

RECORDATION NO. 32385 FILED
October 26, 2016 03:55 PM
SURFACE TRANSPORTATION BOARD

October 26, 2016

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VIA HAND DELIVERY

Recordations Unit
Surface Transportation Board
395 E Street, S.W.
Washington, D.C.

RE: Memorandum of Security Agreement Between St. Paul Fire and Marine Insurance Company and Trans-Global Solutions, Inc.

Dear Ladies and Gentlemen:

On behalf of St. Paul Fire and Marine Insurance Company, Secured Party, and Trans-Global Solutions, Inc., Debtor, I am enclosing for recordation a Memorandum of Security Agreement dated October 5, 2016 (hereafter the "Security Agreement"), a primary document under the Board's recordation regulations. Please assign a recordation number to this document.

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

Secured Party:
St. Paul/Travelers
Recovery Management Unit
One Tower Square
Hartford, CT 06183

Debtor:
Trans-Global Solutions, Inc.
11811 East Freeway,
Suite 630
Houston, TX 77029

Strasburger
ATTORNEYS AT LAW

Recordations Unit

October 26, 2016

Page 2

The Security Agreement gives the Secured Party a security interest in, first lien, and right of set off in the five locomotives that are the subject of this Security Agreement. The following equipment is subject to this recordation:

Five EMD model SW-1500 diesel electric 1500 HP switching locomotives with road numbers ECRX 1504-1508 inclusive.

I am enclosing a check payable to the Board for \$45 for the recordation fee.

Please date stamp and return for our records the extra copy of this transmittal letter and the Security Agreement.

Sincerely yours,



John D. Heffner

Enclosures

cc: Ms. Janis Buchanan

MEMORANDUM OF SECURITY AGREEMENT

This Memorandum of Security Agreement is executed on October 5, 2016 by and between St. Paul Fire and Marine Insurance Company ("Secured Party") and Trans-Global Solutions, Inc. ("Debtor").

Secured Party and Debtor have entered into a Confidential Settlement Agreement, Full and Final Mutual Release, and Security Agreement (hereinafter "Security Agreement") dated October 6, 2016. Pursuant to the Security Agreement, Debtor has granted a security interest, first lien, and a right of set-off in four ^{five} (5) locomotives described in **Exhibit A-1** (hereinafter "Collateral") attached hereto and incorporated by reference.

The purpose of this Memorandum is to give record notice of the existence of Secured Party's security interest in the Collateral and all terms and conditions of the Security Agreement are incorporated by reference herein.

This Memorandum is prepared only for the public record and is being recorded with the Surface Transportation Board pursuant to 49 U.S.C. 11301(a).

SIGNATURES ON THE FOLLOWING PAGES

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ORIGINAL

TRANS-GLOBAL SOLUTIONS, INC.

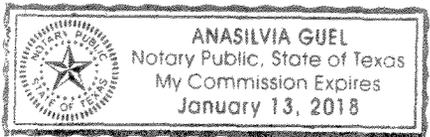
IN WITNESS WHEREOF, this Confidential Settlement Agreement and Full and Final Release has been executed in duplicate originals of equal dignity by Trans-Global Solutions, Inc. on the date indicated below:

TRANS-GLOBAL SOLUTIONS, INC.
By: [Signature]
Printed Name: Daniel J. Orsini
Title: CEO
Date: 10/3/16

THE STATE OF TEXAS §
 §
COUNTY OF HARRIS §

BEFORE ME, the undersigned authority, on this day personally appeared Daniel Orsini, known to me to be the person whose name is subscribed to the foregoing instrument, and acknowledged to me that he executed the same for the purposes and consideration therein expressed.

GIVEN UNDER MY HAND AND SEAL OF OFFICE on this 5 day of October, 2016.



[Signature]
NOTARY PUBLIC IN AND FOR
THE STATE OF TEXAS

ORIGINAL

CAUSE NO. D-1-GN-06-000535

GUARANTY INSURANCE SERVICES, INC.

vs.

TRANS-GLOBAL SOLUTIONS, INC.,
FG HOLDINGS, INC., AND
FG INSURANCE SERVICES, INC.

§
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§

IN THE DISTRICT COURT OF

TRAVIS COUNTY, TEXAS

353RD JUDICIAL DISTRICT

DESCRIPTION OF SETTLEMENT COLLATERAL

To secure the full payment of the settlement, Trans-Global Solutions, Inc. ("Trans-Global") grants to St. Paul Fire and Marine Insurance Company a security interest, first lien, and a right of set-off in Trans-Global's locomotives ("Collateral") described below:

UNIT	SERIAL NUMBER	MODEL	YEAR	PURCHASE DATE	PURCHASE PRICE	CURRENT VALUE	LOCATION	ENGINE TYPE	PAST OWNER
1504	ECRX1504	SW1500	9/15/1967	7/14/2010	\$170,500	\$300,000	Oil Tanking Texas City, TX	EDM 12-645E	Union Pacific
1505	ECRX1505	SW1500	11/15/1969	7/14/2010	\$132,000	\$300,000	Invista Texas City, TX	EDM 12-645E	Union Pacific
1506	ECRX1506	SW1500	9/15/1969	7/14/2010	\$154,000	\$300,000	Western Gallup, New Mexico	EDM 12-645E	Union Pacific
1507	ECRX1507	SW1500	4/1/1968	7/14/2010	187,500	\$300,000	Vopak Deerpark, TX	EDM 12-645E	Union Pacific
1508	ECRX1508	SW1500	3/15/1970	7/14/2010	137,500	\$300,000	DuPont Orange, TX	EDM 12-645E	Union Pacific

Trans-Global affirms and warrants that the information above regarding the Collateral is true and correct and that Trans-Global owns the Collateral free and clear of all liens and encumbrances except for the liens created by this settlement.

TRANS-GLOBAL SOLUTIONS, INC.

By: [Signature]

Printed Name: David J. Orsini

Title: CFO

Date: 10/5/16

Exhibit
A-1