment", any railcars comprising the Equipment shall be referred to as the "Car"), together with (i) any replacement substituted for any Car, (ii) all parts of any Car except for loading devices or any accessories provided by lessee or other user of any Car or any other party other than the Borrower, (iii) all logs, manuals and data and inspection, modification and maintenance records maintained in respect of the Equipment, including, without limitation, all such logs, manuals, data and records required to bc maintained by any applicable regulatory agency of body of any jurisdictions, and (iv) all property insurance policies relating to the Equipment purchased by the Borrower, the lessee or other user of the Equipment;

(2) all of the rights, powers, privileges, remedies and other benefits of the Borrower in, to and under any and all contracts, agreements and instruments with the manufacturers or vendors of any of the Equipment, including, without limitation, the right to enforce warranties and to receive, to collect all payments in respect thereof, and to commence, conduct and consummate legal, administrative or other proceedings, as shall be permitted thereby or by law;

(3) all property insurance and requisition proceeds with respect to the Equipment or any part thereof; and

(4) all other proceeds of any of the foregoing.

As contemplated by the Security Agreement, the Bank and the Borrower hereby make this Memorandum of Railcar Security Agreement to confirm and perfect the Bank's security interest in the Equipment. The Bank and Debtor further acknowledge and confirm that this Memorandum of Railcar Security Agreement is not a summary of the Security Agreement nor a

complete recitation of the terms and provisions thereof. Accordingly, the Bank and the Borrower agree that in the event of a conflict between this Memorandum of Railcar Security Agreement and the provisions of the Security Agreement, the provisions of the Security Agreement shall control.

IN WITNESS WHEREOF, each of the parties thereto, pursuant to due corporate authority, has caused this Memorandum of Railcar Security Agreement to be duly executed in its corporate name by its officers, thereunto duly authorized, all as of the date first above written.

BANK:
UFJ Bank Limited

Name : Takaharu Togawa
Title : Vice President

BORROWER:
MITSUI RAIL CAPITAL, LLC

Name: Yasushi Imai
Title: President

STATE OF NEW YORK),
COUNTYOF NEW YORK);SS

On this 26TH day of MARCH ~~2003,~~ 2004 before me personally appeared TAKAHIRO TOGAWA to me personally known, who being duly sworn, says that he is a VICE PRESIDENT of UFJ BANK LIMITED, NEW YORK BRANCH, a Japanese corporation, that said instrument was signed on behalf of said corporation by an officer duly authorized to sign said instrument, and he acknowledged that the execution of the foregoing instrument was the free act and deed of said corporation.

Notary Public
[NOTARIAL SEAL]

RENKO HARA
Notary Public, State of New York
No. 01HA4727968
Qualified in Westchester County
Commission Expires July 31, 2005

My Commission Expires:

STATE OF ILLINOIS)
COUNTY OF COOK) :SS

On this 29th day of MARCH, ~~2003,~~ 2004 before me personally appeared YASUSHI IMAI to me personally known, who being by me duly sworn, says that he is a PRESIDENT of MITSUI RAIL CAPITAL, LLC, a Delaware limited liability company, that said instrument was signed on behalf of said company by an officer duly authorized to sign said instrument, and he acknowledged that the execution of the foregoing instrument was the free act and deed of said company.

Teresa Taylor
Notary Public

OFFICIAL SEAL
TERESA TAYLOR
NOTARY PUBLIC, STATE OF ILLINOIS
MY COMMISSION EXPIRES 6-24-2006

[NOTARIAL SEAL]

My Commission expires:

SCHEDULE 1

TO MEMORANDUM OF RAILCAR SECURITY AGREEMENT No. 4

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240 – Aluminum Autoflood III Coal Hoppers with reporting marks and numbers as follows:

MBKX 3001 – 3240 (inclusive)