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OF COUNSEL
URBAN A. LESTER

December 17, 2002

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

RECORDATION NO. 23759-C FILED

DEC 20 '02 7:47 AM

SURFACE TRANSPORTATION BOARD

Dear Mr. Williams:

Enclosed for recordation pursuant to the provisions of 49 U.S.C. Section 11301(a) are three (3) copies of a Bill of Sale and Assignment and Assumption Agreement, dated as of December 20, 2002, a secondary document as defined in the Board's Rules for the Recordation of Documents.

The enclosed document relates to the Security Agreement previously filed with the Board under Recordation Number 23759.

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

Seller/Assignor: ACF Acceptance VII LLC
620 North Second Street
St. Charles, Missouri 63301

Buyer/Assignee: ACF Acceptance LLC
c/o ACF Industries, Incorporated
620 North Second Street
St. Charles, Missouri 63301

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

64 railcars PGHX 41001 – PGHX 41064

Mr. Vernon A. Williams
December 17, 2002
Page Two

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

Bill of Sale and Assignment and Assumption Agreement

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,

A handwritten signature in black ink, appearing to read "Alvord", with a stylized flourish at the end.

Robert W. Alvord

RWA/anr
Enclosures

RECORDATION NO. 23759-^C FILED

DEC 2 0 '02

7-47 AM

**BILL OF SALE
AND
ASSIGNMENT AND ASSUMPTION AGREEMENT**

SURFACE TRANSPORTATION BOARD

BILL OF SALE AND ASSIGNMENT AND ASSUMPTION AGREEMENT (the "Agreement"), dated as of December 2, 2002, between ACF ACCEPTANCE VII LLC, a Delaware limited liability company (the "Transferor"), and ACF ACCEPTANCE LLC, a Delaware limited liability company (the "Transferee").

WHEREAS: the Transferee and the Transferor desire to enter into this Agreement, in connection with the transfer of, among other things, the Equipment (as defined below), subject to the Lease (as defined below), from the Transferor to the Transferee; and

WHEREAS: the parties also desire to carry out the intent and purpose of the transfer of the Equipment by, among other things, the parties' execution and delivery of this instrument evidencing the assignment by the Transferor of all of its rights, title and interest in and to the Lease to the Transferee and the assumption by the Transferee of all of the Transferor's obligations under the Lease.

NOW, THEREFORE, in consideration of the premises and of other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the parties hereby agree as follows:

1. For purposes of this Agreement, "Lease" means collectively (i) that certain Supplement No. 1 dated as of November 30, 2001 to the Lease Agreement dated as of November 30, 2001, and (ii) that certain Supplement No. 2 dated as of May 10, 2002 to the Lease Agreement dated as of November 30, 2001, in each case between the Transferor, as the lessor, and The Procter & Gamble Distributing Company, Inc., as the lessee, with respect to the railcars included in the Equipment and all other contracts for use of any one or more railcars included in the Equipment, including, without limitation, all extensions, renewals, supplements and modifications of any of the foregoing (but expressly excluding any subsequent to the Supplement No. 2 supplements, whether already entered into or to be entered into in the future, to the Lease Agreement dated as of November 30, 2001 between ACF Acceptance VII LLC, as the lessor, and The Procter & Gamble Distributing Company, Inc., as the lessee).

2. The Transferor hereby transfers, assigns, conveys, grants and sets over (collectively, "Transfers") to the Transferee, its successors and assigns forever, all of the Transferor's rights, title and interest as of such date in and to the Lease and under the documents attached as exhibits thereto in the form executed, as fully and entirely as the same would have been held and enjoyed by the Transferor as if this assignment had not been made.

3. The Transferor hereby Transfers to the Transferee all of the Transferor's right, title and interest in and to the special purpose railcars described on Schedule A hereto and made a part

hereof, together with all accessories, equipment, parts and appurtenances appertaining or attached thereto (the "Equipment").

4. The Transferee accepts, assumes, takes over and succeeds to all of the Transferor's rights, title and interest as of such date in and to the Lease, subject to the rights of Lessee under the Lease, and the Transferee hereby covenants and agrees to discharge, perform and comply with, and to be bound by, all the terms, conditions, provisions, obligations, covenants and duties of the Transferor under the Lease (but only to the extent it relates to the period from and after the date hereof), as if the Transferee were an original party thereto.

5. The Transferor hereby covenants and agrees that, at any time and from time to time after the date hereof, at the request and expense of the Transferee, the Transferor will promptly and duly execute and deliver, or cause to be executed and delivered, to the Transferee all such further instruments and take all such further action as may be reasonably requested by the Transferee to more effectively transfer, assign, convey, grant and set over the Lease to the Transferee.

6. The Transferee hereby covenants and agrees that, at the request and expense of the Transferor, it will hereafter execute any further assumptions or instruments of transfer or conveyance as may be reasonably requested by the Transferor to assume the Lease or to release the Transferor and its affiliates from their obligations under or on account of the Lease so long as such release will not prejudice the Transferee's rights, title and interest in and to the Lease.

7. The Transferor hereby warrants to the Transferee and its successors and assigns that, on the date hereof, the Transferor has, and at the time of delivery of the Equipment, the Transferor will have, good and marketable, legal and beneficial title to the Equipment and the Lease and good and lawful right to transfer the Equipment and the Lease free and clear of all liens, except the liens being released contemporaneously with such delivery and transfer. The Transferor hereby covenants to defend title to the Equipment and the Lease against demands of all persons whomever based on claims originating prior to the delivery of the Equipment.

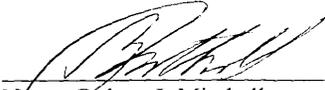
8. This instrument shall be binding upon the Transferee and the Transferor, their respective successors and assigns, for the use and purposes set forth and referred to herein, effective as of the date hereof.

9. THIS AGREEMENT SHALL BE GOVERNED BY AND CONSTRUED IN ACCORDANCE WITH THE LAWS OF THE STATE OF NEW YORK.

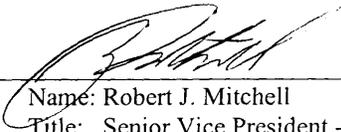
[signature page follows]

IN WITNESS WHEREOF, the parties hereto have caused this Bill of Sale and Assignment and Assumption Agreement to be executed as of the date first above written.

ACF ACCEPTANCE VII LLC
By: ACF ACCEPTANCE LLC, Member
By: ACF INDUSTRIES, INC., Member

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

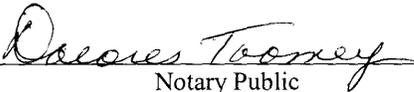
ACF ACCEPTANCE LLC
By: ACF INDUSTRIES, INC., Member

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

[Signature Page to the Assignment and Assumption and Bill of Sale Agreement]

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

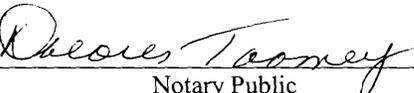
On this 10th day of December, 2002, before me, personally appeared Robert J. Mitchell to me personally known, who being by me duly sworn, says that he resides in Nassau County, New York, and is Senior Vice President of Finance of the Member of ACF Acceptance LLC; that said instrument was signed on the 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.


Notary Public

DOLORIS TOOMEY
Notary Public, State of New York
No. 41471811
Qualified in Queens County
Commission Expires May 31, 2006 **6**

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

On this 10th day of December, 2002, before me, personally appeared Robert J. Mitchell to me personally known, who being by me duly sworn, says that he resides in Nassau County, New York, and is Senior Vice President of Finance of the Member of ACF Acceptance VII LLC; that said instrument was signed on the date hereof on behalf of said limited liability company by authority of its managing member; and he acknowledged that the execution of the foregoing instrument was the free act and deed of said limited liability company.


Notary Public

DOLORIS TOOMEY
Notary Public, State of New York
No. 41471811
Qualified in Queens County
Commission Expires May 31, 2006 **6**

SCHEDULE A

DESCRIPTION OF EQUIPMENT

Each of the special purpose railcars with the reporting marks and road numbers and Association of American Railroads designation numbers set forth in this Schedule A.

<u>Lessee</u>	<u>Contract</u>	<u>Rptg Mark</u>	<u>Car Number</u>
PROCTER & GAMBLE MFG CO	Supplement Dated November 30, 2001	PGHX	41039
PROCTER & GAMBLE MFG CO	Supplement Dated November 30, 2001	PGHX	41040
PROCTER & GAMBLE MFG CO	Supplement Dated November 30, 2001	PGHX	41041
PROCTER & GAMBLE MFG CO	Supplement Dated November 30, 2001	PGHX	41042
PROCTER & GAMBLE MFG CO	Supplement Dated November 30, 2001	PGHX	41043
PROCTER & GAMBLE MFG CO	Supplement Dated November 30, 2001	PGHX	41044
PROCTER & GAMBLE MFG CO	Supplement Dated November 30, 2001	PGHX	41045
PROCTER & GAMBLE MFG CO	Supplement Dated November 30, 2001	PGHX	41046
PROCTER & GAMBLE MFG CO	Supplement Dated November 30, 2001	PGHX	41047
PROCTER & GAMBLE MFG CO	Supplement Dated November 30, 2001	PGHX	41048
PROCTER & GAMBLE MFG CO	Supplement Dated November 30, 2001	PGHX	41049
PROCTER & GAMBLE MFG CO	Supplement Dated November 30, 2001	PGHX	41050
PROCTER & GAMBLE MFG CO	Supplement Dated November 30, 2001	PGHX	41051
PROCTER & GAMBLE MFG CO	Supplement Dated November 30, 2001	PGHX	41052

64 Cars