

DEC 13 '05 2-30PM

SURFACE TRANSPORTATION BOARD

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ELIAS C. ALVORD (1942)
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OF COUNSEL
URBAN A. LESTER

December 6, 2005

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 (Collateral) Assignment of Leases and Rents, dated November 15, 2005, a secondary document as defined in the Board's Rules for the Recordation of Documents.

The enclosed document relates to the Memorandum of Lease Agreement which is being filed with the Board under Recordation Number _____.

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

Secured Party: Associated Bank, N.A.
7760 France Avenue South
Bloomington, MN 55325

Debtor: Midwest Railcar Corporation
3 Professional Park Drive, Suite B
Maryville, IL 62062

Mr. Vernon A. Williams
December 6, 2005
Page Two

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

32 covered hoppers: MRMX 130076 –MRMX 130107, inclusive.

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

Memorandum of (Collateral) Assignment of Leases and Rents.

Also enclosed is a check in the amount of \$33.00 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/anr
Enclosures

MEMORANDUM OF (COLLATERAL) ASSIGNMENT
OF LEASES AND RENTS
BETWEEN

ASSOCIATED BANK, N.A.
("SECURED PARTY")

AND

MIDWEST RAILCAR CORPORATION
("DEBTOR")

November 15, 2005

RECEIVED
26022-B
FILED

DEC 15 '05 2-30PM

SURFACE TRANSPORTATION BOARD

This Memorandum of Collateral Assignment of Lease and Rents is hereby entered into as of this 15th day of November, 2005 by and between Associated Bank, N.A., a National Banking Association ("Lender"), and Midwest Railcar Corporation, an Illinois corporation ("Borrower").

WITNESSETH:

The Borrower hereby sells, assigns, transfers and sets over unto Associated Bank Minnesota (hereinafter, the "Lender"), all of the Borrower's right, title and interest in and to the lease of thirty two (32) 2700-3000 c.f., 100-ton covered hopper railcars evidenced by that Schedule #1 made effective May 31, 2005 which incorporates herein by reference the Master Railcar Lease Agreement dated May 31, 2005 by and between Borrower (as Lessor) and US Silica Company, (as Lessee), and any other Equipment Riders and schedules thereto (together, the "Lease") and all rents and other sums due thereunder, and all proceeds therefrom with respect to those certain railcars identified on the attached Schedule "A" hereto (the "Railcars"), and all rents, renewal rents, proceeds of settlement for the Railcars which are lost, destroyed or damaged beyond repair and all other sums due and to become due under and pursuant to or by reason of the Lease, including but not limited to, the payment of any purchase option price paid by the Lessee pursuant to the Lease, as well as any and all subleases of the Railcars.

This Assignment is given and intended as continuing collateral for the payment of the indebtedness of the Borrower to the Lender as provided for in the Commercial Security Agreement dated November 15, 2005 (the "Agreement"), including but not limited to any and all promissory notes executed thereunder (the "Promissory Notes"), including any and all interest thereon and expenses therefor and any and all extensions and/or renewals of the referenced indebtedness, whether such indebtedness shall at any time or from time to time have been reduced or paid in full and thereafter increased or reincurred, and no renewal of, or extension of time of payment of the subject indebtedness or any part thereof, and no agreement not to sue or release or discharge of any persons liable therefor or thereon, or release or exchange of other collateral or any act or thing whatsoever shall diminish, discharge, impair or affect this Assignment or the security afforded hereby, save payment in full by the Borrower to the Lender of any and all indebtedness of the Borrower to the Lender arising under the Agreement and the Promissory Notes, while no default exists under any of the other provisions thereof. If such payment in full is made by the Borrower while no such default exists or if any such payment in full is made while any default exists and all such defaults are subsequently corrected by the Borrower, the Borrower shall be entitled to have this Assignment discharged.

Capitalized terms not defined herein shall have the meanings ascribed to them in the Agreement. This Memorandum of Assignment of Lease and Rents may be executed in any number of counterparts, each executed counterpart constituting an original but together only one memorandum of Assignment of Lease and Rents.

IN WITNESS WHEREOF, the parties hereto have caused this instrument to be signed and sealed by their respective corporate officers as of the date and year first above written.

ASSOCIATED BANK, N.A.
as Lender

By: *Daniel McCarvel*

Name: *Daniel McCarvel*

Title: *Assistant Vice President*

MIDWEST RAILCAR CORPORATION
as Borrower

By: *Richard M. Murphy*

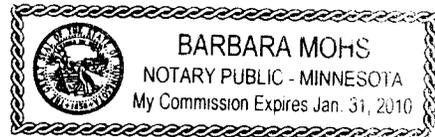
Name: *Richard M. Murphy*

Title: *President & CEO*

STATE OF Minnesota)
) ss.
COUNTY OF HENNEPIN)

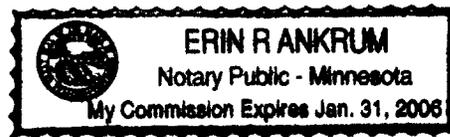
On this 28 day of November 2005, before me personally appeared Daniel M. McCarvel, to me personally known, who being by me duly sworn, says that he is the Assistant Vice President of ASSOCIATED BANK, N.A., that the foregoing instrument was signed on behalf of said national banking association, and he acknowledged that the execution of the said instrument was his free act and deed.

NOTARY PUBLIC: Barbara Mohs



My commission expires: 1/31/2010

STATE OF Minnesota)
) ss.
COUNTY OF Anoka)



On this 23 day of November 2005, before me personally appeared Richard M. Murphy, to me personally known, who being by me duly sworn, says that he is the President of Midwest Railcar Corporation, that the foregoing instrument was signed on behalf of said limited liability company, and he acknowledged that the execution of the said instrument was his free act and deed.

NOTARY PUBLIC ERA

My commission expires: 1-31-06

SCHEDULE "A"
To Memorandum of Assignment of Lease and Rents
SCHEDULE OF RAILCARS
One Page
Written Number (Number in Numeric) Units

Thirty two (32) 2700-3000 c.f. 100 ton covered hopper railcars. Car Numbers
MRMX130076-MRMX130107.