

RECORDATION NO. 23788 FILED

DEC 27 '01 3-24 PM

SURFACE TRANSPORTATION BOARD

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ELIAS C. ALVORD (1942)  
ELLSWORTH C. ALVORD (1964)

December 27, 2001

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 three (3) copies of Security Agreement - Chattel Mortgage, dated as December 27, 2001, a primary document as defined in the Board's Rules for the Recordation of Documents.

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

Borrower: ACF Industries, Incorporated  
620 North Second Street  
St. Charles, Missouri 63301

Lender: LaSalle National  
Leasing Corporation  
1 West Pennsylvania Avenue  
Suite 1000  
Towson, MD 21204

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

160 railcars bearing SHPX reporting marks and road numbers within the series 204137 - 221140.

Mr. Vernon A. Williams  
December 27, 2001  
Page Two

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

Security Agreement

Also enclosed is a check in the amount of \$28.00 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,

A handwritten signature in black ink, appearing to read 'R. Alvord', written in a cursive style.

Robert W. Alvord

RWA/anm  
Enclosures

RECORDATION NO. 23788 FILED

Exhibit C to the  
Loan Agreement

DEC 27 '01 3-24 PM

SURFACE TRANSPORTATION BOARD

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SECURITY AGREEMENT - CHATTEL MORTGAGE

BETWEEN

ACF INDUSTRIES, INCORPORATED,

BORROWER

AND

LASALLE NATIONAL LEASING CORPORATION,

LENDER

Dated as of

December 27, 2001

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## SECURITY AGREEMENT - CHATTEL MORTGAGE

SECURITY AGREEMENT - CHATTEL MORTGAGE dated as of December 27, 2001 between ACF INDUSTRIES, INCORPORATED, a New Jersey corporation, and LASALLE NATIONAL LEASING CORPORATION, a Delaware corporation.

### RECITALS

A. Pursuant to Section 2.1 of the Loan Agreement and subject to the conditions therein set forth, the Lender has agreed to make the Loan (as defined in the Loan Agreement) to the Borrower evidenced by the Note executed by the Borrower in favor of the Lender or its registered assigns.

B. The principal of and interest on the Loan and all additional amounts and other sums at any time due and owing from or required to be paid by the Borrower under the terms of the Loan Agreement, the Note, this Security Agreement and the other Loan Documents are hereinafter sometimes referred to as "indebtedness hereby secured".

### ARTICLE I

#### DEFINITIONS.

Section 1.1 Definitions. Terms defined in the preamble hereof shall have their respective meanings when used herein. Capitalized terms used but not defined herein shall have the meanings assigned to them in the Loan Agreement. The following terms shall have the following meanings for the purposes of this Security Agreement:

"AAR" means the Association of American Railroads.

"AAR Value" means with respect to any railcar included in the Equipment or any proposed Replacement Unit, the settlement value of such railcar as determined in accordance with Rule 107 -- Damaged and/or Destroyed Cars (or any successor rule) of the AAR as published in the most recent edition of the Field Manual of the A.A.R. Interchange Rules (or a successor publication), which manual will be provided to the Lender by the Borrower at the Borrower's expense.

"Cash Collateral Account" has the meaning specified in Section 5.2(a)(A).

"Casualty Date" has the meaning specified in Section 5.2 (a).

"Casualty Loss" has the meaning specified in Section 5.2 (a).

"Casualty Loss Proceeds" has the meaning specified in Section 5.2(a).

"Casualty Payments" has the meaning specified in Section 5.2(a).

"Casualty Total Date" has the meaning specified in Section 5.2(a).

"Collateral" has the meaning specified in Article II.

"Equipment" has the meaning specified in Section 2.2.

"Equipment Casualty Loss" has the meaning specified in Section 5.2(a).

"Equipment Leases" has the meaning specified in Section 2.3.

"Equipment Lessees" means the lessees under the Equipment Leases.

"Equipment Lease Proceeds" has the meaning specified in Section 2.3.

"Expired Date" has the meaning specified in Section 5.2(a).

"Expired Lease" has the meaning specified in Section 5.2(a).

"Items of Equipment" has the meaning specified in Section 2.2.

"Lien" has the meaning specified in Section 3.3.

"Loan Agreement" means the Term Loan Agreement of even date herewith by and between the Borrower and the Lender, as the same may be amended, supplemented or otherwise modified from time to time.

"Original Lease" has the meaning specified in the definition of "Replacement Lease" in this Section 1.

"Permitted Lien" has the meaning specified in Section 3.3.

"Replacement Lease" means a lease entered into by the Borrower in an arms-length transaction that imposes no additional material obligations on the Borrower than those imposed by the Expired Lease or the Equipment Lease to which the original Item of Equipment being replaced was subject (such lease being the "Original Lease"), as the case may be, and is with a lessee that the Lender reasonably determines is comparable in creditworthiness to the lessee under the Expired Lease or the Original Lease, as applicable, and which is otherwise in form and substance reasonably acceptable to the Lender.

"Replacement Unit" means a replacement unit of Rolling Stock that is reasonably acceptable to the Lender.

"Rolling Stock" means standard gauge railroad rolling stock, other than passenger equipment or work equipment, used or intended for use in connection with interstate commerce; excluding however, railroad rolling stock scrapped or intended to be scrapped.

"Security Agreement" means this Security Agreement-Chatel Mortgage together with all Exhibits and Schedules attached hereto, as the same may be amended, supplemented or modified, from time to time.

"UCC" means the Uniform Commercial Code in effect in the State of New Jersey, unless otherwise specified, as amended from time to time.

Section 1.2 Other Interpretive Provisions.(a) Except as otherwise specified herein, all references herein (i) to any Person shall be deemed to include such Person's successors and assigns and (ii) to any applicable law defined or referred to herein shall be deemed references to such applicable law or any successor applicable law as the same may have been or may be amended or supplemented from time to time.

(b) When used in this Security Agreement, the words "herein," "hereof" and "hereunder" and words of similar import shall refer to this Security Agreement as a whole and not to any provision of this Security Agreement unless otherwise specified, and the words "Article," "Section," "Schedule" and "Exhibit" shall refer to Articles of and Sections of, and Schedules and Exhibits to, this Security Agreement unless otherwise specified.

(c) Whenever the context so requires, the neuter gender includes the masculine or feminine, the masculine gender includes the feminine, and the singular number includes the plural, and vice versa.

(d) Any item or list of items set forth following the word "including," "include" or "includes" is set forth only for the purpose of indicating that, regardless of whatever other items are in the category in which such item or items are "included," such item or items are in such category, and shall not be construed as indicating that the items in the category in which such item or items are "included" are limited to such items or to items similar to such items.

(e) Captions to Articles and Sections and subsections of, and Schedules and Exhibits to, this Security Agreement are included for convenience of reference only and shall not constitute a part of this Security Agreement for any other purpose or in any way affect the meaning or construction of any provision of this Security Agreement.

## ARTICLE II

### SECURITY

Section 2.1 Grant of Security. The Borrower, in consideration of the premises and of the sum of Ten Dollars received by the Borrower from the Lender and other good and valuable consideration, receipt and sufficiency whereof is hereby acknowledged, and in order to secure the due payment of the principal of and interest on the Note according to its tenor and effect, and to secure the payment of all other indebtedness and liabilities of the Borrower to the Lender and the performance and observance by the Borrower of all its obligations contained in or arising out of the Loan Agreement, this Security Agreement, the Note and the other Loan Documents

(sometimes referred to herein collectively as the "Obligations"), does hereby assign, mortgage, pledge, hypothecate, transfer and set over to the Lender and grant the Lender a first priority lien on and security interest in all of the Borrower's right, title and interest in and to the properties, rights, interests and privileges described in Sections 2.2, 2.3 and 2.4 (all of which properties are hereinafter collectively referred to as the "Collateral").

Section 2.2 Equipment Collateral. The Collateral includes certain railcars which railcars are more fully described in Schedule A hereto (collectively, the "Equipment" or "Items of Equipment" and individually, an "Item of Equipment") together with all accessories, equipment, parts, additions, improvements, accessions and appurtenances appertaining or attached to such Equipment, whether now owned or hereafter acquired by Borrower, and all substitutions, replacements accumulations or proceeds of any and all of said Equipment, together with all the records, rents, mileage credits earned, issues, income, profits, avails and other proceeds (including insurance proceeds) therefrom.

Section 2.3 Rental Collateral. The Collateral also includes, all right, title, interest, claims and demands of the Borrower in, to and under each and every lease, including the leases set forth on Schedule A hereto, (whether or not such lease is in writing or is for a term certain, including, without limitation, per diem leases) now or hereafter entered into relating to the Equipment but to and only to the extent relating to the Equipment (each such portion of such lease being an "Equipment Lease"), including any extensions of the term of every Equipment Lease, all of Borrower's rights under any Equipment Lease to make determinations, to exercise any election (including, but not limited to, election of remedies) or option or to give or receive any notice, consent, waiver or approval together with full power and authority with respect to any Equipment Lease to demand, receive, enforce, collect or give receipt for any of the foregoing rights or any property which is the subject of any of the Equipment Leases, to enforce or execute any checks, or other instruments or orders, to file any claims and to take any action which (in the opinion of the Lender) may be necessary or advisable in connection with any of the foregoing insofar, but only insofar as such rights relate to the Equipment which is subject to such Equipment Leases, all records related to the Equipment Leases and all payments due and to become due under any Equipment Lease, whether as contractual obligations, damages, casualty payments, insurance proceeds or otherwise to the extent such payments are derived from the Equipment (the "Equipment Lease Proceeds").

(b) It is expressly agreed that anything herein contained to the contrary notwithstanding, the Borrower shall remain liable under the Equipment Leases to perform all of the obligations assumed by it thereunder, all in accordance with and pursuant to the terms and provisions thereof, and neither the Lender nor the Transferees shall have any obligation or liability under the Equipment Leases by reason of or arising out of the assignment hereunder, nor shall the Lender nor the Transferees be required or obligated in any manner to perform or fulfill any obligations of the Borrower under or pursuant to the Equipment Leases or, except as herein expressly provided, to make any payment, or to make any inquiry as to the nature or sufficiency of any payment received by it, or present or file any claim, or take any action to collect or enforce the payment of any amounts which may have been assigned to it or to which it may be entitled at any time or times.

(c) The Borrower shall, as a condition to the funding of the Loan, provide the Lender with the executed in blank (i.e., with the blank date) Notice of Assignment in the form of Exhibit E to the Loan Agreement. Notwithstanding anything in the Loan Documents to the contrary, (A) upon (x) the occurrence of an Event of Default set forth in Section 6.1(a) of the Loan Agreement, or (y) the occurrence of and during the continuance of an Event of Default (other than an Event of Default set forth in Section 6.1(a) of the Loan Agreement), (B) in each case under (x) or (y), after the expiration of the applicable, under Section 6.1 of the Loan Agreement, notice and cure periods, and (C) subject to the rights of the Equipment Lessees in the Equipment and under the Equipment Leases: (i) the Lender shall be entitled to collect and receive the Equipment Lease Proceeds, (ii) the Lender may exercise any and all rights and remedies available to the Lender pursuant to the terms of the Loan Documents, including, without limitation, enforcing the Lender's rights with respect to the Collateral directly against the Equipment Lessees, (iii) each of the Borrower's duties with respect to billing, collecting and administering the Equipment Leases on behalf of the Lender shall terminate and the Lender will assume such responsibilities for its own account directly with the Equipment Lessees for its own benefit and for the benefit of the Equipment Lessees, and (iv) the Lender may deliver to each Equipment Lessee the Notice of Assignment.

Section 2.4 Cash Collateral Account. Collateral also includes all rights and interest of the Borrower in the Cash Collateral Account, including all amounts from time to time on deposit therein and all investments made with the proceeds thereof and all interest earned thereon.

### ARTICLE III

#### COVENANTS AND WARRANTIES OF BORROWER

The Borrower covenants, warrants and agrees with Lender that until the Obligations are paid in full that:

Section 3.1 Maintenance of Equipment. The Borrower shall maintain and keep, or cause to be maintained and kept, at its or the Equipment Lessees' own cost and expense, each Item of Equipment in good order and repair in compliance with all AAR mechanical regulations and industrial commercial acceptance standards for revenue interchange loading, unless and until it becomes worn out, unsuitable for use, lost or destroyed; provided that any such Item of Equipment so worn out, obsolete, lost or destroyed shall be replaced with a Replacement Unit which is subject to a Replacement Lease in accordance with the provisions of Section 5.2.

Section 3.2 Insurance.

(a) The Borrower shall maintain, or cause to be maintained at its own expense, with responsible insurance companies acceptable to the Lender, property, liability and other insurance, on such of its properties, in such amounts, against such risks and in such form as is customarily maintained by similar businesses, and, in any event, with respect to liability insurance, in an amount not less than \$100 million, which insurance shall at all times include

coverage for all liabilities covered under, and shall not include, any exclusions other than those set forth in the Borrower's policies of insurance as in effect on the Closing Date.

(b) For purposes of this Section 3.2, liability insurance may include a program of self-insurance for up to Five Million Dollars (\$5,000,000.) of liability exposures; provided that under any such program of self-insurance the Borrower shall maintain, or cause to be maintained, adequate reserves on its books in accordance with GAAP, if applicable, to cover all risks not otherwise insured by an insurance company, and the Borrower shall, within thirty (30) days after the end of each of its fiscal quarters, deliver to the Lender a certificate of a Responsible Officer setting forth evidence of the maintenance of such sufficient reserves as required herein and any other financial statements or records as the Lender may require or request with respect to such program of self-insurance.

(c) The Borrower shall cause the Lender to be named as an additional insured and loss payee under all policies of insurance maintained pursuant to the provisions of this Section 3.2 and shall deliver to the Lender (x) on the Closing Date, evidence in form and substance satisfactory to the Lender of such insurance policies, and (y) each insurer shall agree, by endorsement upon the policy or policies issued by it or by independent instrument furnished to the Lender, that (i) it will give the Lender thirty (30) days' prior written notice of the effective date of any material alteration or cancellation of such policy; and (ii) insurance as to the interest of any named additional insured or loss payee other than the Borrower shall not be invalidated by any actions, inactions, breach of warranty or conditions or negligence of the Borrower or any person other than the Lender with respect to such policy or policies.

### Section 3.3 Preservation of Collateral.

(a) The Borrower will warrant and defend the title to the Collateral against all claims and demands of all Persons except Persons claiming by, through or under the Lender, or the Transferees and other than Permitted Liens. The Borrower will not assign, sell, lease, transfer or otherwise dispose of, nor will the Borrower suffer or permit any of the same to occur with respect to the Collateral except as provided in Section 5.2(b). The Borrower will not create, assume or suffer to exist any Lien on the Collateral other than Permitted Liens (as hereinafter defined) and the Borrower shall pay or discharge, at its own cost and expense, any and all claims, liens or charges other than Permitted Liens. As used herein, "Lien" shall mean any mortgage, pledge, security interest, encumbrance, lien or charge of any kind. As used herein, "Permitted Liens" shall mean:

(i) the Liens created by and pursuant to this Security Agreement and by the Equipment Leases or Replacement Leases;

(ii) the Liens arising from taxes, assessments or governmental charges or levies either not yet assessed or, if assessed not yet due or contested in good faith by appropriate proceedings (and for which adequate reserves have been made in the Borrower's books in accordance with GAAP consistently applied)

(iii) mechanics', materialmen's, suppliers', warehousemen's, workmen's, repairmen's, employees', or other like Liens arising by operation of law in the

ordinary course of business for amounts which are either not yet due or are not yet overdue for more than fifteen (15) days or are being contested in good faith by appropriate proceedings (and for which adequate reserves have been made in the Borrower's books in accordance with GAAP consistently applied or when required in order to pursue such proceedings, an adequate bond has been obtained) so long as such proceedings do not involve any danger of sale, forfeiture or loss, of Equipment; and

(iv) Liens arising out of judgments or awards against the Borrower which are being contested in good faith by appropriate proceedings (and for the payment of which an adequate bond has been obtained) and with respect to which there shall have been secured a stay of execution pending such appeal or proceedings for review, so long as such proceedings, in the judgment of the Lender, do not involve any danger of sale, forfeiture or loss, of Equipment.

(b) The Borrower shall advise the Lender promptly, in reasonable detail, of any Lien or claim made or asserted against any of the Collateral and of any event affecting the Lender's security interest in the Collateral.

Section 3.4 Further Assurances. The Borrower will, at its own expense, do, execute, acknowledge and deliver all and every further acts, deeds, conveyances, transfers and assurances necessary for the perfection and maintenance of the perfection of the security interests in the Collateral, whether now owned or hereafter acquired, with the United States Surface Transportation Board, pursuant to the UCC, and with the Registrar General of Canada, pursuant to the Canada Transportation Act, and as the Lender may reasonably consider necessary or desirable.

Section 3.5 Recordation and Filing.

(a) The Borrower will (i) cause this Security Agreement and any supplements hereto at all times to be executed, recorded and filed, at no expense to the Lender, with the United States Surface Transportation Board and with the Registrar General of Canada, and all financing and continuation statements to be filed with the Division of Commercial Recording in the New Jersey Department of the Treasury, and cause such documents and all similar notices required by applicable law to be filed in such other jurisdictions and with such other Federal, state, provincial or local government or agency thereof where the Lender reasonably deems it necessary or desirable to perfect, protect, or preserve its lien on the Collateral, in order to fully preserve and protect the rights of the Lender hereunder; and (ii) at its own expense, furnish to the Lender promptly after the execution and delivery of any supplement to this Security Agreement, opinions of each of in-house counsel to the Borrower or its affiliates, of Alvord & Alvord, special Surface Transportation Board counsel to the Borrower, and of Aird & Berlis, special Canadian counsel to the Borrower, of Stryker Tams & Dill, special New Jersey counsel to the Borrower, which opinions shall be in form and substance reasonably satisfactory to the Lender.

(b) The Borrower hereby authorizes the Lender to execute and file all such documents (including, without limitation, the filing of this Security Agreement and any supplements thereto, and any Uniform Commercial Code Financing Statements or amendments

thereto without the signature of the Borrower, including, without limitation, any assignments of Uniform Commercial Code Financing Statements previously filed by the Borrower with respect to the Collateral or any portion thereof, if any) which the Lender may deem necessary to perfect, protect, or preserve the liens and security interests created hereunder and the Borrower grants to the Lender a power of attorney to sign on behalf of the Borrower, execute and file any such documents.

Section 3.6 Power of Attorney. The Borrower does hereby irrevocably constitute and appoint the Lender and its successors and assigns, upon the occurrence and during the continuance of an Event of Default, its true and lawful attorney with full power of substitution for it and in its name, place and stead, to ask, demand, collect, receive, receipt for and sue for any and all Equipment Lease Proceeds hereof with full power to settle, adjust or compromise any claim thereunder as fully as the Borrower could itself do, and to endorse the name of the Borrower on all instruments or commercial paper given in payment or in part payment thereof, and in its discretion to file any claim or take any other action or proceedings, either in its own name or in the name of the Borrower or otherwise, which the Lender may deem necessary in its reasonable discretion to perfect, protect and preserve the right, title and interest of the Lender in and to such Equipment Lease Proceeds and the security intended to be afforded hereby.

(b) The parties acknowledge that the powers conferred on the Lender hereunder are solely to protect its interest in the Collateral and that anything herein contained to the contrary notwithstanding, neither the Lender nor its successors or assigns shall have any duty, obligation or liability by reason of or arising out of this Security Agreement to make any inquiry as to the nature or sufficiency of, to present or file any claim with respect to, or to take any action to collect or enforce the payment of, any amounts to which it may be entitled at any time by virtue of this Security Agreement.

Section 3.7 Chief Executive Office. The chief executive office of the Borrower is located at 620 North Second Street, St. Charles, Missouri 63301 and all the records related to the Equipment and to the Equipment Leases are kept in said office. The Borrower shall give the Lender thirty (30) days advance written notice of any change of such office address.

Section 3.8 Acquisition of Interest in the Equipment. The Borrower has acquired its interest in the Equipment for its own account and with its general corporate assets and no funds used to acquire any Item of Equipment have been furnished directly or indirectly out of the assets of or in connection with any employee benefit plan (or its related trust) or any separate account in which any employee benefit plan has any interest. As used in this paragraph, the terms "employee benefit plan" and "separate account" shall have the respective meanings assigned to them in ERISA.

Section 3.9 Actions Under the Equipment Leases.

(a) All the Equipment Leases are, to the knowledge of the Borrower, in full force and effect and are in substantially the form of Exhibit D to the Loan Agreement and the Borrower shall not enter into any agreement amending or supplementing any Equipment Lease in any material respect, execute any waiver or modification of, or consent to the non-compliance with, any material provision of any Equipment Lease, settle or compromise any material claim

against any Equipment Lessee arising under any Equipment Lease, or submit or consent to the submission of any dispute difference or other matter arising under or in respect of any Equipment Lease to arbitration thereunder, in each instance, without the prior written consent of the Lender.

(b) The Borrower shall comply, and use its reasonable efforts to cause each of the Equipment Lessees to comply, in all material respects, with all acts, rules, regulations and orders of any legislative, administrative or judicial body or official applicable to the Collateral or any part thereof, or to the operation of the Borrower's business (including all laws of the jurisdictions in which operations involving the Equipment may extend the interchange rules of the Association of American Railroads and all rules of the United States Surface Transportation Board) and the Registrar General of Canada; provided, however, that the Borrower may contest any acts, rules, regulations, orders and directions of such bodies or officials in any reasonable manner which will not, in the sole opinion of the Lender materially adversely affect the Lender's rights or the priority of its security interest in the Collateral.

Section 3.10 Reports. On or before June 30 and December 31, in each year, commencing with the calendar year 2002 to furnish to the Lender an accurate statement (a) setting forth as of the date of such report the amount, description and numbers of all Items of Equipment then covered by an Equipment Lease, the amount, description and numbers of all Items of Equipment that have suffered a Casualty Loss since the date of the most recent statement or, in the case of the first such statement, since the date of this Security Agreement (specifying the dates of such Casualty Loss) or to the knowledge of the Borrower are then undergoing repairs (other than running repairs) or are then withdrawn from use pending repairs (other than running repairs) and such other information regarding the condition and state of repair of the Items of Equipment as the Lender may reasonably request and (b) stating that, in the case of all Items of Equipment repainted or repaired during the period covered by such statement, the numbers and the marking required by Section 3.11 and the Equipment Leases have been preserved or replaced. The Borrower shall keep proper books and records with respect to the Equipment and each Equipment Lease and the other Collateral covered thereby. The Lender shall have the right (but not any obligation) by its agents to inspect the Borrower's records with respect to the Items of Equipment (and the right to make extracts from and to receive from the Borrower true copies of such records relating to the Collateral other than the Equipment Leases except as otherwise provided herein) at such reasonable times as the Lender may request during the continuance of this Security Agreement.

Section 3.11 Marking of Equipment.

(a) Borrower will cause each Item of Equipment to be kept numbered with the identifying number set forth in Schedule A hereto, and at the request of the Lender if the Lender determines that it is necessary in order to perfect, protect or preserve its first security interest in the Collateral, the Borrower shall keep and maintain plainly, distinctly, permanently and conspicuously marked on each side of each Item of Equipment, in letters not less than one inch in height, the words, "Ownership subject to a Security Agreement filed with the United States Surface Transportation Board". The Borrower shall not change, or permit to be changed, the identifying number of any Item of Equipment except in accordance with a statement of new identifying numbers to be substituted therefor after the Lender has been notified in writing and

which statement shall be filed, recorded or deposited in all public offices where this Security Agreement shall have been filed, recorded or deposited. The Borrower shall forthwith furnish to the Lender an opinion of such counsel and in form and substance satisfactory to the Lender to the effect that such statement has been so filed, recorded and deposited, such filing, recordation and deposit will protect the Lender's first Lien or security interests in such Items of Equipment and no further filing, recording, deposit or giving of notice with or to any other Federal, state or local government or agency thereof is necessary to perfect, protect, or preserve the security interest of the Lender in such Items.

(b) Except as above provided, the Borrower will not allow the name of any Person (other than the Borrower) to be placed on the Item of Equipment as a designation that might be interpreted as a claim of ownership; provided, however, that the Borrower may permit the Equipment to be lettered with the names, trademarks, initials or other insignia customarily used by the user of such Equipment or its affiliates.

Section 3.12 Use of Equipment. The Equipment will be used by a lessee, a sublessee or user incorporated in the United States of America (or any State thereof or the District of Columbia) or Canada (or any Province thereof) only upon lines of railroad owned or operated by a railroad company or companies incorporated in the United States of America (or any State thereof or the District of Columbia) or Canada (or any Province thereof) or over lines upon which such railroad company or companies have trackage rights or rights for operation of their trains, and upon connecting with other carriers in the usual interchange of traffic in the continental United States and Canada, only upon and subject to all the terms and conditions of Equipment Leases.

Section 3.13 Replacement Units and Replacement Leases. The representations and warranties of the Borrower with respect to the Equipment and the Equipment Leases which are set forth in Section 4.1(o) of the Loan Agreement shall be true and correct with respect to each Replacement Unit and each Replacement Lease as of the date such Replacement Unit or Replacement Lease becomes subject to this Security Agreement.

#### ARTICLE IV

##### SPECIAL PROVISIONS CONCERNING LEASES

Section 4.1 Borrower's Rights Under Equipment Leases. Anything to the contrary notwithstanding, until the occurrence and continuance of an Event of Default, the Borrower may exercise all of the Borrower's rights, powers, privileges and remedies under the Equipment Leases, including, without limitation, the right to receive any and all monies due or to become due under the Equipment Leases, and to retain all copies (original or duplicates) of Equipment Leases.

Section 4.2 Equipment Lease Location and Legend. The Borrower shall keep the original Equipment Leases at its chief executive offices and shall mark all Equipment Leases with the following language:

The rights and interests of ACF Industries, Incorporated under this lease and all amendments, and riders hereto relating to certain railcars listed herein, and in such railcars, have been assigned to one or more financial institutions or banks listed on the page or pages at the end of this lease and are subject to a first priority perfected security interest in favor of such financial institutions or banks. To the extent that this lease constitutes chattel paper, no security interest in this lease may be created or perfected through the transfer or possession of this counterpart.

The Lender shall have the right from time to time to audit the lease records of the Borrower as to the status of the Equipment and Equipment Leases.

## ARTICLE V

### COLLATERAL

Section 5.1 Possession of Collateral. So long as no Event of Default has occurred and is continuing, the Borrower and each Equipment Lessee party to an Equipment Lease shall be permitted to remain in full possession, enjoyment and control of the Collateral, including without limitation the Equipment Leases and to manage, operate and use the Collateral and each part thereof with the rights and franchises pertaining to the Collateral; provided always that the possession, enjoyment, control and use of the Equipment shall at all times be subject to the observance and performance of this Security Agreement.

Section 5.2 Casualty Loss; Insurance Proceeds; Cash Collateral Account.

(a) In the event and at such time as: (1) any Equipment Lease expires (the "Expiration Date") prior to the maturity of the Note (each, an "Expired Lease") or (2) a material event of default occurs under any Equipment Lease and is continuing for a period in excess of thirty (30) days prior to the maturity of the Note (each, a "Defaulted Lease") or (3) a Responsible Officer first has knowledge (a "Casualty Date") that any Item of Equipment, is destroyed, lost, stolen, irreparably damaged, or missing for a period in excess of thirty (30) days, taken by any governmental entity (including without limitation condemnation, confiscation, requisition, taking of title or use by any governmental entity) or otherwise becomes unusable in the business of the Borrower (such event or condition, a "Equipment Casualty Loss"), the Borrower shall promptly inform the Lender of the Equipment Casualty Loss or the expiration of the Expired Lease or the default of the Defaulted Lease, as the case may be. If on any date (a "Casualty Total Date") that either (i) a Responsible Officer (as defined in the Loan Agreement) has knowledge that an Equipment Casualty Loss has occurred with respect to one or more Items of Equipment, or (ii) one hundred twenty (120) days after an Expiration Date of an Expired Lease, or (iii) hundred twenty days (120) days after a default has occurred under a Defaulted Lease if the Expired Lease has not been renewed, or the default under the Defaulted Lease has not been cured or the Item of Equipment covered by such Expired Lease or Defaulted Lease has not been made subject to a Replacement Lease (together with an Equipment Casualty Loss, a "Casualty Loss"), and the sum of (x) 85% of the AAR Value of the Equipment subject to any Casualty Loss and (y) the amount on deposit on such date in the Cash Collateral Account (as defined below) (such sum being herein referred to as the "Loan Collateral Value") is less than the then outstanding principal amount of the pro-rata portion of the Loan pertaining to the Equipment subject to any Casualty

Loss on such date, then, at the option of the Borrower, within ten (10) Business Days after such Casualty Total Date, either (i) the Borrower shall deposit into the Cash Collateral Account an amount (the "Casualty Loss Proceeds") equal to the sum of the then outstanding principal amount of the pro-rata portion of the Loan pertaining to the Equipment subject to any Casualty Loss on Casualty Total Date less the then applicable amount on deposit on such date in the Cash Collateral Account, or (ii) the Borrower shall pledge to the Lender such number of Replacement Units which are subject to Replacement Leases so that after taking into account such pledge, the Loan Collateral Value equals or exceeds the then outstanding principal amount of the pro-rata portion of the Loan pertaining to the Equipment subject to any Casualty Loss on a Casualty Total Date. Upon the taking of the actions set forth in clauses (i) or (ii) above, (x) at the request of the Borrower, the Lender shall take such actions as may reasonably be requested by the Borrower in order to release such Items of Equipment which were subject to a Casualty Loss from the Lien of this Security Agreement, including the delivery to the Borrower of releases in recordable form with the United States Surface Transportation Board and the Registrar General (Canada) and UCC-3 Release Statements, all at the expense of the Borrower, (y) the Borrower shall be entitled to retain, free of the Lender's Lien hereunder, any insurance proceeds, lessee payments, railroad payments or other casualty recoveries ("Casualty Payments") received by the Borrower to the extent they relate to the Items of Equipment subject to such Casualty Loss, and (z) the Lender shall pay over to the Borrower any and all Casualty Payments received by the Lender relating to such Items of Equipment. The Lender shall be entitled to retain all Casualty Loss Proceeds in respect of Items of Equipment that have been the subject of a Casualty Loss, and to hold them as additional Collateral hereunder in accordance with clauses (A) (B) and (C) below.

(A) All such Casualty Loss Proceeds shall be deposited by the Lender into a special cash collateral account (the "Cash Collateral Account") maintained at the Lender or such other bank designated by the Lender and reasonably acceptable to the Borrower provided such bank agrees to hold such proceeds on behalf of the Lender, under the sole control and dominion of the Lender, for so long as, but only so long as, the Security Agreement shall be in full force and effect and all the Borrower obligations have been indefeasibly paid and performed in full.

(B) All amounts from time to time on deposit in the Cash Collateral Account shall, so long as no Event of Default shall have occurred or be continuing, be invested by the Lender in certificates of deposit with such maturities as Borrower shall request.

(C) Except as otherwise provided in paragraph (b) of this Section 5.2, amounts on deposit in the Cash Collateral Account shall not be released to Borrower except that, so long as no Event of Default, or event or condition that with the giving of notice, the lapse of time or both may become an Event of Default, has occurred and is continuing, the Borrower shall be permitted to use such monies to acquire Replacement Units under this Security Agreement.

(b) In the event that Items of Equipment have been the subject of a Casualty Loss and the Borrower in consequence thereof has deposited Casualty Loss Proceeds in respect thereof pursuant to subsection (a) (i) of this Section 5.2, the Borrower may at any time substitute

Replacement Units which are subject to Replacement Leases as provided in this Section 5.2, and so long as no Event of Default, or event or condition that with the giving of notice, the lapse of time or both may become an Event of Default, has occurred and is continuing, the Borrower shall be entitled to the release of the amount of Casualty Loss Proceeds so that after taking account of such release, the Loan Collateral Value equals or exceeds the then outstanding principal amount of the Loan. In the event the Borrower elects to replace an Item of Equipment under an Equipment Lease with a Replacement Unit pursuant to this Section 5.2, such Replacement Unit and the Replacement Lease covering such Replacement Unit shall become subject to the perfected Lien of this Agreement and the security interest of the Lender.

(c) Upon the occurrence and during the continuance of any Event of Default, all Casualty Loss Proceeds and all other amounts standing to the credit of the Cash Collateral Account shall be paid to the Lender and applied by the Lender, as specified in Section 6.3.

(d) So long as no Event of Default shall have occurred and be continuing, upon the request of the Borrower, the Lender shall take such actions as may be requested by the Borrower in order to release, and shall execute and deliver releases in a form reasonably satisfactory to the Borrower releasing (i) all the Lender's interest in and to any item of Equipment and/or Equipment Lease, and (ii) such Item of Equipment and/or Equipment Lease from the Lien of this Security Agreement; provided, however, that no Item of Equipment and/or Equipment Lease shall be so released unless simultaneously there shall be subject to the Lien of this Security Agreement and the interest of the Lender (A) Replacement Units having an aggregate AAR Value as of the date of release (which AAR Value shall be certified to by an officer of the Borrower) not less than the AAR Value of any Item or Items of Equipment and/or Equipment Lease to be so released, and/or (B) Replacement Leases. The foregoing shall not be deemed in any way to limit the Borrower's right to purchase or substitute any Replacement Unit in the event of a Casualty Loss or Casualty Losses pursuant to this Section 5.2

## ARTICLE VI

### SECURED PARTY'S RIGHTS

Section 6.1 Secured Party's Rights. The Borrower agrees that when any Event of Default as defined in the Loan Agreement has occurred and is continuing, the Lender shall have the rights, options, duties and remedies of a secured party, and the Borrower shall have the rights and duties of a Borrower, under the rules of United States Surface Transportation Board and under the UCC (regardless of whether such UCC or a law similar thereto has been enacted in a jurisdiction wherein the rights or remedies are asserted) as applicable, and the Lender shall have the following rights and remedies:

(a) The Lender shall have all the rights of a secured party under the rules of United States Surface Transportation Board and under the UCC to enforce the security interests contained herein.

(b) The Lender personally or by agents or attorneys, shall have the right (subject to (i) compliance with any applicable mandatory legal requirements and (ii) the rights of the Equipment Lessees in the Equipment and under the Equipment Leases) to take immediate

possession of the Collateral, or any portion thereof, and for that purpose may pursue the same wherever it may be found, and may enter any of the premises of the Borrower, with or without notice, demand, process of law or legal procedure, if this can be done without breach of the peace, and search for, take possession of, remove, keep and store the Collateral, or use and operate or lease the Collateral until sold, and the Borrower shall deliver, or cause to be delivered, possession of the Equipment to the Lender or its agents where the same may be found or at such place or places as the Lender may reasonably require, and, at the request of the Lender, and the Borrower shall provide storage for such Item or Items of Equipment for up to thirty (30) days after such repossession in accordance with the industry practice, and, during such storage period, continue to maintain insurance required by Section 3.2 for such Item or Items of Equipment. Notwithstanding anything hereunder to the contrary, so long as no Event of Default has occurred and is continuing unremedied, the original Equipment Leases delivered to the Borrower shall remain at the chief executive offices of the Borrower; provided, however, that in the event an Event of Default has occurred and is continuing, the Borrower shall provide to the Lender the original Equipment Leases or, in case originals are not available because one or more lenders have an interest in leases reflected in the same document as such Equipment Leases, certified duplicate copies of the Equipment Leases and the Equipment Schedules to master Equipment Leases and, in all cases, all relevant information that the Lender may request regarding all other leases and all other lenders, and if requested by all lenders with a security interest in any Equipment Lease, deliver such Equipment Leases to a trustee designated by the Lender and all the other lenders.

(c) Any Collateral repossessed by the Lender under or pursuant to this Section 6.1 may be sold, leased or otherwise disposed of under one or more contracts or as an entirety, and without the necessity of gathering at the place of sale the property to be sold, and in general in such manner, at such time or times, at such place or places and on such terms as the Lender may, in compliance with any mandatory requirements of applicable law, determine to be commercially reasonable. Any of the Collateral may be sold, leased or otherwise disposed of, in the condition in which the same existed when taken by the Lender or after any overhaul or repair which the Lender shall determine to be commercially reasonable. No notice shall be necessary for a public or private disposition of the Collateral unless a notice is required by law, in which case, the parties agree that 10 days' prior notice to the Borrower shall be effective notice. To the extent permitted by any such requirement of law, the Lender may itself bid for and become the purchaser of the Collateral or any item thereof, offered for sale in accordance with this Section without accountability to Borrower (except to the extent of surplus money received as provided in Section 6.3). In the payment of the purchase price therefor, the Lender shall be entitled to have credit on account of the purchase price thereof of amounts owing to the Lender on account of the indebtedness hereby secured and the Lender may deliver the claims for interest on or principal of the Loan or other indebtedness hereby secured in lieu of cash up to the amount which would, upon distribution of the net proceeds of such sale, be payable thereon. If, under mandatory requirements of applicable law, the Lender shall be required to make disposition of the Collateral within a period of time which does not permit the giving of notice to Borrower as hereinabove specified, the Lender need give Borrower only such notice of disposition as shall be reasonably practicable in view of such mandatory requirements of applicable law.

(d) The Lender may proceed to protect and enforce this Security Agreement by suit or suits or proceedings in equity, at law or in bankruptcy, and whether for the specific

performance of any covenant or agreement herein contained or in execution or aid of any power herein granted, or for foreclosure hereunder, or for the appointment of a receiver or receivers for the Collateral or any part thereof, for the recovery of judgment for the indebtedness hereby secured or for the enforcement of any other legal or equitable remedy available under applicable law.

Section 6.2 Effect of Sale. Any sale, whether under any power of sale hereby given or by virtue of judicial proceedings, shall operate to divest all right, title, interest, claim and demand whatsoever, either at law or in equity, of the Borrower in and to the property sold and shall be a perpetual bar, both at law and in equity, against the Borrower, its successors and assigns, and against any and all persons claiming the property sold, or any part thereof under, by or through the Borrower, its successors or assigns.

Section 6.3 Application of Sale Proceeds. The proceeds of any sale of the Collateral, or any part thereof, and the proceeds of any remedy hereunder shall be paid to and applied as follows, provided the Borrower shall remain liable for any deficiency:

(a) First, to the payment of all costs and expenses including those of foreclosure or suit, if any, and of such sale, and of all proper expenses, liability and advances, including legal expenses and reasonable attorneys' fees, incurred or made hereunder, under the Note, or under the Loan Agreement or the other Loan Documents, by the Lender;

(b) Second, to the payment of the amounts then owing or unpaid in respect of the Note and any other amounts owed to the Lender; and

(c) Third, to the payment of the surplus, if any, to the Borrower, its successors and assigns, or to whosoever may be lawfully entitled to receive the same.

Section 6.4 Reinstatement. In case the Lender shall have proceeded to enforce any right under this Security Agreement by foreclosure, sale, entry or otherwise, and such proceedings shall have been discontinued or abandoned for any reason or shall have been determined adversely to the Lender by an unappealable final judgment, then, and in every such case, the Borrower and the Lender shall be restored to their former respective positions and rights hereunder with respect to the property subject to the security interest created under this Security Agreement.

Section 6.5 Cumulative Remedies. No delay or omission of the Lender to exercise any right or power arising from any default on the part of the Borrower, shall exhaust or impair any such right or power or prevent its exercise during the continuance of such default. No waiver by the Lender of any such default, whether such waiver be full or partial, shall extend to or be taken to affect any subsequent default, or to impair the rights resulting there from except as may be otherwise provided herein. The Lender may exercise any one or more or all of the remedies hereunder and no remedy is intended to be exclusive of any other remedy but each and every remedy shall be cumulative and in addition to any and every other remedy given hereunder or otherwise existing now or hereafter at law or in equity; nor shall the giving, taking or enforcement of any other or additional security, collateral or guaranty for the payment of the indebtedness secured under this Security Agreement operate to prejudice, waive or affect the

security of this Security Agreement or any rights, powers or remedies hereunder, nor shall the Lender be required to first look to, enforce or exhaust such other or additional security, collateral or guaranties.

Section 6.6 Indemnity. The Borrower agrees to indemnify (on an "after-tax" basis), protect and hold harmless the Lender, and its assigns, directors, officers, employees, agents or representatives (each an "Indemnified Party") from and against all losses, damages, injuries, liabilities, claims (including, without limitation, claims arising under strict liability in tort), suits, obligations, penalties, actions, judgments, costs, interest and demands of any kind or nature whatsoever (all the foregoing losses, damages etc. are the "indemnified liabilities"), and expenses in connection therewith (including, without limitation, the reasonable fees and disbursements of counsel for such Indemnified Party in connection with any investigative, administrative or judicial proceeding, whether or not such Indemnified Party shall be designated a party thereto, and the expenses of investigation by engineers, environmental consultants and similar technical personnel) arising out of, in connection with, or as the result of any claim for personal injury or property damage arising from the operation, use, condition, possession, storage or repossession of any of the Collateral, or any claim relating to any laws, rules or regulations, including, without limitation, environmental control, noise and pollution laws, rules or regulations or the entering into or performance of this Security Agreement, the Loan Agreement, the Note, and the other Loan Documents, the enforcement of any rights thereunder, the retention by the Lender of a security interest in the Collateral, or arising during the period of any delivery, rejection, storage or repossession of any of the Equipment while a security interest therein remains in the Lender or during the period of the transfer of such security interest in the Collateral by the Lender pursuant to any of the provisions of this Security Agreement; provided, however, that the Borrower shall have no obligation to so indemnify any Indemnified Party for any indemnified liabilities arising solely from its willful misconduct or gross negligence. Notwithstanding the foregoing, it is the express intention of the parties that the Borrower shall not raise the affirmative defense of any Indemnified Party's own simple negligence in an effort to bar its indemnity obligations hereunder, provided the Borrower shall be able to raise such defense to establish comparative fault of each such party in order to reduce its indemnity obligation. The foregoing indemnity shall survive the termination of this Security Agreement and the Loan Agreement and payment in full of the Obligations.

Section 6.7 Costs and Expenses. Any and all fees, costs and expenses, of whatever kind or nature, including the reasonable attorneys' fees and legal expenses incurred by the Lender, in connection with the filing or recording of this Security Agreement, financing statements and other documents (including all taxes in connection with the filing and recording of such documents) in public offices, the payment or discharge of any taxes relating to the Collateral or imposed upon the Borrower, insurance premiums, encumbrances or otherwise protecting, maintaining or preserving the Collateral, or the enforcing, foreclosing, retaking, holding, storing, processing, selling or otherwise realizing upon the Collateral and the Lender's security interest therein, whether through judicial proceedings or otherwise, or in defending or prosecuting any actions or proceedings arising out of or related to the transaction to which this Security Agreement relates, shall be borne and paid by the Borrower on demand by the Lender and until so paid shall be added to the principal amount of the Loan and shall bear interest at the Default Rate prescribed in the Loan Agreement.

## ARTICLE VII

### MISCELLANEOUS

Section 7.1 Successors and Assigns. Whenever any of the parties hereto is referred to, such reference shall be deemed to include the successors and assigns of such party; and all the covenants, promises and agreements in this Security Agreement contained by or on behalf of the Borrower or by or on behalf of the Lender shall bind and inure to the benefit of the successors and assigns of such parties whether so expressed or not.

Section 7.2 Entire Agreement. This Security Agreement, together with the Loan Agreement, the Schedules and other agreements referred to herein, constitute the entire understanding between the parties with respect to the subject matter hereof. All prior agreements, understandings, representations, warranties and negotiations, if any, are merged into the Loan Documents, and the Loan Documents constitute the entire agreement between the Borrower and the Lender relating to the subject matter hereof. This Security Agreement cannot be changed or terminated orally.

Section 7.3 Partial Invalidity. The unenforceability or invalidity of any provision or provisions of this Security Agreement shall not render any other provision or provisions herein contained unenforceable or invalid.

Section 7.4 Notices. All notices and communications provided for herein shall be given to such parties, at such addresses and in such manner as is provided in the Loan Agreement.

Section 7.5 Termination. This Security Agreement and the security interest granted hereby shall terminate when the Obligations have been fully paid or discharged, at which time the Lender shall, at the Borrower's expense, execute and deliver to the Borrower at the Borrower's expense all Uniform Commercial Code termination statements and such similar documents or proper instrument or instruments which the Borrower shall reasonably request to evidence such termination and the release of Collateral, including, without limitation, (i) releases in recordable form under the rules of United States Surface Transportation Board and the Canada Transportation Act in the form of the release attached hereto as Exhibit A, and (ii) the omnibus release and termination in the form of the release attached hereto as Exhibit B. Upon the release of this Security Agreement, all amounts in the Cash Collateral Account shall be under the sole dominion and control of the Borrower.

Section 7.6 Governing Law. THIS SECURITY AGREEMENT SHALL BE DEEMED TO HAVE BEEN MADE UNDER, CONSTRUED IN ACCORDANCE WITH AND GOVERNED BY THE LAWS OF THE STATE OF NEW YORK (OTHER THAN THE LAWS OF THE STATE OF NEW YORK GOVERNING THE CHOICE OF LAW); PROVIDED, HOWEVER, THAT THE PARTIES SHALL BE ENTITLED TO ALL RIGHTS CONFERRED BY THE APPLICABLE FEDERAL LAW AND SUCH ADDITIONAL RIGHTS, ARISING OUT OF THE FILING, RECORDING OR DEPOSIT HEREOF, IF ANY.

Section 7.7 Submission to Jurisdiction. Each of the Borrower and the Lender hereby irrevocably submits to the nonexclusive jurisdiction of the Supreme Court of the State of New York, New York County, of the United States of America, and to the jurisdiction of the United States District Court for the Southern District of New York, for the purposes of any suit, action or other proceeding arising out of this Security Agreement or the subject matter hereof brought by any party or its successors or assigns, and each party hereto hereby irrevocably agrees that all claims in respect of such action or proceeding may be heard and determined in such New York State court or, to the fullest extent permitted by law, in such Federal court, and each party hereto hereby agrees not to assert, by way of motion, as a defense, or otherwise, in any such suit, action or proceeding, any claim that it is not personally subject to the jurisdiction of the above-named courts, that the suit, action or proceeding is brought in an inconvenient forum, that the venue of the suit, action or proceeding is improper or that this Security Agreement or the subject matter hereof may not be enforced in or by such courts. The Borrower hereby generally appoints as its attorney-in-fact, to receive service of process in such action, suit or proceeding Icahn & Co., Inc. 1 Wall Street Court, New York, New York 10005. The Borrower agrees that (without prejudice to any other lawful method of service) service of process upon such attorney-in-fact shall constitute valid service upon the Borrower or its successors or assigns. The Borrower also agrees to give the Lender thirty (30) days advance written notice regarding any change related to the Lender for Service of Process, and so long as any amount remains outstanding and unpaid hereunder, under any Note or the Security Agreement to maintain an agent in New York County for the receipt of process as aforesaid.

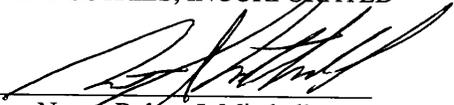
Section 7.8 Counterparts. This Security Agreement may be executed, acknowledged and delivered in any number of counterparts, each of such counterparts constituting an original but all together constituting only one Security Agreement.

Section 7.9 Waiver of Jury Trial. BY ITS SIGNATURE BELOW WRITTEN EACH PARTY HERETO IRREVOCABLY WAIVES ALL RIGHT TO A TRIAL BY JURY IN ANY ACTION, PROCEEDING OR COUNTERCLAIM ARISING OUT OF OR RELATING TO THIS SECURITY AGREEMENT OR THE TRANSACTIONS CONTEMPLATED HEREBY.

**[THE REMAINDER OF THIS PAGE IS INTENTIONALLY LEFT BLANK]**

IN WITNESS WHEREOF, the parties hereto have executed this Security Agreement as of the day and year first above written.

ACF INDUSTRIES, INCORPORATED

By: 

Name: Robert J. Mitchell

Title: Senior Vice President-Finance

LASALLE NATIONAL LEASING  
CORPORATION

By: \_\_\_\_\_

Name:

Title:

[Signature Page to Security Agreement between  
ACF Industries, Incorporated and  
LaSalle National Leasing Corporation]

IN WITNESS WHEREOF, the parties hereto have executed this Security Agreement as of the day and year first above written.

ACF INDUSTRIES, INCORPORATED

By: \_\_\_\_\_  
Name: Robert J. Mitchell  
Title: Senior Vice President-Finance

LASALLE NATIONAL LEASING CORPORATION

By:  \_\_\_\_\_  
Name: **THOMAS M. JASCHIK**  
Title: **GROUP SENIOR VICE PRESIDENT**

[Signature Page to Security Agreement between  
ACF Industries, Incorporated and  
LaSalle National Leasing Corporation]



STATE OF MARYLAND            )  
  ) ss.:  
COUNTY OF BALTIMORE        )

On this 26th day of December, 2001, before me, personally appeared Thomas M. Jaschik to me personally known, who being by me duly sworn, says that he resides at Howard County, Maryland and is a Group Senior Vice President of LaSalle National Leasing Corporation, that said instrument was signed on the date hereof 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.

DANA L. WELKER  
NOTARY PUBLIC  
BALTIMORE COUNTY  
*expires 11/12/03*

*Dana L. Welker*  
Notary Public

SCHEDULE A

Lessee	Contract	Rptg Mark	Car Number
CARGILL INCORPORATED	7776	SHPX	204645
CARGILL INCORPORATED	7776	SHPX	204646
CARGILL INCORPORATED	7776	SHPX	204647
CARGILL INCORPORATED	7776	SHPX	204648
CARGILL INCORPORATED	7776	SHPX	204649
CARGILL INCORPORATED	7776	SHPX	204650
CARGILL INCORPORATED	7776	SHPX	204651
CARGILL INCORPORATED	7776	SHPX	204652
CARGILL INCORPORATED	7776	SHPX	204653
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CARGILL INCORPORATED	7776	SHPX	204656
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CARGILL INCORPORATED	7776	SHPX	204658
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DOW CHEMICAL COMP	15220098	SHPX	204295
DOW CHEMICAL COMP	15220098	SHPX	204296
DOW CHEMICAL COMP	15220098	SHPX	204297

Lessee	Contract	Rptg Mark	Car Number
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DOW CHEMICAL COMP	15220098	SHPX	204300
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DOW CHEMICAL COMP	15220098	SHPX	204312
DOW CHEMICAL COMP	15220098	SHPX	204313
GOODYEAR TIRE AND RUBBER	7710	SHPX	204265
GOODYEAR TIRE AND RUBBER	7710	SHPX	204266
GOODYEAR TIRE AND RUBBER	7710	SHPX	204267
GOODYEAR TIRE AND RUBBER	7710	SHPX	204268
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LCI LIMITED	77280001	SHPX	204517
LCI LIMITED	77280001	SHPX	204518
LCI LIMITED	77280001	SHPX	204519
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OMYA INCORPORATED	7592	SHPX	204143
OMYA INCORPORATED	7592	SHPX	204144
OMYA INCORPORATED	7592	SHPX	204145
OMYA INCORPORATED	7592	SHPX	204146

Lessee	Contract	Rptg Mark	Car Number
OMYA INCORPORATED	7592	SHPX	204147
OMYA INCORPORATED	7592	SHPX	204148
OMYA INCORPORATED	7592	SHPX	204149
OMYA INCORPORATED	7592	SHPX	204150
OMYA INCORPORATED	7592	SHPX	204151
OMYA INCORPORATED	7592	SHPX	204152
OMYA INCORPORATED	7592	SHPX	204153
OMYA INCORPORATED	7592	SHPX	204154
OMYA INCORPORATED	7592	SHPX	204155
OMYA INCORPORATED	7592	SHPX	204156
OMYA INCORPORATED	7592	SHPX	204157
OMYA INCORPORATED	7592	SHPX	204158
OMYA INCORPORATED	7592	SHPX	204159
OMYA INCORPORATED	7592	SHPX	204160
OMYA INCORPORATED	7592	SHPX	204161
OMYA INCORPORATED	7592	SHPX	204162
OMYA INCORPORATED	7592	SHPX	204163
OMYA INCORPORATED	7592	SHPX	204164
OMYA INCORPORATED	7592	SHPX	204165
OMYA INCORPORATED	7592	SHPX	204166
OMYA INCORPORATED	7592	SHPX	204167
OMYA INCORPORATED	7592	SHPX	204168
OMYA INCORPORATED	7592	SHPX	204169
OMYA INCORPORATED	7726	SHPX	204349
OMYA INCORPORATED	7726	SHPX	204350
OMYA INCORPORATED	7726	SHPX	204351
OMYA INCORPORATED	7726	SHPX	204352
OMYA INCORPORATED	7726	SHPX	204353
OMYA INCORPORATED	7726	SHPX	204354
OMYA INCORPORATED	7726	SHPX	204355
OMYA INCORPORATED	7726	SHPX	204356
OMYA INCORPORATED	7726	SHPX	204357
OMYA INCORPORATED	7726	SHPX	204358
OMYA INCORPORATED	7726	SHPX	204359
OMYA INCORPORATED	7726	SHPX	204360
OMYA INCORPORATED	7726	SHPX	204361
OMYA INCORPORATED	7726	SHPX	204362
TEXAS PETROCHEMICAL LP	64520028	SHPX	221110
TEXAS PETROCHEMICAL LP	64520028	SHPX	221116
TEXAS PETROCHEMICAL LP	64520028	SHPX	221117
TEXAS PETROCHEMICAL LP	64520028	SHPX	221119
TEXAS PETROCHEMICAL LP	64520028	SHPX	221120
TEXAS PETROCHEMICAL LP	64520028	SHPX	221121
TEXAS PETROCHEMICAL LP	64520028	SHPX	221122
TEXAS PETROCHEMICAL LP	64520029	SHPX	221123
TEXAS PETROCHEMICAL LP	64520029	SHPX	221124
TEXAS PETROCHEMICAL LP	64520029	SHPX	221125
TEXAS PETROCHEMICAL LP	64520029	SHPX	221126
TEXAS PETROCHEMICAL LP	64520029	SHPX	221127

<u>Lessee</u>	<u>Contract</u>	<u>Rptg Mark</u>	<u>Car Number</u>
TEXAS PETROCHEMICAL LP	64520029	SHPX	221128
TEXAS PETROCHEMICAL LP	64520029	SHPX	221129
TEXAS PETROCHEMICAL LP	64520029	SHPX	221130
TEXAS PETROCHEMICAL LP	64520029	SHPX	221131
TEXAS PETROCHEMICAL LP	64520029	SHPX	221132
TEXAS PETROCHEMICAL LP	64520029	SHPX	221133
TEXAS PETROCHEMICAL LP	64520029	SHPX	221134
TEXAS PETROCHEMICAL LP	64520029	SHPX	221135
TEXAS PETROCHEMICAL LP	64520030	SHPX	221136
TEXAS PETROCHEMICAL LP	64520030	SHPX	221137
TEXAS PETROCHEMICAL LP	64520030	SHPX	221138
TEXAS PETROCHEMICAL LP	64520030	SHPX	221139
TEXAS PETROCHEMICAL LP	64520030	SHPX	221140

160 Cars

RELEASE OF COLLATERAL

This is Release of Collateral (the "Release") dated as of \_\_\_\_\_, 200\_, is entered into by and between ACF INDUSTRIES, INCORPORATED, a New Jersey corporation (the "Borrower") and \_\_\_\_\_, a \_\_\_\_\_ (the "Lender").

WHEREAS, the Borrower and the Lender, entered into the Security Agreement dated as of December \_\_, 2001 pursuant to which the Borrower assigned, mortgaged, pledged, hypothecated, transferred and set over to the Lender and granted the Lender a first priority lien on and security interest in all of the Borrower's right, title and interest in and to, among other things, certain railroad cars and related leases, to secure a certain loan made to the Borrower pursuant to that certain Term Loan Agreement dated as of December \_\_, 200\_ (as amended and supplemented, the "Loan Agreement"), among the Borrower and the Lender;

WHEREAS, the Security Agreement was recorded on December \_\_, 2001 with the Surface Transportation Board, Recordation No. \_\_\_\_\_, and deposited with the Registrar General of Canada, Recordation No. \_\_\_\_\_; and

WHEREAS, in connection with the full performance and satisfaction of the Borrower's Obligations (as defined in the Security Agreement) on the day hereof, the Borrower has requested pursuant to Section 7.5 of the Security Agreement that the Lender release its lien on and its security interest in all of railcars and leases related thereto and all other property of the Borrower related thereto subject to the lien created by the Security Agreement and the Lender has agreed to such release.

NOW, THEREFORE, for good and valuable consideration the parties hereto hereby agree as follows:

1. Release of Security Interest. The Lender hereby releases, and terminates its security interest in, and all of its rights, title and interest in and to the following Collateral described in paragraphs (a), (b) and (c) hereof:

(a) All of the railroad rolling stock and standard gauge rolling stock listed on Schedule A hereto together with all parts, attachments, accessions, accessories, equipment, appurtenances and additions that are at any time appertaining, attached, affixed or related thereto and all substitutions, renewals or replacements thereof and additions, improvements, accessions and accumulations thereto, wherever located, together with all records, rents, mileage credits earned, issues, income, profits, avails and other proceeds (including insurance proceeds) therefrom (the "Equipment").

(b) All right, title, interest, claims and demands of the Borrower in, to and under each and every lease, including without limitation the leases listed on Schedule A hereto, (whether or not such lease is in writing or is for a term certain, including, without limitation, per diem leases) now or hereafter entered into relating to the Equipment but to

and only to the extent relating to the Equipment (each such portion of such lease being an "Equipment Lease"), including any extensions of the term of every Equipment Lease, all of Borrower's rights under any Equipment Lease to make determinations, to exercise any election (including, but not limited to, election of remedies) or option or to give or receive any notice, consent, waiver or approval together with full power and authority with respect to any Equipment Lease to demand, receive, enforce, collect or give receipt for any of the foregoing rights or any property which is the subject of any of the Equipment Leases, to enforce or execute any checks, or other instruments or orders, to file any claims and to take any action which (in the opinion of the Lender) may be necessary or advisable in connection with any of the foregoing insofar, but only insofar, as such rights relate to the Equipment which is subject to such Equipment Leases, all records related to the Equipment Leases and all payments due and to become due under any Equipment Lease, whether as contractual obligations, damages, casualty payments, insurance proceeds or otherwise to the extent such payments are derived from the Equipment.

(c) All products and proceeds of any of the foregoing in whatever form, including (without limitation) insurance proceeds and any claims against third parties for loss or damage to or destruction of any or all of the foregoing and cash, negotiable instruments and other instruments for the payment of money, chattel paper, security agreements or other documents.

2. Interpretation. Except as otherwise defined in this Release, terms defined in the Security Agreement or by reference therein or in the Loan Agreement or by reference therein are used herein as defined therein.

3. Counterparts. This Release may be executed in any number of counterparts, all of which taken together shall constitute one and the same instrument and any of the parties hereto may execute this Release by signing any such counterpart.

[Signature page follows]

IN WITNESS WHEREOF, the parties hereto have executed and delivered this Release in one or more counterparts as of the \_\_ day of \_\_\_\_\_, 200\_.

ACF INDUSTRIES, INCORPORATED,  
as Borrower

By: \_\_\_\_\_  
Name: \_\_\_\_\_  
Title: \_\_\_\_\_

\_\_\_\_\_, as Lender

By: \_\_\_\_\_  
Name: \_\_\_\_\_  
Title: \_\_\_\_\_

[Signature Page to Release]

STATE OF NEW YORK            )  
  ) ss.:  
COUNTY OF NEW YORK        )

On this \_\_\_\_\_ day of \_\_\_\_\_, 200\_, before me, personally appeared Robert J. Mitchell, to me known, who being by me duly sworn, says that she resides in Nassau County, New York and is Senior Vice President of Finance of ACF Industries, Incorporated; that said instrument was signed on behalf of said company on the date hereof 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 company.

\_\_\_\_\_  
Notary Public

STATE OF \_\_\_\_\_ )  
 ) ss.:  
\_\_\_\_\_ COUNTY )

On this \_\_\_\_ day of \_\_\_\_\_, 200\_, before me, personally appeared \_\_\_\_\_, to me known, who being by me duly sworn, says that he resides in \_\_\_\_\_ County, the State of \_\_\_\_\_ and is \_\_\_\_\_ of \_\_\_\_\_, that said instrument was signed on behalf of said company on the date hereof 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 company.

\_\_\_\_\_  
Notary Public

SCHEDULE A

{24950 / 6060 / 00507233 / 12/23/01 / }

OMNIBUS RELEASE AND TERMINATION

Reference is made to the Term Loan Agreement dated as of December \_\_, 2001 (as amended through the date hereof, the "Loan Agreement") between ACF Industries, Incorporated (the "Borrower") and \_\_\_\_\_ (the "Lender"), guaranteed by ACF Industries Holding Corp. ("ACF Holdings"). Capitalized terms used herein and not otherwise defined herein have the meanings set forth for such terms in the Loan Agreement.

1. Release.

Subject only to the receipt of the Payoff Amount (as defined below) by the Lender on \_\_\_\_\_, 200\_, and in consideration of One Dollar (\$1.00) paid to the undersigned and other good and valuable consideration, the Lender does hereby release and discharge each and all of the Borrower and ACF Holding, effective as of the date hereof, from any and all further obligations arising under or in respect of the Loan Agreement, the Security Agreement and the Guaranty (each an "Agreement" and collectively the "Agreements") to which each is a party and the assets contemplated therein.

2. Termination.

The Borrower and ACF Holding each hereby agree that each Agreement shall be terminated and of no further force and effect, effective upon the receipt by the Lender on \_\_\_\_\_, 200\_ of the aggregate amount of principal, interest and fees due and owing to the Lender from the Borrower as of \_\_\_\_\_, 200\_ (the "Payoff Amount"). The Payoff Amount is \$ \_\_\_\_\_. Upon its receipt of the Payoff Amount, the Lender shall return to the Borrower the Note marked "Cancelled" and the Notice of Assignment.

3. UCC Termination/Further Assurances.

Upon its receipt of the Payoff Amount, the Lender authorizes the Borrower or any of its affiliate to file all the UCC termination statements, terminating the security interest granted pursuant to the Security Agreement, in the Lender's name for and on behalf of the Lender. The Lender hereby covenants and agrees to promptly and duly execute and deliver to the Borrower, and ACF Holding such further documents and assurances and to take such further action as any of them may from time to time reasonably request in order to effectuate the releases described herein.

4. Governing Law; Binding Effect.

This Omnibus Release and Termination shall be governed by the laws of the State of New York and shall be binding on the undersigned and its successors and permitted assigns and shall inure to the benefit of each of the Borrower and ACF Holding and their respective successors and permitted assigns.

{24950 / 6060 / 00507232 / 12/23/01 /}

IN WITNESS WHEREOF, the parties have caused this instrument to be executed by their  
duly authorized officers as of \_\_\_\_\_, 200\_.

\_\_\_\_\_, as Lender

By: \_\_\_\_\_  
Name: \_\_\_\_\_  
Title: \_\_\_\_\_

ACF INDUSTRIES, INCORPORATED, as Borrower

By: \_\_\_\_\_  
Name: \_\_\_\_\_  
Title: \_\_\_\_\_

ACF INDUSTRIES HOLDING CORP., as Guarantor

By: \_\_\_\_\_  
Name: \_\_\_\_\_  
Title: \_\_\_\_\_

[Signature Page to Omnibus Release and Termination]