

STATE OF INDIANA  
LAKE COUNTY  
PUBLIC RECORD

C. 491301 CD

97076523

97 NOV -7 PM 1:36

(3)

**COLLATERAL ASSIGNMENT OF INTEREST  
IN REAL ESTATE LEASE**

For value received, John G. Anderson, with offices at 3039 169<sup>th</sup> Pl., Hammond, IN 46320 (hereinafter "ASSIGNOR"), does hereby assign as collateral all of ASSIGNOR's right, title and interest and further does hereby grant and transfer a security interest to Mercantile National Bank of Indiana, with offices at 5243 Hohman Avenue, Hammond, IN 46320 (hereinafter "ASSIGNEE"), in the following lease of real estate as described below as security for a certain indebtedness by ASSIGNOR to ASSIGNEE in the principal sum of \$300,000.00 plus interest as evidenced by a certain note dated November 6, 1997.

This Assignment and security interest is also given to secure any and all other indebtedness or obligations of ASSIGNOR to ASSIGNEE, whether now existing or hereafter created, and any future advances, and whether said debt is primary or secondary, joint or several, fixed or contingent, of a different class or secured by other collateral, and any renewals, extensions, rewrites, refinances, modifications, consolidations and replacements thereof, or substitutions therefor.

*UNRECORDED*

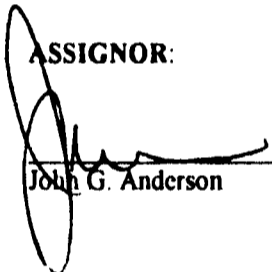
The lease which is the collateral and in which the security interest is granted, is that certain lease dated March 17, 1996, between ASSIGNOR, as lessor, and Calumet Abrasives Co., Inc., an Indiana corporation, as lessee, for the lease of the following described real estate located in Lake County, Indiana, to-wit:

*X As evidenced in Memorandum of Lease Recorded As Document No. 97076522*  
Lot 6 and the East Half of Lot 5, Briar East Industrial Park, as shown in Plat Book 40, page 88, in Lake County, Indiana.

By accepting this collateral assignment, ASSIGNEE does not assume in any way the duties and obligations of the ASSIGNOR under said lease; and this collateral assignment does not release or discharge ASSIGNOR from any obligations to fulfill the terms and conditions thereof.

Dated: November 6, 1997.

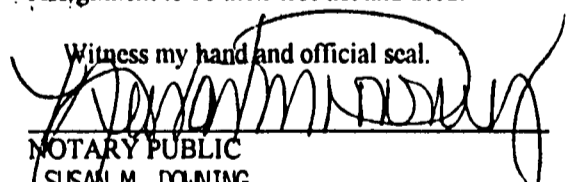
ASSIGNOR:

  
\_\_\_\_\_  
John G. Anderson

STATE OF INDIANA )  
                                  ) SS:  
COUNTY OF LAKE )

On this 6 day of November, 1997, before me the undersigned, a Notary Public for said State and County, personally appeared John G. Anderson, personally known to me, and acknowledged execution of the foregoing Collateral Assignment to be their free act and deed.

Witness my hand and official seal.

  
\_\_\_\_\_  
NOTARY PUBLIC  
SUSAN M. DOWNING  
My Commission Expires: 4-10-99

County of Residence: LAKE

This instrument prepared by May Logothetis as Vice President  
of Mercantile National Bank of Indiana

*10/10/97  
MS  
ST*

Chicago Title Insurance Company