

CONTRACT OF SALE—OFFICE, COMMERCIAL AND MULTI-FAMILY RESIDENTIAL PREMISES (2000)
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Contract of Sale—Office, Commercial and Multi-Family Residential Premises

between

336 East 56th Street Realty, LLC ("Seller")

and

Charles Henry Properties, LLC ("Purchaser")

dated August 20, 2013

Premises:

Street Address:	<u>336 East 56th Street</u>
City or Town:	<u>New York</u>
County:	<u>New York</u>
State:	<u>New York</u>

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Contract of Sale—Office, Commercial and Multi-Family Residential Premises

CONTRACT dated August 20, 2013 between 336 East 56th Street Realty, LLC
("Seller") and Charles Henry Properties, LLC ("Purchaser").

Seller and Purchaser hereby covenant and agree as follows:

Section 1. Sale of Premises and Acceptable Title

§1.01 Seller shall sell to Purchaser, and Purchaser shall purchase from Seller, at the price and upon the terms and conditions set forth in this contract: (a) the parcel of land more particularly described in Schedule A attached hereto ("Land"); (b) all buildings and improvements situated on the Land (collectively, "Building"); (c) all right, title and interest of Seller, if any, in and to the land lying in the bed of any street or highway in front of or adjoining the Land to the center line thereof and to any unpaid award for any taking by condemnation or any damage to the Land by reason of a change of grade of any street or highway; (d) the appurtenances and all the fixtures and other personal property attached or appurtenant to the and (e) all right, title and interest of Seller, if any, in and to the fixtures, equipment and other personal property attached or appurtenant to the Building (collectively, "Premises"). For purposes of this contract, "appurtenances" shall include all right, title and interest of Seller in and to (i) the leases for space in the Building, and all guarantees thereof, as shown on Schedule E attached hereto and any leases entered into by Seller between the date of this contract and the Closing (as hereinafter defined); (ii) the Service Contracts (as hereinafter defined); (iii) plans, specifications, architectural and engineering drawings, prints, surveys, soil and substrata studies relating to the Land and the Building in Seller's possession; (iv) all operating manuals and books, data and records regarding the Land and the Building and its component systems in Seller's possession; (v) all licenses, permits, certificates of occupancy and other approvals issued by any state, federal or local authority relating to the use, maintenance or operation of the Land and the Building to the extent that they may be transferred or assigned; (vi) all warranties or guarantees, if any, applicable to the Building, to the extent such warranties or guarantees are assignable; and (vii) all trademarks, tradenames, logos, copyrights and good will relating to or used in connection with the operation of the Land and the Building. The Premises are located at or known as

336 East 56th Street, New York, NY 10022

§1.02. Seller shall convey and Purchaser shall accept fee simple title to the Premises in accordance with the terms of this contract, subject only to: (a) the matters set forth in Schedule B attached hereto (collectively, "Permitted Exceptions"); and (b) such other matters as (i) the title insurer specified in Schedule D attached hereto (or if none is so specified, then any title insurer licensed to do business by the State of New York) shall be willing, without special premium, to omit as exceptions to coverage or to except with insurance against collection out of or enforcement against the Premises and (ii) shall be accepted by any lender described in Section 274-a of the Real Property Law ("Institutional Lender") which has committed in writing to provide mortgage financing to Purchaser for the purchase of the Premises ("Purchaser's Institutional Lender"), except that if such acceptance by Purchaser's Institutional Lender is unreasonably withheld or delayed, such acceptance shall be deemed to have been given.

Section 2. Purchase Price, Acceptable Funds, Existing Mortgages, Purchase Money Mortgage, Escrow of Downpayment and Foreign Persons

§2.01. The purchase price ("Purchase Price") to be paid by Purchaser to Seller for the Premises as provided in Schedule C attached hereto is \$ 3,680,000.00.

§2.02. All monies payable under this contract, unless otherwise specified in this contract, shall be paid by (a) certified checks of Purchaser or any person making a purchase money loan to Purchaser drawn on any bank or trust company having a banking office in the City of New York and which is a member of the New York Clearing House Association or (b) official bank checks drawn by any such banking institution, payable to the order of Seller, except that uncertified checks of Purchaser payable to the order of Seller up to the amount of ~~one-half of~~ \$500.00 ~~one percent of the Purchase Price~~ shall be acceptable for sums payable to Seller at the Closing, or (c) with respect to the portion of the Purchase Price payable at the Closing, at Seller's election, by wire transfer of immediately available federal funds to an account designated by Seller not less than three business days prior to the Closing.

§2.03. ~~(a) If Schedule C provides for the acceptance of title by Purchaser subject to one or more existing mortgages (collectively, "Existing Mortgage(s)"), the amounts specified in Schedule C with reference thereto may be approximate. If at the Closing the aggregate principal amount of the Existing Mortgage(s), as reduced by payments required thereunder prior to the Closing, is less than the aggregate amount of the Existing Mortgage(s) as specified in Schedule C, the difference shall be added to the monies payable at the Closing, unless otherwise expressly provided herein.~~

~~(b) If any of the documents constituting the Existing Mortgage(s) or the note(s) secured thereby prohibit or restrict the conveyance of the Premises or any part thereof without the prior consent of the holder or holders thereof ("Mortgagee(s)") or confer upon the Mortgagee(s) the right to accelerate payment of the indebtedness or to change the terms of the Existing Mortgage(s) in the event that a conveyance is made without consent of the Mortgagee(s), Seller shall notify such Mortgagee(s) of the proposed conveyance to Purchaser within 10 days after execution and delivery of this contract, requesting the consent of such Mortgagee(s) thereto. Seller and Purchaser shall furnish the Mortgagee(s) with such information as may reasonably be required in connection with such request and shall otherwise cooperate with such Mortgagee(s) and with each other in an effort expeditiously to procure such consent, but neither shall be obligated to make any payment to obtain such consent. If such Mortgagee(s) shall fail or refuse to grant such consent in writing on or before the date set forth in Schedule D or shall require as a condition of the granting of such consent (i) that additional consideration be paid to the Mortgagee(s) and neither Seller nor Purchaser is willing to pay such additional consideration or (ii) that the terms of the Existing Mortgage(s) be changed and Purchaser is unwilling to accept such change, then unless Seller and Purchaser mutually agree to extend such date or otherwise modify the terms of this contract, Purchaser may terminate this contract in the manner provided in §13.02. If Schedule C provides for a Purchase Money Mortgage (as defined in §2.04), Seller may also terminate this contract in the manner provided in §13.02 if any of the foregoing circumstances occur or if Seller is unwilling to accept any such change. In the terms of the Existing Mortgage(s).~~

~~§2.04 (c) If Schedule C provides for payment of a portion of the Purchase Price by execution and delivery to Seller of a note secured by a purchase money mortgage ("Purchase Money Mortgage"), such note and Purchase Money Mortgage shall be drawn by the attorney for the Seller on the most recent forms of the New York Board of Title Underwriters (or its successor) for notes and for mortgages of like tenor, as modified by this contract. At the Closing, Purchaser shall pay the mortgage recording tax and recording fees therefor and the filing fees for any financing statements delivered in connection therewith.~~

~~(b) If Schedule C provides for the acceptance of title by Purchaser subject to Existing Mortgage(s), prior in lien to the Purchase Money Mortgage, the Purchase Money Mortgage shall provide that it is subject and subordinate to the lien(s) of the Existing Mortgage(s) and shall be subject and subordinate to any extensions, modifications, renewals, consolidations, substitutions or replacements thereof (collectively, "Refinancing" or "Refinanced Mortgage"), provided that (i) the rate of interest payable under a Refinanced Mortgage shall not be greater than that specified in Schedule D as the Maximum Interest Rate or, if no Maximum Interest Rate is specified in Schedule D, shall not be greater than the rate of interest that was payable on the refinanced indebtedness immediately prior to such Refinancing, and (ii) if the principal amount of the Refinanced Mortgage plus the principal amount of other Existing Mortgage(s), if any, remaining after placement of a Refinanced Mortgage exceeds the amount of principal owing and unpaid on all mortgages on the Premises superior to the Purchase Money Mortgage immediately prior to the Refinancing, an amount equal to the excess shall be paid at the closing of the Refinancing to the holder of the Purchase Money Mortgage in reduction of principal payments due thereunder in inverse order of maturity. The Purchase Money Mortgage shall further provide that the holder thereof shall, on demand and without charge therefor, execute, acknowledge and deliver to the lender any documents reasonably required by the mortgagee to confirm such subordination.~~

~~(c) The Purchase Money Mortgage shall contain the following additional provisions:~~

~~(i) "The mortgagor or any owner of the mortgaged premises shall have the right to prepay the entire unpaid indebtedness together with accrued interest, but without penalty, at any time on or after [insert the day following the last day of the fiscal year of the mortgagee in which the Closing occurs or, if a Prepayment Date is specified in Schedule D, the specified Prepayment Date], on not less than 10 days' written notice to the holder hereof."~~

~~(ii) "Notwithstanding anything to the contrary contained herein, the obligation of the mortgagor for the payment of the indebtedness and for the performance of the terms, covenants and conditions contained herein and in the note secured hereby is limited solely to recourse against the property secured by this mortgage, and in no event shall the mortgagor or any principal of the mortgagor, disclosed or undisclosed, be personally liable for any breach of or default under the note or this mortgage or for any deficiency resulting from or through any proceedings to foreclose this mortgage, nor shall any deficiency judgment, money judgment or other personal judgment be sought or entered against the mortgagor or any principal of the mortgagor, disclosed or undisclosed, but the foregoing shall not adversely affect the lien of this mortgage or the mortgagee's right of foreclosure."~~

~~(iii) "In addition to performing its obligations under Section 274-a of the Real Property Law, the mortgagee, if other than one of the institutions listed in Section 274-a, agrees that, within 10 days after written request by the mortgagor, but not more than twice during any period of 12 consecutive months, it will execute, acknowledge and deliver without charge a certificate of reduction in recordable form (a) certifying as to (1) the then unpaid principal balance of the indebtedness secured hereby, (2) the maturity date thereof, (3) the rate of interest, (4) the last date to which interest has been paid and (5) the amount of any escrow deposits then held by the mortgagee, and (b) stating, to the knowledge of the mortgagee, whether there are any alleged defaults hereunder and, if so, specifying the nature thereof."~~

~~(iv) "All notices required or desired to be given under this mortgage shall be in writing and shall be delivered personally or shall be sent by prepaid registered or certified mail, addressed to the mortgagor and mortgagee at the addresses specified in this mortgage or to such other parties or at such other addresses, not exceeding two, as may be designated in a notice given to the other party or parties in accordance with the provisions hereof."~~

~~(v) The additional provisions, if any, specified in a rider hereto.~~

§2.05. (a) If the sum paid under paragraph (a) of Schedule C or any other sums paid on account of the Purchase Price prior to the Closing (collectively, "Downpayment") are paid by check or checks drawn to the order of and delivered to Seller's attorney or another escrow agent ("Escrowee"), the Escrowee shall hold the proceeds thereof in escrow in a special bank account (or as otherwise agreed in writing by Seller, Purchaser and Escrowee) until the Closing or sooner termination of this contract and shall pay over or apply such proceeds in accordance with the terms of this section. Escrowee need not hold such proceeds in an interest-bearing account, but if any interest is earned thereon, such interest shall be paid to the same party entitled to the escrowed proceeds, and the party receiving such interest shall pay any income taxes thereon. The tax identification numbers of the parties are either set forth in Schedule D or shall be furnished to Escrowee upon request. At the Closing, such proceeds and the interest thereon, if any, shall be paid by Escrowee to Seller. If for any reason the Closing does not occur and either party makes a written demand upon Escrowee for payment of such amount, Escrow shall give written notice to the other party of such demand. If Escrowee does not receive a written objection from the other party to the proposed payment within 10 business days after the giving of such notice, Escrowee is hereby authorized to make such payment. If Escrowee does receive such written objection within such 10 day period or if for any other reason Escrowee in good faith shall elect not to make such payment, Escrowee shall continue to hold such amount until otherwise directed by written instructions from the parties to this contract or a final judgment of a court. However, Escrow shall have the right at any time to deposit the escrowed proceeds and interest thereon, if any, with the clerk of the Supreme Court of the county in which the Land is located. Escrowee shall give written notice of such deposit to Seller and Purchaser. Upon such deposit Escrowee shall be relieved and discharged of all further obligations and responsibilities hereunder.

(b) The parties acknowledge that Escrowee is acting solely as a stakeholder at their request and for their convenience, that Escrowee shall not be deemed to be the agent of either of the parties, and that Escrowee shall not be liable to either of the parties for any act or omission on its part unless taken or suffered in bad faith, in willful disregard of this contract or involving gross negligence. Seller and Purchaser shall jointly and severally indemnify and hold Escrowee harmless from and against all costs, claims and expenses, including reasonable attorneys' fees, incurred in connection with the performance of Escrowee's duties hereunder, except with respect to actions or omissions taken or suffered by Escrowee in bad faith, in willful disregard of this contract or involving gross negligence on the part of Escrowee.

(c) Escrowee has acknowledged agreement to these provisions by signing in the place indicated on the signature page of this contract.

(d) If Escrowee is Seller's attorney, Escrowee or any member of its firm shall be permitted to act as counsel for Seller in any dispute as to the disbursement of the Downpayment or any other dispute between the parties whether or not Escrowee is in possession of the Downpayment and continues to act as Escrowee.

(e) Escrowee may act or refrain from acting in respect of any matter referred to in this §2.05 in full reliance upon and with the advice of counsel which may be selected by it (including any member of its firm) and shall be fully protected in so acting or refraining from action upon the advice of such counsel.

§2.06. In the event that Seller is a "foreign person", as defined in Internal Revenue Code Section 1445 and regulations issued thereunder (collectively, the "Code Withholding Section"), or in the event that Seller fails to deliver the certification of non-foreign status required under §10.12(c), or in the event that Purchaser is not entitled under the Code Withholding Section to rely on such certification, Purchaser shall deduct and withhold from the Purchase Price a sum equal to ten percent (10%) thereof and shall at Closing remit the withheld amount with Forms 8288 and 8288-A or any successors thereto to the Internal Revenue Service; and if the cash balance of the Purchase Price payable to Seller at the Closing after deduction of net adjustments, apportionments and credits (if any) to be made or allowed in favor of Seller at the Closing as herein provided is less than ten percent (10%) of the Purchase Price, Purchaser shall have the right to terminate this contract, in which event Seller shall refund the Downpayment to Purchaser and shall reimburse Purchaser for title examination and survey costs as if this contract were terminated pursuant to §13.02. The right of termination provided for in this §2.06 shall be in addition to and not in limitation of any other rights or remedies available to Purchaser under applicable law.

Section 3. The Closing

§3.01. Except as otherwise provided in this contract, the closing of title pursuant to this contract ("Closing") shall take place on the scheduled date and time of closing specified in Schedule D (the actual date of the Closing being herein referred to as "Closing Date") at the place specified in Schedule D.

Section 4. Representations and Warranties of Seller

Seller represents and warrants to Purchaser as follows:

§4.01. Unless otherwise provided in this contract, Seller is the sole owner of the Premises.

§4.02. If the Premises are encumbered by an Existing Mortgage(s), no written notice has been received from the Mortgagee(s) asserting that a default or breach exists thereunder which remains uncured and no such notice shall have been received and remain uncured on the Closing Date. If copies of documents constituting the Existing Mortgage(s) and note(s) secured thereby have been exhibited to and initialed by Purchaser or its representative, such copies are true copies of the originals and the Existing Mortgage(s) and note(s) secured thereby have not been modified or amended except as shown in such documents.

§4.03. The information concerning written leases (which together with all amendments and modifications thereof are collectively referred to as "Leases") and any tenancies in the Premises not arising out of the Leases (collectively, "Tenancies") set forth in Schedule E attached hereto ("Rent Schedule") is ^{CS} accurate as of the date set forth therein or, if no date is set forth therein, as of the date hereof, and there are no Leases or Tenancies of any space in the Premises other than those set forth therein and any subleases or subtenancies. Except as otherwise set forth in the Rent Schedule or elsewhere in this contract:

- (a) all of the Leases are in full force and effect and none of them has been modified, amended or extended;
- (b) no renewal or extension option or options for additional space have been granted to tenants;
- (c) no tenant has an option to purchase the Premises or a right of first refusal or first offer with respect to a sale of the Premises;
- (d) the rents set forth are being collected on a current basis and there are no arrearages in excess of one month;
- (e) no tenant is entitled to rental concessions or abatements for any period subsequent to the scheduled date of closing;
- (f) Seller has not sent written notice to any tenant claiming that such tenant is in default, which default remains uncured;
- (g) no action or proceeding instituted against Seller by any tenant of the Premises is presently pending in any court, except with respect to claims involving personal injury or property damage which are covered by insurance;
- (h) there are no security deposits other than those set forth in the Rent Schedule;
- (i) true and complete copies of the Leases have been delivered to Purchaser ^{at closing} for its counsel and initiated by representatives of Purchaser and Seller; ^{Copies of Leases are attached and originals will be given at closing.} to the best of Seller's knowledge;
- (j) the tenants under the Leases are in actual possession of the space demised;
- (k) Seller has performed all of the landlord's obligations under the Leases and no notice of any default of the landlord under the Leases has been given or to the knowledge of Seller is pending;
- (l) to the best of Seller's knowledge, no action or proceeding, voluntary or involuntary, is pending against any tenant under any bankruptcy or insolvency act; and
- (m) no leasing commissions are due or owing with respect to any of the Leases.

If any Leases which have been exhibited to and initiated by Purchaser or its representative contain provisions that are inconsistent with the foregoing representations and warranties, such representations and warranties shall be deemed modified to the extent necessary to eliminate such inconsistency and to conform such representations and warranties to the provisions of the Leases.

§4.04. ^{CS} ~~If the Premises or any part thereof are subject to the New York City Rent Stabilization Law, Seller is and on the Closing Date will be a member in good standing of the Real Estate Industry Stabilization Association; and, except as otherwise set forth in the Rent Schedule, there are no proceedings with any tenant presently pending before the Conciliation and Appeals Board or the New York State Division of Housing and Community Renewal in which a tenant has alleged an overcharge of rent or diminution of services or similar grievance, and there are no outstanding orders of the Conciliation and Appeals Board or the New York State Division of Housing and Community Renewal that have not been complied with by Seller.~~

§4.05. If the Premises or any part thereof are subject to the New York City Emergency Rent and Rehabilitation Law, the rents shown are not in excess of the maximum collectible rents, and, except as otherwise set forth in the Rent Schedule, no tenants are entitled to abatements as senior citizens, there are no proceedings presently pending in which a tenant has alleged an overcharge of rent or diminution of services or similar grievance, and there are no outstanding orders that have not been complied with by Seller.

§4.06. ^{CS} ~~If an insurance schedule is attached hereto, such schedule lists all insurance policies presently affording coverage with respect to the Premises, and the information contained therein is accurate as of the date set forth therein or, if no date is set forth therein, as of the date hereof.~~

§4.07. ^{CS} ~~If a payroll schedule is attached hereto, such schedule lists all employees presently employed at the Premises, and the information contained therein is accurate as of the date set forth therein or, if no date is set forth therein, as of the date hereof, and, except as otherwise set forth in such schedule, none of such employees is covered by a union contract and there are no retroactive increases or other accrued and unpaid sums owed to any employee.~~

§4.08. ^{CS} ~~If a schedule of service, maintenance, supply and management contracts ("Service Contracts") is attached hereto, such schedule lists all such contracts affecting the Premises, and the information set forth therein is accurate as of the date set forth therein or, if no date is set forth therein, as of the date hereof.~~

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§4.09. If a copy of a certificate of occupancy for the Premises has been exhibited to and initialed by Purchaser or its representative, such copy is a true copy of the original and such certificate has not been amended; but Seller makes no representation as to compliance with any such certificate.

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§4.10. The assessed valuation and real estate taxes set forth in Schedule D, if any, are the assessed valuation of the Premises and the taxes paid or payable with respect thereto for the fiscal year indicated in such schedule. Except as otherwise set forth in Schedule D, there are no tax abatements or exemptions affecting the Premises.

§4.11. Except as otherwise set forth in a schedule attached hereto, if any, if the Premises are used for residential purposes, each apartment contains a range and a refrigerator, and all of the ranges and refrigerators and all of the items of personal property (or replacements thereof) listed in such schedule, if any, are and on the Closing Date will be owned by Seller free of liens and encumbrances other than the lien(s) of the Existing Mortgage(s), if any.

§4.12. Seller has no actual knowledge that any incinerator, boiler or other burning equipment on the Premises is being operated in violation of applicable law. If copies of a certificate or certificates of operation therefor have been exhibited to and initialed by Purchaser or its representative, such copies are true copies of the originals.

§4.13. Except as otherwise set forth in Schedule D, Seller has no actual knowledge of any assessment payable in annual installments, or any part thereof, which has become a lien on the Premises.

§4.14. Seller is not a "foreign person" as defined in the Code Withholding Section.

§4.15. Seller is an LLC that has been duly organized and is validly and presently existing in good standing under the laws of the state of its formation.

§4.16. Seller has taken all necessary action to authorize the execution, delivery and performance of this contract and has the power and authority to execute, deliver and perform this contract and consummate the transaction contemplated hereby. Assuming due authorization, execution and delivery by each other party hereto, this contract and all obligations of Seller hereunder are the legal, valid and binding obligations of Seller, enforceable in accordance with the terms of this contract, except as such enforcement may be limited by bankruptcy, insolvency, reorganization or other similar laws affecting the enforcement of creditors' rights generally and by general principles of equity (regardless of whether such enforceability is considered in a proceeding in equity or at law).

§4.17. The execution and delivery of this contract and the performance of its obligations hereunder by Seller will not conflict with any provision of any law or regulation to which Seller is subject or any agreement or instrument to which Seller is a party or by which it is bound or any order or decree applicable to Seller or result in the creation or imposition of any lien on any of Seller's assets or property which would materially and adversely affect the ability of Seller to carry out the terms of this contract. Seller has obtained any consent, approval, authorization or order of any court or governmental agency or body required for the execution, delivery or performance by Seller of this contract.

§4.18. There are no pending proceedings or appeals to correct or reduce the assessed valuation of the Premises.

For purposes of this Section, the phrase "to Seller's knowledge" shall mean the actual knowledge of _____ without any special investigation.

The representations and warranties made by Seller in this contract shall be deemed restated and shall be true and accurate on the Closing Date.

Section 5. Acknowledgments, Representations and Warranties of Purchaser

Purchaser acknowledges that:

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§5.01. Purchaser has inspected the Premises, is fully familiar with the physical condition and state of repair thereof, and, ~~subject to the provisions of §5.01, §5.01, §5.01, and §5.04, shall~~ accept the Premises "as is" and in their present condition, subject to reasonable use, wear, tear and natural deterioration between now and the Closing Date, without any reduction in the Purchase Price for any change in such condition by reason thereof subsequent to the date of this contract.

§5.02. Before entering into this contract, Purchaser has made such examination of the Premises, the operation, income and expenses thereof and all other matters affecting or relating to this transaction as Purchaser deemed necessary. In entering into this contract, Purchaser has not been induced by and has not relied upon any representations, warranties or statements, whether express or implied, made by Seller or any agent, employee or other representative of Seller or by any broker or any other person representing or purporting to represent Seller, which are not expressly set forth in this contract, whether or not any such representations, warranties or statements were made in writing or orally.

Purchaser represents and warrants to Seller that:

§5.03. The funds comprising the Purchase Price to be delivered to Seller in accordance with this contract are not derived from any illegal activity.

§5.04. Purchaser has taken all necessary action to authorize the execution, delivery and performance of this contract and has the power and authority to execute, deliver and perform this contract and the transaction contemplated hereby. Assuming due authorization, execution and delivery by each other party hereto, this contract and all obligations of Purchaser hereunder are the legal, valid and binding obligations of Purchaser, enforceable in accordance with the terms of this contract, except as such enforcement may be limited by bankruptcy, insolvency, reorganization or other similar laws affecting the enforcement of creditors' rights generally and by general principles of equity (regardless of whether such enforceability is considered in a proceeding in equity or at law).

§5.05. The execution and delivery of this contract and the performance of its obligations hereunder by Purchaser will not conflict with any provision of any law or regulation to which Purchaser is subject or any agreement or instrument to which Purchaser is a party or by which it is bound or any order or decree applicable to Purchaser or result in the creation or imposition of any lien on any of Purchaser's assets or property which would materially and adversely affect the ability of Purchaser to carry out the terms of this contract. Purchaser has obtained any consent, approval, authorization or order of any court or governmental agency or body required for the execution, delivery or performance by Purchaser of this contract.

Section 6. Seller's Obligations as to Leases

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§6.01. Unless otherwise provided in a schedule attached to this contract, between the date of this contract and the Closing, Seller shall not ~~without Purchaser's prior written consent, which consent shall not be unreasonably withheld;~~ amend, renew or extend any Lease in any respect, unless required by law; (b) grant a written lease to any tenant occupying space pursuant to a Tenancy; or (c) terminate any lease or Tenancy except by reason of a default by the tenant thereunder.

§6.02. Unless otherwise provided in a schedule attached to this contract, between the date of this contract and the Closing, Seller shall not permit occupancy of, or enter into any new lease for, space in the Building which is presently vacant or which may hereafter become vacant without first giving Purchaser written notice of the identity of the proposed tenant, together with (a) either a copy of the proposed lease or a summary of the terms thereof in reasonable detail and (b) a statement of the amount of the brokerage commission, if any, payable in connection therewith and the terms of payment thereof. If Purchaser objects to such proposed lease, Purchaser shall so notify Seller within 4 business days after receipt of Seller's notice if such notice was personally delivered to Purchaser, or within 7 business days after the mailing of such notice by Seller to Purchaser, in which case Seller shall not enter into the proposed lease. Unless otherwise provided in a schedule attached to this contract, Purchaser shall pay to Seller at the Closing, in the manner specified in §2.02, the rent and additional rent that would have been payable under the proposed lease from the date on which the tenant's obligation to pay rent would have commenced if Purchaser had not so objected until the Closing Date, less the amount of the brokerage commission specified in Seller's notice and the reasonable cost of decoration or other work required to be performed by the landlord under the terms of the proposed lease to suit the premises to the tenant's occupancy ("Reletting Expenses"), prorated in each case over the term of the proposed lease and apportioned as of the Closing Date. If Purchaser does not so notify Seller of its objection, Seller shall have the right to enter into the proposed lease with the tenant identified in Seller's notice and Purchaser shall pay to Seller, in the manner specified in §2.02, the Reletting Expenses, prorated in each case over the term of the lease and apportioned as of the later of the Closing Date or the rent commencement date. Such payment shall be made by Purchaser to Seller at the Closing. In no event shall the amount so payable to Seller exceed the sums actually paid by Seller on account thereof.

§6.03. If any space is vacant on the Closing Date, Purchaser shall accept the Premises subject to such vacancy, provided that the vacancy was not permitted or created by Seller in violation of any restrictions contained in this contract. Seller shall not grant any concessions or rent abatements for any period following the Closing without Purchaser's prior written consent. Seller shall not apply all or any part of the security deposit of any tenant unless such tenant has vacated the Premises.

§6.04. Seller does not warrant that any particular Lease or Tenancy will be in force or effect at the Closing or that the tenants will have performed their obligations thereunder. The termination of any Lease or Tenancy prior to the Closing by reason of the tenant's default shall not affect the obligations of Purchaser under this contract in any manner or entitle Purchaser to an abatement of or credit against the Purchase Price or give rise to any other claim on the part of Purchaser.

§6.05. Seller hereby indemnifies and agrees to defend Purchaser against any claims made pursuant to §7-107 or §7-108 of the General Obligations Law (the "GOL") by tenants who resided in the Premises on or prior to the Closing Date other than (a) claims with respect to tenants' security deposit paid, credited or assigned to Purchaser pursuant to §10.03, (b) claims made pursuant to §7-107 of the GOL with respect to funds for which Seller was not liable, and (c) claims made pursuant to §7-108 of the GOL by tenants to whom Purchaser failed to give the written notice specified in §7-108(c) of the GOL within thirty days after the Closing Date. The foregoing indemnity and agreement shall survive the Closing and shall be in lieu of any escrow permitted by §7-108(d) of the GOL, and Purchaser hereby waives any right it may have to require any such escrow.

Section 7. Responsibility for Violations - See Rider.

~~§7.01. Except as provided in §7.02 and §7.03, all notes or notices of violations of law or governmental ordinances, orders or requirements which were noted or issued prior to the date of this contract by any governmental department, agency or bureau having jurisdiction as to conditions affecting the Premises and all liens which have attached to the Premises prior to the Closing pursuant to the Administrative Code of the City of _____, if applicable, shall be removed or complied with by Seller. If such removal or compliance has not been completed prior to the Closing, Seller shall pay to Purchaser at the Closing the reasonably estimated unpaid cost to effect or complete such removal or compliance, and Purchaser shall be required to accept title to the Premises subject thereto, except that Purchaser shall not be required to accept such title and may terminate this contract as provided in §13.02 if (a) Purchaser's Institutional Lender reasonably refuses to provide financing by reason thereof or (b) the Building is a multiple dwelling and either (i) such violation is rent impairing and ceases rent to be unrecoverable under Section 302-a of the Multiple Dwelling Law or (ii) a proceeding has been validly commenced by tenants and is pending with respect to such violation for a judgment directing deposit and use of rents under Article 7-A of the Real Property Actions and Proceedings Law. All such notes or notices of violations noted or issued on or after the date of this contract shall be the sole responsibility of Purchaser.~~

§7.02. If the reasonably estimated aggregate cost to remove or comply with any violations or liens which Seller is required to remove or comply with pursuant to the provisions of §7.01 shall exceed the Maximum Amount specified in Schedule D (or if none is so specified, the Maximum Amount shall be one-half of one percent of the Purchase Price), Seller shall have the right to cancel this contract, in which event the sole liability of Seller shall be as set forth in §13.02, unless Purchaser elects to accept title to the Premises subject to all such violations or liens, in which event Purchaser shall be entitled to a credit of an amount equal to the Maximum Amount against the monies payable at the Closing.

§7.03. Regardless of whether a violation has been noted or issued prior to the date of this contract, Seller's failure to remove or fully comply with any violations which a tenant is required to remove or comply with pursuant to the terms of its lease by reason of such tenant's use or occupancy shall not be an objection to title. Purchaser shall accept the Premises subject to all such violations without any liability of Seller with respect thereto or any abatement of or credit against the Purchase Price, except that if Purchaser's Institutional Lender reasonably refuses to provide financing by reason of a violation described above, Purchaser shall not be required to accept the Premises subject thereto and Purchaser shall have the right to terminate this contract in the manner provided in §13.02.

§7.04. If required, Seller, upon written request by Purchaser, shall promptly furnish to Purchaser written authorizations to make any necessary searches for the purposes of determining whether notes or notices of violations have been noted or issued with respect to the Premises or liens have attached thereto.

Section 8. Destruction, Damage or Condemnation

§8.01. The provisions of Section 5-1311 of the General Obligations Law shall apply to the sale and purchase provided for in this contract.

Section 9. Covenants of Seller

Seller covenants that between the date of this contract and the Closing:

§9.01. The Existing Mortgage(s) shall not be amended or supplemented or prepaid in whole or in part. Seller shall pay or make, as and when due and payable, all payments of principal and interest and all deposits required to be paid or made under the Existing Mortgage(s).

§9.02. Seller shall not modify or amend any Service Contract or enter into any new service contract unless the same is terminable without penalty by the then owner of the Premises upon not more than 30 days' notice.

§9.03. If an insurance schedule is attached hereto, Seller shall maintain in full force and effect until the Closing the insurance policies described in such schedule or renewals thereof for no more than one year of those expiring before the Closing.

§9.04. No fixtures, equipment or personal property included in this sale shall be removed from the Premises unless the same are replaced with similar items of at least equal quality prior to the Closing.

§9.05. Seller shall not withdraw, settle or otherwise compromise any protest or reduction proceeding affecting real estate taxes assessed against the Premises for any fiscal period in which the Closing is to occur or any subsequent fiscal period without the prior written consent of Purchaser, which consent shall not be unreasonably withheld. Real estate tax refunds and credits received after the Closing Date which are attributable to the fiscal tax year during which the Closing Date occurs shall be apportioned between Seller and Purchaser, after deducting the expenses of collection thereof, which obligation shall survive the Closing.

§9.06. Seller shall allow Purchaser or Purchaser's representatives access to the Premises, the Leases and other documents required to be delivered under this contract upon reasonable prior notice at reasonable times.

Section 10. Seller's Closing Obligations

At the Closing, Seller shall deliver the following to Purchaser:

§10.01. A statutory form of bargain And sale deed without covenant against grantor's acts, containing the covenant required by Section 13 of the Lien Law, and properly executed in proper form for recording so as to convey the title required by this contract.

§10.02. All Leases initialed by Purchaser and all others in Seller's possession.

§10.03. A schedule of all security deposits (and, if the Premises contains six or more family dwelling units, the most recent reports with respect thereto issued by each banking organization in which they are deposited pursuant to GOL §7-103) and a check or credit to Purchaser in the amount of any cash security deposits, including any interest thereon, held by Seller on the Closing Date or, if held by an Institutional Lender, an assignment to Purchaser and written instructions to the holder of such deposits to transfer the same to Purchaser, and appropriate instruments of transfer or assignment with respect to any security deposits which are other than cash.

§10.04. A schedule updating the Rent Schedule and setting forth all arrears in rents and all prepayments of rents.

CS
P
§10.05. ~~All Service Contracts initialed by Purchaser and all others in Seller's possession which are in effect on the Closing Date and which are assignable by Seller.~~

§10.06. An assignment to Purchaser, without recourse or warranty, of all of the interest of Seller in those Service Contracts, insurance policies, certificates, permits and other documents to be delivered to Purchaser at the Closing which are then in effect and are assignable by Seller.

CS
§10.07. ~~(a) Written consent(s) of the Mortgage(s), if required under §2-93(b), and (b) certificate(s) executed by the Mortgage(s) in proper form for recording and verifying (i) the amount of the unpaid principal balance thereof, (ii) the maturity date thereof, (iii) the interest rate, (iv) the last date to which interest has been paid thereon and (v) the amount of any escrow deposits held by the Mortgage(s); Seller shall pay the fees for recording such certificate(s). Any Mortgage which is an Institutional Lender may furnish a letter complying with Section 274-a of the Real Property Law in lieu of such certificate.~~

CS
§10.08. ~~An assignment of all Seller's right, title and interest in escrow deposits for real estate taxes, insurance premiums and other amounts, if any, then held by the Mortgage(s).~~

CS
§10.09. ~~All original insurance policies with respect to which premiums are to be apportioned or, if unobtainable, true copies or certificates thereof.~~

§10.10. To the extent they are then in Seller's possession and not posted at the Premises, certificates, licenses, permits, authorizations and approvals issued for or with respect to the Premises by governmental and quasi-governmental authorities having jurisdiction.

§10.11. Such affidavits as Purchaser's title company shall reasonably require in order to omit from its title insurance policy all exceptions for judgments, bankruptcies or other returns against persons or entities whose names are the same as or similar to Seller's name.

§10.12. (a) Checks to the order of the appropriate officers in payment of all applicable real property transfer taxes and copies of any required tax returns therefor executed by Seller, which checks shall be certified or official bank checks if required by the taxing authority, unless Seller elects to have Purchaser pay any of such taxes and credit Purchaser with the amount thereof, and (b) a certification of non-foreign status, in form required by the Code Withholding Section, signed under penalty of perjury. Seller understands that such certification will be retained by Purchaser and will be made available to the Internal Revenue Service on request.

§10.13. To the extent they are then in Seller's possession, copies of current painting and payroll records. Seller shall make all other Building and tenant files and records available to Purchaser for copying, which obligation shall survive the Closing.

§10.14. An original letter, executed by Seller or by its agent, advising the tenants of the sale of the Premises to Purchaser and directing that rents and other payments thereafter be sent to Purchaser or as Purchaser may direct.

CS
§10.15. ~~Notice(s) in the Mortgage(s), executed by Seller or by its agent, advising of the sale of the Premises to Purchaser and directing that future bills and other correspondence should thereafter be sent to Purchaser or as Purchaser may direct.~~

§10.16. If Seller is a corporation and if required by Section 909 of the Business Corporation Law, a resolution of Seller's board of directors authorizing the sale and delivery of the deed and a certificate executed by the secretary or assistant secretary of Seller certifying as to the adoption of such resolution and setting forth facts showing that the transfer complies with the requirements of such law. The deed referred to in §10.01 shall also contain a recital sufficient to establish compliance with such law.

§10.17. Possession of the Premises in the condition required by this contract, subject to the Leases and Tenancies, and keys therefor.

§10.18. A blanket assignment, without recourse or representation, of all Seller's right, title and interest, if any, to all contractors', suppliers', materialmen's and builders' guarantees and warranties of workmanship and/or materials in force and effect with respect to the Premises on the Closing Date and a true and complete copy of each thereof.

§10.19. Estoppel letters in the form attached hereto as Schedule F from the following tenants: Water Design LLC CS

§10.20. A certificate of Seller confirming that the warranties and representations of Seller set forth in this contract are true and complete on and as of the Closing Date (the statements made in such certificate shall be subject to the same limitations on survival as are applicable to Seller's representations and warranties under §4).

§10.21. Any other documents required by this contract to be delivered by Seller.

Section 11. Purchaser's Closing Obligations

At the Closing, Purchaser shall:

§11.01. Deliver to Seller checks or wire transfer of immediately available federal funds to Seller, in payment of the portion of the Purchase Price payable at the Closing, as adjusted for apportionments under Section 12, plus the amount of escrow deposits, if any, assigned pursuant to §10.08.

CS
§11.02. ~~Deliver to Seller the Purchase Money Mortgage, if any, in proper form for recording; the note secured thereby; Escrow statements covering personal property, fixtures and equipment included in this sale and replacements thereof; all properly executed, and Purchaser shall pay the mortgage recording tax and recording fees for any Purchase Money Mortgage.~~

§11.03. Deliver to Seller an agreement indemnifying and agreeing to defend Seller against any claims made by tenants with respect to tenants' security deposits to the extent paid, credited or assigned to Purchaser under §10.03.

§11.04. Cause the deed to be recorded, duly complete all required real property transfer tax returns and cause all such returns and checks in payment of such taxes to be delivered to the appropriate officers promptly after the Closing.

§11.05. Deliver to Seller an agreement assuming all of landlord's obligations under the Leases from and after the Closing Date and indemnifying and agreeing to defend Seller against any claims made by tenants with respect to any failure to perform such obligations.

§11.06. Deliver to Seller a certificate confirming that the warranties and representations of Purchaser set forth in this contract are true and complete as of the Closing Date.

§11.07. Deliver any other documents required by this contract to be delivered by Purchaser.

Section 12. Apportionments

§12.01. The following apportionments shall be made between the parties at the Closing as of the close of business on the day prior to the Closing Date:

- and other income-producing agreements;
- (a) prepaid rents and Additional Rents (as defined in §12.03) and revenues, if any, from telephone booths, vending machines and other income-producing agreements;
 - (b) CS ~~interest on the Existing Mortgage(s);~~
 - (c) real estate taxes, water charges and sewer rents, if any, on the basis of the fiscal period for which assessed, except that if there is a water meter on the Premise, apportionment at the Closing shall be based on the last available reading, subject to adjustment after the Closing when the next reading is available;
 - (d) CS ~~wages, vacation pay, pension and welfare benefits and other fringe benefits of all persons employed at the Premises, whose employment was not terminated at or prior to the Closing;~~
 - (e) CS ~~value of fuel stored on the Premises at the price then charged by Seller's supplier, including any taxes;~~
 - (f) CS ~~charges under transferable Service Contracts or permitted renewals or replacements thereof;~~
 - (g) CS ~~permitted administrative charges, if any, on tenants' security deposits;~~
 - (h) dues to rent stabilization associations, if any;
 - (i) CS ~~insurance premiums on transferable insurance policies listed on a schedule hereto or permitted renewals thereof;~~
 - (j) CS ~~Relating Expenses under §6.02, if any; and~~
 - (k) any other items listed in Schedule D.

If the Closing shall occur before a new tax rate is fixed, the apportionment of taxes at the Closing shall be upon the basis of the old tax rate for the preceding period applied to latest assessed valuation. Promptly after the new tax rate is fixed, the apportionment of taxes shall be recomputed. An discrepancy resulting from such recomputation and any errors or omissions in computing apportionments at Closing shall be promptly corrected, which obligations shall survive the Closing.

§12.02. If any tenant is in arrears in the payment of rent on the Closing Date, rents received from such tenant after the Closing shall be applied in the following order of priority: (a) first to the month preceding the month in which the Closing occurred; (b) then to the month in which the Closing occurred (c) then to any month or months following the month in which the Closing occurred; and (d) then to the period prior to the month preceding the month in which the Closing occurred. If rents or any portion thereof received by Seller or Purchaser after the Closing are payable to the other party by reason of this allocation, the appropriate sum, less a proportionate share any reasonable attorneys' fees, costs and expenses of collection thereof, shall be promptly paid to the other party, which obligation shall survive the Closing.

§12.03. If any tenants are required to pay percentage rent, escalation charges for real estate taxes, operating expenses, cost-of-living adjustments or other charges of a similar nature ("Additional Rents") and any Additional Rents are collected by Purchaser after the Closing which are attributable in whole or in part to any period prior to the Closing, then Purchaser shall promptly pay to Seller Seller's proportionate share thereof, less a proportionate share of any reasonable attorneys' fees, costs and expenses of collection thereof, if and when the tenant paying the same has made all payments of rent and Additional Rent then due to Purchaser pursuant to the tenant's Lease, which obligation shall survive the Closing. If any tenant is or becomes entitled to a refund of overpayments of Additional Rent which are attributable in whole or in part to any period prior to the Closing, Seller shall pay to Purchaser an amount equal to the amount of such refund attributable to any such period within ten days after notice from Purchaser, which obligation shall survive the Closing.

Section 13. Objections to Title, Failure of Seller or Purchaser to Perform and Vendee's Lien

§13.01. Purchaser shall promptly order an examination of title and shall cause a copy of the title report to be forwarded to Seller's attorney upon receipt. Seller shall be entitled to a reasonable adjournment or adjournments of the Closing for up to 60 days or until the expiration date of any written commitment of Purchaser's Institutional Lender delivered to Purchaser prior to the scheduled date of Closing, whichever occurs first, to remove any defects in or objections to title noted in such title report and any other defects or objections which may be disclosed on or prior to the Closing Date.

§13.02. If Seller shall be unable to convey title to the Premises at the Closing in accordance with the provisions of this contract or if Purchaser shall have any other grounds under this contract for refusing to consummate the purchase provided for herein, Purchaser, nevertheless, may elect to accept such title as Seller may be able to convey with a credit against the monies payable at the Closing equal to the reasonably estimated cost to cure the same (up to the Maximum Expense described below), but without any other credit or liability on the part of Seller. If Purchaser shall not so elect, Purchaser may terminate this contract and the sole liability of Seller shall be to refund the Downpayment to Purchaser and to reimburse Purchaser for the net cost of title examination, but not to exceed the net amount charged by Purchaser's title company therefor without issuance of a policy, and the net cost of updating the existing survey of the Premises or the net cost of a new survey of the Premises if there was no existing survey or the existing survey was not capable of being updated and a new survey was required by Purchaser's Institutional Lender. Upon such refund and reimbursement, this contract shall be null and void and the parties hereto shall be relieved of all further obligations and liability other than any arising under Section 14. Seller shall not be required to bring any action or proceeding or to incur any expense in excess of the Maximum Expense specified in Schedule D (or if none is so specified, the Maximum Expense shall be one-half of one percent of the Purchase Price) to cure any title defect or to enable Seller otherwise to comply with the provisions of this contract, but the foregoing shall not permit Seller to refuse to pay off at the Closing, to the extent of the monies payable at the Closing, mortgages or other liens on the Premises which can be satisfied or discharged by payment of a sum certain, other than Existing Mortgages, of which Seller has actual knowledge.

§13.03. Any unpaid taxes, assessments, water charges and sewer rents, together with the interest and penalties thereon to a date not less than two days following the Closing Date, and any other liens and encumbrances which Seller is obligated to pay and discharge or which are against corporations, estates or other persons in the chain of title, together with the cost of recording or filing any instruments necessary to discharge such liens and encumbrances of record, may be paid out of the proceeds of the monies payable at the Closing if Seller delivers to Purchaser on the Closing Date official bills for such taxes, assessments, water charges, sewer rents, interest and penalties and instruments in recordable form sufficient to discharge any other liens and encumbrances of record. Upon request made a reasonable time before the Closing, Purchaser shall provide at the Closing separate checks for the foregoing payable to the order of the holder of any such lien, charge or encumbrance and otherwise complying with §2.02. If Purchaser's title insurance company is willing to insure both Purchaser and Purchaser's Institutional Lender, if any, that such charges, liens and encumbrances will not be collected out of or enforced against the Premises, then, unless Purchaser's Institutional Lender reasonably refuses to accept such insurance in lieu of actual payment and discharge, Seller shall have the right, in lieu of payment and discharge to deposit with the title insurance company such funds or assurances or to pay such special or additional premiums as the title insurance company may require in order to so insure. In such case the charges, liens and encumbrances with respect to which the title insurance company has agreed so to insure shall not be considered objections to title.

§13.04. If Purchaser shall default in the performance of its obligation under this contract to purchase the Premises, the sole remedy of Seller shall be to retain the Downpayment as liquidated damages for all loss, damage and expense suffered by Seller, including without limitation the loss of its bargain.

§13.05. Purchaser shall have a vendee's lien against the Premises for the amount of the Downpayment, but such lien shall not continue after default by Purchaser under this contract.

Section 14. Broker

§14.01 If a broker is specified in Schedule D, Seller and Purchaser mutually represent and warrant that such broker is the only broker with whom they have dealt in connection with this contract and that neither Seller nor Purchaser knows of any other broker who has claimed or may have the right to claim a commission in connection with this transaction, unless otherwise indicated in Schedule D. The commission of such broker shall be paid pursuant to separate agreement by the party specified in Schedule D. If no broker is specified in Schedule D, the parties acknowledge that this contract was brought about by direct negotiation between Seller and Purchaser and that neither Seller nor Purchaser knows of any broker entitled to a commission in connection with this transaction. Unless otherwise provided in Schedule D, Seller and Purchaser shall indemnify and defend each other against any costs, claims or expenses, including attorneys' fees, arising out of the breach on their respective parts of any representations, warranties or agreements contained in this paragraph. The representations and obligations under this paragraph shall survive the Closing or, if the Closing does not occur, the termination of this contract.

Section 15. Notices

§15.01. All notices under this contract shall be in writing and shall be delivered personally or shall be sent by prepaid registered or certified mail, or by prepaid overnight courier with receipt acknowledged, addressed as set forth in Schedule D, or as Seller or Purchaser shall otherwise have given notice as herein provided.

Section 16. Limitations on Survival of Representations, Warranties, Covenants and other Obligations

§16.01. Except as otherwise provided in this contract, no representatives, warranties, covenants or other obligations of Seller set forth in this contract shall survive the Closing, and no action based thereon shall be commenced after the Closing. The representations, warranties, covenants and other obligations of Seller set forth in §4.03, §6.01 and §6.02 shall survive until the Limitation Date specified in Schedule D (or if none is so specified, the Limitation Date shall be the date which is six months after the Closing Date), and no action based thereon shall be commenced after the Limitation Date.

§16.02. The delivery of the deed by Seller, and the acceptance thereof by Purchaser, shall be deemed the full performance and discharge of every obligation on the part of Seller to be performed hereunder, except those obligations of Seller which are expressly stated in this contract to survive the Closing.

Section 17. Due Diligence Period

§17.01. ~~During the period (the "Due Diligence Period") commencing on the date hereof and ending at 5:00 P.M. Eastern Standard Time on the 30th day following the date hereof, Purchaser shall have the right to have the Premises inspected during reasonable hours, after reasonable notice to Seller, and to obtain the following inspection reports with respect to the Premises, at Purchaser's sole cost and expense:~~

~~(a) An inspection and report (the "Environmental Report") from a licensed environmental inspection laboratory or a licensed engineer (the "Inspection Company") with respect to the presence or absence of hazardous or toxic substances or conditions at the Premises including, without limitation, asbestos, polychlorinated biphenyls, petroleum products and those hazardous substances defined in the Comprehensive Environmental Response, Compensation, and Liability Act, 42 U.S.C. § 9601 et seq. and all amendments thereto, including, without limitation, the Superfund Amendments and Reauthorization Act, 42 U.S.C. § 9601 et seq., and the rules and regulations promulgated thereunder, New York State Environmental Liability Review Act, New York Environmental Conservation Law (ECL) §§8-0101 et seq.; and the New York State Water Pollution Control Act, ECL §§ 17-0101 et seq., (collectively, "Hazardous Substances"), on the Premises; and~~

~~(b) An inspection and report (the "Engineering Report") from a licensed engineer and other appropriate professionals (collectively, the "Engineer") with respect to the structural and physical condition of the Premises, all mechanical systems and utilities servicing the Premises, curtain walls, roofs, wells, septic and drainage systems, and compliance with the Americans with Disabilities Act (collectively, "Building Conditions").~~

~~§17.02. Purchaser shall cause copies of the Environmental Report and Engineering Report (collectively, the "Reports") to be delivered to Seller prior to the expiration of the Due Diligence Period. Purchaser may elect to cancel this contract by written notice (the "Termination Notice") to Seller delivered on or before the last day of the Due Diligence Period, if (i) the Environmental Report states that there are Hazardous Substances on the Premises or (ii) the Engineering Report states that there are defects in the Building Conditions (a "Defective Condition") and, in the best professional judgment of the Engineer, such Defective Condition(s) will cost in excess of \$ _____ to correct.~~

§17.03. During the Due Diligence Period, Seller agrees to cooperate in all reasonable respects with Purchaser and agrees to make available to Purchaser and its agents all of the books, files and records relating to the Premises which are in the possession or under the control of Seller.

§17.04. Purchaser hereby indemnifies and agrees to defend and hold Seller harmless from all loss, cost (including, without limitation, ~~reasonable attorneys' fees~~), claim or damage caused by the inspection of the Premises by Purchaser, its agents, consultants or representatives.

§17.05. TIME SHALL BE OF THE ESSENCE WITH RESPECT TO PURCHASER'S ACTIONS PURSUANT TO THIS SECTION 17.

In the event Purchaser shall (i) fail to have the Premises inspected prior to the expiration of the Due Diligence Period, (ii) fail to deliver a copy of the Reports to Seller prior to the expiration of the Due Diligence Period or (iii) fail to give the Termination Notice prior to the expiration of the Due Diligence Period, Purchaser shall be deemed to have waived the right to assert this contract as provided in §17.02.

Section 18. Miscellaneous Provisions

§18.01. If an instrument of the Existing Mortgage(s) is required under §2.02(b), Purchaser shall not assign this contract or its rights hereunder without the prior written consent of Seller. No permitted assignment of Purchaser's rights under this contract shall be effective against Seller unless and until an executed counterpart of the instrument of assignment shall have been delivered to Seller and Seller shall have been furnished with the name and address of the assignee. The term "Purchaser" shall be deemed to include the assignee under any such effective assignment.

§18.02. This contract embodies and constitutes the entire understanding between the parties with respect to the transaction contemplated herein, and all prior agreements, understandings, representations and statements, oral or written, are merged into this contract. Neither this contract nor any provision hereof may be waived, modified, amended, discharged or terminated except by an instrument signed by the party against whom the enforcement of such waiver, modification, amendment, discharge or termination is sought, and then only to the extent set forth in such instrument.

§18.03. This contract shall be governed by, and construed in accordance with, the law of the State of New York.

§18.04. The captions in this contract are inserted for convenience of reference only and in no way define, describe or limit the scope or intent of this contract or any of the provisions hereof.

§18.05. This contract shall be binding upon and shall inure to the benefit of the parties hereto and their respective heirs or successors and permitted assigns.

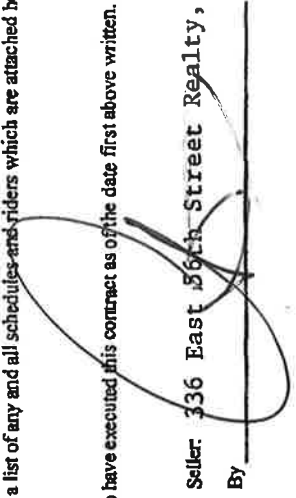
§18.06. This contract shall not be binding or effective until properly executed and delivered by Seller and Purchaser.

§18.07. As used in this contract, the masculine shall include the feminine and neuter, the singular shall include the plural and the plural shall include the singular, as the context may require.

§18.08. If the provisions of any schedule or rider to this contract are inconsistent with the provisions of this contract, the provisions of such schedule or rider shall prevail. Set forth in Schedule D is a list of any and all schedules and riders which are attached hereto but which are not listed in the Table of Contents.

IN WITNESS WHEREOF, the parties hereto have executed this contract as of the date first above written.

Seller: 336 East 56th Street Realty, LLC

By: 

Purchaser: Charles Henry Properties, LLC

By: 

Claude Simon

Receipt by Escrowee

The undersigned Escrowee hereby acknowledges receipt of \$ 288,000.00, by check subject to collection, to be held in escrow pursuant to § 2.05.



Schedule A

DESCRIPTION OF PREMISES

(to be attached separately and to include tax map designation)

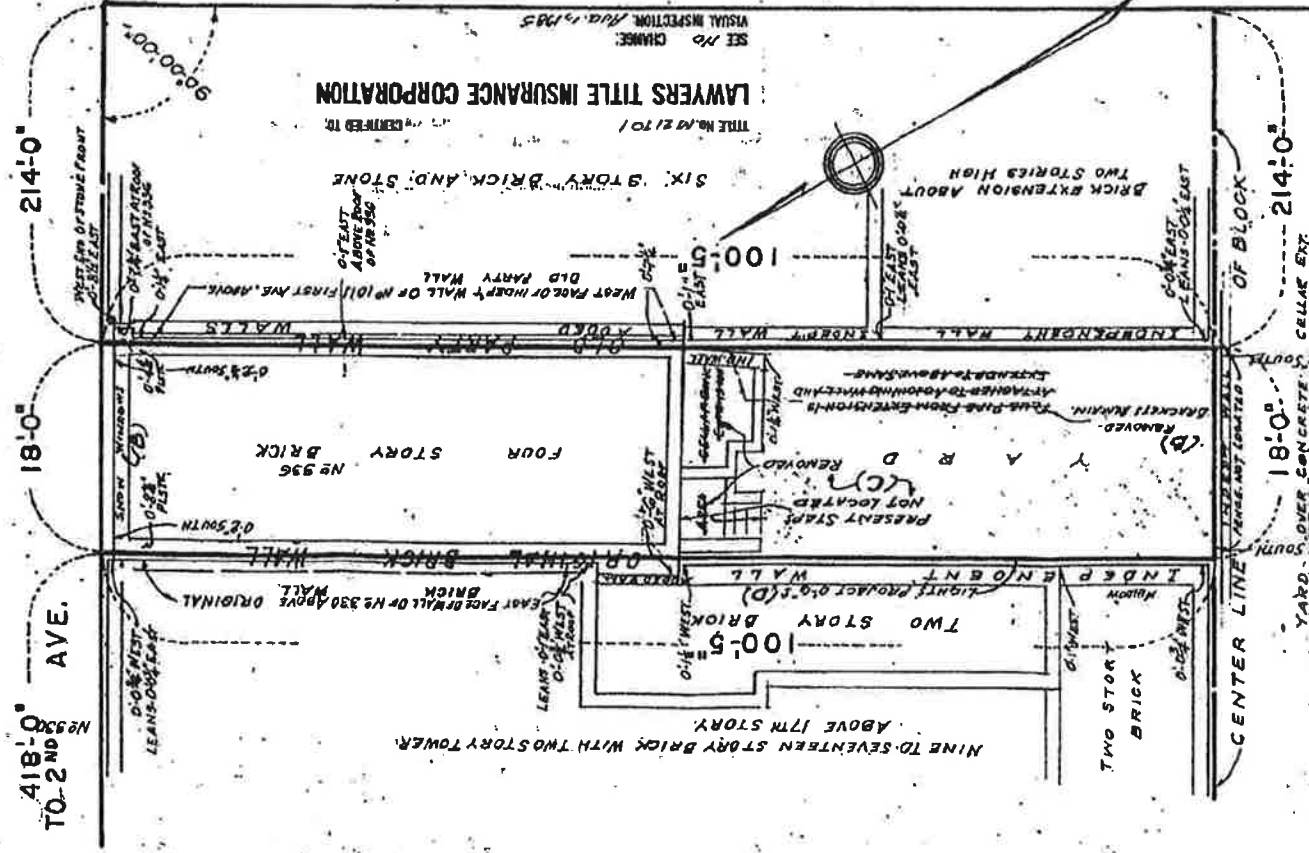
Schedule B

PERMITTED EXCEPTIONS

1. Zoning and subdivision laws, regulations and ordinances and landmark, historic or wetlands designations, which are not violated by the existing structures or present use thereof.
2. Consents by the Seller or any former owner of the Premises for the erection of any structure or structures on, under or above any street or streets on which the Premises may abut.
3. If Schedule C provides for the acceptance of title by Purchaser subject to one or more Existing Mortgage(s), the Existing Mortgage(s) and financing statements, assignments of leases and other agreements ancillary thereto.
4. Leases and Tenancies specified in the Rent Schedule and any new leases, tenancies, occupancy agreements and licenses not prohibited by this contract.
5. Unpaid installments of assessments not due and payable on or before the Closing Date; and real estate taxes that are a lien but are not yet due and payable.
6. Financing statements, chattel mortgages and liens on personalty filed more than 5 years prior to the Closing Date and not renewed, or filed against property or equipment no longer located on the Premises or owned by Tenants.
7. Rights of utility companies to lay, maintain, install and repair pipes, lines, poles, conduits, cable boxes and related equipment on, over and under the Premises, provided that none of such rights imposes any monetary obligation on the owner of the Premises or interferes with the existing use of the Premises or the following proposed use of the Premises: _____.
8. Encroachments of stoops, areas, cellar steps, trim cornices, lintels, window sills, awnings, canopies, ledges, fences, hedges, coping and retaining walls projecting from the Premises over any street or highway or over any adjoining property and encroachments of similar elements projecting from adjoining property over the Premises.
9. Revocability or lack of right to maintain vaults, coal chutes, excavations or sub-surface equipment beyond the line of the Premises.
10. Any state of facts that an accurate survey would disclose, provided that such facts do not render title uninsurable without additional premium or charge or is a Permitted Exception. For the purposes of this contract, none of the facts shown on the survey, if any, identified below shall be deemed to render title uninsurable or unmarketable, and Purchaser shall accept title subject thereto: _____.

PROJECTIONS BEYOND FRONT WALL
FIRE-ESCAPES 310'± ENTRANCE LIGHTS 010'±
TRIM 0-6" ± SIGN 010'±
~~PROJECTIONS BEYOND FRONT WALL~~
~~FIRE-ESCAPES 310'± ENTRANCE LIGHTS 010'±~~
~~TRIM 0-6" ± SIGN 010'±~~ (A) REMOVED (B)
FIRE CONDITIONS W-20 310'±

(A) Encroachments and vaults, if any, below surface not shown hereon.



04-10
TITLE No. *M 21701* CERTIFIED TO:
LAWYERS TITLE INSURANCE CORPORATION

SEE 2 CHANGES MARKED (A) &
VISUAL INSPECTION. MAY 26, 1984

9060682 CERTIFIED TO
CITY TITLE INSURANCE COMPANY

HARWOOD & HARWOOD, P.C.

formerly
FRANK E. TOWLE & SON, INC.

SURVEYED MARCH 23, 1974
FRANK E. TOWLE & SON, INC.

Edwin M. Darwood

132 MASSAU STREET, N.Y. 11039

CITY SURVEYOR

9/29/05
0214/05
QUAL EXAMINATION : NOV. 28, 1904 BY:
CARWOOD SURVEYING P.C.
Charles W. Woodward
AND SURVEYOR
NASSAU STREET
N. N.Y. 10036
PLS.
(212) 267-2671 0539

604.21 (1/2 PART OF) NORTH, SOUTH & EAST LINES MADE
VISUAL EXAMINATION OF FRAMINGS MADE
REV. 4/2004 SEE 3 FRAMES MARKED (B)
TITLE NO. 3008-5582 CERTIFIED TO:
FIRST INSPECTION 1972E INSURANCE COMPANY
OF NEW YORK
HSC BANK USA, NATIONAL ASSOCIATION,
171 SULLY PARKWAY AND/OR ASSIGNS
SUTTON PLACE CAPITAL PARTNERS LLC
NEEP SUTTON INVESTORS LLC
ALCANTARA SUTTON LLC

20 B13 (2/2 PART OF - NORTH, SOUTH & EAST TIMES ONLY,
VISUAL EXAMINATION OF PREVIOUS MADE
FEB. 24, 2005, LEE 1 ITEM MARKED (C).
TITLE NR 3008-55892 CARRIED TO:
FIRST AMERICAN TITLE INSURANCE COMPANY OF NEW YORK
FIDELITY BANK USA, NATIONAL ASSOCIATION, AS AGENT FOR TITLE
AND OTHER CO.-LENDORS AND THEIR SUCCESSORS AND/OR ASSIGNS
GCP SUTTON LONDON LLP
ALCMEY SUTTON LLC
SUTTON PLACE CAPITAL PARTNERS LLC

309659
USUAL EXAMINATION OF PREMISE.
SEPT. 13, 2005. SEE ITEM MAR.
TITLE NO. L 497-198
CAN
550 EAST 50TH STREET REALTY
COMMONWEALTH LAND TITLE INSUR.
COMPANY
ASTORIA FEDERAL SAVINGS AND
ASSOCIATION
CASE ABSTRACT, LLC

BARGAIN AND SALE DEED
WITHOUT COVENANTS AGAINST GRANTOR'S ACTS

THIS INDENTURE, made the 1st day of November, 2005, between SUTTON PLACE CAPITAL PARTNERS, LLC, a Delaware limited liability company, having an office at c/o Alchemy Properties, Inc., 200 Madison Avenue, 19th Floor, New York, New York 10016 the party of the first part, and 336 East 56th Street Realty, LLC, a New York limited liability company, having an office at P.O. Box 933, Englewood Cliffs, New Jersey 07632, the party of the second part.

WITNESSETH, that the party of the first part in consideration of ten (\$10.00) dollars, lawful money of the United States, paid by the party of the second part, does hereby grant and release unto the party of the second part, the heirs of successors and assigns of the party of the second part forever,

ALL that certain plot, piece or parcel of land, situate, lying and being in the Borough of Manhattan, City, County and State of New York, and described on Schedule A annexed (the "Premises").

TOGETHER with all right, title and interest, if any, of the party of the first part in and to any streets and roads abutting the above Premises to the center lines thereof.

TOGETHER with the appurtenances and all the estate and rights of the party of the first part in and to said Premises.

SUBJECT TO the agreement of the party of the second part, that the party of the second part, any tenant occupying the Premises, any future owner, or any other party entitled to do so, shall have no right to extend the Premises (the "Height Restrictions") except as set forth below:

1. The length of any extension of the Premises, including any projections from the Premises, from the front of the building to the rear of the building shall be no more than fifty-two (52) feet (beginning at the front of the building). The maximum height up to which Purchaser can build, subject to the restrictions set forth herein, shall be fifty-four (54) feet from the height of the existing sidewalk on the northeast corner of the Premises (the "Maximum Height").
2. There shall be a minimum of five (5) feet from the easterly wall of the property located at 328-334 East 56th Street, New York, New York (the "Adjoining Property") to any new vertical extension of the exterior envelope of the Premises, including, without limitation, any equipment, structures or other items attached to any new vertical extension of the exterior envelope of the Premises. In the event of such vertical construction, the five (5) foot area from the Adjoining Property to any such vertical extension of the Premises shall not contain any mechanical equipment, structural columns or other impediments and shall be open and clear from the Adjoining Property to any such extension of the Premises. In addition, the wall of any such extension facing the Adjoining Property will be constructed of a maximum of thirty (30%) percent glass glazed area or sliding glass doors. Notwithstanding anything contained herein, the party

of the second part shall have a right to add a roof deck, provided, however, such roof deck shall not extend more than twelve (12) inches beyond the Maximum Height and the railing of such roof deck shall be constructed of standard pipe rail with no more than four (4) horizontal members, or railing with equivalent free open area, which in either case, shall not extend more than forty-eight (48) inches above the level of the deck.

3. The mechanical equipment currently located on the roof of the Premises shall be removed in connection with the party of the second part's extension of the Premises in accordance with the terms hereof. In addition, the bulkhead located on the roof of the Premises shall be left in its current location. For the avoidance of doubt, the parties hereby agree that in no event shall such bulkhead be captured within any extension of the Premises and the party of the second part is hereby prohibited from including and/or incorporating such bulkhead in any proposed construction or extension.

4. The Height Restrictions shall be deemed to include and prohibit the placement of any and all equipment, structures, parapets or any other items either attached to or placed on the roof, or any other portion of the Premises, which might violate the Height Restrictions, including the Maximum Height. Notwithstanding the foregoing, the party of the second part shall have the right to place certain air conditioning compressors on the far eastern portion of the roof of the Premises or any extension of the Premises, provided, however, such air conditioning compressors shall only be placed on the far eastern portion of the roof or any extension and no other location.

5. The party of the second part further agrees that any development to the rear of the Premises will be limited to the first floor and below in compliance with all applicable laws and ordinances (the "Rear Development Restriction").

TO HAVE AND TO HOLD the Premises herein granted unto the party of the second part, the heirs or successors and assigns of the party of the second part forever.

AND the party of the first part, in compliance with Section 13 of the Lien Law, covenants that the party of the first part will receive the consideration for this conveyance and will hold the right to receive such consideration as a trust fund to be applied first for the purpose of paying the cost of the improvement and will apply the same first to the payment of the cost of the improvement before using any part of the total of the same for any other purpose.

The word "party" shall be construed as if it read "parties" whenever the sense of this indenture so requires.

[Remainder of page intentionally blank]

IN WITNESS WHEREOF, this Agreement has been duly executed by the parties hereto as of the Effective Date.

**SUTTON PLACE CAPITAL PARTNERS,
LLC**

By: Alchemy Sutton LLC, its managing
member

By: *Kenneth S. Horn*
Kenneth S. Horn
Managing Member

ACKNOWLEDGEMENT

State of New York) ss.
County of New York)

On the 1st day of Nov in the year 2005 before me, the undersigned, a notary public in and for said state, personally appeared Kenneth S. Horn the individual(s) known to me or proved to me on the basis of satisfactory evidence to be the individual(s) whose name(s) is (are) subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their capacity(ies), and that by his/her/their signature(s) on the instrument, the individual(s), or the person upon behalf of which the individual(s) acted, executed the instrument.

Carol Lee Flitt
Notary Public

CAROL LEE FLITT
Notary Public, State of New York
No. 24-4816649
Qualified in Kings County
Commission Expires December 31, 2006

Schedule A
Legal Description of the Land
(See attached)

ALL that certain plot, piece or parcel of land situate, lying and being in the Borough of Manhattan, City, County & State of New York, bounded and described as follows:

BEGINNING at a point on the southerly side of 56th Street, distant 214 feet westerly from the point formed by the intersection of the southerly side of 56th Street with the westerly side of First Avenue;

RUNNING THENCE southerly parallel with First Avenue and part of the distance through the center of a party wall 100 feet 5 inches to the center line of the block between 55th & 56th Streets;

THENCE westerly along the center line of the block, 18 feet;

THENCE northerly parallel with First Avenue and part of the distance through the center of another party wall, 100 feet 5 inches to the southerly side of 56th Street;

THENCE easterly along the southerly side of 56th Street, 18 feet to the point or place of BEGINNING.

Schedule A Description

ALL that certain plot, piece or parcel of land situate, lying and being in the Borough of Manhattan, City, County & State of New York, bounded and described as follows:

BEGINNING at a point on the southerly side of East 56th Street, distant 214 feet westerly from the point formed by the intersection of the southerly side of East 56th Street with the westerly side of First Avenue;

RUNNING THENCE southerly parallel with First Avenue and part of the distance through the center of a party wall 100 feet 5 inches to the center line of the block between East 55th & East 56th Streets;

THENCE westerly along the center line of the block, 18 feet;

THENCE northerly parallel with First Avenue and part of the distance through the center of another party wall, 100 feet 5 inches to the southerly side of East 56th Street;

THENCE easterly along the southerly side of East 56th Street, 18 feet to the point or place of BEGINNING.

Premises known as 336 East 56th Street, New York, New York

Schedule C

PURCHASE PRICE

The Purchase Price shall be paid as follows:

(a)	By check subject to collection, the receipt of which is hereby acknowledged by Seller (the Downpayment):	\$368,000.00
(b)	By check or checks delivered or wire transfers of federal funds to Seller or Seller's designee(s) or the holder of any Existing Mortgage being assigned pursuant to §2.04 at the Closing in accordance with the provisions of §2.02:	\$3,312,000.00
(c)	By acceptance of title subject to the following Existing Mortgage(s): _____	\$
(d)	By execution and delivery to Seller by Purchaser or its assignee of a note secured by a Purchase Money Mortgage on the Premises:	\$
(e)	Total Purchase Price:	\$3,680,000.00

Schedule D

MISCELLANEOUS

1. Address of Premises: 336 East 56th Street, New York, NY 10022
 2. Title insurer designated by Purchaser (§1.02):
 3. ~~Last date for consent by Existing Mortgagee(s) (§2.03(b)):~~
 4. ~~Prepayment Date on or after which Purchase Money Mortgage may be prepaid (§2.05(e)(1)):~~
 5. ~~Maximum Interest Rate of any Refinanced Mortgage (§2.05(b)):~~
 6. Seller's tax identification number:
 7. Purchaser's tax identification number:
 8. Scheduled time and date of Closing (§3.01): ~~September 30, 2013~~ November 5, 2013 at 2 p.m.
 9. Place of Closing (§3.01): Lefkowitz and Edelstein/444 Madison Ave/Ste 1805/NY NY
 10. Assessed valuation of Premises (§4.10):
- Actual Assessment:
- Transition Assessment:
11. Fiscal year and annual real estate taxes on Premises (§4.10):
 12. Tax abatements or exemptions affecting Premises (§4.10):
 13. Assessments on Premises (§4.13):
 14. Maximum Amount which Seller must spend to cure violations, etc. (§7.02): \$25,000.00
 15. Maximum Expense of Seller to cure title defects, etc. (§13.02): \$25,000.00
 16. Broker, if any (§14:01): The Corcoran Group
 17. Party to pay broker's commission (§14:01) Seller
- Address for notices (§15.01):
- If to Seller: 336 East 56th Street Realty, LLC/c/o Lefkowitz and Edelstein/444 Madison Avenue/Suite 1805/New York, NY 10022/(212) 759-1200/Fax (212) 317-8717
- with a copy to Seller's attorney: Walter Edelstein/444 Madison Avenue/Suite 1805/New York, NY 10022/(212) 759-1200/Fax (212) 317-8717
- If to Purchaser: Charles Henry Properties, LLC c/o Claude Simon, 254 Fifth Avenue, 3rd Floor, New York, NY 10001
- with a copy to Purchaser's attorney: Darryl Vernon, Esq./261 Madison Avenue, Flr 26, New York, NY 10016/(212) 949-7300/Fax (212) 697-4432
18. Additional Schedules or Riders (§18.08):

Schedule E
RENT SCHEDULE
(to be attached separately)

RENT ROLL AT 336 EAST 56TH STREET

APT	TENANT	RENT	SECURITY	EXPIRATION DATE	COMMENTS
1	Klages	\$480.55	\$480.55	31-Oct-13	Rent Stabilized
2	Diaz	\$2,100.00	\$2,100.00	31-Mar-14	
3	Smilie	\$1,950.00	\$1,950.00	31-Jul-14	
4	Rigumye	\$2,075.00	\$6,075.00	30-Apr-14	
5	Padula	\$2,000.00	\$2,000.00	31-Aug-14	
6	DeCruz	\$2,100.00	\$2,100.00	30-Jun-14	
Store	Water Dragon LLC*	\$6,500.00	\$18,600.00	27-Sep-18	

*Rent increases 3% every year.

RIDER ATTACHED TO AND MADE PART OF CONTRACT OF SALE

PREMISES: 336 East 56th Street, New York, NY
BETWEEN: 336 East 56th Street Realty, LLC, AS SELLER
AND: Charles Henry Properties, LLC, AS PURCHASER
DATED: August 20, 2013

1. The printed part of this contract is hereby modified and supplemented. Wherever there is any conflict between this Rider and the printed part of this contract, the provisions of this Rider shall prevail and the contract shall be construed accordingly.
2. In addition to the matters set forth in Schedule B of the printed form of Contract, the said premises are also sold subject to:
 - (a) Survey made by Frank E. Towle & Son, Inc., dated March 23, 1974, as last updated by visual examination on September 29, 2005 by Harwood Surveying P.C.
 - (b) Covenants and restrictions contained in the Bargain and Sale deed attached hereto.
3. Intentionally Omitted.
4. Any unpaid franchise tax or New York City General Corporation tax of any corporation in the chain of title, or any other lien or exception to title, shall not be an objection to title provided Purchaser's title company insures against collection out of the subject premises and omits same from Purchaser's and Purchaser's lenders, if any, title policy.
5. The acceptance of a deed by the Purchaser shall be deemed to be a full Performance of and discharge of any and all agreements and obligations on part of Seller to be performed pursuant to the provisions of this contract, except those, if any, which are herein specifically state to survive delivery of the deed.
6. The Contract may not be assigned by Purchaser without the prior written Consent of Seller which consent may be granted or withheld in the sole discretion of Seller.
7. Neither this Contract, nor any memorandum hereof shall be recorded and any attempted recordation shall be void and shall constitute a material default by the party attempting such recordation thereby entitling the other party to receive the entire Contract Deposit as liquidated damages for such material default. Any time periods set forth in the Contract shall commence when the attorney for the respective party required to act receives notices from the attorney.
8. Intentionally Omitted.
9. Except as otherwise expressly deemed to survive Closing pursuant to the terms of this Contract, all representations, covenants and warranties provided by Seller in this contract, if any, shall not survive the Closing and shall be deemed to be merged in the delivery of the deed at the Closing.
10. Except as agreed in this Contract Purchaser acknowledges that it is not relying upon any warranty, representation, statement or other assertion regarding the condition of the premises, and that Purchaser is relying upon its independent examination of the premises.

PURCHASER ACKNOWLEDGES THAT PURCHASER IS ACQUIRING THE PREMISES "AS IS, WHERE IS." NO WARRANTIES OF ANY KIND ARE IMPLIED IN THIS TRANSACTION. SPECIFICALLY, THE SELLER MAKES NO EXPRESS OR IMPLIED WARRANTIES WITH RESPECT TO THE PHYSICAL CONDITION OF THE

PREMISES OR AS TO ITS MERCHANTABILITY OR FITNESS FOR ANY PARTICULAR PURPOSE. FURTHER, EXCEPT AS OTHERWISE STATED IN THIS CONTRACT, TO SELLER'S KNOWLEDGE, WITHOUT DUE INQUIRY, SELLER IS NOT IN VIOLATION OF ANY ENVIRONMENTAL PROTECTION, POLLUTION OR LAND USE LAWS, RULES, REGULATIONS, ORDERS OR REQUIREMENTS, INCLUDING SOLID WASTE, AS DEFINED BY THE U.S. ENVIRONMENTAL PROTECTION AGENCY REGULATIONS AT 40 C.F.R., PART 261, OR THE DISPOSAL OR EXISTENCE, IN OR ON THE PREMISES, OF ANY HAZARDOUS SUBSTANCE, AS DEFINED BY THE COMPREHENSIVE ENVIRONMENTAL RESPONSE COMPENSATION AND LIABILITY ACT OF 1980, AS AMENDED, AND REGULATIONS PROMULGATED THEREUNDER. SELLER IS NOT LIABLE OR BOUND IN ANY MANNER BY ANY VERBAL OR WRITTEN STATEMENTS, REPRESENTATIONS OR INFORMATION PERTAINING TO THE PREMISES, OR THE OPERATION THEREOF, FURNISHED BY ANY REAL ESTATE BROKER. PURCHASER FURTHER ACKNOWLEDGES AND AGREES THAT HAVING BEEN GIVEN THE OPPORTUNITY TO INSPECT THE PHYSICAL CONDITION OF THE PREMISES AND ALL OF THE BOOKS AND RECORDS IN CONNECTION WITH THE OWNERSHIP AND OPERATION OF THE PREMISES, PURCHASER IS RELYING SOLELY ON ITS OWN INVESTIGATION OF THE PREMISES AND NOT ON ANY INFORMATION PROVIDED OR TO BE PROVIDED BY SELLER. TO THE MAXIMUM EXTENT PERMITTED BY LAW, THE SALE OF THE PREMISES AS PROVIDED FOR HEREIN IS MADE ON AN "AS IS" CONDITION AND BASIS WITH ALL FAULTS.

11. Seller has duly authorized and consented to the execution of this Contract and such execution will not violate its organizational documents. Seller represents that the persons and entities executing this Contract on behalf of the Seller are the only ones required to do in order to bind the Seller under this Agreement.

12. The parties mutually agree that, except as otherwise set forth herein, all right, title and interest of Seller in and to any personal property used in connection with the operation of the building shall be conveyed and deemed transferred to Purchaser under the deed of conveyance to be delivered, but that no portion of the purchase price shall be deemed to have been paid by Purchaser for same.

13. The Seller represents that the rents listed on the annexed schedule are currently billed to each of the tenants as of the date hereof. All leases expire as per said schedule. All tenants are current.

14. All income, receivables, expenses and payables of the Property shall be Apportioned between the parties as of 11:59 p.m. on the day prior to the Closing Date (all prorations are to be based upon the actual number of days elapsed in a 365 day year.) The obligation to make apportionments as provided herein shall survive the Closing.

15. Purchaser acknowledges that it has had an opportunity to conduct its own investigation of the Premises with regard to Hazardous Substances and compliance with Environmental Laws. Purchaser is aware (or had sufficient opportunity to become aware) of the Environmental Conditions affecting or related to the Premises and Purchaser agrees to take the Premises subject to such Environmental Conditions. Purchaser agrees to assume all costs, liabilities, obligations and expenses arising out of or in any way connected to the Premises.

16. Purchaser may not assign its right or obligations under this Agreement or any direct or indirect ownership or other interest in Purchaser without the prior written consent of Seller.

17. Notwithstanding anything to the contrary contained in this Agreement, no Director, officer, employee, shareholder, member, manager, partner or agent of Seller nor any of the directors, officers, employees, shareholders, members, managers, partners or agents of any of the directors, officers, employees, shareholders, members, managers, partners or agents of Seller nor any other person, partnership, corporation or trust, as principal of Seller, whether disclosed or undisclosed (collectively, the "Seller Exculpated Parties") shall have any personal obligation or liability hereunder, and Purchaser shall not seek to assert any claim or enforce any of its rights hereunder against any Seller Exculpated Party.

18. All notices or other communications required or permitted to be given pursuant to this Agreement shall be in writing and shall be considered as properly given or made (i) upon the date of personal delivery (if notice is delivered by personal delivery), (ii) on the date of delivery, as confirmed by electronic answerback (if notice is delivered by facsimile transmission), (iii) on the day one (1) Business Day after deposit with a nationally recognized overnight courier service (if notice is delivered by nationally recognized overnight courier service), or (iv) on the third (3rd) Business Day following mailing from within the United States by first class United States mail, postage prepaid, registered mail return receipt requested (if notice is given in such manner), and in any case address to the parties at the addresses set forth below (or to such other addresses as the parties may specify by due notice to the other):

If to Seller:

336 East 56th Street Realty, LLC
c/o Lefkowitz and Edelstein
444 Madison Avenue, Ste 1805
New York, NY 10016
Att: Mr. Walter Edelstein
Fax: 212-317-8717

With a copy to:

Lefkowitz and Edelstein
444 Madison Avenue, Ste 1805
New York, NY 10022
Att: Mr. Walter Edelstein
Fax: 212-317-8717

If to Purchaser:

Charles Henry Properties, LLC
c/o Claude Simon
254 Fifth Avenue, 3rd Floor
New York, NY 10001
Att:
Fax:

With a copy to:

Vernon & Ginsburg, LLP
261 Madison Avenue, 26th Floor
New York, NY 10016
Att: Mr. Darryl Vernon
Fax: 212-697-4432

19. This Agreement may be executed in counterparts, each of which shall constitute an original, and all of which taken together shall constitute one and the same instrument. In addition to liens and violations that Seller is required to remove (e.g. per Buyer's Rider,

CS 20. ~~Existing mortgages, etc.) without any monetary limit, and~~ Supplementing and amending Schedule D, item 13, Seller is hereby obligated to Spend up to \$25,000.00 to cure liens, judgments, or other violations against the Premises which are capable of being cured by the payment of a monetary sum, however, Seller shall have no obligation to take any steps, bring any action or proceeding or incur any effort or expense whatsoever to cure any such liens, judgments, or other violations noticed against the Premises and Purchaser shall accept title to the Premises subject to all violations of law or municipal ordinances, orders or requirements issued by the departments of buildings, fire, labor, health, or other Federal, State, County, Municipal or other departments and governmental agencies having jurisdiction against or affecting the Premises, and any outstanding work orders, whether any of the foregoing are outstanding as of the date hereof or noticed after the date hereof (the "Violations"). Purchaser acknowledges that, except as set forth herein, Seller shall have no restoration, repair or other obligation or liability of any kind or nature with respect to the

Violations. Purchaser shall not, without first obtaining the prior written consent of Seller, which consent shall not be unreasonably withheld or delayed, request that any governmental authority inspect or otherwise evaluate the condition of the Premises in respect of the existence of Violations, provided that the foregoing shall not prohibit Purchaser from making customary inquiries of governmental authorities as to whether Violations have been noticed by any such governmental authorities.

IN WITNESS WHEREOF, Purchaser and Seller have caused this Agreement to be executed as of the day and year first above written.

SELLER:

336 EAST 56TH STREET REALTY, LLC



By: _____

Title: _____

PURCHASER:

CHARLES HENRY PROPERTIES, LLC



By: Claude Simon

Title: President

**BUYERS' RIDER ATTACHED TO AND MADE PART OF CONTRACT
OF SALE BETWEEN 336 EAST 56TH STREET REALTY, LLC
AS SELLER AND CHARLES HENRY PROPERTIES, LLC AS
PURCHASER OF THE PREMISES KNOWN AS
336 EAST 56TH STREET, NEW YORK, NEW YORK 10022**

21. This Buyer's Rider is hereby made a part of the printed section of this Contract to which it is attached. The provisions of this Rider supplement and are in addition to and not in limitation of the terms and provisions of the printed portion of this Contract and the Seller's Rider. In each instance in which a term or provision of this Rider shall contradict or be inconsistent with a term or provision of the printed section of this Contract or the Seller's Rider, the term or provision contained in this Rider shall govern and prevail and the contradicted and inconsistent term or provision of the printed portion of this Contract shall be deemed amended accordingly.

22. Seller represents that Seller (i) has received no notice and has no knowledge of any pending or threatened litigation or claim against or concerning Seller, the building, or the personal property included in this sale, (ii) other than the open permit and vent violation and any violations attached as Exhibit "___", and has no knowledge of any other violations or assessments or actions affecting the building:..

23. Supplementing and modifying the printed form of this Contract, Seller represents and warrants that at closing, (a) the entire premises will be free from leaks; and (b) the premises will be free from infestation, including without limitation bedbugs.

24. Permitted Encumbrances. Subject to the terms and provisions of this Agreement, title to the Premises shall be sold, assigned and conveyed by Seller to Purchaser subject only to the following (collectively, the "Permitted Encumbrances")::

In addition to the ones confirmed in the Contract of Sale and Rider attached hereto.

(a) Any other state of facts which a Survey would disclose; provided that such state of facts shall not render title unmarketable.

(b) all presently existing and future liens of (i) real estate taxes and (ii) water rates, water meter charges and vault taxes, water frontage charges and sewer taxes, rents and charges provided that the items set forth in (i) and (ii) are not yet due and payable and are apportioned as provided in this Agreement;

(c) the rights, if any, of any public utility, telephone and cable television companies to maintain and operate pipes, poles, cables and wires in, and over, on and under the Premises and along any abutting streets, with the right to trim any trees along the route of such pipes, poles, cables and wires in order to keep same in proper working order, and otherwise as may be necessary to provide, maintain, operate and repair utility distribution service to the Premises.

- (d) any minor (less than 6 inches) variations between the record line with any fence or hedge;
- (e) party walls;
- (f) any minor (less than 6 inches) encroachments;
- (g) designations of Landmarks Site or Historic District;
- (h) zoning regulations and ordinances which are not violated by the existing structures or present use thereof and which do not render title unmarketable, but excluding any judgments;
- (i) consents by the Seller or any former owner of the Premises for the erection of any structure on under or above any street or streets on which the Premises may abut;
- (j) unpaid installments of assessments not due and payable on or before the Closing Date (but subject to apportionment in accordance with this Agreement); and
- (k) (i) rights of public utility companies to lay, maintain, install and repair pipes, lines, poles, conduits, cable boxes and related equipment on, over and under the Premises, provided that none of such rights imposes any monetary obligation on the owner of the Premises;
(ii) encroachments of stoops, areas, cellar steps, trim cornices, lintels, window sills, awnings, canopies, ledges, fences, hedges, coping and retaining walls projecting from the Premises over any street or highway or over any adjoining property and encroachments of similar elements projecting from adjoining property over the Premises; and
(iii) revocability or lack of right to maintain vaults, coal chutes, excavations or sub-surface equipment beyond the line of the Premises.

25. Seller represents that:

- (a) Each of the leases of the Tenants and all amendments, and modifications in Seller's Possession thereto (collectively, the "Leases"), have been exhibited to Purchaser or its attorney and accurate copies are attached as Exhibit "____";
- (b) There are no applications, orders, protests or complaints with reference to rents, services or equipment pending with any agency or any court; there has been no diminution of services and/or equipment required by any of the Leases; and there are no known claims, counterclaims or offsets by any Tenant or occupant (other than vent complaint)
- (c) The Leases expire as indicated on the Rent Schedule; and

(d) Except as shown on the Rent Schedule, none of the apartments are rented furnished and each Tenant pays for his own electricity.

26. Seller represents that there are no complaints or proceedings pending as of the date hereof for rent overcharges or for the reduction of any rents, and if any are filed or if any are filed prior to the Closing, Seller agrees to comply with any orders made at its sole cost and expense and if said complaints or proceedings are not dismissed prior to the Closing Date, Purchaser shall be entitled to a credit for the amount of the cost of complying with any order made as a result of such complaints or proceedings at the Closing. Seller agrees to defend, indemnify and hold Purchaser harmless for any rent overcharges referable to the period of Seller's ownership.

27. Seller agrees not to enter into any new Service Contracts nor amend, modify or renew any existing Service Contract without the prior written consent of Purchaser.

28. Seller warrants to the best of Seller's knowledge and represents that all fuel burning devices used in connection with the Premises comply with all applicable Governmental Regulations, including Local Law 14 of the City of New York, if applicable; all have been properly upgraded and current certificates of operation have been issued and shall be delivered to Purchaser at the Closing; and, at the Closing, the Premises will be in compliance with all Governmental Regulations governing the bulk storage of petroleum and petroleum products.

29. All fixtures and articles of personal property included in this sale are now, and at the Closing will be, owned by Seller free and clear of any conditional bills of sale, chattel mortgages, security agreements, financing statements or other security interests of any kind, other than the lien of the mortgage herein referred to, if any, and all fixtures and equipment will be in working order and in operating condition at the time of closing. Seller agrees not to remove any fixtures, personal property, supplies or equipment now in, on or about the Premises or which are used in connection with the operation thereof prior to the Closing, and to deliver same at closing as is to Purchaser.

30. Seller warrants and represents to the best of Seller's knowledge that there is one rent-stabilized, five deregulated and one commercial tenant.

31 Seller warrants and represents that to the best of its knowledge:

(a) The entire Premises is legally occupied for its present use and such occupancy has been approved by each applicable Governmental Authority (as hereinafter defined). As used in this Contract, the terms "Governmental Authority" shall mean the Federal, State, County and Municipal governments, the subdivisions of each, including without limitation, all departments, bureaus and agencies thereof and any quasi-governmental authority, having or asserting jurisdiction over the Premises and the term "Governmental Regulations" shall mean all statutes, laws, ordinances, rules and

regulations of any Governmental Authority.

(b) No demand has been made by any mortgagee, insurance company or board of fire underwriters requiring any work to be done on the Premises or for additional fire insurance. Seller agrees to maintain the Premises in their present order and repair and to make any and all repairs or replacements reasonably necessary or required by any mortgagee, insurance company or board of fire underwriters until the Closing and to deliver the Premises to Purchaser in substantially their present condition, usual wear and tear excepted.

(c) As of the date hereof Seller has not entered into, and agreed not to enter into, any agreement with any applicable Governmental Authority concerning the correction of violations at the Premises. Seller further represents that it has not received any notification from Governmental Authority requiring Seller to enter into such an agreement.

(d) For the past four (4) years there has been no individual and/or organized rent strike, or joint action by Tenants' groups to withhold rent from Seller, nor overcharge claims, or any other claims regarding the units or tenancies. Nor has any claim been made against the landlord for breach of the lease for the past six (6) years. It is a condition of this transaction that there will be no rent strike or action by any tenants' group to withhold rent from Seller on the Closing Date.

(e) If there is any vault space adjacent to the Premises, all license fees therefore are paid; that the return required by Title Z, Chapter 41 of the Administrative Code has been filed and all charges therefor have been paid. Seller represents it has received no notice of any retroactive assessment or reassessment of vault charges.

(f) Seller has not transferred or agreed to transfer any development or air rights pertaining to the Premises and has no knowledge of such transfer or agreement to so transfer by any former owner of the Premises.

(g) No brokerage or leasing fees, commissions or other compensations are may become due or payable with respect to or on account of any of the Leases or any extensions or renewals thereof, whether or not heretofore exercised. The provisions of this paragraph shall survive the Closing but only for six months.

(h) No person, firm, corporation or other entity, including without limitation, any Tenant or occupant of the Premises, has any right or option to acquire the Premises, any portion thereof or any interest therein.

(i) That: (a) Seller has the power and authority to enter into this Contract and to consummate the transaction provided for herein; (b) this Contract is a valid and binding agreement of Seller; (c) the person executing this Contract on behalf of Seller has the authority to do so and the power to bind Seller thereby and if Seller is a corporation, the Board of Directors of Seller has duly authorized the execution and delivery of this Contract; (d) neither the execution of this Contract nor consummation of

the transaction contemplated hereunder requires the consent of the shareholders of Seller or of any other person, firm, corporation nor will either such execution or consummation constitute a violation or breach by Seller or its Certificate of Incorporation, its by-laws or of any agreement to which Seller is a party. The provisions of this paragraph shall survive the Closing.

(j) Seller has not received notice of any mechanic's liens, sidewalk assessments, emergency repair liens or notices to repair sidewalks and shall at the Closing, deliver to Purchaser and Purchaser's title insurer an affidavit so stating. If any mechanic's liens, emergency repair liens, sidewalk assessments or notices to repair sidewalks are discovered or levied prior to subsequent to the Closing, Seller shall pay same on or before the Closing Date, or shall provide a sufficient bond or escrow to have the same omitted as an exception to tile insurance.

(k) All existing mortgages on the Premises are non-participating and no mortgage contains any provision requiring permission of the holder thereof to transfer the Premises or permitting such holder to declare the same due and payable if the Premises are sold.

(l) Seller represents that no development rights appurtenant to the Premises have been transferred or conveyed by the Seller.

32. Any repairs or alterations (including painting) to be made, or equipment to be supplied, pursuant to the terms of any Lease or as required by applicable Governmental Regulations, prior to the Closing Date will be done or supplied by Seller, at Seller's sole cost and expense, prior to the Closing and in all cases where rents have been or hereafter are increased by reason of additional service and/or equipment, the same have or will have been furnished and/or installed prior to the Closing.

33 Seller warrants and represents that smoke detectors have been installed in those portions of the Premises occupied or used for residential purposes

34 Seller warrants and represents that the Premises are insured against fire and under casualty to the extent of the full replacement cost of the building and other improvements thereon. If, at any time prior to the Closing Date, all or any part of the Premises are damaged by fire or other casualty, Seller shall immediately notify Purchaser of such event and of the particulars thereof. In the event of such fire or other casualty, Purchaser shall have the right to terminate this Contract by giving Seller written notice of its election to do so within thirty (30) days after receipt of Seller's notice. If Purchaser elects to terminate this Contract, the Contract Deposit shall forthwith be returned to Purchaser whereupon this Contract shall be deemed null and void and of no force or effect and Seller and Purchaser shall each be deemed from any and all further liability hereunder. If Purchaser does not elect to terminate this Contract, this Contract shall remain in full force and effect and, at the Closing, Purchaser shall be entitled to a credit against the purchase price equal to the sum of (a) any and all damage awards and insurance proceeds paid to Seller and (b) the deductible provided for in Seller's insurance

policy, if any. If any such award or proceeds has not paid to Seller on or before the Closing Date, Seller shall, at the Closing, assign to Purchaser all of Seller's right, title and interest thereto and shall credit Purchaser with the aforesaid deductible. Seller agrees not to settle any insurance claim without the prior written consent of Purchaser.

35. Seller warrants and represents that no condemnation or eminent domain proceedings are pending against the Premises or any part thereof and, to the best of Seller's knowledge, no such proceedings are contemplated or threatened. If, at any time prior to the Closing Date, all or any part of the Property shall be taken, or threatened to be taken, by condemnation or in the exercise of any power of eminent domain, Seller immediately shall notify Purchaser of such event and provide Purchaser with copies of all documents relevant thereto. In the event of such a taking, Purchaser shall have the right to terminate this Contract by giving Seller written notice of its election to do so within thirty (30) days after receipt of Seller's notice. If Purchaser elects to terminate this Contract, the Contract Deposit shall forthwith be returned to Purchaser whereupon this Contract shall be deemed null and void and no further force or effect and Seller and Purchaser shall each be deemed released from any and all further liability hereunder. If Purchaser does not elect to terminate this Contract, this Contract shall remain in full force and effect, and at the Closing, Purchaser shall be entitled to a credit against the purchase price equal to the award paid to Seller on or before the Closing Date, Seller shall, at the Closing, assign to Purchaser all of Seller's right, title and interest thereto. Seller agrees not to settle any condemnation or eminent domain award without the prior written consent of Purchaser.

36. Purchaser and its agents, architects and engineers, shall have the right to inspect the Premises at reasonable times after the execution of this Contract, provided it shall first give Seller reasonable advance notification of its intention to do so and further provided that such inspections shall not reasonably impede the normal day-to-day business operation of the Premises.

37. Seller shall deliver to Purchaser:

(a) All of the building plans and specifications relating to the Premises in the possession of Seller or its agents.

(b) An affidavit of Seller certifying to Purchaser that no security interest in any personal property included in this sale has been granted during the ten (10) days then last past, that not written or oral promises, understandings or commitments between Seller or any former owner of the Premises and any Tenant exists other than those contained in the Leases; and that all work required under the Leases has been completed.

(c) Intentionally omitted.

(d) A non-foreign affidavit pursuant to Section 1445 of the Internal Revenue Code, as amended (the "Code"), sufficient to provide an exemption under

Subdivision (b) thereof, or if Seller be a foreign person under the terms of the Code, it is agreed that ten (1 0%) percent of the purchase price will be retained by Purchaser for remission to Internal Revenue Service in accordance with the Code, unless Seller has received a Qualifying Statement from the Treasury Department pursuant to the Code, in which case the withholding will be pursuant to such Qualifying Statement.

(e) A final water meter reading for the premises.

38. Seller shall, at or prior to the Closing, pay all license, permit and inspection fees due and payable with respect to the Premises prior to the Closing Date.

39. No party, other than the named Purchaser, shall be liable hereunder as a disclosed or undisclosed principal.

40. Any instrument or deposit required to obviate a defect in marketability or to indicate the terms and reduced amount of any mortgage or other lien on the Premises, shall be in such form, terms, conditions and amount and be made in such manner as may be reasonably required by the title insurance company employed by Purchaser to examine and insure title and to satisfy said company sufficiently for such title insurer to either certify the said facts and/or omit any exception to title and/or guarantee to Purchaser against collection of any item out of the Premises. The same shall include affidavits or consents of stockholders, directors and officers approving any acts of corporations in the chain of title, and proof of payment of franchise or dissolution taxes therefor.

41. Notwithstanding anything to the contrary contained herein, the parties agree that any changes or additions in this Contract may be initialed by the respective attorneys for the parties with the same force and effect as if initialed by the parties and any notices which either party may either desire or be required to give and any adjournment or extension of any date provided for herein may be given or consented to, as the case may be, by such attorneys with the same force or effect as if given or consented to by the parties.

42. Seller warrants and represents that:

(i) See Finance Dept website

(ii) See Title Report

(iii) None

(iv) The total cost of yearly electricity and other utilities for the yearly period is approx.. \$ 3,300.00

(v) Intentionally omitted.

(vi) Seller has been duly organized and validly exists as a New York

corporation and is in good standing in the State of New York and is qualified to do business in the State of New York.

(vii) Seller is not a "foreign person" as defined in Internal Revenue Code Section 1445 and the regulations issued thereunder.

(viii) Notwithstanding anything contained in this Contract or Riders to the contrary, Purchaser does not agree to any title exceptions that would in any manner prohibit or encumber the continued use of the Premises for current use or, in any manner, render title unmarketable or uninsurable at regular rates.

(ix) Seller represents that it has not filed or been named in a bankruptcy or insolvency proceeding.

42. The prevailing party in any litigation concerning this Contract, or concerning any breach of this Contract, shall be entitled to reasonable attorneys' fees and expenses incurred in such litigation.

43. This Contract may be executed in facsimile or email fashion.

44. Seller shall procure an amendment to the commercial lease with its commercial tenant ("Tenant"), Water Dragon New York, LLC confirming their agreement that Tenant shall pay or reimburse landlord for all gas charges incurred over \$44.00 per month for the duration of Tenant's Lease.

45. Seller represents that the Owner has installed its own separate water meter for the premises and charges tenant back for its own use pursuant to the lease.

46. Seller represents to the best of Seller's knowledge that there is no impediment to extending the rear of the building under paragraph 5 in the deed to Seller (from the previous owner attached to the Pre-printed Contract and referred to as "Seller's Deed.") Seller represents that to the best of Seller's knowledge the 52 foot depth limit in paragraph 1 applies only to the height addition. Seller represents that the Seller's Seller (under the Seller's deed) never represented, claimed, in any manner, either directly or indirectly, either in writing or any other manner, that the 52 foot depth limit would apply to the rear extension allowed under paragraph 5 of the Seller's deed.

47. (i) Seller represents that to the best of Seller's knowledge that the commercial space maintains insurance on their space and attaches a copy here.

48. Seller represents and warrants that the commercial tenant will execute, within 15 days after execution of this contract, or at least 15 days before closing, whichever is earlier, a written supplement to the commercial tenant's lease providing as follows:

- a) That the commercial tenant agrees to pay the charge back for water used and referenced under paragraph 45 of this contract;
- b) A provision confirming the commercial tenant's obligation under paragraph 44 of this rider;
- c) A provision that the commercial tenant will provide access at all necessary times to the owner to the basement area for the owner to access equipment in the basement and access the common areas of the basement.

49. Seller represents that the complaint concerning the commercial tenant's vent will be cleared and resolved before closing. Seller represents that they have been in contact with the Department of Buildings who has advised that the complaint will be resolved. Seller represents that the vent in issue is a vent for hot air coming from the dryers and does not involve any fuel or gas venting." *THE SELLER WILL OBTAIN A SIGNOFF ON THE OPEN BUILDING'S DEPT PERMIT.*

50. At closing, seller will give a credit to purchaser in the amount of all of the security accounts with any interest earned to date of closing.

51. Notwithstanding anything to the contrary in this Contract, if at the closing any property is subject to any (a) mortgage or mortgages, (b) mechanic's liens, or (c) title objections which are not permitted encumbrances, and were intentionally created by or consented to by Seller on or after the date of this agreement, Seller shall be obligated to pay (or if mechanic's lien, to bond) the same (regardless of cost) and to cause the title company to omit the same from purchaser's and purchaser's lender's title insurance policy.

52. Notwithstanding anything to the contrary in this Contract, Seller shall pay (or credit to purchaser) at closing cost of any and all fines and penalties in connection with any violations of law or municipal ordinances, orders or requirements issued by the departments of buildings, fire, labor, health or other federal, state, county or municipal or other departments in governmental agencies having jurisdiction against or effecting the premises to the extent that such violations are of record with respect to the property and in existence at the closing date.

53. Seller represents that to the best of Seller's knowledge renovations were made to the apartments that would address old violations on the subject building. At closing all such records will be turned over to the purchaser. Prior to closing, Purchaser may have reasonable access to view and copy these records.

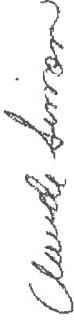
Dated: September, ____, 2013

SELLER:

336 EAST 56TH STREET REALTY,
LLC

PURCHASER:

CHARLES HENRY PROPERTIES,
LLC

A large, stylized handwritten signature in black ink, appearing to be 'CH' or similar, written over the seller's name.A handwritten signature in black ink, appearing to be 'Claude Simon', written over the purchaser's name.

By:

By:

Claude Simon

8/28/2013
082013HPD Building, Registration & Violation Services — Select — [Home](#)**The selected address: 336 EAST 56 STREET, Manhattan 10022**

HPD# 14417 Active	Range 336-336	Block 01348	Lot 0035	CD 6	CensusTract 10800	Stories 4	A Units 6	B Units 0	Ownership PVT	Registration# 117723	Class A
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Building Registration Summary Report

Find Apartment#

Owner	Last Reg Dt	Reg Expire	Organization	Last Nm	First Nm	House No	Street Nm	Apt	City	State	Zip
Head Officer	03/10/2012	09/01/2013		EDELSTEIN	WALTER	444	MADISON AVE		NEW YORK	NY	10022
Officer	03/10/2012	09/01/2013		LEFKOWITZ	RICHARD	444	MADISON AVE		NEW YORK	NY	10022
Corporation	03/10/2012	09/01/2013	336 EAST 56TH ST REALTY LLC			444	MADISON AVE		NEW YORK	NY	10022
Managing Agent	03/10/2012	09/01/2013	336 EAST 56TH REALTY LLC			444	MADISON AVE		NEW YORK	NY	10022

Open Violations - ALL DATES**There are 21 Violations. Arranged by category: A class: 9 B class: 10 C class: 2 I class: 0****For Definitions of the columns indicated below, select glossary under the Services option (located at the upper right).****To sort the columns, click on their underlined headers below in the blue area.**

Apt Story	Reported Date	Hzrd Class	Order no	Violation ID	Violation Description	Status	Status Date	Certify By Date Actual
1 2	2013/06/03 2013/06/05	B	508	9857342 4631769	§ 27-2005 adm code repair the broken or defective plastered surfaces and paint in a uniform color north wall in the bathroom located at apt 1, 2nd story, 2nd apartment from north at east	NOV LATE	2013/08/20	2013/07/24 2013/08/20
1 2	2013/06/03 2013/06/05	C	508	9857352 4631770	§ 27-2005 adm code repair the broken or defective plastered surfaces and paint in a uniform color ceiling in the bathroom located at apt 1, 2nd story, 2nd apartment from north at east	1 NO ACCESS	2013/07/11	2013/06/18
1 2	2013/06/03 2013/06/05	B	508	9857353 4631769	§ 27-2005 adm code repair the broken or defective plastered surfaces and paint in a uniform color ceiling in the 1st room from north located at apt 1, 2nd story, 2nd apartment from north at east	NOV LATE	2013/08/20	2013/07/24 2013/08/20
1 2	2013/06/03 2013/06/05	A	529	9857355 4631768	§ 27-2005 adm code refit lower window sash in the 1st room from north located at apt 1, 2nd story, 2nd apartment from north at east	NOV SENT	2013/06/05	2013/09/22
- 1	2013/06/03 2013/06/05	C	510	9857450 4631770	§ 27-2005 adm code & 309 m/d law abate the nuisance consisting of uncapped steam line at public hall, 1st story	1 NO ACCESS	2013/07/11	2013/06/18
1 2	2013/06/03 2013/06/05	B	550	9857394 4631769	§ 27-2005 hmc:trace and repair the source and abate the nuisance consisting of mold ... at ceiling and north wall approx. 15 sq. ft. in the bathroom located at apt 1, 2nd story, 2nd apartment from west at north	NOV LATE	2013/08/20	2013/07/24 2013/08/20
1 2	2013/06/03 2013/06/05	B	508	9857399 4631769	§ 27-2005 adm code repair the broken or defective plastered surfaces and paint in a uniform color east, south and west wall in the bathroom located at apt 1, 2nd story, 2nd apartment from west at north	NOV LATE	2013/08/20	2013/07/24 2013/08/20
1 2	2013/06/03 2013/06/05	B	702	9857400 4631769	§ 27-2045 adm code repair or replace the smoke detector missing in the entire apartment located at apt 1, 2nd story, 2nd apartment from west at north	NOV LATE	2013/08/20	2013/07/24 2013/08/20
1 2	2013/06/03	B	1502	9857408	§ 27-2046.1, 2046.2 hmc: provide an approved	NOV LATE	2013/07/24	2013/07/24

2013/06/05		4631769			2013/08/20	2013/08/20
- 966	1982/01/20 1982/02/28	703	A	2519574 431099	and operational carbon monoxide detecting device, installed in accordance with applicable law and rules. in the entire apartment located at apt 1, 2nd story, 2nd apartment from west at north	
-	1979/04/11 1979/06/18	579	A	2519571 431098	d26-20.08.20.09 adm code file certification of satisfactory installation of smoke detecting device in accordance with h.p.d. rules and regulations.	
-	1979/04/11 1979/06/18	556	A	2519572 431098	d26-16.01 adm code repair the leaky and/or defective faucets basin 4 sty front apt bathroom.	
-	1979/04/11 1979/06/18	501	A	2519573 431098	d26-12.01 adm code paint with light colored paint to the satisfaction of this department walls & cig of front room 4 sty front apt.	
-	1979/04/11 1979/06/18	505	B	2519568 431097	d26-10.01 adm code properly repair the broken or defective wood dg of closet pvt hall 4 sty front apt.	
4F -	1978/04/26 1978/05/29	510	B	2519569 431097	d26-10.01 adm code replace with new the broken or defective glass of upper sash at center window of front room 4 sty front apt 4f. , section "	
4F -	1978/04/26 1978/05/29	508	B	2519570 431097	d26-10.01 adm code abate the nuisance consisting of concealed leak at cig of closet in front pvt hall 4 sty front apt 4f. , section "	
4F -	1978/04/26 1978/05/29	508	B	2519563 431095	d26-10.01 adm code repair the broken or defective plastered surfaces and paint in a uniform color west wall & cig of front room 4 sty front apt 4f. , section "	
2R -	1978/04/17 1978/05/08	505	A	2519564 431095	d26-10.01 adm code repair the broken or defective plastered surfaces and paint in a uniform color cig & walls 2 sty rear apt 2r rear room. , section "	
2R -	1978/04/17 1978/05/08	509	B	2519565 431096	d26-10.01 adm code replace with new the broken or defective sash chain 2 sty rear apt 2r rear room west window. , section "	
2R -	1978/04/17 1978/05/08	501	A	2519566 431095	d26-10.01 adm code properly secure the loose window glass 2 sty rear apt 2r rear room. , section "	
2R -	1978/04/17 1978/05/08	529	A	2519567 431095	d26-10.01 adm code properly repair the broken or defective and or unbalanced sash at 2 sty rear apt 2r rear room window. , section "	
2R -	1978/04/17 1978/05/08	529	A	2519567 431095	d26-10.01 adm code refit door at entrance to 2 sty rear apt 2r. , section "	





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NYC Department of Buildings

ECB Violation Details

Premises: 336 EAST 56 STREET MANHATTAN

Filed At: 336 EAST 56 STREET , MANHATTAN , NY 10022

BIN: 1039973 Block: 1348 Lot: 35

Community Board: 106

ECB Violation Summary

ECB Violation Number: 34018231Y

Severity: HAZARDOUS

Certification Status: NO COMPLIANCE RECORDED

Hearing Status: IN VIOLATION

Penalty Balance Due: \$0.00

VIOLATION OPEN

Respondent Information

Name: SEAN CAHILL

Mailing Address: 336 EAST 56 STREET , NEW YORK , NY 10022

Violation Details

Violation Date: 11/14/1988

Violation Type: CONSTRUCTION

Served Date: 11/14/1988

Inspection Unit:

Infraction Codes

B6A

Section of Law
27-127
FAILURE TO MAINTAIN EXTERIOR BUILDING WALL
(HAZARDOUS)

Standard Description

Specific Violation Condition(s) and Remedy:

FAILURE TO MAINTAIN. FAILURE TO PROVIDE SECONDARY MEANS OF EGRESS HAS BEEN REMOVED AND A WOOD PLANKING AND PLATFORM OF COMBUSTIBLE MATERIAL HAS BEEN INSTALLED.

Issuing Inspector ID: 0718

DOB Violation Number: 111488CB2CR02

Issued as Aggravated
Level: NO

Dept. of Buildings Compliance Information

Certification Status: NO COMPLIANCE RECORDED

Compliance On:

A Certificate of Correction must be submitted to the Administrative Enforcement Unit (AEU) for all violations. A violation that is not dismissed by ECB will continue to remain ACTIVE or "open" on DOB records until acceptable proof is submitted to the AEU, even if you have paid the penalty imposed by ECB.

ECB Hearing Information

Scheduled Hearing Date: 01/19/1989

Hearing Status: IN VIOLATION

Hearing Time: 8:30

ECB Penalty Information

Penalty Imposed: \$625.00

Adjustments: \$0.00

Amount Paid: \$625.00

Penalty Balance Due: \$0.00

ECB Violation History
Compliance Events

Hearing Events

If you have any questions please review these [Frequently Asked Questions](#), the [Glossary](#), or call the 311 Citizen Service Center by dialing 311 or (212) NEW YORK outside of New York City.



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NYC Department of Buildings**ECB Violation Details**

Premises: 336 EAST 56 STREET MANHATTAN

Filed At: 336 EAST 56 STREET , MANHATTAN , NY 10022

BIN: 1039973 Block: 1348 Lot: 35

Community Board: 106

ECB Violation Summary

ECB Violation Number: 34546487R

Severity: NON-HAZARDOUS

Certification Status: NO COMPLIANCE RECORDED

Hearing Status: IN VIOLATION

Penalty Balance Due: \$0.00

VIOLATION OPEN

Respondent Information

Name: 336 EAST 56 ST REALTY LLC
Mailing Address: 336 EAST 56 STREET , NY , NY 10022

Violation Details

Violation Date: 12/19/2006
Served Date: 12/19/2006
Violation Type: CONSTRUCTION
Inspection Unit: MANHATTAN CONSTRUCTION

Infraction Codes	Section of Law	Standard Description
804	27-147	WORK WITHOUT A PERMIT

Specific Violation Condition(s) and Remedy:

WORK W/O A PERMIT. WORK NOTED: FRONT APT ON 2,3,4 FL HAVING ERRECTED NEW 2 5/8" METAL FRAMING FOR PARTITIONS & 3 FL REAR APT NEW OPENING TO KITCHEN AND NEW METAL 2 5/8 FRAMING FOR KITCHEN WALL W/O 1ST OBTAINING

Issuing Inspector ID: 2224
Issued as Aggravated Level: NO

DOB Violation Number: 121906C06KP01

Dept. of Buildings Compliance Information

Certification Status: NO COMPLIANCE RECORDED
Compliance On:

A Certificate of Correction must be submitted to the Administrative Enforcement Unit (AEU) for all violations. A violation that is not dismissed by ECB will continue to remain ACTIVE or 'open' on DOB records until acceptable proof is submitted to the AEU, even if you have paid the penalty imposed by ECB.

ECB Hearing Information

Scheduled Hearing Date: 02/08/2007
Hearing Time: 10:30
Hearing Status: IN VIOLATION

ECB Penalty Information

Penalty Imposed: \$500.00
Adjustments: \$0.00
Amount Paid: \$500.00
Penalty Balance Due: \$0.00

ECB Violation History
Compliance Events

Hearing Events
Hearing Assigned On: 02/01/2007

If you have any questions please review these Frequently Asked Questions, the Glossary, or call the 311 Citizen Service Center by dialing 311 or (212) NEW YORK outside of New York City.