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STATE OF INDIANA  
LAKE COUNTY  
FILED FOR RECORD

2015 019743

2015 APR -6 AM 9:57

MICHAEL B. BROWN  
RECORDER

**RECORDATION REQUESTED BY:**

Providence Bank & Trust  
630 East 162nd Street  
P.O. Box 706  
South Holland, IL 60473

**WHEN RECORDED MAIL TO:**

Providence Bank & Trust  
630 East 162nd Street  
P.O. Box 706  
South Holland, IL 60473

**Document is  
NOT OFFICIAL!**

**ASSIGNMENT OF RENTS**

THIS ASSIGNMENT OF RENTS dated March 30, 2015, is made and executed between COVINGTON DEVELOPMENT, LLC, ALSO KNOWN AS COVINGTON DEVELOPMENT, L.L.C., whose address is 8051 WICKER AVE STE A, SAINT JOHN, IN 46373-9390 (referred to below as "Grantor") and Providence Bank & Trust, whose address is 630 East 162nd Street, P.O. Box 706, South Holland, IL 60473 (referred to below as "Lender").

**ASSIGNMENT.** For valuable consideration, Grantor hereby assigns, grants a continuing security interest in, and conveys to Lender all of Grantor's right, title, and interest in and to the Rents from the following described Property located in LAKE County, State of Indiana:

LOTS 3, 4, 5, 6, 8, 12, 13, 14, 15, 16, 17, 18, 19, 20, 44, 48, 51, 57, 76, 77, 78, 79, 83, 85 AND 87 IN COVINGTON SUBDIVISION, AS PER PLAT THEREOF, RECORDED IN PLAT BOOK 100, PAGE 17, IN THE OFFICE OF THE RECORDER OF LAKE COUNTY, INDIANA

The Property or its address is commonly known as LOTS 3, 4, 5, 6, 8, 12, 13, 14, 15, 16, 17, 18, 19, 20, 44, 48, 51, 57, 76, 77, 78, 79, 83, 85 and 87 IN COVINGTON SUBDIVISION, CROWN POINT, IN 46307. The Property tax identification number is 45-16-22-308-003.000-042, 45-16-22-308-004.000-042, 45-16-22-308-005.000-042, 45-16-22-308-006.000-042, 45-16-22-306-009.000-042,

\$ 38  
FN  
Q

92015-0202 Providence  
Bank

**ASSIGNMENT OF RENTS  
(Continued)**

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45-16-22-306-008.000-042,	45-16-22-306-007.000-042,	45-16-22-306-006.000-042,
45-16-22-306-005.000-042,	45-16-22-306-004.000-042,	45-16-22-306-001.000-042,
45-16-22-306-002.000-042,	45-16-22-306-003.000-042,	45-16-22-302-009.000-042,
45-16-22-303-002.000-042,	45-16-22-303-005.000-042,	45-16-22-304-003.000-042,
45-16-22-305-001.000-042,	45-16-22-305-002.000-042,	45-16-22-305-011.000-042,
45-16-22-305-012.000-042,	45-16-22-305-016.000-042,	45-16-22-305-018.000-042,
45-16-22-305-020.000-042 and 45-16-22-308-008.000-042.		

**REVOLVING LINE OF CREDIT.** This Assignment secures the Indebtedness including, without limitation, a revolving line of credit, under which Lender may make future obligations and advances to Grantor up to a maximum amount of \$1,200,000.00 so long as Grantor complies with all the terms of the Note. Such future obligations and advances, and the interest thereon, are secured by this Assignment whether such obligations and advances arise under the Note, this Assignment or otherwise. This Assignment also secures all modifications, extensions and renewals of the Note, the Assignment or any other amounts expended by Lender on Grantor's behalf as provided for in the Assignment.

**THIS ASSIGNMENT IS GIVEN TO SECURE (1) PAYMENT OF THE INDEBTEDNESS AND (2) PERFORMANCE OF ANY AND ALL OBLIGATIONS OF GRANTOR UNDER THE NOTE, THIS ASSIGNMENT, AND THE RELATED DOCUMENTS. THIS ASSIGNMENT IS GIVEN AND ACCEPTED ON THE FOLLOWING TERMS:**

**PAYMENT AND PERFORMANCE.** Except as otherwise provided in this Assignment or any Related Documents, Grantor shall pay to Lender all amounts secured by this Assignment as they become due, and shall strictly perform all of Grantor's obligations under this Assignment. Unless and until Lender exercises its right to collect the Rents as provided below and so long as there is no default under this Assignment, Grantor may remain in possession and control of and operate and manage the Property and collect the Rents, provided that the granting of the right to collect the Rents shall not constitute Lender's consent to the use of cash collateral in a bankruptcy proceeding.

**GRANTOR'S REPRESENTATIONS AND WARRANTIES.** Grantor warrants that:

**Ownership.** Grantor is entitled to receive the Rents free and clear of all rights, loans, liens, encumbrances, and claims except as disclosed to and accepted by Lender in writing.

**Right to Assign.** Grantor has the full right, power and authority to enter into this Assignment and to assign and convey the Rents to Lender.

**No Prior Assignment.** Grantor has not previously assigned or conveyed the Rents to any other person by any instrument now in force.

**No Further Transfer.** Grantor will not sell, assign, encumber, or otherwise dispose of any of Grantor's rights in the Rents except as provided in this Assignment.

**LENDER'S RIGHT TO RECEIVE AND COLLECT RENTS.** Lender shall have the right at any time, and even though no default shall have occurred under this Assignment, to collect and receive the Rents. For this purpose, Lender is hereby given and granted the following rights, powers and authority:

**Notice to Tenants.** Lender may send notices to any and all tenants of the Property advising them of this Assignment and directing all Rents to be paid directly to Lender or Lender's agent.

**Enter the Property.** Lender may enter upon and take possession of the Property; demand, collect and receive from the tenants or from any other persons liable therefor, all of the Rents; institute and carry on all legal proceedings necessary for the protection of the Property, including such proceedings as may be necessary to recover possession of the Property; collect the Rents and remove any tenant or tenants or other persons from the Property.

**Maintain the Property.** Lender may enter upon the Property to maintain the Property and keep the same in repair; to pay the costs thereof and of all services of all employees, including their equipment, and of all continuing costs and expenses of maintaining the Property in proper repair and condition, and also to pay all taxes, assessments and water utilities, and the premiums on fire and other insurance effected by Lender

**ASSIGNMENT OF RENTS  
(Continued)**

on the Property.

**Compliance with Laws.** Lender may do any and all things to execute and comply with the laws of the State of Indiana and also all other laws, rules, orders, ordinances and requirements of all other governmental agencies affecting the Property.

**Lease the Property.** Lender may rent or lease the whole or any part of the Property for such term or terms and on such conditions as Lender may deem appropriate.

**Employ Agents.** Lender may engage such agent or agents as Lender may deem appropriate, either in Lender's name or in Grantor's name, to rent and manage the Property, including the collection and application of Rents.

**Other Acts.** Lender may do all such other things and acts with respect to the Property as Lender may deem appropriate and may act exclusively and solely in the place and stead of Grantor and to have all of the powers of Grantor for the purposes stated above.

**No Requirement to Act.** Lender shall not be required to do any of the foregoing acts or things, and the fact that Lender shall have performed one or more of the foregoing acts or things shall not require Lender to do any other specific act or thing.

**APPLICATION OF RENTS.** All costs and expenses incurred by Lender in connection with the Property shall be for Grantor's account and Lender may pay such costs and expenses from the Rents. Lender, in its sole discretion, shall determine the application of any and all Rents received by it; however, any such Rents received by Lender which are not applied to such costs and expenses shall be applied to the Indebtedness. All expenditures made by Lender under this Assignment and not reimbursed from the Rents shall become a part of the Indebtedness secured by this Assignment, and shall be payable on demand, with interest at the Note rate from date of expenditure until paid.

**FULL PERFORMANCE.** If Grantor pays all of the Indebtedness when due and otherwise performs all the obligations imposed upon Grantor under this Assignment, the Note, and the Related Documents, Lender shall execute and deliver to Grantor a suitable satisfaction of this Assignment and suitable statements of termination of any financing statement on file evidencing Lender's security interest in the Rents and the Property. Any termination fee required by law shall be paid by Grantor, if permitted by applicable law.

**LENDER'S EXPENDITURES.** If any action or proceeding is commenced that would materially affect Lender's interest in the Property or if Grantor fails to comply with any provision of this Assignment or any Related Documents, including but not limited to Grantor's failure to discharge or pay when due any amounts Grantor is required to discharge or pay under this Assignment or any Related Documents, Lender on Grantor's behalf may (but shall not be obligated to) take any action that Lender deems appropriate, including but not limited to discharging or paying all taxes, liens, security interests, encumbrances and other claims, at any time levied or placed on the Rents or the Property and paying all costs for insuring, maintaining and preserving the Property. All such expenditures incurred or paid by Lender for such purposes will then bear interest at the rate charged under the Note from the date incurred or paid by Lender to the date of repayment by Grantor. All such expenses will become a part of the Indebtedness and, at Lender's option, will (A) be payable on demand; (B) be added to the balance of the Note and be apportioned among and be payable with any installment payments to become due during either (1) the term of any applicable insurance policy; or (2) the remaining term of the Note; or (C) be treated as a balloon payment which will be due and payable at the Note's maturity. The Assignment also will secure payment of these amounts. Such right shall be in addition to all other rights and remedies to which Lender may be entitled upon Default.

**DEFAULT.** Each of the following, at Lender's option, shall constitute an Event of Default under this Assignment:

**Payment Default.** Grantor fails to make any payment when due under the Indebtedness.

**Other Defaults.** Grantor fails to comply with or to perform any other term, obligation, covenant or condition contained in this Assignment or in any of the Related Documents or to comply with or to perform



any term, obligation, covenant or condition contained in any other agreement between Lender and Grantor.

**Default on Other Payments.** Failure of Grantor within the time required by this Assignment to make any payment for taxes or insurance, or any other payment necessary to prevent filing of or to effect discharge of any lien.

**Default in Favor of Third Parties.** Any guarantor or Grantor defaults under any loan, extension of credit, security agreement, purchase or sales agreement, or any other agreement, in favor of any other creditor or person that may materially affect any of any guarantor's or Grantor's property or ability to perform their respective obligations under this Assignment or any of the Related Documents.

**Environmental Default.** Failure of any party to comply with or perform when due any term, obligation, covenant or condition contained in any environmental agreement executed in connection with the Property.

**False Statements.** Any warranty, representation or statement made or furnished to Lender by Grantor or on Grantor's behalf under this Assignment or the Related Documents is false or misleading in any material respect, either now or at the time made or furnished or becomes false or misleading at any time thereafter.

**Defective Collateralization.** This Assignment or any of the Related Documents ceases to be in full force and effect (including failure of any collateral document to create a valid and perfected security interest or lien) at any time and for any reason.

**Death or Insolvency.** The dissolution of Grantor's (regardless of whether election to continue is made), any member withdraws from the limited liability company, or any other termination of Grantor's existence as a going business or the death of any member, the insolvency of Grantor, the appointment of a receiver for any part of Grantor's property, any assignment for the benefit of creditors, any type of creditor workout, or the commencement of any proceeding under any bankruptcy or insolvency laws by or against Grantor.

**Creditor or Forfeiture Proceedings.** Commencement of foreclosure or forfeiture proceedings, whether by judicial proceeding, self-help, repossession or any other method, by any creditor of Grantor or by any governmental agency against the Rents or any property securing the Indebtedness. This includes a garnishment of any of Grantor's accounts, including deposit accounts, with Lender. However, this Event of Default shall not apply if there is a good faith dispute by Grantor as to the validity or reasonableness of the claim which is the basis of the creditor or forfeiture proceeding and if Grantor gives Lender written notice of the creditor or forfeiture proceeding and deposits with Lender monies or a surety bond for the creditor or forfeiture proceeding, in an amount determined by Lender, in its sole discretion, as being an adequate reserve or bond for the dispute.

**Property Damage or Loss.** The Property is lost, stolen, substantially damaged, sold, or borrowed against.

**Events Affecting Guarantor.** Any of the preceding events occurs with respect to any Guarantor of any of the Indebtedness or any Guarantor dies or becomes incompetent, or revokes or disputes the validity of, or liability under, any Guaranty of the Indebtedness.

**Adverse Change.** A material adverse change occurs in Grantor's financial condition, or Lender believes the prospect of payment or performance of the Indebtedness is impaired.

**Insecurity.** Lender in good faith believes itself insecure.

**Cure Provisions.** If any default, other than a default in payment, is curable and if Grantor has not been given a notice of a breach of the same provision of this Assignment within the preceding twelve (12) months, it may be cured if Grantor, after Lender sends written notice to Grantor demanding cure of such default: (1) cures the default within fifteen (15) days; or (2) if the cure requires more than fifteen (15) days, immediately initiates steps which Lender deems in Lender's sole discretion to be sufficient to cure the default and thereafter continues and completes all reasonable and necessary steps sufficient to produce compliance as soon as reasonably practical.

**RIGHTS AND REMEDIES ON DEFAULT.** Upon the occurrence of any Event of Default and at any time thereafter, Lender may exercise any one or more of the following rights and remedies, in addition to any other

**ASSIGNMENT OF RENTS  
(Continued)**

rights or remedies provided by law:

**Accelerate Indebtedness.** Lender shall have the right at its option without notice to Grantor to declare the entire Indebtedness immediately due and payable, including any prepayment penalty that Grantor would be required to pay.

**Collect Rents.** Lender shall have the right, without notice to Grantor, to take possession of the Property and collect the Rents, including amounts past due and unpaid, and apply the net proceeds, over and above Lender's costs, against the Indebtedness. In furtherance of this right, Lender shall have all the rights provided for in the Lender's Right to Receive and Collect Rents Section, above. If the Rents are collected by Lender, then Grantor irrevocably designates Lender as Grantor's attorney-in-fact to endorse instruments received in payment thereof in the name of Grantor and to negotiate the same and collect the proceeds. Payments by tenants or other users to Lender in response to Lender's demand shall satisfy the obligations for which the payments are made, whether or not any proper grounds for the demand existed. Lender may exercise its rights under this subparagraph either in person, by agent, or through a receiver.

**Appoint Receiver.** Lender shall have the right to have a receiver appointed to take possession of all or any part of the Property, with the power to protect and preserve the Property, to operate the Property preceding foreclosure or sale, and to collect the Rents from the Property and apply the proceeds, over and above the cost of the receivership, against the Indebtedness. The receiver may serve without bond if permitted by law. Lender's right to the appointment of a receiver shall exist whether or not the apparent value of the Property exceeds the Indebtedness by a substantial amount. Employment by Lender shall not disqualify a person from serving as a receiver.

**Other Remedies.** Lender shall have all other rights and remedies provided in this Assignment or the Note or by law.

**Election of Remedies.** Election by Lender to pursue any remedy shall not exclude pursuit of any other remedy, and an election to make expenditures or to take action to perform an obligation of Grantor under this Assignment, after Grantor's failure to perform, shall not affect Lender's right to declare a default and exercise its remedies.

**Attorneys' Fees; Expenses.** If Lender institutes any suit or action to enforce any of the terms of this Assignment, Lender shall be entitled to recover such sum as the court may adjudge reasonable as attorneys' fees at trial and upon any appeal. Whether or not any court action is involved, and to the extent not prohibited by law, all reasonable expenses Lender incurs that in Lender's opinion are necessary at any time for the protection of its interest or the enforcement of its rights shall become a part of the Indebtedness payable on demand and shall bear interest at the Note rate from the date of the expenditure until repaid. Expenses covered by this paragraph include, without limitation, however subject to any limits under applicable law, Lender's attorneys' fees and Lender's legal expenses whether or not there is a lawsuit, including attorneys' fees and expenses for bankruptcy proceedings (including efforts to modify or vacate any automatic stay or injunction), appeals, and any anticipated post-judgment collection services, the cost of searching records, obtaining title reports (including foreclosure reports), surveyors' reports, and appraisal fees, title insurance, and fees for the Trustee, to the extent permitted by applicable law. Grantor also will pay any court costs, in addition to all other sums provided by law.

**RIDER.** See Rider attached and expressly made a part hereof.

**MISCELLANEOUS PROVISIONS.** The following miscellaneous provisions are a part of this Assignment:

**Amendments.** This Assignment, together with any Related Documents, constitutes the entire understanding and agreement of the parties as to the matters set forth in this Assignment. No alteration of or amendment to this Assignment shall be effective unless given in writing and signed by the party or parties sought to be charged or bound by the alteration or amendment.

**Caption Headings.** Caption headings in this Assignment are for convenience purposes only and are not to be used to interpret or define the provisions of this Assignment.



**ASSIGNMENT OF RENTS  
(Continued)**

**Governing Law.** With respect to procedural matters related to the perfection and enforcement of Lender's rights against the Property, this Assignment will be governed by federal law applicable to Lender and to the extent not preempted by federal law, the laws of the State of Indiana. In all other respects, this Assignment will be governed by federal law applicable to Lender and, to the extent not preempted by federal law, the laws of the State of Illinois without regard to its conflicts of law provisions. However, if there ever is a question about whether any provision of this Assignment is valid or enforceable, the provision that is questioned will be governed by whichever state or federal law would find the provision to be valid and enforceable. The loan transaction that is evidenced by the Note and this Assignment has been applied for, considered, approved and made, and all necessary loan documents have been accepted by Lender in the State of Illinois.

**Choice of Venue.** If there is a lawsuit, Grantor agrees upon Lender's request to submit to the jurisdiction of the courts of Cook County, State of Illinois.

**Merger.** There shall be no merger of the interest or estate created by this assignment with any other interest or estate in the Property at any time held by or for the benefit of Lender in any capacity, without the written consent of Lender.

**Interpretation.** (1) In all cases where there is more than one Borrower or Grantor, then all words used in this Assignment in the singular shall be deemed to have been used in the plural where the context and construction so require. (2) If more than one person signs this Assignment as "Grantor," the obligations of each Grantor are joint and several. This means that if Lender brings a lawsuit, Lender may sue any one or more of the Grantors. If Borrower and Grantor are not the same person, Lender need not sue Borrower first, and that Borrower need not be joined in any lawsuit. (3) The names given to paragraphs or sections in this Assignment are for convenience purposes only. They are not to be used to interpret or define the provisions of this Assignment.

**No Waiver by Lender.** Lender shall not be deemed to have waived any rights under this Assignment unless such waiver is given in writing and signed by Lender. No delay or omission on the part of Lender in exercising any right shall operate as a waiver of such right or any other right. A waiver by Lender of a provision of this Assignment shall not prejudice or constitute a waiver of Lender's right otherwise to demand strict compliance with that provision or any other provision of this Assignment. No prior waiver by Lender, nor any course of dealing between Lender and Grantor, shall constitute a waiver of any of Lender's rights or of any of Grantor's obligations as to any future transactions. Whenever the consent of Lender is required under this Assignment, the granting of such consent by Lender in any instance shall not constitute continuing consent to subsequent instances where such consent is required and in all cases such consent may be granted or withheld in the sole discretion of Lender.

**Notices.** Any notice required to be given under this Assignment shall be given in writing, and shall be effective when actually delivered, when actually received by telefacsimile (unless otherwise required by law), when deposited with a nationally recognized overnight courier, or, if mailed, when deposited in the United States mail, as first class, certified or registered mail postage prepaid, directed to the addresses shown near the beginning of this Assignment. Any party may change its address for notices under this Assignment by giving formal written notice to the other parties, specifying that the purpose of the notice is to change the party's address. For notice purposes, Grantor agrees to keep Lender informed at all times of Grantor's current address. Unless otherwise provided or required by law, if there is more than one Grantor, any notice given by Lender to any Grantor is deemed to be notice given to all Grantors.

**Powers of Attorney.** The various agencies and powers of attorney conveyed on Lender under this Assignment are granted for purposes of security and may not be revoked by Grantor until such time as the same are renounced by Lender.

**Severability.** If a court of competent jurisdiction finds any provision of this Assignment to be illegal, invalid, or unenforceable as to any circumstance, that finding shall not make the offending provision illegal, invalid, or unenforceable as to any other circumstance. If feasible, the offending provision shall be considered modified so that it becomes legal, valid and enforceable. If the offending provision cannot be so

**ASSIGNMENT OF RENTS  
(Continued)**

modified, it shall be considered deleted from this Assignment. Unless otherwise required by law, the illegality, invalidity, or unenforceability of any provision of this Assignment shall not affect the legality, validity or enforceability of any other provision of this Assignment.

**Successors and Assigns.** Subject to any limitations stated in this Assignment on transfer of Grantor's interest, this Assignment shall be binding upon and inure to the benefit of the parties, their successors and assigns. If ownership of the Property becomes vested in a person other than Grantor, Lender, without notice to Grantor, may deal with Grantor's successors with reference to this Assignment and the Indebtedness by way of forbearance or extension without releasing Grantor from the obligations of this Assignment or liability under the Indebtedness.

**Time is of the Essence.** Time is of the essence in the performance of this Assignment.

**Waive Jury.** All parties to this Assignment hereby waive the right to any jury trial in any action, proceeding, or counterclaim brought by any party against any other party.

**Waiver of Right of Redemption.** NOTWITHSTANDING ANY OF THE PROVISIONS TO THE CONTRARY CONTAINED IN THIS ASSIGNMENT, GRANTOR HEREBY WAIVES ANY AND ALL RIGHTS OF REDEMPTION FROM SALE UNDER ANY ORDER OR JUDGMENT OF FORECLOSURE ON GRANTOR'S BEHALF AND ON BEHALF OF EACH AND EVERY PERSON, EXCEPT JUDGMENT CREDITORS OF GRANTOR, ACQUIRING ANY INTEREST IN OR TITLE TO THE PROPERTY SUBSEQUENT TO THE DATE OF THIS ASSIGNMENT.

**DEFINITIONS.** The following capitalized words and terms shall have the following meanings when used in this Assignment. Unless specifically stated to the contrary, all references to dollar amounts shall mean amounts in lawful money of the United States of America. Words and terms used in the singular shall include the plural, and the plural shall include the singular, as the context may require. Words and terms not otherwise defined in this Assignment shall have the meanings attributed to such terms in the Uniform Commercial Code:

**Assignment.** The word "Assignment" means this ASSIGNMENT OF RENTS, as this ASSIGNMENT OF RENTS may be amended or modified from time to time, together with all exhibits and schedules attached to this ASSIGNMENT OF RENTS from time to time.

**Borrower.** The word "Borrower" means COVINGTON DEVELOPMENT, LLC.

**Default.** The word "Default" means the Default set forth in this Assignment in the section titled "Default".

**Event of Default.** The words "Event of Default" mean any of the events of default set forth in this Assignment in the default section of this Assignment.

**Grantor.** The word "Grantor" means COVINGTON DEVELOPMENT, LLC.

**Guarantor.** The word "Guarantor" means any guarantor, surety, or accommodation party of any or all of the Indebtedness.

**Guaranty.** The word "Guaranty" means the guaranty from Guarantor to Lender, including without limitation a guaranty of all or part of the Note.

**Indebtedness.** The word "Indebtedness" means all principal, interest, and other amounts, costs and expenses payable under the Note or Related Documents, together with all renewals of, extensions of, modifications of, consolidations of and substitutions for the Note or Related Documents and any amounts expended or advanced by Lender to discharge Grantor's obligations or expenses incurred by Lender to enforce Grantor's obligations under this Assignment, including, but not limited to, attorneys' fees, costs of collection and costs of foreclosure, together with interest on such amounts as provided in this Assignment.

**Lender.** The word "Lender" means Providence Bank & Trust, its successors and assigns.

**Note.** The word "Note" means the promissory note dated March 30, 2015, in the original principal amount of \$1,200,000.00 from Grantor to Lender, together with all renewals of, extensions of, modifications of,

**ASSIGNMENT OF RENTS  
(Continued)**

refinancings of, consolidations of, and substitutions for the promissory note or agreement.

**Property.** The word "Property" means all of Grantor's right, title and interest in and to all the Property as described in the "Assignment" section of this Assignment.

**Related Documents.** The words "Related Documents" mean all promissory notes, credit agreements, loan agreements, environmental agreements, guaranties, security agreements, mortgages, deeds of trust, security deeds, collateral mortgages, and all other instruments, agreements and documents, whether now or hereafter existing, executed in connection with the Indebtedness.

**Rents.** The word "Rents" means all of Grantor's present and future rights, title and interest in, to and under any and all present and future leases, including, without limitation, all rents, revenue, income, issues, royalties, bonuses, accounts receivable, cash or security deposits, advance rentals, profits and proceeds from the Property, and other payments and benefits derived or to be derived from such leases of every kind and nature, whether due now or later, including without limitation Grantor's right to enforce such leases and to receive and collect payment and proceeds thereunder.

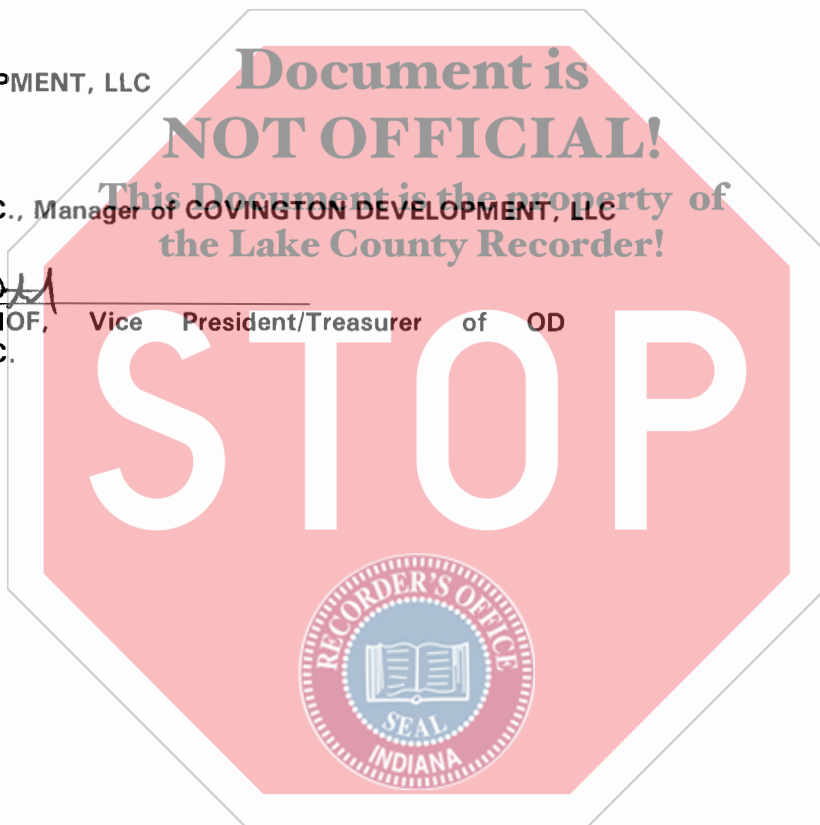
**THE UNDERSIGNED ACKNOWLEDGES HAVING READ ALL THE PROVISIONS OF THIS ASSIGNMENT, AND NOT PERSONALLY BUT AS AN AUTHORIZED SIGNER, HAS CAUSED THIS ASSIGNMENT TO BE SIGNED AND EXECUTED ON BEHALF OF GRANTOR ON MARCH 30, 2015.**

**GRANTOR:**

COVINGTON DEVELOPMENT, LLC

OD ENTERPRISES, INC., Manager of COVINGTON DEVELOPMENT, LLC

By:  SCOT F. OLTHOF, Vice President/Treasurer of OD ENTERPRISES, INC.





ASSIGNMENT OF RENTS  
(Continued)

LIMITED LIABILITY COMPANY ACKNOWLEDGMENT

STATE OF INDIANA )  
 ) SS  
COUNTY OF PORTER )

On this 30th day of MARCH, 20 15, before me, the undersigned Notary Public, personally appeared **SCOT F OLTHOF, Vice President/Treasurer of OD ENTERPRISES, INC., Manager of COVINGTON DEVELOPMENT, LLC**, and known to me to be a member or designated agent of the limited liability company that executed the ASSIGNMENT OF RENTS and acknowledged the Assignment to be the free and voluntary act and deed of the limited liability company, by authority of statute, its articles of organization or its operating agreement, for the uses and purposes therein mentioned, and on oath stated that he or she is authorized to execute this Assignment and in fact executed the Assignment on behalf of the limited liability company.

By JR Laf Residing at PORTER COUNTY, IN

Notary Public in and for the State of INDIANA My commission expires 6/12/19

Document is NOT OFFICIAL  
This Document is the property of the Lake County Recorder!  
John Van Proyen  
Notary Public Seal  
State of Indiana  
Porter County  
My Commission Expires June 13, 2019

I affirm, under the penalties for perjury, that I have taken reasonable care to redact each Social Security number in this document, unless required by law (REBECCA WORLEY, SENIOR COMMERCIAL SERVICES ASSOCIATE).

This ASSIGNMENT OF RENTS was prepared by: REBECCA WORLEY, SENIOR COMMERCIAL SERVICES ASSOCIATE



**RIDER ATTACHED TO AND EXPRESSLY A PART OF THAT CERTAIN MORTGAGE BY AND BETWEEN COVINGTON DEVELOPMENT, LLC (“GRANTOR”) AND PROVIDENCE BANK & TRUST (“PROVIDENCE”)**

This Rider dated March 30, 2015 amends and supplements the terms and conditions of the Mortgage of even date herewith (the “Mortgage”) granted by Covington Development, LLC (the “Grantor”), and Providence Bank & Trust (“Providence”) and the Related Documents (as defined in the Mortgage) executed and delivered as part of the same transaction.

**SECTION 1. PURPOSE; TERMS; GOVERNING DOCUMENT.** The purpose of this Rider is to modify certain terms and conditions of the loan transaction between the Grantor and Providence. Except as specifically modified in this Rider, all of the terms, conditions and provisions of the Mortgage and the Related Documents shall remain in full force and effect as originally stated. In the event of a conflict between the terms, conditions and provisions of this Rider and the Mortgage or the Related Documents, the terms, conditions and provisions hereof shall govern in all respects. Capitalized terms contained herein shall have the meanings ascribed to them in the Mortgage unless specifically provided to the contrary herein.

**SECTION 2. DUE ON SALE – CONSENT BY LENDER.** The reference to Illinois law is deleted and a reference to Indiana law is substituted in its place and stead.

**SECTION 3. GOVERNING LAW.** The Mortgage and the Related Documents will be governed by, construed and enforced in accordance with federal law and the laws of the State of Indiana in litigation to enforce collection of the debt. Will be governed by, construed and enforced in accordance with federal law and the laws of the State of Indiana in litigation to foreclose on the Real Property.

**SECTION 4. CHOICE OF VENUE.** If there is litigation to enforce collection of the debt, Grantor agrees upon Providence’s request, to submit to the jurisdiction of the courts of Lake County, State of Indiana. If there is litigation to foreclose on the Real Property, jurisdiction shall be in the county and state in which the Real Property is located.

**SECTION 5. WAIVER OF HOMESTEAD.** The reference to Illinois law is deleted and a reference to Indiana law is substituted in its place and stead.

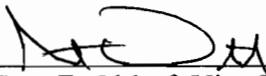
**SECTION 6. WAIVER OF APPROVALS; AND CONSENTS.** Providence shall not be deemed to have waived any of the terms and conditions hereof, unless it does so in a writing signed by an officer of Providence and delivered to the Grantor. All approvals and consents hereunder shall be in writing and no approval or consent shall be deemed to have been given hereunder unless evidenced in writing and signed by an officer of Providence. Approvals or consents by Providence may be granted or denied in Providence’s reasonable direction. The failure of Providence to enforce any condition or other provision of this Rider or to require at any time performance by the Grantor of any provision hereof shall in no way be construed to be a waiver of such provision or to affect either the validity of this Rider, or any part hereof, or the right of Providence thereafter to enforce each and every provision in accordance with the terms of this Rider. Any statements, agreements, or representations, oral or written, which may have

been made either by a Providence employee or agent acting on Providence's behalf with respect to this Rider, and all prior agreements and representations with respect to this Rider are merged herein.

This Rider was executed on the date first set forth above.

**GRANTOR: COVINGTON DEVELOPMENT, LLC**

OD ENTERPRISES, INC., Manager of Covington Development, LLC

By   
Scot F. Olthof, Vice President/Treasurer

**PROVIDENCE BANK & TRUST**

By   
Derrick Mars, Vice President





**ADDENDUM TO RELATED DOCUMENTS**

THIS ADDENDUM to Loan Documents ("Addendum") is entered into by and between Covington Development LLC ("Borrower"), OD Enterprises, Inc. and OD Limited Partnership (collectively, "Guarantor"), and Providence Bank & Trust ("Lender"), as of the 30<sup>th</sup> day of March, 2015.

WHEREAS, as of March 30<sup>th</sup>, 2015, Borrower entered into and executed a Promissory Note, a Business Loan Agreement, a Commercial Security Agreement, Mortgage and Assignment of Rent for the benefit of Lender ("Loan");

WHEREAS, the Promissory Note, Business Loan Agreement, Commercial Security Agreement, Mortgage, Assignments of Rent, and any and all other loan documents are hereinafter collectively referred to as the "Related Documents"; and

WHEREAS, Borrower and Lender have agreed to amend the Related Documents as herein set forth and to ratify and confirm the Related Documents in all other respects.

NOW, THEREFORE, in consideration of these promises and other good and valuable consideration, it is agreed as follows:

1. All capitalized terms in the Addendum to the extent not otherwise expressly defined herein, shall have the same meaning given to such terms in the Related Documents. In the event of a conflict in the terms of the Related Documents with this Addendum, the terms and provisions of this Addendum shall prevail.

2. The following paragraph is inserted in the Related Documents:

**MODIFICATION OF RIGHT OF SETOFF.** Notwithstanding any other term of provision of the Related Documents, the RIGHT OF SETOFF is modified to add the following sentence at the end: Prior to exercising Lender's Right of Setoff, Lender will freeze Borrower's accounts maintained with Lender and give Borrower written Notice of the freeze, the reason(s) for the freeze and 30 days to cure the reasons for the freeze.

3. The **CONSENT TO PARTICIPATION** section is modified by adding the following at the end :

Notwithstanding the foregoing, in the event Lender intends to sell a participation in a Loan at its inception, Lender will give Borrower a written notice of such sale. Borrower may approve the participation and will evidence such approval by closing the new Loan or may disapprove the participation by not taking the new Loan. Borrower's approval will not be conditioned or unreasonably withheld. No Notice of approval is required if the participant is an affiliate of Lender.

Notwithstanding the foregoing, in the event Lender intends to sell a participation in an existing Loan, Lender will give Borrower a written notice of such sale. Borrower will have seven (7) days after the date of the written notice to approve or disapprove such sale in writing. Borrower's approval will not be conditioned or unreasonably withheld. If Borrower neither approves or disapproves the sale within such seven (7) days, Borrower's approval of the sale will be deemed given. Borrower's approval will not be conditioned or unreasonably withheld. No notice or approval is required if the participant is an affiliate of Lender.

4. The subparagraphs entitled "Adverse Change", "Insecurity" and "Default in Favor of Third Parties" under "Default" as set forth in the Related Documents are hereby deleted in the entirety.

5. The following paragraph is inserted in the Related Documents:

**DEFAULT AND CURE.** Notwithstanding any other term or provision of the Related Documents: (a) if Borrower fails to timely make any payment required to be made in the Related Documents, Lender shall give Borrower a written notice to cure such Event of Default within five (5) days after the date of the notice; and (b) if an Event of Default occurs other than the Borrower's failure to timely make any payment required to be made in the Related Documents, Lender shall give Borrower a written notice to cure such Event of Default within thirty (30) days after the date of the notice. Notwithstanding the foregoing, Borrower will have no right to cure a third Event of Default occurring within the same calendar year.

6. The paragraph entitled "Subsidiaries and Affiliates of Borrower" in the Business Loan Agreement is deleted in the entirety.

7. The following paragraph is inserted in the Related Documents:

**CONSTRUCTION PRIOR TO RECORDING.** Borrower may commence construction on the Real Property prior to the recording of the Mortgage.

8. Project Cost Overruns subsection is modified by adding the following:

In the event that Borrower demonstrates that it has adequate funds separate from Loan proceeds to complete the Project, Borrower need not deposit the deficiency amount but further Loan disbursements will not be made until such deficiency is cured from the Borrower's separate funds.

9. Notwithstanding the negative covenants, Borrower may borrow and lend funds to its related entities, provided all debts shall be subordinate to this Loan.

10. Subparagraphs (C) and (E) under "Cessation of Advances", are hereby deleted from the Business Loan Agreement.

11. Notwithstanding any other provision in the resolutions and authorizations of the various parties to this Loan, no limited partner in OD Limited Partnership shall have any liability whatsoever under this Loan and shall not be required to sign any guaranty or co-borrowing agreement.

12. Except as expressly amended herein, the terms and conditions of the Related Documents shall continue in full force and effect and are hereby ratified in their entirety.

IN WITNESS WHEREOF, this Addendum has been executed by Borrower and Lender.

BORROWER:

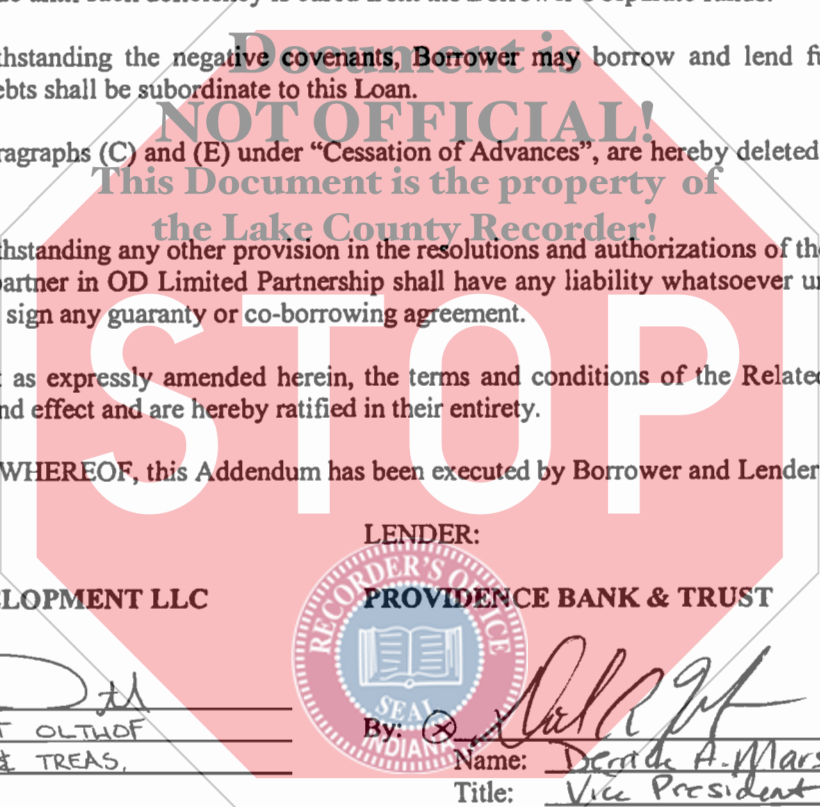
**COVINGTON DEVELOPMENT LLC**

By: (X) [Signature]  
Name: SCOT OLTHOF  
Title: VP & TREAS.

LENDER:

**PROVIDENCE BANK & TRUST**

By: (X) [Signature]  
Name: Derride A. Mars  
Title: Vice President



GUARANTOR:

**OD ENTERPRISES, INC.**

By:  [Signature]  
Name: SLOT OLTHOF  
Title: VP & TREAS.

**OD LIMITED PARTNERSHIP**

By:  [Signature]  
Name: SLOT OLTHOF  
Title: VP & TREAS

