

ORIGINAL  
Number 1 of  
4 executed  
counterparts.

**STORE LEASE**

TENANT: J. C. DIVERSEY, INC., an Illinois corporation

PREMISES: 730 West Diversey Parkway, Chicago, Illinois  
60614

DATE: July 9, 1991

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#### EXHIBITS

Exhibit A	Legal Description of Shopping Center.
Exhibit B	Map of the Shopping Center
Exhibit C	Plan of the Premises
Exhibit D	Plans and Specifications for Tenant's Work
Exhibit E	Sign Criteria
Exhibit F	Statement as to Commencement Date and Termination Date
Exhibit G	Landlord's Work



**DIVERSEY/HALSTED SHOPPING CENTER**

**LEASE**

**ARTICLE I.**

**BASIC LEASE PROVISIONS AND ENUMERATION OF EXHIBITS**

**Section 1.1      Basic Lease Provisions and Definitions.**

The following terms whenever used in this Lease shall have the meanings set forth in this Article unless otherwise limited or expanded elsewhere in this Lease.

- 1.1.1      DATE:    JULY 9, 1991
- 1.1.2      LANDLORD:    LAKEWEST, INC., AGENT for beneficiary(ies) under Trust Agreement dated January 4, 1962, and known as Trust Number 17351, with American National Bank and Trust Company of Chicago, Trustee, (which trust is sometimes referred to herein as "Owner").
- 1.1.3      LANDLORD'S ADDRESS:    LAKEWEST, INC., 325 West Huron Street, Suite 806, Chicago, Illinois 60610.
- 1.1.4      TENANT:      J. C. DIVERSEY, INC., an Illinois corporation.
- 1.1.5      ADDRESS OF TENANT:    c/o JENNIFER WAREHOUSE, 245 ROGER AVENUE, INWOOD, NEW YORK 11696; with a copy to: Law Office of Bernard Wincig, Attention: Bernard Wincig, Esquire, 574 Fifth Avenue, New York, New York 10036
- 1.1.6      TENANT'S TRADE NAME:    JENNIFER CONVERTIBLES
- 1.1.7      SHOPPING CENTER:    DIVERSEY/HALSTED SHOPPING CENTER
- 1.1.8      PREMISES:    730 WEST DIVERSEY PARKWAY, CHICAGO, ILLINOIS 60614.
- 1.1.9      FLOOR AREA OF THE PREMISES:    APPROXIMATELY 3,190 RENTABLE SQUARE FEET.
- 1.1.10     DATE FOR DELIVERY OF THE PREMISES TO TENANT:    AUGUST 1, 1991.
- 1.1.11     TENTATIVE COMMENCEMENT DATE:    SEPTEMBER 1, 1991, as may be extended pursuant to Section 3.3.
- 1.1.12     TERM:      Commencing with the Commencement Date and ending with the Termination Date for a period of approximately 10 years and 3 months.

1.1.13 RENTABLE AREA OF THE SHOPPING CENTER: 22,065 SQUARE FEET.

1.1.14 ANNUAL BASE RENT:

Operating Year:

Primary Term

Annual Base Rent

Years 1-2	\$68,580.00
Years 3-5	\$71,772.00
Years 6-7	\$74,964.00
Years 8-10	\$78,156.00

Option Term

Annual Base Rent

Years 11-12	\$85,740.00
Years 13-15	\$87,720.00

1.1.15 PERCENTAGE RENT RATE: Three percent (3%) in excess of the Breakpoint.

Operating Year:

Primary Term

Breakpoint

Years 1-2	\$1,524,000.00
Years 3-5	\$1,594,933.00
Years 6-7	\$1,665,867.00
Years 8-10	\$1,736,800.00

Option Term

Breakpoint

Years 11-12	\$1,905,333.00
Years 13-15	\$1,949,333.00

1.1.16 INTENTIONALLY OMITTED.

1.1.17 USE: Retail sale of sofas, furniture, home furnishings and related and ancillary items AND FOR NO OTHER PURPOSE.

1.1.18 INTENTIONALLY OMITTED.

1.1.19 GUARANTOR: JENNIFER CHICAGO, L.P., an Illinois limited partnership.

GUARANTOR'S ADDRESS: 245 ROGERS AVENUE, INWOOD, NEW YORK 11696.

- 1.1.20 SECURITY DEPOSIT: None.
- 1.1.21 TERMINATION DATE: The last day of the tenth (10th) Operating Year, subject to Section 2.3.
- 1.1.22 THE LEASING BROKER(S): HIFFMAN, SHAFFER, ANDERSON, INC. and FRAIN, CAMINS & SWARTCHILD
- 1.1.23 TENANT'S PRO RATA PERCENTAGES:

Operating Costs:	14.46%
Real Estate Taxes:	14.46%
Insurance:	14.46%

In the event of a change in the Floor Area of the Premises and/or the Rentable Area of the Shopping Center, Tenant's Pro Rata Percentages shall be adjusted accordingly by Landlord.

- 1.1.24 PARTNERSHIP: THE DIVERSEY/HALSTED LIMITED PARTNERSHIP, an Illinois Limited Partnership

1.1.25	OTHER DEFINITIONS AND REFERENCES	SEE SECTION
	Annual Statement.....	4.5
	Breakpoint.....	4.4
	Commencement Date.....	2.3
	Common Areas.....	5.1
	Default Rate.....	12.6
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Tenant's Work .....	3.1
Term .....	2.3
Voting stock.....	13.4

Section 1.2 Significance of Basic Lease Provisions and Definitions. Each reference in this Lease to any of the Basic Lease Provisions and Definitions contained in Section 1.1 shall be deemed and construed to incorporate all of the terms provided under each Basic Lease Provision and Definition.

Section 1.3 Enumeration of Exhibits. The exhibits enumerated in this section and attached to this Lease are incorporated in this Lease by this reference and are to be construed as a part of this Lease.

Exhibit A	Legal Description of Shopping Center.
Exhibit B	Map of the Shopping Center
Exhibit C	Plan of the Premises
Exhibit D	Plans and Specifications for Tenant's Work
Exhibit E	Sign Criteria
Exhibit F	Statement as to Commencement Date and Termination Date
Exhibit G	Landlord's Work

## ARTICLE II. PREMISES AND TERM

Section 2.1 Shopping Center. Owner is the owner of a tract of land legally described on Exhibit A which is being operated as the shopping center depicted on Exhibit B and known as the Shopping Center set forth in Subsection 1.1.7. Landlord is the agent for the beneficiaries of the Owner.

Section 2.2 Premises. Landlord hereby leases to Tenant, and Tenant hereby accepts from Landlord, subject to and with the benefit of the terms, covenants and conditions of this Lease, the Premises commonly known as set forth in Subsection 1.1.8.

Section 2.3 Term. TO HAVE AND TO HOLD the Premises, as follows:

2.3.1 Primary Term. The primary ten (10) year and three (3) month term of this Lease (the "Primary Term") shall commence on the earlier of (a) the Tentative Commencement Date (as set forth in Subsection 1.1.11 and subject to Section 3.3 below), or (b) the day Tenant opens for business in the Premises (the date upon which the Term actually commences is referred to as the "Commencement Date"), and ending on the Termination Date, unless sooner



terminated by lapse of time or otherwise pursuant to the terms of this Lease (the "Term").

2.3.2 Option Term. Provided that no Event of Default exists, Tenant shall have the option (the "Extension Option") to extend the Term for one (1) five (5) year period (the "Option Term"), commencing on the date following the Termination Date. Such Extension Option shall be self-executing unless written notice is given by Tenant to Landlord no less than nine (9) months prior to the Termination Date unequivocally stating that Tenant elects not to extend the Term for the Option Term. Annual Base Rent for such Option Term shall be at the rate set forth in Section 1.1.14. Notwithstanding any provision of this Lease to the contrary, in no event shall Tenant have the right to extend the Term of this Lease beyond the end of the fifteenth (15) Operating Year.

Section 2.4 Statement as to Commencement Date. When the Commencement Date and Termination Date of the Term have been determined as provided in Section 2.3, Landlord and Tenant shall execute and deliver a written statement completed by Landlord in substantially the form attached hereto as Exhibit F, which shall specify the Commencement Date and the Termination Date of the Term. Tenant shall execute and deliver this statement within ten (10) days after Landlord's written request and in the event Tenant fails to execute this statement within such ten (10) day period, then the statements contained in such statement shall conclusively be deemed to be as set forth in such statement as completed by Landlord or, if Landlord notifies Tenant after said ten (10) day period of such failure and Tenant fails to execute and deliver such statement to Landlord within five (5) days after delivery of said notice, then at Landlord's election such failure shall be deemed to be an Event of Default hereunder.

Section 2.5 Reservation of Rights by Landlord. Landlord reserves the right to change the name of the Shopping Center, the size of the Shopping Center, the number, configuration, size and location of buildings therein, the dimensions of such buildings, the number of floors in any of the buildings, dimensions of stores in such buildings and the identity and type of other stores and tenancies in the Shopping Center. Landlord reserves to itself the use of the exterior walls, the roof, the air space above the roof, the space below the floor and the exclusive right to install, maintain, use, repair and replace pipes, ducts, conduits and wires leading through, to or from the Premises and serving other parts of the Shopping Center in locations which will not materially interfere with Tenant's Use. Landlord further reserves the right to locate kiosks and other similar structures (whether temporary or permanent) and to make available, alter, add to or delete from common areas in the Shopping Center, provided only that the Premises shall be located substantially as depicted on Exhibit



C. Notwithstanding anything to the contrary, no representation or warranty, express or implied, is made as to the accuracy of the information, scale, design, configuration or locations on Exhibit B and Exhibit C and the same is subject to errors, omissions, changes, alterations, additions and withdrawals without notice.

Section 2.6 Measurement of Premises. Tenant shall have the right to have its architect measure the square footage of the Premises which shall be measured to the center line of all walls common to other tenant premises, to the exterior faces of all other walls, and to the building line without reduction for any columns, stairs, shafts or other equipment within the Premises. If, prior to the Commencement Date, Tenant submits to Landlord a certificate from Tenant's architect containing calculations of the measured square footage of the Premises and such measured square footage is less than that set forth in Section 1.1.9, then the Annual Base Rent, Breakpoint and Tenant's Pro Rata Percentages shall be proportionally reduced.

### ARTICLE III. DELIVERY OF PREMISES AND THE PERFORMANCE OF TENANT'S WORK

Section 3.1 Plans and Specifications for Tenant's Work. If not attached as part of Exhibit D at the execution of this Lease, within five (5) days after the date hereof, Tenant shall submit to Landlord at Tenant's sole cost and expense, Tenant's plans and specifications for Tenant's Work, as hereinafter defined (the "Plans and Specifications"). "Tenant's Work" is hereby defined to mean any and all work to be performed by Tenant necessary to render the Premises suitable for Tenant's Use. Notwithstanding anything contained herein to the contrary, Tenant shall not be required to submit Plans and Specifications to Landlord for, or obtain Landlord's approval of, the carpeting, painting or trade fixturing of the Premises. Landlord shall respond in writing to such Plans and Specifications within five (5) days after receipt from Tenant. Landlord shall have the right in its sole discretion to object to or to approve the Plans and Specifications submitted by Tenant for Tenant's Work; provided that if Landlord objects to the Plans and Specifications, it shall specify its reasons for the objections. If Landlord objects to the Plans and Specifications, Tenant shall diligently proceed to modify the Plans and Specifications in order to satisfy such objections and shall resubmit the revised Plans and Specifications to Landlord for its approval. Within one week of Landlord's approval, Tenant shall apply for and diligently pursue a permit for construction of Tenant's Work from the appropriate local authorities. Upon receipt of a permit for construction of Tenant's Work, Tenant shall immediately commence construction of Tenant's Work. Tenant shall diligently pursue and complete Tenant's Work on or before the



Tentative Commencement Date. All of Tenant's Work shall be in accordance with the Plans and Specifications submitted to and approved by Landlord and in compliance with all applicable statutes, ordinances, regulations and codes. Tenant's Work shall not be commenced until after the receipt by Tenant of Landlord's written approval of the Plans and Specifications. Except as otherwise provided below, there shall be no extension of the Tentative Commencement Date if Tenant fails to deliver its Plans and Specifications to Landlord within the time period provided in this Section 3.1.

Section 3.2 Delivery of the Premises. Landlord shall deliver to Tenant possession of the Premises in the condition described on Exhibit "G" (which is a "vanilla box"). Delivery of possession of the Premises to Tenant shall in no event be deemed to have occurred until actual and exclusive physical possession of the Premises shall have been delivered to Tenant in a broom-clean condition, free and clear of all violations, prior leases, tenants and/or occupants and free and clear of all fixtures and other property of all prior tenants and/or occupants, and with any warranties and representations contained in this Lease being true and fulfilled as of such date, and with the construction and condition of the Premises being such as to allow the issuance of a building permit for work to be performed by Tenant. Notwithstanding anything contained herein to the contrary, in no event shall Tenant's acceptance or occupancy of the Premises constitute an opinion, agreement or acknowledgement by Tenant that the structural condition of the Premises is in compliance with law, including all municipal and other regulations, fire insurance and other codes, and the like; nor shall any such acceptance or occupancy waive or reduce any of Tenant's rights or Landlord's obligations under this Lease.

Section 3.3 Failure to Deliver Possession. If Landlord is unable to deliver the Premises to Tenant on or before the Date for Delivery of the Premises to Tenant for any reason, Landlord shall not be subject to any liability for the failure to deliver possession on such date, and such failure to deliver possession on such date shall not affect the validity of this Lease or the obligations of Tenant hereunder; provided, however, that if Tenant has theretofore provided Landlord with its Plans and Specifications as required under Section 3.1, the Tentative Commencement Date shall be delayed so that the interval between the date of the actual delivery of the Premises to Tenant and the delayed Tentative Commencement Date is equal to the interval between the Date for Delivery of the Premises to Tenant and the Tentative Commencement Date. However, if Tenant's failure to deliver the Plans and Specifications as required under Section 3.1, interferes with Landlord's Work or changes its Plans and Specifications, then the delay of the Tentative Commencement Date shall be



reduced by the number of days such failure, change or interference continues in excess of the term permitted under Section 3.1. Notwithstanding anything to the contrary herein contained, if Landlord is unable to deliver possession of the Premises to Tenant as required hereunder on or before October 1, 1991, for any reason other than any delay by Tenant, Tenant shall have the right to terminate this Lease by written notice to Landlord on or before October 31, 1991. This Lease shall continue in full force and effect if not terminated as herein set forth.

Section 3.4 Obligations of Tenant Before the Term Begins. Tenant shall observe and perform all of its obligations under this Lease (except its obligation to operate and to pay rent and those operational charges not applicable to the construction period prior to the Commencement Date), including, but not limited to, payment of all charges for utilities furnished to or used in connection with the Premises, from the date upon which the Premises are delivered to Tenant until the Commencement Date in the same manner as though the Term began when the Premises were delivered to Tenant. Landlord shall have no liability whatsoever for loss or damage to Tenant's Work or to fixtures, equipment or other property of Tenant or Tenant's contractors. Prior to the Commencement Date, Tenant shall furnish detailed evidence satisfactory to Landlord that Tenant's Work has been completed and paid for in full, and that any and all liens which have been, or which may be filed, have been released or satisfied of record. Tenant shall be solely responsible for the payment for and the performance and quality of Tenant's Work and Landlord shall have no responsibility therefor. Tenant's Work shall be performed and completed in accordance with the Plans and Specifications approved by Landlord and shall be performed in a first class and workmanlike manner in accordance with all laws, rules, regulations and court orders. Tenant shall not commence Tenant's Work until Landlord has been provided with insurance certificates evidencing that the contractors and subcontractors performing Tenant's Work have in full force and effect adequate worker's compensation insurance as required by the laws of the state in which the Premises are located, public liability and builder's risk insurance in such amounts and according to terms reasonably satisfactory to Landlord. Any liability of the Landlord or of the Landlord's property for any such work or any other improvements upon the Premises by the Tenant is hereby expressly prohibited. The interest of the Landlord in and to the Premises and the Shopping Center shall not be subject to liens for improvements made in or to the Premises by Tenant or by Tenant's employees, contractors or agents. In the event Tenant fails to open for business upon the Commencement Date, Landlord, in addition to any and all other available remedies, may require Tenant to pay to Landlord, in addition to all other rent and charges specified in this Lease, as liquidated damages and not as a penalty, an amount equal to one-one-hundred-eightieth (1/180th)



of the Annual Base Rent for the first Operating Year for each day such failure to open continues, it being agreed that Landlord's damages as a result of such failure by Tenant are not, and will not be, reasonably ascertainable.

Section 3.5 Landlord's Contribution. Landlord's contribution toward the cost of Tenant's start-up costs shall be equal to \$55,000.00 ("Landlord's Contribution"). As conditions precedent to Landlord's payment of Landlord's Contribution:

(a) Tenant shall have first substantially completed all of Tenant's Work in a first-class, workmanlike manner;

(b) Tenant shall have opened to the public for business;

(c) Tenant shall have furnished to Landlord, if requested, a UCC search on all State of Illinois and Cook County filings, conducted at Landlord's expense, dated on or after the date Tenant opens for business, showing no liens or encumbrances exist against any of Tenant's interest in the Premises or any of the improvements, fixtures, trade fixtures, inventory (excluding inventory on consignment) or equipment located in the Premises; and

(d) Tenant shall have furnished to Landlord, appropriate invoices, mechanics' lien waivers and sworn statements sufficient to enable Landlord to obtain an endorsement to its title policy insuring over mechanics' liens arising out of Tenant's Work or Tenant shall provide to Landlord's title insurer security or a personal undertaking satisfactory to such title insurer sufficient to insure over mechanic's liens arising out of Tenant's Work.

Within five (5) business days after satisfaction of conditions (a) through (d) above, Landlord shall pay to Tenant Landlord's Contribution.

#### ARTICLE IV. RENT

Section 4.1 Rent. Tenant agrees to pay rent, in lawful money of the United States in advance and without demand, deduction or setoff, to the Landlord, at Landlord's Address or to such other person or at such other place as Landlord may direct by notice in writing to Tenant from time to time, at the following rates and times:

(a) on the first day of each calendar month, commencing with the Commencement Date and continuing thereafter through and including the Termination Date,



an amount equal to 1/12th of the Annual Base Rent for such Operating Year, as hereinafter defined (the "Monthly Base Rent"), except that the first installment of Monthly Base Rent shall be paid concurrently with the execution of this Lease by Tenant. If the Commencement Date is on a day prior to the first day of the first Operating Year, then the Monthly Base Rent for such period will be prorated and the amount by which the installment of Monthly Base Rent paid concurrently with the execution of this Lease exceeds such prorated amount for the initial period shall be applied against Monthly Base Rent for the first month of the first Operating Year; and

(b) Percentage Rent (as hereinafter defined) calculated and paid as provided in Section 4.4.

Monthly Base Rent, Percentage Rent and other charges payable by Tenant may be paid by check which shall be made payable to Landlord (or to any other entity upon Landlord's instructions to Tenant, upon which instructions Tenant may rely without any further investigation, such payment being deemed full and proper payment of rent under this Lease). Landlord may designate any other address for payments by Tenant not less than thirty (30) days prior to the due date of such payments by written notice to Tenant in the manner provided in this Lease. After two (2) years from the issuance by Landlord of any bill or statement or charges to be paid by Tenant, whether Monthly Base Rent, Percentage Rent or other charges, Landlord shall not modify, revise, amend, challenge or otherwise increase the amount covered by such bill or statement. In the event that Landlord has not billed for any charge that may be payable by Tenant, in whole or in part, within two (2) years of incurring such charges (except for Real Estate Taxes if the amount of the final bill is not ascertainable), Tenant shall not be obligated to pay such charge. Tenant shall not be obligated to honor any demand for payments under this Lease from anyone other than Landlord until Tenant shall have received written instructions to do so from Landlord or the person to whom Tenant shall then be making payments (whether that person shall be Landlord or a successor thereto as to which Tenant shall have previously been notified in the manner set forth herein) or shall otherwise receive evidence of the right of the person making the demand. Tenant shall continue to make such payments to Landlord (or a successor thereto as to which Tenant shall have previously been notified in the manner set forth therein) pending notification in the manner provided above. Tenant's obligation to pay rent and all other amounts due hereunder shall survive the expiration or termination of this Lease due to the lapse of time or otherwise.

Section 4.2 Operating Year. The term "Operating Year" means (a) for the first Operating Year the period beginning



on the Commencement Date and ending on the last day of the fifteenth (15th) full calendar month thereafter (i.e., if the Commencement date is September 15, 1991, the first Operating Year shall be the period September 15, 1991, through December 31, 1992) and (b) for each succeeding Operating Year, a period of twelve (12) consecutive calendar months with the second Operating Year commencing on the first day of the calendar month immediately following the end of the first Operating Year.

Section 4.3 Definition of Gross Sales. The term "Gross Sales" is defined to mean the total amount of dollars of the actual sales price, or in the event of trade or barter, the fair market value at retail of any item or service traded or bartered, whether for cash, credit, trade, barter or otherwise, or partly for cash, partly on credit, partly for trade and/or partly for barter, of all goods, wares and merchandise sold, charges for all services performed and all other receipts of business conducted in or from the Premises, without deduction or reserve for uncollected or uncollectible amounts, including, without limitation, all catalogue, mail, telephone, telegraph and/or electronic sales and orders received or filled at or from the Premises, all deposits not refunded to purchasers, all orders taken in and from the Premises whether or not such orders are filled elsewhere, receipts or sales through any vending machine or other coin or token operated device, receipts from any rentals made from the Premises and receipts or sales by any sublessee, concessionaire, licensee and any other person or entity doing business in or from the Premises. Nothing contained in this section shall be deemed to permit Tenant to sublease all or a portion of the Premises or allow a concessionaire to conduct business therein, without Landlord's prior written consent. Gross Sales shall not include any sums collected and paid out by Tenant for any sales or retail excise tax imposed by any duly constituted governmental authority, any exchange of goods or merchandise between the stores of Tenant where such exchange of goods or merchandise is made solely for the convenient operations of the business of Tenant and not for the purpose of consummating a sale which has been made at, in or from the Premises, the amount of returns to shippers or manufacturers, the amount of any cash or credit refund made with respect to any sale where the merchandise sold at or from the Premises, or some part thereof, is thereafter returned by the purchasers and accepted by the Tenant, sales of merchandise at a discount to employees of Tenant (which shall not exceed three percent (3%) of Gross Sales), nor sales of fixtures which are not a part of Tenant's stock-in-trade. Each sale upon installment or credit shall be treated as a sale for the full price in the month during which such sale is made, irrespective of the time when Tenant may receive payment from its customer and no deduction shall be allowed for uncollected or uncollectible credit accounts. No deduction shall be made from Gross Sales for any franchise, income or gross receipts taxes, or for any other taxes



based upon income of Tenant or for any use, tangible or property tax assessed against Tenant.

Section 4.4 Percentage Rent. Within forty-five (45) days after the expiration or termination of this Lease and within forty-five (45) days after the end of each Operating Year which falls within the Term in which Gross Sales exceeds the then applicable Breakpoint, Tenant shall pay to Landlord, as additional rent, an amount equal to the product of the Percentage Rent Rate multiplied by the amount of Gross Sales during such Operating Year in excess of the then applicable Breakpoint. If upon the expiration or termination of this Lease an Operating Year of less than a full twelve (12) month period results, then the Breakpoint shall be equal to the Breakpoints in Section 1.1.15 divided by 365 and multiplied by the number of days elapsed in such Operating Year. Promptly upon receipt by Landlord of Tenant's Annual Statement of Tenant's Gross Sales, as provided in Section 4.5 below, there shall be an adjustment between Landlord and Tenant, with payment to or credit by Landlord, as the case may require, to the end that Landlord shall be paid with respect to each Operating Year an amount equal to the product of (a) the Percentage Rent Rate multiplied by (b) an amount equal to the excess, if any, of (x) Tenant's Gross Sales during each Operating Year over the applicable Breakpoint. Each party's obligations under this Article shall survive the expiration or termination of this Lease due to lapse of time or otherwise. Tenant represents and warrants that the Percentage Rent provision of this Lease is the most favorable such provision in any of its leases in Illinois and if a more favorable provision is entered into Tenant shall notify Landlord and the provisions of this Lease shall be amended to be equal to such other more favorable provision(s).

Section 4.5 Maintenance of Records and Examination. Tenant shall utilize cash registers equipped with sealed, continuous, cumulative totals, or such other method as may be first approved by Landlord in writing, to record all Gross Sales during the Term. During and for at least thirty-six (36) months after the expiration of each Operating Year, Tenant shall keep at the Premises all original books and records conforming to generally accepted accounting practices showing all of the Gross Sales and such other information with respect to Gross Sales, at, from and upon the Premises for such Operating Year, including, but not limited to, all tax reports, sales slips, sales checks, bank deposit records and other supporting data. Tenant shall notify Landlord of the manufacturer, model and serial number of all cash registers used on the Premises and of any changes or additions within five (5) days after the use thereof has commenced. If Landlord contends there may be an error with respect to any of Tenant's books, records, papers or files and Landlord so notifies Tenant prior to the expiration of such thirty-six (36) month



period, such period shall be extended until Landlord's contention has been finally determined. Within forty-five (45) days after the end of each Operating Year during the Term, Tenant shall furnish Landlord with a written statement, sworn to by Tenant, if an individual, by a general partner of Tenant if a partnership, or by one of Tenant's executive officers if a corporation, of Tenant's Gross Sales during such Operating Year. Within sixty (60) days following each Operating Year during the Term, Tenant shall furnish Landlord with a written statement prepared by an independent Certified Public Accountant of Tenant's Gross Sales during such Operating Year (the "Annual Statement"). Landlord shall have the right not more than once every Operating Year to audit or have its accountants or other representatives audit all Annual Statements of Gross Sales and in connection with such audits to examine all of Tenant's records (including any supporting data) of Gross Sales and Tenant shall make all such records available for such examination at the Premises. If any audit discloses that the actual Gross Sales by Tenant exceeded those reported, Tenant shall pay the Percentage Rent due with respect to the excess, plus interest thereon at the Default Rate, as hereinafter defined, from the date such amount should have been paid to the date actually paid. If such audit discloses that the actual Gross Sales exceeded those reported by Tenant by more than two percent (2%), Tenant shall also pay, in addition to any deficiency in Percentage Rent plus interest at the Default Rate, the cost of such audit and examination. If such audit discloses that the actual Gross Sales exceeded those reported by Tenant by more than five percent (5%), Landlord shall have, in addition to all other available rights and remedies, the remedies provided for in Article XII below and Tenant shall promptly pay Landlord the cost of such audit along with the deficiency in such Percentage Rent plus interest at the Default Rate. If such audit discloses that actual Gross Sales by Tenant were less than those reported and, as a result thereof, Tenant paid more Percentage Rent than was due hereunder, Landlord shall refund to Tenant the amount of the excess Percentage Rent less the cost to Landlord of the audit. If Tenant shall fail to furnish the Annual Statement within sixty (60) days after each Operating Year, or if Tenant's Gross Sales cannot be verified due to the insufficiency or inadequacy of Tenant's records, then Landlord shall have the right, in addition to all other remedies, to cause a Certified Public Accountant to audit, at Tenant's expense, Tenant's records and prepare and certify therefrom the Annual Statement and Tenant shall make all records available for such audit. Any information obtained by Landlord pursuant to the provisions of this section shall be treated as confidential except in any dispute, litigation or arbitration proceedings between the parties; provided that Landlord may disclose such information to its mortgagees and to prospective buyers, brokers, lenders, tax authorities and pursuant to legal requirements.



Section 4.6 Rent Abatement. Notwithstanding anything contained in this Lease to the contrary, so long as Tenant is not in default under this Lease, the Monthly Base Rent for the first three (3) full months of the first Operating Year (the "Abatement Months") shall be abated. The entire Monthly Base Rent otherwise due and payable for the Abatement Months shall become immediately due and payable upon the occurrence of an Event of Default.

**ARTICLE V.**  
**COMMON AREAS AND OPERATING COSTS**

Section 5.1 Common Areas and Facilities. Landlord, at Landlord's option, may make available from time to time such areas and facilities of common benefit to the tenants and occupants of the Shopping Center as Landlord shall deem appropriate and shall at all times be subject to the exclusive control and management of the Landlord (the "Common Areas"). Landlord shall operate, manage, equip, heat, ventilate, cool, light, insure, repair and maintain the Common Areas and facilities in such manner as Landlord shall, in its sole discretion, determine. Landlord may from time to time change the size, location and nature of any Common Areas and facilities, may make installations therein and move and remove such installations. Notwithstanding anything contained to the contrary in any other provision of this Lease, including, but not limited to, Exhibit B, Landlord reserves the right to increase, decrease and change the size or location of the Common Areas and/or to change the Common Areas into rentable areas.

Section 5.2 Use of Common Areas. Tenant and its permitted concessionaires, licensees, officers, employees, agents, customers and invitees shall have the nonexclusive right, in common with Landlord and all others to whom Landlord has or may hereafter grant rights, to use the Common Areas as designated from time to time by Landlord, subject to such regulations as Landlord in its sole discretion may from time to time establish. Tenant agrees to abide by such regulations and to cause its permitted concessionaires, licensees, officers, employees and agents, and to use its best efforts to cause its customers and invitees to conform thereto. In addition to its other rights hereunder, Landlord may at any time temporarily close any part of the Common Areas to make repairs or changes, to prevent the acquisition of public rights in such areas, to discourage non-customer parking, or for other reasonable purposes, and may do such other acts in and to the Common Areas as in its sole discretion Landlord may deem desirable. Landlord shall have the right to close the Common Areas or any part thereof on such days or during such hours as Landlord shall, in its sole discretion, determine. Tenant covenants that neither Tenant nor any of the Tenant's employees will park their automobiles in the parking lot comprising part of the Shopping Center. Landlord



shall have the right to establish such other reasonable rules and regulations as to the parking of vehicles, movement of traffic, loading and unloading of supplies and use of service areas and other facilities common to Tenant and other tenants of the Shopping Center, including the right to require the cars of Tenant and Tenant's employees to bear identification stickers in order to facilitate enforcement of the parking restrictions, and Tenant agrees to comply with all such reasonable rules and regulations established by Landlord. The intent of this provision is that the parking lot shall be for the use of customers of Landlord's tenants. Notwithstanding anything to the contrary, neither Landlord, Owner, its beneficiary, nor their respective partners, officers, employees or agents shall have any responsibility for patrolling the Common Areas or keeping them secure.

Section 5.3 Operating Costs. Tenant shall pay to Landlord, as additional rent hereunder, "Tenant's Pro Rata Share of Operating Costs" (as hereinafter defined). The term "Operating Costs" shall mean any and all costs and expenses of every kind and nature paid or incurred by Landlord (including appropriate reserves) in operating, managing, equipping, policing and protecting (if and to the extent provided by Landlord), insuring, servicing, lighting, repairing, replacing, cleaning and maintaining the Shopping Center (other than those facilities which Landlord is obligated to maintain at its expense pursuant to Section 9.1) less the contributions, if any, to Operating Costs by any tenant which pays separately for any of such charge, including but not limited to, such maintenance and repair as shall be required in Landlord's judgment to upgrade, maintain and preserve the Shopping Center in suitable condition and status; all costs and expenses of security and fire protection, including, at the option of Landlord, servicing Tenant with fire extinguishers (if and to the extent such service is provided by Landlord); water and sewer charges not separately metered to tenants; pedestrian and vehicular traffic direction and control; all costs and expenses of cleaning and removing of rubbish, dirt, debris, snow and ice; all costs and expenses of maintaining, planting, replanting and replacing flowers and landscaping; water and sewerage charges; premiums for liability and property damage, fire, extended coverage, malicious mischief, vandalism, worker's compensation, employer's liability and any other insurance procured by Landlord in connection with the Shopping Center; wages, unemployment taxes, social security taxes, special assessments, transportation or environmental protection taxes or levies or similar taxes or levies, and personal property taxes attributable to the Shopping Center; professional fees including, but not limited to, accounting and legal fees relating to the Shopping Center; required licenses and permits; all costs and expenses for supplies and operation of loud speakers and any other sound equipment; all costs and expenses incurred by Landlord in the testing, maintaining and repairing of sprinkler and other



systems, if any, located in the Shopping Center or, at Landlord's option, in the Premises; all charges for the use and service of utility services for the Common Areas, including, but not limited to, all costs and expenses of maintaining lighting fixtures (including the cost of light bulbs and electric current); maintenance of all utility facilities not maintained by the servicing utility company; all costs, expenses, surcharges or other impositions or assessments incurred by Landlord in connection with environmental protection legislation or regulations or assessed against or imposed on the Shopping Center or any part thereof with regard or in connection with impacts on public services, facilities or infrastructure; depreciation, interest and all other costs resulting from improvements or additions imposed and required by regulatory agencies; cost of equipment, machinery and facilities not properly chargeable to capital; reasonable depreciation of equipment, machinery and facilities; rents paid for the leasing of equipment, machinery and facilities and finance charges paid for the purchase of equipment, machinery and facilities which are capital assets and are used in the operation of the Shopping Center; administrative costs attributable to the Shopping Center which are hereby stipulated and agreed to be fifteen percent (15%) of all other costs and expenses included in the Operating Costs, Real Estate Taxes, Shopping Center Insurance and HVAC Charges; and such other costs as Landlord may reasonably determine are required for the proper operation and maintenance of the Shopping Center. There shall be excluded from Operating Costs: (a) expenses for any capital improvements made to the Shopping Center (except that capital expenses for improvements which result in savings of labor or other costs shall be included at the cost of such improvements amortized over the useful life of the improvements); (b) expenses for repairs or other work occasioned by fire, windstorm or other insured casualty; (c) expenses incurred in leasing or procuring new tenants (i.e., lease commissions, tenant inducements, advertising expenses and expenses of renovating space for new tenants); (d) legal expenses in enforcing the terms of any lease; (e) interest or amortization payments on any mortgage or mortgages and/or capital improvements; (f) reserve funds; (g) administrative expenses of Landlord in excess of five percent (5%) of all rent and other charges collected from tenants; and (h) expenses in connection with maintaining and operating any garage operated by Landlord incident to the operation of the Shopping Center. All Operating Costs shall be based upon competitive charges for similar services and/or materials that are available in the general vicinity of the Shopping Center.

Section 5.4 Tenant's Pro Rata Share. The term "Tenant's Pro Rata Share of the Operating Costs" shall mean the product of (a) the Operating Costs for each calendar year or partial calendar year (based upon the number of days of such partial calendar year) during the Term multiplied by (b) Tenant's



Pro Rata Percentage of Operating Costs during such calendar year or partial calendar year.

Section 5.5 Payment of Operating Costs. Tenant shall pay to Landlord on account of Tenant's Pro Rata Share of Operating Costs equal monthly installments on the first day of each calendar month in advance, without demand or setoff, in an amount estimated from time to time by Landlord to be Tenant's Pro Rata Share of Operating Costs. At the end of each fiscal year Landlord uses for such purpose, Landlord shall furnish Tenant with a statement of the actual Operating Costs paid or incurred by Landlord during such period and there shall be an adjustment between Landlord and Tenant within ten (10) days after delivery of such statement with payment to, or repayment by (if Tenant is not in default hereunder) Landlord, as the case may require, so that Landlord shall receive from Tenant the precise amount of Tenant's Pro Rata Share of Operating Costs for such period. The covenants of this section shall survive the expiration or termination of this Lease due to the lapse of time or otherwise.

#### ARTICLE VI. REAL ESTATE TAXES

Section 6.1 Real Estate Taxes. Tenant shall pay to Landlord, as additional rent hereunder, "Tenant's Pro Rata Share of Real Estate Taxes" (as hereinafter defined). The term "Real Estate Taxes" means any and all real estate taxes, public, governmental and/or quasi-governmental regular and special charges, assessments, transportation or environmental protection taxes or levies or similar tax or levy and lease taxes, attributable to the Shopping Center during the Term whether foreseen or unforeseen (less the contributions, if any, to Real Estate Taxes by any tenant which pays separately for any such charge) incurred annually by Landlord during the Term and prorated for any partial calendar year. (At the time of the execution of this Lease, Real Estate Taxes in Cook County are collected in the year subsequent to the year of assessment. For purposes of this Lease, the phrase "incurred annually" shall mean Real Estate Taxes levied and assessed for any year though the same may not be due and payable or paid until a subsequent year.) Real Estate Taxes shall also include, but not be limited to, all expenses, including reasonable attorneys' fees, administrative hearing and court costs incurred in contesting or negotiating the amount or rate of any such Real Estate Taxes. Landlord and Landlord's Agent shall have the exclusive right, but not the obligation, to contest or appeal any assessment of Real Estate Taxes levied on the Shopping Center. Should the state, or any political subdivision thereof or any governmental authority having jurisdiction thereover impose a tax or assessment upon or against the rentals or other charges payable to Landlord by a tenant either by way of substitution for any Real



Estate Taxes or in addition thereto, or impose an income or franchise tax or any other tax in substitution for, in lieu of or in addition to any Real Estate Taxes, such taxes and assessments shall also be deemed to constitute Real Estate Taxes.

Section 6.2 Tenant's Pro Rata Share. The term "Tenant's Pro Rata Share of Real Estate Taxes" shall mean the product of (a) the Real Estate Taxes for each calendar year or partial calendar year (based upon the number of days of such partial calendar year) during the Term multiplied by (b) Tenant's Pro Rata Percentage of Real Estate Taxes as of the assessment date of Real Estate Taxes.

Section 6.3 Payment of Real Estate Taxes. Tenant shall pay to Landlord on account of Tenant's Pro Rata Share of Real Estate Taxes equal monthly installments on the first day of each calendar month in advance, without demand or setoff in an amount estimated from time to time by Landlord to be Tenant's Pro Rata Share of Real Estate Taxes. When the actual figures for such Real Estate Taxes are known, Landlord shall furnish Tenant with a statement of Tenant's actual Pro Rata Share of Real Estate Taxes, together with (a) a copy of the paid and receipted tax bill and Landlord's computation of Tenant's Pro Rata Share; (b) a statement of the Rentable Area of the Shopping Center and (c) Landlord's representation that the parcel of real estate covered by the tax bill does not include any property or improvements located outside of the Shopping Center as legally described on Exhibit A; and any over or under payment of Tenant's Pro Rata Share of Real Estate Taxes shall be adjusted and paid by Landlord (so long as Tenant is not in default hereunder) or Tenant, as applicable, to the other, within ten (10) days after delivery of such statement so that Landlord shall receive from Tenant the precise amount of Tenant's Pro Rata Share of Real Estate Taxes for such period. Tenant shall also be responsible for and shall pay all lease taxes or similar taxes levied on the business of Tenant in the Premises levied or assessed by any governmental entity having jurisdiction over the Premises. The covenants of this section shall survive the expiration or termination of this Lease due to the lapse of time or otherwise.

Section 6.4 Timely Payment; Refunds; Penalties.

(a) Landlord covenants and agrees that it shall timely and fully pay the Real Estate Taxes levied against the Shopping Center, including the Premises and all improvements thereon.

(b) If Landlord shall obtain any abatement, refund



or rebate in Real Estate Taxes accruing during the Term, Landlord shall promptly forward to Tenant its Pro Rata Share of such abatement, refund or rebate (less Tenant's Pro Rata Share of the cost and expense of obtaining them).

(c) Tenant shall not, in any event, be liable for any interest or penalty charges payable by Landlord with respect to such tax bill (but only to the extent Tenant pays its Prorata Share of Real Estate Taxes on a timely basis), and if a discount of said tax bill(s) is available by prompt payment, Tenant's Pro Rata Share of Real Estate Taxes shall be based upon the discounted amount regardless of whether in fact such prompt payment is made.

#### ARTICLE VII. SHOPPING CENTER INSURANCE

Section 7.1 Shopping Center Insurance. Tenant shall pay to Landlord, as additional rent hereunder, "Tenant's Pro Rata Share of Shopping Center Insurance" (as hereinafter defined). The term "Shopping Center Insurance" means any and all insurance (less the amount, if any, applicable to Common Areas and included in Operating Costs) for fire, extended coverage, malicious mischief, vandalism, sprinkler leakage, flood insurance, rent loss, wind storm, sink hole and such other forms of casualty insurance and public liability insurance, insuring any and all risks relating to conditions or operations of the Shopping Center in such form, amounts and companies as Landlord shall, in its sole judgment, elect to carry less the contributions, if any, to Shopping Center Insurance by any tenant which pays separately for any of such charges.

Section 7.2 Tenant's Pro Rata Share. The term "Tenant's Pro Rata Share of Shopping Center Insurance" shall mean the product of (a) the Shopping Center Insurance for each calendar year or partial calendar year (based upon the number of days of such partial calendar year) during the Term multiplied by (a) Tenant's Pro Rata Percentage of Shopping Center Insurance as of the date such premium is due.

Section 7.3 Payment of Shopping Center Insurance. Tenant shall pay to Landlord on account of Tenant's Pro Rata Share of Shopping Center Insurance equal monthly installments on the first day of each calendar month in advance, without demand or setoff in an amount estimated from time to time by Landlord to be Tenant's Pro Rata Share of Shopping Center Insurance. After Landlord's receipt of the actual insurance bills, Landlord shall



furnish Tenant with a statement of Tenant's actual Pro Rata Share of Shopping Center Insurance and there shall be an adjustment between Landlord and Tenant within ten (10) days after delivery of such statement with payment to, or repayment by (if Tenant is not in default hereunder) Landlord, as the case may require, so that Landlord shall receive from Tenant the precise amount of Tenant's Pro Rata Share of Shopping Center Insurance for such period. All or portions of coverage for Shopping Center Insurance may be maintained in so-called blanket or umbrella policies. The covenants of this section shall survive the expiration or termination of this Lease by the lapse of time or otherwise.

#### ARTICLE VIII.

##### UTILITY SERVICES AND HEATING, VENTILATING AND AIR CONDITIONING

Section 8.1 Utilities. Tenant, at Tenant's sole cost and expense, shall be solely responsible for and shall promptly pay all charges for use or consumption of heat, air conditioning, sewer, water, gas, electricity or any other utility services to the Premises. Interruption or impairment of any such utility or related service, caused or necessitated by repairs, improvements, or other causes beyond Landlord's direct control, shall not give rise to any right or cause of action by Tenant against Landlord in damages or otherwise. Landlord shall not be liable for, and Tenant shall not be entitled to, an abatement of rent in the event of any interruption in the supply of any utility or related service, and the same shall not be construed as an actual or constructive eviction of Tenant. Tenant agrees that it will not install any equipment which will exceed or overload the capacity of any utility facilities and that if any equipment installed by Tenant shall require additional utility facilities, the same shall be installed at Tenant's sole cost and expense in accordance with all laws, regulations and ordinances and in accordance with plans and specifications to be approved in writing in advance by Landlord.

Section 8.2 Heating, Ventilating and Air Conditioning. Heating and air conditioning shall be thermostatically controlled in the Premises and the Tenant agrees to maintain and keep in good repair during the Term of this Lease at Tenant's sole expense all heating, ventilating and air conditioning equipment and systems located in the Premises. At all times during the term, Tenant shall, at Tenant's sole cost and expense, have and keep in force a maintenance contract (in a form and with a contractor satisfactory to Landlord) providing for inspection, maintenance and necessary repairs (including replacement) of the heating, ventilating and air conditioning equipment in or serving the Premises at least once each calendar quarter unless Landlord, at Landlord's option and Tenant's expense otherwise provides such maintenance service. The maintenance contract shall provide that it will not be cancellable by either party thereto except after



thirty (30) days' prior written notice to Landlord. Tenant shall provide Landlord with a copy of such maintenance contract.

Section 8.3 Payment for Services. In no event shall Tenant be required to pay with respect to any utility service or service provided or designated by Landlord an amount in excess of the amount that Tenant would be required to pay if purchasing directly from such utility company or other company.

#### ARTICLE IX. LANDLORD'S COVENANTS

Section 9.1 Repairs by Landlord. Landlord covenants at its expense to keep the foundation, floorslab, steel frame, roof, structural portions, gutters, downspouts, sprinkler system, if any, and underground utility lines of the Premises and the Shopping Center, all utility lines serving the Premises, and the structural soundness of exterior walls thereof (excluding glass, plate glass and doors), in good order, repair and condition, unless any such work is required because of damage caused by any act, omission or negligence of Tenant, any employees, agents, invitees, guests, concessionaires, licensees, sublessees or contractors of Tenant or any of their respective employees, agents, invitees, guests, concessionaires, licensees or contractors, or any person or entity claiming by, through or under Tenant in which event Tenant shall be responsible, at Tenant's sole cost and expense, or at Landlord's option, Landlord shall make such repair and be reimbursed by Tenant for such repair. Landlord shall not be required to commence any such repair until a reasonable time after Landlord receives written notice from Tenant that the same is necessary, which notice shall specifically reference the required repair. Landlord shall make all such required repairs and replacements without, to the extent commercially practicable, materially interfering with the conduct of Tenant's business. If during such repairs and replacements the Shopping Center or the Premises are wholly or partially unsuitable for their use as provided in this Lease, there shall be an equitable abatement of Rent, Percentage Rent and all other charges until such time as such repairs and replacements have been completed. The provisions of this section shall not apply in the case of damage or destruction by fire or other casualty or a taking under the power of eminent domain, in which event the obligations of Landlord shall be controlled by Article XI. Except as otherwise provided in this section, Landlord shall not be obligated to make repairs, replacements or improvements of any kind upon the Premises, or any equipment facilities or fixtures contained therein or serving the Premises, which shall be the sole responsibility of Tenant as provided in this Lease.

Section 9.2 Quiet Enjoyment. Landlord covenants and agrees that so long as Tenant has committed no default under this



Lease, Tenant's peaceful and quiet possession of the Premises during the Term shall not be disturbed by Landlord or by anyone claiming by, through or under Landlord, subject to the terms and conditions of this Lease and to any mortgages, trust deeds, ground or underlying leases, agreements and encumbrances to which this Lease is or may be subordinated.

Section 9.3 Character of the Shopping Center. Tenant has entered into this Lease in reliance upon the representation by Landlord that the Shopping Center is, and will remain, retail in character, and further, that no part of same shall be used as a theatre, auditorium, meeting hall, school or other place of public assembly (excluding a day care center or kindergarten of less than 2,000 square feet), gymnasium, dance hall, billiard or pool hall, massage parlor, video game arcade, bowling alley, skating rink, car wash, night club or adult book or adult video tape store (which are defined as stores in which at least ten (10%) of the inventory is not available for sale or rental to children under 18 years old because such inventory explicitly deals with or depicts human sexuality).

Section 9.4 Access to Premises. Landlord covenants and agrees that Landlord shall not during the Term (a) eliminate or materially reduce direct and unencumbered access between the public ways and the sidewalk on either side thereof on the one hand and the Premises on the other hand and (b) construct any additional buildings, structures, obstructions, barriers and the like upon, attached or placed adjacent to the Premises, which in any event would adversely affect the access to or visibility of the Premises and/or Tenant's sign(s) on the Premises. In addition, Landlord covenants and agrees that it will not reduce the space nor the dimensions of the Premises.

Section 9.5 Use of the Premises. Landlord represents and warrants that there is presently issued and shall remain outstanding all required permits for equipment utilized as part of or by which services are provided to the Premises, that Tenant's use and occupancy of the Premises for the purpose permitted hereunder will not be in violation of any covenant, restriction, agreement or other instrument now or hereafter affecting the Premises.

Section 9.6 Ownership. Landlord warrants and represents that as of the date of this Lease there are no zoning regulations, governmental use restrictions, restrictive agreements, leases, environmental laws or other instruments or limitations that prevent or restrict the use of the Shopping Center or any part of the Shopping Center or prevent or limit the use of the Premises for Tenant's Use, or otherwise conflict with any of the provisions of this Lease.



Section 9.7 Default by Landlord. In the event Landlord shall neglect or fail to perform or observe any of the covenants, provisions or conditions contained in this Lease on its part to be performed or observed within thirty (30) days after written notice of default to Landlord and each Mortgagee (of which Tenant has been given written notice) or if more than thirty (30) days shall be required because of the nature of the default, if Landlord shall fail to commence to cure the same within such thirty (30) day period and thereafter proceed diligently to prosecute such cure to completion, then in that event at Tenant's option to be exercised by written notice to Landlord (a) Tenant shall be entitled to all remedies at law or in equity resulting from such default or (b) Tenant may cure such default and deliver to Landlord an invoice for the reasonable and actual cost of the same, together with evidence of payment thereof, which invoice shall be paid or reimbursed to Tenant by Landlord within ten (10) business days thereafter. If Landlord shall fail to pay such invoice and does not notify Tenant that Landlord disputes the amount of such invoice or the necessity of such cure within said ten (10) business day period, or if Tenant obtains a judgment for such amount, the Tenant shall be entitled to offset from rents due hereunder the amount of such invoice or judgment, as applicable. Landlord shall also pay Tenant's costs, expenses and reasonable attorney's fees that may be incurred by Tenant in enforcing Landlord's covenants and agreements in this Lease, provided that Tenant is the prevailing party.

Section 9.8 Landlord's Insurance. In addition to the coverages Landlord elects to carry as provided in Section 7.1, Landlord shall, at all times during the Term hereof, maintain in effect coverage under a policy or policies of insurance covering the Shopping Center (but not Tenant's improvements, stock-in-trade, fixtures, furniture, furnishings, floor coverings and equipment and other items Tenant is required to insure), in an amount not less than one hundred percent (100%) of the full replacement value (exclusive of the cost of excavations, foundations and footings) from time to time during the Term of this Lease or the amount of such insurance that Landlord's Mortgagee requires Landlord to maintain, whichever is greater, providing protection against any peril generally included within the classification "Fire and Extended Coverage," together with insurance against sprinkler damage, vandalism and malicious mischief. Additionally, Landlord shall carry public liability and property damage liability insurance with at least \$1,000,000 in coverage and excess coverage liability insurance on the Common Areas of the Shopping Center. Notwithstanding anything to the contrary contained in this Section 9.8, Landlord's obligation to carry the insurance provided for herein may be brought within the coverage of a so-called blanket or umbrella policy or policies of insurance carried and maintained by Landlord or its affiliates.



Section 9.9 Indemnification. To the extent covered by insurance or required to be covered as required in Section 9.8, Landlord will indemnify Tenant and save it harmless from and against any and all claims, actions, damages, liability and expense in connection with loss of life, personal injury and/or damage to property arising out of any occurrence in, upon or from the Common Areas, parking areas, roads, walks, and approaches in and to the Shopping Center, to the extent caused by the negligence or default of Landlord, its agents, contractors, employees or concessionaires.

Section 9.10 Government Requirements. In regard to any provision regarding work to be performed as required by governmental or other authorities, Tenant shall not be obligated to make any repairs, charges, alterations or additions to portions of the Premises that are otherwise expressly the obligation of the Landlord under this Lease. Notwithstanding anything to the contrary in this Lease, Landlord shall be responsible for complying, and the cost of complying, with any and all governmental regulation of environmental matters relating to substances in or about the Premises or the Shopping Center except for those substances placed there by Tenant. Specifically, but without limiting the generality of the foregoing, Landlord shall be responsible for abating any and all hazards relating to lead paint or asbestos in or about the Premises or the Shopping Center as may be required by governmental regulation, including such abatement as may be required in connection with the issuance of any building permits or otherwise.

Section 9.11 Laws and Ordinances. Landlord shall, at Landlord's sole cost and expense, promptly observe and comply with all present or future laws, rules, requirements, recommendations, orders, directions, ordinances and regulations of the United States of America, the State, county and any other municipal, governmental or lawful authority whatsoever affecting those portions of the Premises Landlord is required to maintain and repair pursuant to Section 9.1, and of any and all of its or their departments, bureaus and officials, except when such observance or compliance is required by reason of the particular nature of Tenant's business, or the location by Tenant of partitions or trade fixtures in which event Tenant, at its sole cost and expense, shall observe and comply with same.

Section 9.12 Actions of Landlord. Whenever Landlord shall enter or perform any work in or about the Premises, such entry shall be made, and such work shall be performed, to the extent commercially practicable, without materially interfering with the conduct of Tenant's business.

Section 9.13 Warranties.



(a) Landlord represents and warrants that the bathroom, HVAC system, plumbing system and electrical system will be in good working order at the date of delivery of the Premises and that the roof will be free from leaks and that the Landlord has not received any notices of any violations of the applicable building code.

(b) The air conditioning unit which is presently installed in the Premises is the property of Landlord. Tenant is hereby granted the right to use said equipment and is required to keep it in good repair. Notwithstanding the provisions of Section 8.2 to the contrary, it is understood that during the first Operating Year Landlord will pay for all costs of maintenance, repairs and replacements of the air conditioning equipment; thereafter Tenant will pay all costs of operation, maintenance, repairs and replacements of the air conditioning equipment.

Section 9.14 Estimates of Other Charges. The Landlord confirms that the costs for Operating Costs, Real Estate Taxes and Shopping Center Insurance are being collected as of the date of this Lease in the following amounts:

Operating Costs	\$0.34 per square foot
Shopping Center Insurance	\$0.21 per square foot
Real Estate Taxes	\$4.28 per square foot

The foregoing amounts are estimated payments only and are subject to adjustment as provided in this Lease.

Section 9.15 Exclusive Covenant. Landlord shall not hereafter, unless required by court order or statute or unless consented to in writing by Tenant in advance thereof, execute any lease to any other tenant or consent to any sublease or assignment to any other prospective tenant or permit any other tenant or occupant to utilize any portion of the Shopping Center whose business would include the sale of convertible sofas, subject to the uses granted to tenants of the Shopping Center as of the date of this Lease.

#### ARTICLE X. TENANT'S ADDITIONAL COVENANTS

Section 10.1 Affirmative Covenants. Tenant covenants and agrees at its sole cost and expense at all times during the Term, such further time as Tenant occupies the Premises or any part thereof and such further time as indicated below:

10.1.1 To promptly perform all of the obligations of Tenant set forth in this Lease and to pay when due the Annual Base



Rent, Percentage Rent, Tenant's Pro Rata Share of Operating Costs, Tenant's Pro Rata Share of Real Estate Taxes, and Tenant's Pro Rata Share of Shopping Center Insurance and any and all other charges, rates and other sums which by the terms of this Lease are to be paid by Tenant (Tenant's Pro Rata Share of Operating Costs, Tenant's Pro Rata Share of Real Estate Taxes, and Tenant's Pro Rata Share of Shopping Center Insurance and any and all other charges, rates and other sums which by the terms of this Lease are to be paid by Tenant are sometimes collectively referred to as "other charges"), without any setoffs or counterclaims whatsoever. The foregoing covenant shall survive the expiration or termination of this Lease due to the lapse of time or otherwise.

10.1.2 To occupy and use the Premises only for Tenant's Use and for no other purposes; to operate its business in the Premises under Tenant's Trade Name only; and to conduct its business at all times in a first class and reputable manner so as to produce the maximum volume of sales and transactions and to help establish and maintain a high reputation for the Shopping Center.

10.1.3 To refer to the Shopping Center by the Shopping Center's name in designating the location of the Premises in all newspaper or other advertising, stationery, other printed material and all other references to location; to include the address and identity of its business activity in the Premises in all advertisements made by Tenant in which the address and identity of any other business activity of like character conducted by Tenant within the metropolitan area in which the Shopping Center is located shall be mentioned, and to use, in such advertising, only Tenant's Trade Name.

10.1.4 Except when and to the extent that the Premises are untenable by reason of damage by fire or other casualty, to use and continuously operate only for Tenant's Use, all of the Premises other than such minor portions thereof as are reasonably required for storage and office purposes; to use such storage and office space only in connection with the business conducted by Tenant in the Premises; to furnish and install all trade fixtures, which shall at all times be suitable and proper for carrying on Tenant's business; to carry a full and complete stock of seasonable merchandise offered for sale at competitive prices; to store in the Premises only such merchandise as is to be offered for sale at retail from the Premises within a reasonable time after receipt; to maintain adequate trained personnel for efficient service to customers; to initially open for business and to continue to remain open for business on all days during the Term during which the Shopping Center is open (as determined by Landlord), including such evenings and continuously during such hours as shall be determined by Landlord; and to light its display windows and signs, if any, every day during the Term (including days on which Tenant is not open for business) from dusk until



10:00 P.M., or such later time as Tenant in its discretion may determine. For any day that Tenant does not comply with this subsection in any material respect, the Annual Base Rent for the applicable Operating Year, prorated on a daily basis, shall be increased by twenty-five percent (25%), such sum representing liquidated damages (and not a penalty) which the parties agree Landlord will suffer by reason of Tenant's noncompliance (the parties agreeing that Landlord's damages in such event are not and will not be reasonably ascertainable) in addition to any other remedies available to Landlord under this Lease, at law or in equity.

10.1.5 To conform to all rules and regulations which Landlord may make in the management and operation of the Shopping Center and require such conformance by Tenant's employees, agents, contractors, guests, invitees, permitted sublessees, concessionaires and licensees or any person or entity claiming by, through or under Tenant provided that all rules and regulations that Landlord may make shall be uniform, reasonable, and applied equally on a non-discriminatory basis to all of the tenants and shall not conflict with any provisions of this Lease; to receive and deliver goods and merchandise only in the manner and at such times and in such areas as may be designated by Landlord; to keep all drains inside the Premises clean; and to store all trash and garbage in adequate containers within the Premises which Tenant shall maintain in a neat and clean condition so as not to be visible to members of the public shopping in the Shopping Center, and so as not to create any health or fire hazard. Tenant shall not burn any trash or garbage at any time in or about the Shopping Center and Tenant shall, at Tenant's expense, attend to the daily disposal thereof in the manner designated by Landlord. Tenant shall provide its own garbage pickup and disposal services. If the Premises are permitted to be used for the sale of food, Tenant shall maintain any and all grease traps in good condition and repair and store all trash and garbage in a garbage storeroom or compartment which Tenant shall install and keep in repair at its sole cost and expense. The temperature shall constantly be maintained at no less than 50 degrees F (10 degrees C) or more than 55 degrees F (12.78 degrees C). If Landlord shall provide any services or facilities for trash pickup or trash compaction, Tenant shall be obligated to use the same and shall pay a proportionate share (based on volume of use) of the actual cost thereof within ten (10) days after being billed therefor. Tenant agrees to pay its proportionate share (based on the contractor's allocation if available), promptly after being billed therefor, of any costs incurred by Landlord for pest control service which Landlord may determine is necessary to employ for the Premises.

10.1.6 Except for repairs required in Section 9.1 to be performed by Landlord, to keep the Premises, including, but not limited to, all entrances, vestibules, partitions, windows and



window frames, moldings, glass doors, lighting, HVAC equipment, fixtures and equipment, the fire protection system, any security screen, wall and/or store front (the installation of which shall be subject to Landlord's approval) and fixtures and displays (including show windows and signs) clean, neat and safe, and in good order, repair and condition (including all necessary replacement, painting and decorating), and to keep all glass, including that in windows, doors, store fronts, fixtures and skylights, clean, neat and safe and in good order, repair and condition, and to promptly replace glass which may be damaged or broken with glass of the same quality, damage by fire or other casualty covered by Landlord's insurance excepted. If, in an emergency, it shall become necessary to promptly make any repairs or replacements required to be made by Tenant, Landlord may enter the Premises and proceed to make such repairs or replacements and pay the cost thereof. Tenant shall reimburse Landlord for the cost thereof within thirty (30) days after Landlord renders a bill to Tenant.

10.1.7 To make all repairs, alterations, additions or replacements to the Premises and all mechanical, electrical and plumbing systems located within the Premises required by any law or ordinance or any order or regulation of any public authority, or fire underwriters or underwriters' fire prevention engineers and to keep the Premises equipped with all safety appliances required because of Tenant's Use; to procure any licenses and permits required for Tenant's Use; and to comply with the laws, orders and regulations of all governmental authorities and the reasonable recommendations and requirements of Landlord's insurance carriers and their underwriters.

10.1.8 To promptly pay when due the entire cost of any work in the Premises undertaken by Tenant, including, without limitation, Tenant's Work, so that the Premises shall at all times be free of liens for labor and materials; to procure all necessary permits before undertaking such work; to do all work in a first class, good and workmanlike manner employing new materials of good quality; to perform all work only with licensed union contractors previously approved in writing by Landlord; to comply with all governmental requirements; and to defend (with counsel reasonably satisfactory to Landlord), indemnify and save Landlord, Owner and Owner's beneficiaries and their respective partners, officers, directors, shareholders, employees and agents (collectively "Owner's Entities") harmless and indemnified from all liability, injury, loss, cost, damage and expense (including but not limited to, reasonable attorneys' fees and expenses) in respect of injury to, or death of, any person, or damage to, or loss or destruction of, any property occasioned by or growing out of such work. Tenant shall not commence any work, alterations or improvements in the Premises until Tenant has delivered to Landlord evidence of builder's risk insurance in amount, form and issued by a company reasonably satisfactory to Landlord. With respect to any work not



performed by Landlord's contractor, such work may at Landlord's option be supervised by Landlord's contractor and Tenant shall pay to Landlord's contractor on account of such supervision a fee equal to 5% for the first \$20,000 of all construction costs and 4% for costs in excess thereof. Landlord's contractor shall perform such supervision, Tenant shall make such revisions to the work requested by Landlord's contractor and Landlord nor Landlord's contractor shall be liable for the adequacy or completeness of Tenant's plans or any of such work. The foregoing covenants shall survive the expiration or termination of this Lease due to the lapse of time or otherwise.

10.1.9 To defend (with counsel reasonably satisfactory to Landlord), indemnify and save Landlord, the Owner and Owner's beneficiaries, partners and their respective agents, harmless from all liability, injury, loss, cost, damage and expense (including, but not limited to, reasonable attorneys' fees and expenses) with respect of any injury to, or death of, any person, or damage, theft or destruction of any property, whether or not occurring on the Premises or any other part of the Shopping Center occasioned by any act or omission of Tenant, Tenant's agents, employees, contractors, sublessees, concessionaires, licensees, invitees or guests or any other person or entity claiming by, through or under Tenant. The foregoing covenants shall survive the expiration or termination of this Lease due to the lapse of time or otherwise.

10.1.10 To maintain in responsible companies approved by Landlord, public liability insurance on the Premises during the Term of this Lease, insuring Tenant as well as Landlord and Landlord's mortgagees as additional named insureds thereunder, Landlord, the Owner and Owner's beneficiaries and all of their respective agents, beneficiaries, partners, officers, servants and employees, from and against all claims, demands or actions for injury to or death of any one person in an amount of not less than \$1,000,000, for injury or death of more than one person in any one occurrence in an amount of not less than \$1,000,000 and for damage to property with a deductible of no more than \$1,000 and in an amount not less than \$500,000 made by or on behalf of any persons, firm or corporation, arising from, related to, or connected with the conduct and operation of Tenant's business in the Premises and the businesses of all of Tenant's sublessees, concessionaires and licensees (Landlord shall have the right to direct Tenant to increase such amounts whenever Landlord considers them inadequate) and, in addition, and in like amounts, covering Tenant's contractual liability under the hold harmless provisions contained in this subsection; to carry like coverage against loss or damage by boiler or compressor or internal explosion of boilers or compressors, if there is a boiler or compressor in or serving the Premises; to maintain plate glass insurance covering all plate glass in the Premises; to maintain all-risk insurance including but not limited



to, fire, vandalism and malicious mischief and sprinkler leakage, extended coverage, covering all of Tenants equipment, stock-in-trade, trade and other fixtures, furniture, furnishings, floor coverings and all other items of personal property of Tenant located on or within the Premises to the extent of one hundred percent (100%) of their replacement cost naming Landlord, the Owner, Owner's beneficiaries and its Mortgagee as additional named insureds; and in the event liquor is sold from the Premises to maintain liquor legal liability insurance. Tenant shall procure and maintain, at its expense, business interruption or extra expense insurance with coverage limits not less than those carried by a reasonably prudent tenant subject to Landlord's approval and naming Landlord, the Owner, Owner's beneficiaries and its Mortgagee as additional named insureds but in no event less than the applicable Annual Base Rent. All insurance shall be in a form, and carried with responsible companies of recognized standing authorized to do business in the state in which the Premises are located, each satisfactory to Landlord, the Owner, Owner's beneficiaries and its Mortgagee and shall (a) provide that any release from liability or waiver of claim for recovery entered into in writing by the insured or any additional insured prior to any loss or damage shall not affect the validity of such policy or the right of any insured or additional insured to recover thereunder, (b) contain a waiver of subrogation clause in form and content satisfactory to Landlord, (c) provide that it will not be subject to cancellation, non-renewal, reduction or other change except after at least thirty (30) days' prior written notice to Landlord, and (d) name Landlord, the Owner, Owner's beneficiaries and its Mortgagee as additional named insureds thereunder. The policies or duly executed certificates for the same (which shall evidence the insurer's waiver of subrogation) together with satisfactory evidence of the payment of the premium thereon, shall be deposited with Landlord on or before the Date for Delivery of the Premises to Tenant and, upon renewals or replacements of such policies, not less than thirty (30) days prior to expiration of the term of such coverage. If Tenant fails to comply with such requirements, Landlord may obtain such insurance and keep the same in effect, and Tenant shall pay Landlord as additional rent due hereunder the premium cost thereof upon demand.

10.1.11 That Landlord, the Owner and Owner's beneficiaries and their respective partners, officers, directors, shareholders, agents and employees shall not be liable for, and Tenant shall not be entitled to an abatement of rent in respect of, and to the extent permissible by state law, Tenant waives all claims for damage to person or property sustained by Tenant or any person or entity claiming by, through or under Tenant resulting from any accident or occurrence in or upon the Premises or the building of which they shall be a part, or any other part of the Shopping Center, including, but not limited to: (a) any equipment or appurtenances becoming out of repair; (b) Landlord's failure to



keep such building or the Premises in repair; (c) injury done or occasioned by wind, water or other natural element; (d) any defect in or failure of plumbing, heating, ventilating or air conditioning equipment, electric wiring or installation thereof, gas, water and steam pipes, stairs, railings, elevators, escalators or walks; (e) broken glass; (f) the backing up of any sewer pipe or downspout; (g) the discharge from any automatic sprinkler system; (h) the bursting, leaking or running of any tank, tub, washstand, water closet, waste pipe, drain or any other pipe or tank in, upon or about the Premises or the building of which the Premises are a part; (i) the escape of steam or hot water; (j) water, snow or ice being upon or coming through the roof, skylight, trapdoor, stairs, walks or any other place upon or near such building or the Premises, or otherwise; (k) the falling of any fixture, plaster or stucco; and (l) any act, omission or negligence of Landlord, its beneficiaries or any of their authorized agents or employees, other tenants in the Shopping Center or of other persons or occupants of such buildings or of adjoining or contiguous buildings or of owners of adjacent or contiguous property.

10.1.12 To permit Landlord, the Owner and Owner's beneficiaries or their respective agents, to enter the Premises at reasonable times (except, in case of an emergency, at any time) for the purpose of inspecting the Premises, or making repairs, additions or alterations thereto or to the building in which the Premises are located, and of showing the Premises to prospective purchasers, lenders, and other persons having a legitimate interest in inspecting the Premises. The provisions of this subsection shall not be construed to impose any obligation upon Landlord for the maintenance, repair or alteration of the Premises, Common Areas or Shopping Center except as otherwise set forth in this Lease. In the event Tenant requests that Landlord perform services after regular business hours, Tenant shall be deemed to have agreed to pay all overtime charges in connection therewith. Landlord shall have the right to display "For Rent" signs on the Premises and show the Premises to prospective tenants during the last one hundred eighty (180) days of the Term.

10.1.13 To remove, at Tenant's sole cost and expense, at the expiration or termination of this Lease due to the lapse of time or otherwise, all of Tenant's goods and effects as are not permanently affixed to the Premises; to remove Tenant's store sign; to remove all of the alterations and additions made by Tenant as Landlord may request; to repair any damage caused by such removals; to deliver all keys for and all combinations on all locks, safes and vaults in the Premises to Landlord; and to peaceably yield up the Premises and all alterations and additions thereto (except such as Landlord has requested Tenant to remove) and all decorations, fixtures, furnishings, partitions, heating, ventilating and cooling equipment, and other equipment and floor coverings, all of which are permanently affixed to the Premises, which shall



thereupon become the property of Landlord without any payment to Tenant, in clean and good order, repair and condition, damage by fire or other casualty and reasonable wear and tear excepted. Any personal property of Tenant not removed within five (5) days following such expiration or termination shall, at Landlord's option, become the property of Landlord without payment to Tenant. Tenant waives all rights to notice and all common law and statutory claims and causes of action against Landlord subsequent to such five (5) day period. The foregoing covenants shall survive the expiration or termination of this Lease due to the lapse of time or otherwise.

10.1.14 To remain fully obligated under this Lease notwithstanding any assignment or sublease or any indulgence granted by Landlord to Tenant, Tenant's assignee, sublessee or guarantor of Tenant's rights hereunder.

10.1.15 To give Landlord prompt written notice of any accident, casualty, damage or other similar occurrence in or to the Premises or the Common Areas of which Tenant has knowledge.

10.1.16 INTENTIONALLY OMITTED.

10.1.17 To keep the Premises sufficiently heated at all times to prevent water pipes from freezing and any other damage occurring due to low temperatures in the Premises.

10.1.18 To install, maintain and keep in good repair at Tenant's sole cost and expense signs bearing Tenant's Trade Name on the Premises, visible from outside of the Premises, in accordance with the Sign Criteria (a copy of which is attached as Exhibit E) as amended by Landlord from time to time. Upon the expiration or termination of this Lease due to lapse of time or otherwise, Tenant shall remove Tenant's signs and any other sign permitted by Landlord and Tenant shall repair any damage to the building or Shopping Center caused thereby.

Section 10.2 Negative Covenants. Tenant covenants and agrees at all times during the Term and such further time as Tenant occupies the Premises or any part thereof:

10.2.1 INTENTIONALLY OMITTED.

10.2.2 Not to injure, overload, deface, or otherwise harm the Premises or the Shopping Center; nor commit any nuisance; nor unreasonably annoy owners or occupants of neighboring property; nor use the Premises for any extrahazardous purpose or in any manner that will suspend, void or make inoperative or increase the cost of any policy of Shopping Center Insurance; nor burn any trash or refuse within the Shopping Center; nor sell, display, distribute or give away any alcoholic liquor or beverages; nor permit or cause



odors to emanate or be dispelled from the Premises; nor solicit business in the Common Areas nor distribute advertising material to, in or upon any Common Areas; nor sell, distribute or give away any product or service which tends to create a nuisance in the Common Areas; nor make any use of the Premises which is improper, offensive or contrary to any law or ordinance or any regulation of any applicable governmental authority; nor conduct or permit any liquidation, going-out-of-business, bankruptcy, fire, or auction sales in the Premises; nor use any system for the reception or broadcast of music which has not been approved by Landlord; nor use any advertising medium such as handbills, flashing lights, searchlights, signs, loudspeakers, phonographs, sound amplifiers or audio video receiving equipment in a manner to be seen or heard outside of the Premises other than Tenant's sign approved by Landlord; nor load, unload or park any truck or other delivery vehicle in any area of the Shopping Center other than the area designated therefor by Landlord; nor use any vestibule or entry of the Premises, sidewalks, walkways or Common Areas of the Shopping Center for the storage or disposal of trash or refuse or the keeping or displaying of any merchandise or other object, including, but, not limited to, the use of any of the foregoing for any newsstand, cigar stand, sidewalk shop or any business occupation or undertaking (such uses of such areas being reserved to Landlord and its designees); nor operate any heating or cooling devices, other than the HVAC system in place at the commencement of this Lease; nor place any fence, structure, barricade, building, improvement, division rail or obstruction of any type or kind on any part of the Common Areas; nor use the courts and walks for any purpose other than pedestrian traffic; nor install or use any sign or other advertising device on the exterior of the Premises other as approved by Landlord in writing; nor use or permit the use of any portion of the Premises as living quarters, sleeping apartments or lodging rooms; nor do or permit waste or a nuisance upon the Premises nor any act tending to injure the reputation of the Shopping Center. If Tenant does any act or uses the Premises in such a manner as will increase the cost of any policy of Shopping Center Insurance, then, without prejudice to any other remedy available to Landlord hereunder or at law or in equity for such breach, Landlord shall have the right to require Tenant to pay as additional rent hereunder the amount by which the premiums for such insurance are increased as a result of such use, which payment shall be in addition to the payment of Tenant's Pro Rata Share of Shopping Center Insurance.

10.2.3 Not to make any alterations or additions in the Premises nor permit the making of any holes in the walls, partitions, ceilings, or floors; nor place any load on any floor in the Project or Premises which exceeds the floor load per square foot which such floor was designed to carry; nor permit any roof penetrations or alterations to the heating, ventilating or air conditioning system or the sprinkler system; nor install any



electrical equipment which overloads the electrical panel to the Premises; nor permit the painting or placing of any exterior signs, placards or other advertising media, awnings, aerials, antennas, or the like, without on each occasion obtaining the prior written consent of Landlord, which consent shall depend in part upon Landlord's review and approval by Landlord of plans and specifications which are deemed necessary or appropriate by Landlord, and on each occasion complying with all applicable statutes, ordinances, regulations, codes and Landlord's sign and design criteria. If Landlord consents to any roof penetration or alterations to the heating, ventilating or air conditioning system or the sprinkler system, Tenant shall cause such penetration or alterations to the heating, ventilating or air conditioning system or the sprinkler system to be made under and pursuant to the supervision of Landlord's roofing contractor or HVAC or sprinkler system contractor, as applicable, at Tenant's sole cost and expense. Notwithstanding anything to the contrary contained in this Lease, Tenant shall have the right without Landlord's consent, but after giving Landlord prior written notice thereof and complying with the provisions of Section 10.2.6, to make non-structural, interior repairs and alterations to the Premises, provided the same do not materially and adversely affect building systems or the structural integrity of the Premises, having in the case of repairs and alterations during any Operating Year an aggregate estimated cost of less than \$50,000.00.

10.2.4 Not to assign, sell, mortgage, pledge, hypothecate or in any manner transfer or encumber this Lease or any interest therein by operation of law or otherwise, and not to assign this Lease or sublet the Premises or any part or parts thereof, or permit occupancy by anyone with, through or under it without the prior written consent of Landlord. Where Landlord's consent is required, if Tenant complies with the following conditions, Landlord shall not unreasonably withhold its consent to the assignment of this Lease or the subletting of the Premises or any portion thereof: Tenant shall submit in writing to Landlord (a) the name and legal composition of the proposed assignee, sublessee or transferee, (b) the nature of the proposed assignee's, sublessee's or transferee's business to be carried on in the Premises, (c) the terms and provisions of the proposed assignment, sublease or transfer, and (d) such reasonable information as Landlord may request concerning the proposed assignee, sublessee or transferee, including without limitation, financial history, credit rating and business experience. Consent by Landlord to any assignment or subletting shall not waive the necessity for consent to any subsequent assignment or subletting. Tenant shall pay to Landlord all of Landlord's actual and reasonable costs which are incurred in reviewing Tenant's request for such consent, including, but not limited to, Landlord's actual and reasonable attorneys' fees and expenses. If Tenant requests Landlord's consent to an assignment of the Lease or to a sublease of all or a portion of the