11301894 12/22/2011 2:40:00 PM \$26.00 Book - 9976 Pg - 6859-6867 Gary W. Ott Recorder, Salt Lake County, UT BONNEVILLE SUPERIOR TITLE BY: eCASH, DEPUTY - EF 9 P.

PREPARED BY AND
MAIL RECORDED ORIGINAL TO:
Legal Department (Loc.34734)
7-Eleven, Inc.
1722 Routh Street, Suite 1000
Dallas, Texas 75201-2506

158723

26-24-456-010

SUBORDINATION, NON-DISTURBANCE AND ATTORNMENT AGREEMENT

This Subordination, Non-Disturbance and Attornment Agreement ("Agreement"), made by and among 7-ELEVEN, INC., a Texas corporation ("Tenant"), with principal offices at 1722 Routh Street, Suite 1000, Dallas, Texas 75201-2506, ZIONS FIRST NATIONAL BANK, a National Banking Association ("Lender"), whose address is One South Main, Ste. 470 Salt Lake City, UT 84133 and DAYBREAK CONVENIENCE, LLC, a Utah limited liability company ("Landlord"), whose address is 1572 Woodland Park Dr., Ste. 505, Layton, Utah 84041.

RECITALS:

WHEREAS, Lender has made a loan to Landlord, which is secured by a Deed of Trust, dated November 29, 2011 and filed in the official records of Salt Lake County, Utah (the "Official Records") on or about November 29/1/2, as Instrument No. 1/2 \$7916. Book 9970, Page (together with all amendments, renewals, modifications, consolidations, spreaders, combinations, supplements, replacements, substitutions, and extensions, either current or future) (the "Security Instrument"), encumbering Landlord's ownership interest in real property located at 5203 W. Daybreak Parkway, South Jordan, Utah, which is more particularly described in Exhibit A, attached hereto and made a part hereof (the "Premises");

WHEREAS, the Security Instrument, together with the promissory note or notes, the loan agreement(s), the assignment of rents and other documents executed in connection with it are hereafter collectively referred to as the "Loan Documents";

WHEREAS, pursuant to that certain Freestanding Lease dated September 30, 2010 (the "Lease"), evidenced by that certain Memorandum of Lease recorded or to be recorded in the Official Records of Salt Lake County, Utah, Landlord has leased the Premises to Tenant;

NOW THEREFORE, to confirm their understanding concerning the legal effect of the Security Instrument and the Lease and, in consideration of the mutual covenants and agreements contained in this Agreement and other valuable consideration, the receipt and sufficiency of which is hereby acknowledged, Lender and Tenant, intending to be legally bound, agree and covenant as follows:

- 1. <u>Subordination</u>. Subject to the provisions of Paragraphs 2 and 3 below, the Security Instrument shall constitute a lien on the Premises that is prior and superior to the Lease, and to the leasehold estate created by it. By this Agreement, the Lease, the leasehold estate created by it, together with all rights and privileges of Tenant under it, are subordinated, at all times, to the lien or charge of the Loan Documents in favor of Lender and all supplements, amendments, modifications, renewals and extensions of the Loan Documents.
- 2. <u>Non-Disturbance</u>. By execution of this Agreement, Lender consents to the Lease. Despite Tenant's subordination under Section 28 of the Lease, so long as the Lease is then in full force and effect and Tenant is not in material default under the Lease (beyond any period given Tenant by the terms of the Lease to cure such default) in the payment of rent or other amounts owed pursuant to the Lease or in the performance of any of the material terms, covenants or conditions of the Lease on Tenant's part to be performed, then Lender, any successor or assign of Lender, or any owner of the Premises following a foreclosure sale or conveyance in lieu of foreclosure (collectively, the "Lender Entities") acknowledge and agree that: (i) Tenant's possession of the Premises, or any extension or renewal rights therefor in the Lease, shall not be disturbed, diminished or interfered with by the Lender Entities, (ii) the Lease shall not be terminated and all of Tenant's rights and privileges under the Lease shall be recognized by the Lender Entities, and (iii) the Lender Entities will not join Tenant as a party defendant in any action or proceeding foreclosing the Security Instrument unless such joinder is necessary to foreclose the Security Instrument and then only for such purpose and not for the purpose of terminating the Lease.
- 3. Attornment. If (i) Lender or its successors and assigns shall become the owner of the Premises, (ii) the Premises shall be sold by reason of foreclosure or other proceedings brought to enforce the Security Instrument, or (iii) the Premises shall be transferred by deed in lieu of foreclosure, the Lease shall continue in full force and effect as a direct lease between the then owner of the Premises and Tenant, and Tenant agrees to attorn to the owner of the Premises, said attornment to be effective and self operative without the execution of any further instruments. Tenant shall be under no obligation to pay rent to Lender or any such other owner until Tenant receives written notice from Lender or any such other owner that it has succeeded to Landlord's interest under the Lease, upon which notice Tenant shall be entitled to rely.
- 4. <u>Notice to Cure Defaults.</u> Tenant agrees to provide to Lender a copy of any notice of default served upon Landlord which with the passage of time or otherwise would entitle Tenant to cancel the Lease or abate the rent under the Lease. Tenant further agrees that if Landlord shall have failed to cure such default within the time provided for in the Lease, then Lender shall have an additional thirty (30) days after its receipt of notice within which to cure such default or if such default cannot be cured within that time, then such additional time as may be necessary to cure such default shall be granted if within such thirty (30) days Lender has commenced and is diligently pursuing the remedies necessary to cure such default (including, but not limited to, commencement of foreclosure proceedings necessary to effect such cure), in which event the Lease shall not be terminated while such remedies are being so diligently pursued, provided, that, such additional period of time shall not exceed ninety (90) additional days.

- 5. <u>Limitation of Liability</u>. In the event that Lender succeeds to the interest of Landlord under the Lease, then Lender and any successor to Lender's interest in the Lease shall assume and be bound by the obligations of Landlord under the Lease which accrue from and after such party's succession to any prior landlord's interest in the Premises, but Lender shall not be:
- (i) bound by any rent or additional rent which Tenant has paid more than one (1) month in advance to any prior landlord (including, without limitation, Landlord), except as expressly provided in the Lease;
- (ii) liable for any act or omission of any prior landlord (including, without limitation, Landlord), except for any tenant improvement allowance owed to Tenant under the Lease that has not been previously remitted to Tenant;
- (iii) liable for the retention, application or return of any security deposit to the extent not paid over to Lender:
- (iv) subject to any offsets or defenses which Tenant might have against any prior landlord (including, without limitation, Landlord); or
- (v) bound by any amendment or modification of the Lease made without Lender's written consent, such consent not to be unreasonably withheld or delayed, that: (a) reduces rent or additional rent payments to the landlord under the Lease, or (b) shortens the term of the Lease, or (c) imposes any additional material obligations upon the landlord under the Lease. All other amendments or modifications of the Lease that do not relate to the provisions set forth herein shall not require Lender approval.

Notwithstanding the foregoing, nothing in this section shall be deemed to waive any of Tenant's rights and remedies against any prior landlord (including, without limitation, Landlord).

- 6. Assignment of Leases. Tenant consents to the Assignment of Leases contained in the Security Instrument (collectively, the "Assignment"). Tenant agrees that after any foreclosure action, sale under a power of sale, transfer in lieu of the foregoing, or the exercise of any other remedy pursuant to the Security Instrument, if Lender, pursuant to the Assignment, and whether or not it becomes a mortgagee in possession, shall give written notice to Tenant that Lender has elected to require Tenant to pay to Lender the rent and other charges payable by Tenant under the Lease, Tenant agrees that it shall pay rent and all other sums due under the Lease directly to Lender without notice to or the consent of Landlord and without any obligation on the part of Tenant to determine whether or not the demand is proper. Landlord agrees that Tenant shall have the right to rely on any such notice from Lender without incurring any obligation or liability to Landlord as if such notice were given at the direction of Landlord.
- 7. <u>Leasehold Improvements and Business Fixtures</u>. Lender agrees that it will not claim and shall not have or assert any right, title or interest in and to any leasehold improvements and/or business fixtures installed upon the Premises by Tenant pursuant to the terms of the Lease.

8. <u>Notices</u>. Any notice required to be sent hereunder shall be in writing and shall be delivered by hand, sent prepaid by Federal Express (or a comparable overnight delivery service) or sent by the United States first-class mail, certified, postage prepaid, return receipt requested, to the following addresses:

If to Lender:

Zions First National Bank One South Main, Ste. 470 Salt Lake City, UT 84133 Attn: Brandon Duke If to Landlord:

DAYBREAK CONVENIENCE, LLC 1572 Woodland Park Dr., Ste. 505 Layton, Utah 84041

Attn: Spencer H. Wright

If to Tenant:

7-Eleven, Inc.

Attn: Corporate Real Estate

P.O. Box 711

Dallas, Texas 75221-0711

Any notice, request, demand or other communication delivery or sent in the manner aforesaid shall be deemed delivered on the earlier to occur of (i) actual receipt or (ii) the date of delivery, refusal or non-delivery indicated on the return receipt, if deposited in a United States Postal Service Depository, postage prepaid, sent certified or registered mail, return receipt requested, or if sent via a recognized commercial courier service providing for a receipt, addressed to Tenant or Lender, as the case may be, at the addresses set forth above. Any of the above persons or entities may change such person's or entity's address by notifying the other persons and entities of the new address in any manner permitted by this paragraph.

- 9. <u>Joinder of Landlord</u>. Landlord hereby agrees to the subordination and attornment effected hereunder upon the terms herein stated.
- 10. <u>Successors and Assigns</u>. This Agreement and each and every covenant, agreement and other provision hereof shall be binding upon and shall inure to the benefit of the parties hereto and their representatives, successors and assigns, as applicable.
- 11. <u>Counterparts</u>. This Agreement may be executed in any number of Counterparts, all of which taken together shall constitute one and the same instrument, and any person intended to be a signatory hereto may execute this Agreement by signing any such Counterpart.

12. <u>Governing Law.</u> The laws of the state in which the Premises are located shall govern the validity, performance and enforcement of this Agreement. The invalidity or unenforceability of any provision of this Agreement shall not affect or impair any other provision.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement as of the dates set forth in their respective acknowledgments.

[THE REMAINDER OF THIS PAGE INTENTIONALLY LEFT BLANK. SIGNATURE PAGES TO FOLLOW.]

[SIGNATURE AND ACKNOWLEDGMENT PAGE OF LENDER TO SUBORDINATION, NON-DISTURBANCE AND ATTORNMENT AGREEMENT]

WITNESS the following signatures and seals.

"LENDER"

ZIONS FIRST NATIONAL BANK, a National **Banking Association** Brandon Duke, Vice President

ACKNOWLEDGMENT

STATE OF WALL		8			
COUNTY OF <u>Sal</u>	t Lake	§ §			
BEFORE ME, day personally View Area and in the act of the said entity therein expressed and in	of Zion subscribed to the forego by and that he or she ex	ing instrument, and accepted the same as the	kno	a or wn to me to me that the sa	the be the me was
November	DER MY HAND , 20 11.	AND SEAL OF	OFFICE this		day of
(seal) My	NOTARY PUBLIC 41CHELLE TUBBS 600933 6 Commission Expires October 23, 2014 STATE OF UTAH	Michell	(Notary signatur	5	
		My commission ex	pires: 10-2	3-16	

Location 34734 5203 W. Daybreak Parkway, South Jordan, UT

[SIGNATURE AND ACKNOWLEDGMENT PAGE OF TENANT TO SUBORDINATION, NON-DISTURBANCE AND ATTORNMENT AGREEMENT]

WITNESS the following signatures and seals.

Attest:	"TENANT"		
Name: ROTH DESCRIPTIONS	7-EUEVEN, INC., a Texas corporation		
Title: Assistant Secretary	Name: DANIEL J. PORTER Vitle: Vice President		
ACKN	OWLEDGMENT		
STATE OF TEXAS §			
COUNTY OF DALLAS §			
day personally appeared Pobla D. Bryant, a(n) Secretary, respectively, of 7-ELEVEN, INC subscribed to the foregoing instrument, and a	ry Public in and for the aforesaid County and State, on this On nel J. Offer and and an Assistant C., known to me to be the persons whose names are cknowledged to me that the same was the act of the said ame as the act of such corporation for the purposes therein		
GIVEN UNDER MY HAND .	AND SEAL OF OFFICE this 7 day of		
2011 (seal)	(typed or printed name)		
	My commission expires: October 17, 2015		
KIM PARENZAN Notary Public, State of Texas Ny Cosses. Expires 10 / 17 / 2015			

[SIGNATURE AND ACKNOWLEDGMENT PAGE OF LANDLORD TO SUBORDINATION, NON-DISTURBANCE AND ATTORNMENT AGREEMENT]

WITNESS the following signatures and seals.

"LANDLORD"

DAYBREAK CONVENIENCE, LLC, a Utah limited liability company

By: Day D. Wift Name: Gary M. Wright Title: Harager

ACKNOWLEDGMENT

STATE OF UTAH)	
County of Davis) ss.)	
On this day of Novembe Public, personally appeared CAYU known to me (or proven on the basis- say that he/she is the ManageY him/her in behalf of said *Corporation Directors), and said CAYU M. WY same.	of <u>Daybreck</u> Convented on by Authority of its *By	who by me duly sworn/affirmed, did and that said document was signed by laws, or (Resolution of its Board of
	Wotary Public	Manny
BREEANN MA Notary Public • Stat	NNING e of Utah	(SEAL)

COMM. EXP. 03-03-2015

EXHIBIT A

Legal Description of the Premises

Real property in the City of South Jordan, County of Salt Lake, State of Utah, described as follows:

COMMENCING AT A POINT WHICH IS SOUTH 89°58'42" EAST, 57.84 FEET ALONG THE SOUTH LINE OF SECTION 24 TOWNSHIP 3 SOUTH, RANGE 2 WEST, SALT LAKE BASE AND MERIDIAN, AND NORTH 00°01'18" EAST, 970.49 FEET FROM THE SOUTH QUARTER CORNER OF SECTION 24 TOWNSHIP 3 SOUTH, RANGE 2 WEST, SALT LAKE BASE AND MERIDIAN (BASIS OF BEARING BEING SOUTH 89°58'42" EAST, 2677.86 FEET BETWEEN THE SOUTH QUARTER CORNER AND THE SOUTHEAST CORNER OF SAID SECTION 24) AND THENCE RUNNING NORTH 35°27'34" WEST 38.59 FEET; THENCE NORTH 70°26'41" WEST 36.45 FEET; THENCE NORTH 35°07'04"WEST, 118.79 FEET TO THE SOUTH LINE OF DAYBREAK PARKWAY DRIVE; THENCE NORTH 54°53'01' EAST, 191.29 FEET ALONG SOUTH LINE DAYBREAK PARKWAY DRIVE; THENCE SOUTH 37°11'45"EAST, 59.02 FEET: THENCE 16.26 FEET ALONG A 190.00 FOOT RADIUS CURVE TO THE RIGHT (CHORD BEARS SOUTH 34°44'38" EAST 16.26 FEET); THENCE 19.17 FEET ALONG A 210.00 FOOT REVERSE RADIUS CURVE TO THE LEFT (CHORD BEARS SOUTH 34°54'26"EAST, 19.17 FEET); THENCE 93.02 FEET ALONG A 363.75 FOOT REVERSE RADIUS CURVE TO THE RIGHT (CHORD BEARS SOUTH 30°11'48" EAST, 92.76 FEET); THENCE SOUTH 54°46'55" WEST, 163.99 FEET TO THE POINT OF BEGINNING (Being a portion of Lot C-101, Kennecott Daybreak 11400/MVC SE Commerical #1)

CONTAINING APPROXIMATELY 0.7982 ACRES

Said Property is also known by the street address of:

5203 West Daybreak Parkway, South Jordan, UT 84095