

DEVELOPMENT RIGHTS PURCHASE AND SALE AGREEMENT

THIS DEVELOPMENT RIGHTS PURCHASE AND SALE AGREEMENT (“Agreement”) is dated as of [], 20[], and effective as of the date this Agreement (the “Effective Date”) is executed by and among HUDSON RIVER PARK TRUST, a New York State public benefit corporation organized pursuant to the Hudson River Park Act, Chapter 592 of the Laws of 1998 of the State of New York (as amended, the “Act”) having an office at 353 West Street, 2nd Floor, New York, N.Y. 10014 (“Seller”), WEST 30TH STREET LLC, a New York limited liability company having an office at c/o 1999 Marcus Avenue, Suite 310, Lake Success NY 11042 (“Purchaser”), and Royal Abstract of New York, LLC, having an office at 125 Park Avenue, New York, N.Y. 10017 (“Escrow Agent”).

RECITALS

WHEREAS, pursuant to Section 7.3(b) of the Act, the State of New York (the “Landlord”), by and through its Office of Parks, Recreation and Historic Preservation and its Department of Environmental Conservation, and Seller entered into a long term lease agreement, dated as of April 3, 1999 (such lease agreement, as amended, extended, including by letter agreement dated as of February 9, 2016, and as the same may be further amended, modified or supplemented from time to time, collectively, the “State Lease”) with Seller, as lessee, for the premises located in the City, County and State of New York known as Chelsea Piers and designated as Block 662, Tax Lots 11, 16 and 19 on the Tax Map of the Borough of Manhattan, City of New York, as such premises are more particularly described in Exhibit A annexed hereto (the “Seller’s Land”; together with the building and improvements thereon or to be constructed thereon, the “Seller’s Improvements”; the Seller’s Land and Seller’s Improvements being herein referred to collectively as the “Seller’s Premises”);

WHEREAS, Purchaser is the owner of the land located in the City, County and State of New York at 606 West 30th Street and identified as Block 675, Lot 39 on the Tax Map of the Borough of Manhattan, City of New York, as such premises are more particularly described in Exhibit B annexed hereto (the “Lot 39 Land”);

WHEREAS, Lalezarian Properties, LLC, an affiliate of Purchaser, is contract vendee of the land located in the City, County and State of New York at 604 West 30th Street and identified as Block 675, Lot 38 on the Tax Map of the Borough of Manhattan, City of New York (the “Lot 38 Land”);

WHEREAS, upon acquisition of the Lot 38 Land by Lalezarian Properties, LLC or an affiliate thereof, such acquiring party shall pursue the development of a new building (the “New Building”) on the Lot 38 Land and the Lot 39 Land (the Lot 38 Land, together with the Lot 39 Land, if the Lot 39 Land is acquired by Purchaser or its affiliate pursuant to the Closing, the “Development Site”) in excess of the bulk (as hereinafter defined) presently permitted to be constructed on the Development Site under the Zoning Resolution (as hereinafter defined) and in accordance with the ULURP Approvals (as hereinafter defined);

WHEREAS, Purchaser desires to acquire and utilize the Subject Floor Area Development Rights (as hereinafter defined) in the construction of the New Building;

WHEREAS, pursuant to an amendment to the Act as such amendment was enacted by the New York State Legislature and included in subsection 1(j) of Section 7 of the Act, Seller is authorized to take such actions as may be necessary to effectuate the transfer to the Purchaser of the Subject Floor Area Development Rights (the "Transfer"), pursuant to the provisions of the Zoning Resolution authorizing such transfer;

WHEREAS, the Seller and Purchaser each signed the Amended and Restated MOU (the "MOU"), dated June _____, 2018, manifesting their intention to undertake activities necessary to obtain the ULURP Approvals described below;

WHEREAS, the New York City Planning Commission (the "CPC") has approved, pursuant to resolutions dated May 7, 2018 (i) an amendment to Section 89-00, et seq. of the Zoning Resolution, pursuant to Resolution No. N 180151(A) ZRM, modifying the Special Hudson River Park District and designating the Purchaser's Premises as a mandatory inclusionary housing area (the "Zoning Text Amendment"); (ii) a rezoning of the Purchaser's Premises, pursuant to Resolution No. C 180150 ZMM (the "Rezoning"); and (iii) a zoning special permit pursuant to Section 89-21 of the Zoning Resolution, pursuant to Resolution No. C 180152(A) ZSM, permitting the Transfer and certain bulk modifications to the New Purchaser Building (the "Transfer Special Permit"); and the New York City Council (the "Council") has approved the Zoning Text Amendment, Rezoning, and Transfer Special Permit pursuant to Resolution Nos. _____, _____, and _____, dated _____, which CPC and Council approvals have included consideration of a Final Environmental Impact Statement pursuant to CEQR No. 17DCP159M, for which a Notice of Completion was issued on April 27, 2018 (such approvals, collectively, the "ULURP Approvals");

WHEREAS, simultaneous with the execution of this Agreement, Seller and Purchaser shall enter into that certain Contribution Agreement dated as of the date hereof in substantially the form attached hereto as Exhibit J (the "Contribution Agreement");

WHEREAS, the Board of Directors of Seller has approved the Transfer as contemplated under this Agreement, and therefore the Transfer is fully authorized by applicable law;

WHEREAS, the Seller's Land and the Development Site are both located in the Special Hudson River Park District (the "District") as defined in and mapped pursuant to Chapter 9 of Article VIII of the Zoning Resolution;

WHEREAS, the Seller's Land is located on a zoning lot within the District as defined in Section 11-122 of the Zoning Resolution, and is a "granting site", as defined in Section 89-02 of the Zoning Resolution, from which floor area may be transferred; and

WHEREAS, the Development Site is a "receiving site", as defined in Section 89-02 of the Zoning Resolution, to which floor area may be transferred, in accordance with the provisions of the Zoning Resolution.

NOW, THEREFORE, in consideration of the mutual covenants and agreements herein contained, it is hereby agreed as follows:

1. Definitions. The following terms used in this Agreement shall have the following meanings:
 - (a) Adverse Determination shall have the meaning set forth in Section 5(b)(9) of this Agreement.
 - (b) Architect shall mean an architect or surveyor licensed in the State of New York.
 - (c) Board Approval shall mean the approval by the Board of Directors of Seller of the Transfer, this Agreement and Seller's performance hereunder.
 - (d) Bulk, floor area, floor area ratio, party in interest, zoning lot, and use shall have the meanings set forth in Section 12-10 of the Zoning Resolution as of the date hereof.
 - (e) Business Day means any day other than a Saturday, Sunday or day on which banks are authorized or required by law to be closed in the State of New York.
 - (f) Closing shall mean the consummation of the Transfer and the payment of the Purchase Price as contemplated by this Agreement in the manner prescribed below in Sections 3(a) and 3(b) for the purchase of the Subject Floor Area Development Rights.
 - (g) Closing Date shall mean the date on which the Closing occurs.
 - (h) Code shall mean the Internal Revenue Code of 1986, as amended, and as the same may be amended from time to time.
 - (i) Contribution Agreement shall have the meaning set forth in the Recitals above.
 - (j) CPC shall mean the New York City Planning Commission.
 - (k) DCP shall mean the New York City Department of City Planning.
 - (l) Deposit shall mean TWO MILLION TWO HUNDRED THIRTY TWO THOUSAND NINE HUNDRED SIXTY TWO AND 50/100 DOLLARS (\$2,232,962.50) in cash, which amount includes the Deposit Credit. The Deposit shall not include the Further Deposit.
 - (m) Deposit Credit shall mean the "Good Faith Deposit" (as that term is defined in the MOU) made by Purchaser and/or Lalezarian Properties, LLC under the MOU (irrespective of whether any portion thereof has been disbursed to Seller pursuant to the provisions of the MOU).
 - (n) Development Rights shall mean the rights, as determined in accordance with the Zoning Resolution, which are appurtenant to a zoning lot, to develop such zoning lot by erecting thereon a structure or structures with (i) a total floor area determined by multiplying the area of the zoning lot by the maximum allowable floor area ratio for structures in such zoning district or districts in which such zoning lot is located and

- (ii) any bulk, density and other development rights permitted under the Zoning Resolution.
- (o) Development Rights Endorsement shall mean a “New York City Development Rights Endorsement,” in the form attached hereto as Exhibit G, to be issued by a Title Company as part of Purchaser’s owner’s policy of title insurance in the amount of the Purchase Price or if that form of endorsement is no longer being issued, an endorsement or title insurance coverage issued by a Title Company providing substantially the same title insurance coverage in all material respects.
- (p) Escrow Agent shall have the meaning set forth in the first sentence of this Agreement.
- (q) Escrow Agreement shall have the meaning set forth in Section 3(b) of this Agreement.
- (r) Further Deposit shall mean ONE MILLION FIVE HUNDRED NINETY-FIVE THOUSAND THIRTY SEVEN AND 50/100 DOLLARS (\$1,595,037.50) deposited with Escrow Agent under the Escrow Agreement pursuant to Section 5(c) of this Agreement.
- (s) Institutional Lender shall mean any of the following types of Persons or any Person that is directly or indirectly owned and controlled by any of the following types of Persons, whether domestic or foreign, as long as (1) at the time of the making of the applicable loan or financing, any such Person has not been determined by the State or City of New York to be not qualified to enter into contracts with those governmental entities, and (2) any such Person is, or shall agree in writing to be, subject to the jurisdiction under the laws, and courts, of the United States of America and of the State and City of New York and shall appoint an individual or other Person to accept service of process on behalf of any such Institutional Lender in the City of New York: (A) a commercial bank, trust company (whether acting individually or in a fiduciary capacity for another entity that constitutes an Institutional Lender), savings and loan association, savings bank or similar institution; (B) an insurance company; (C) an investment bank; (D) an employees’ benefit, profit-sharing, pension or retirement trust, fund or system (whether federal, state, municipal, private, foreign or otherwise); (E) a credit union, or endowment fund; (F) a hedge fund, opportunity fund or similar type of fund that is reputable, operated by experienced management that has not less than ten (10) years prior experience directing similar funds; (G) a Person not referred to in the foregoing provisions that is subject to supervision and regulation by the insurance or banking department of any of the United States, the Board of Governors of the Federal Reserve System, the Comptroller of the Currency, the Federal Deposit Insurance Corporation or the Federal Savings and Loan Insurance Corporation or by any successor hereafter exercising similar functions; (H) any Person that is entirely owned and controlled by any combination of one or more of the foregoing Persons; or (I) a Syndicate including any of the foregoing Persons, provided that such Person, in the case of each applicable Person identified in (A)-(H), has net assets (owned or

under management) in excess of Five Hundred Million and 00/100 Dollars (\$500,000,000.00), as such amount is Adjusted for Inflation at the time of the making of the applicable loan or financing; provided, however, that in the case of a Syndicate, (x) a Syndicate shall be deemed to be an Institutional Lender for all purposes as long as such Syndicate is comprised of at least one (1) Institutional Lender that shall act as the administrative agent for the Syndicate members and shall participate in the funding of the particular loan in question in an amount approximate to that customarily funded by administrative agents in other syndicated loans with similar principal amounts and similar risk factors to the particular loan in question (such Institutional Lender, the "Lead Institutional Lender") and (y) the members of such Syndicate, other than the Lead Institutional Lender, may include, in addition to any of the types of Persons identified in (A)-(H), any of the following types of Persons or any Person that is directly or indirectly owned and controlled by any of the following types of Persons, whether domestic or foreign, as long as (aa) any such Person has not been determined by the State or City of New York to be not qualified to enter into contracts with those governmental entities and (bb) any such Person is, or shall agree in writing to be, subject to the jurisdiction under the laws, and courts, of the United States of America and of the State and City of New York and shall appoint an individual or other Person to accept service of process on behalf of any such Institutional Lender in the City of New York: (I) a financing company, (II) an employees' welfare fund or system, (III) a religious, educational or eleemosynary institution or foundation, (IV) a governmental agency or governmental plan, (V) trust fund or (VI) any Person that is entirely owned and controlled by any combination of one or more of the foregoing Persons.

- (t) Litigation Expenses shall have the meaning described in Section 3(c) below.
- (u) MOU shall mean that Amended and Restated Memorandum of Understanding between Seller and Purchaser, dated as of June _____, 2018.
- (v) MOU Period shall mean the period of time preceding the date hereof during which time the Seller and Purchaser had understood that they would undertake certain actions to seek to progress the governmental approval processes to successful completion in order for the Transfer to be legally approved and authorized;
- (w) Pre-Closing Period shall mean the period of time beginning on the Effective Date hereof and ending on the Closing Date, during which time the Seller and Purchaser will be obligated to undertake certain actions to progress the Transfer transaction to closing, all as prescribed herein.
- (x) Project Litigation shall mean, a judicial action or proceeding commenced prior to the expiration of the Waiting Period challenging, contesting or reviewing the ULURP Approvals, Board Approval, Transfer pursuant to the Act, or other governmental approvals necessary for the Transfer and the development contemplated by the ULURP Approvals.
- (y) Purchaser's Title Company shall mean a Title Company selected by Purchaser.

- (z) Purchaser's Waiver shall mean, collectively, any and all waiver, consent and subordination documents executed by a party-in-interest (as that term is defined in the Zoning Resolution) in the receiving lot to the execution by it of the Transfer Instrument and Notice of Restrictions, which Purchaser's Waiver(s) shall be substantially in the form annexed hereto as Exhibit F-2.
- (aa) Restrictive Declaration shall mean that certain Restrictive Declaration in the form attached hereto as Exhibit H to be recorded by Purchaser at Closing.
- (bb) Seller's Waiver shall mean, collectively, (1) the execution and delivery by the State of New York (as mandated by subsection 1(j) of Section 7 of the Act), as the fee owner of the granting lot, of the waiver and consent of the State of New York (as required by the Zoning Resolution), as party-in-interest (as that term is defined in the Zoning Resolution) to the granting lot in substantially the form attached as Exhibit F-1 in order to effectuate the Transfer and (2) a waiver executed by all other parties-in-interest (as that term is defined in Section 12-10(d) of the Zoning Resolution) in the granting lot as may be required by Purchaser's Title Company in connection with the issuance of the Development Rights Endorsement, substantially in the form attached hereto as Exhibit F-2.
- (cc) Subject Floor Area Development Rights shall mean, subject to Section 5(c)(1), 34,562.5 square feet of Development Rights that are available for transfer and that may be transferred from Seller's Premises to Purchaser's Premises utilizing the method set forth in Section 89-21 of the Zoning Resolution.
- (dd) Third-Party Professional shall have the meaning as defined in the MOU.
- (ee) Title Company shall mean any of Commonwealth Title Insurance Company, Fidelity National Title Insurance Company, Chicago Title Insurance Company, Stewart Title Insurance Company, First American Title Insurance Company, and Kensington Vanguard National Land Services, including their respective abstract agent(s).
- (ff) Total Deposits shall mean the Deposit and the Further Deposit.
- (gg) Transfer shall mean the sale and transfer from Seller to Purchaser of the Subject Floor Area Development Rights, in accordance with Special Permit [_____] approved by the New York City Planning Commission on [_____] pursuant to Resolution No. C [_____] ZSM and the New York City Council on [_____] pursuant to Resolution No. [_____] .
- (hh) Transfer Instrument and Notice of Restriction shall mean the instrument effecting the Transfer and the restriction upon further development, enlargement, or conversion of the Seller's Premises, as referred to in Section 89-21(d) of the Zoning Resolution, which Transfer Instrument and Notice of Restriction shall be in the form annexed hereto as Exhibit C, provided however, that the form may be

modified to the extent required to be acceptable to DCP, all as contemplated by Section 89-21(d) of the Zoning Resolution.

- (ii) ULURP Approvals is defined in the Recitals of this Agreement.
- (jj) Utilized Floor Area Development Rights shall mean the Development Rights appurtenant to Seller's Parcel utilized by the building and improvements located thereon as of the Closing Date.
- (kk) Zoning Resolution shall mean the Zoning Resolution of the City of New York, effective as of December 15, 1961, as amended from time to time.

2. Purchase and Sale of Development Rights.

- (a) On the terms and subject to the conditions herein set forth, Seller will sell and Purchaser will purchase, free from all liabilities, mortgages, security interests, liens, or other encumbrances, the Subject Floor Area Development Rights.
- (b) Purchaser hereby acknowledges and agrees that Seller shall retain all rights in and to the Utilized Floor Area Development Rights unto itself and all other rights (in each case exclusive of the Subject Floor Area Development Rights) unto itself pertaining to the Seller's Premises as the same exists on the date hereof, and reserves the right to use such Utilized Floor Area Development Rights for any and all lawful purposes which may include, without limitation, the development, redevelopment, construction in addition to reconstruction, and renovation of the Seller's Improvements and the transfer by Seller of such Utilized Floor Area Development Rights with any other Development Rights that Seller may now or in the future obtain. In the event that any of Seller's Improvements are demolished prior to the Closing, the amount of Utilized Development Rights shall decrease by the amount of Development Rights previously utilized by such demolished improvements. Notwithstanding anything in this Section 2(b), Seller shall not take any action that will diminish, limit, delay, or interfere with the Seller's ability to transfer the Subject Floor Area Development Rights to Purchaser as contemplated hereunder.

3. Purchase Price/Deposit.

- (a) The Purchase Price. In consideration of the transfer to Purchaser by Seller of the Subject Floor Area Development Rights, Purchaser agrees to pay to Seller the amount of ELEVEN MILLION ONE HUNDRED SIXTY FOUR THOUSAND EIGHT HUNDRED TWELVE AND 50/100 DOLLARS (\$11,164,812.50) (the "Purchase Price"), payable at Closing by (i) disbursement from Escrow Agent to Seller of the amount of the Deposit (payment of which is provided for in subparagraph (b) below) remaining in the Escrow Account, by wire transfer of immediately available federal funds, to an account(s) designated by Seller on not less than two (2) days' notice and (ii) payment by Purchaser to Seller in cash (or cash equivalent) of an amount equal to the aggregate amount of Litigation Expenses to the extent previously disbursed out of the Deposit (if not previously replenished),

plus all unpaid, documented Litigation Expenses actually incurred by Seller up to the Closing Date not reimbursed by Purchaser or previously disbursed out of the Deposit, except as agreed otherwise herein by Purchaser.

- (b) The Deposit. Pursuant to the terms of the MOU, Purchaser and/or Lalezarian Properties, LLC have previously deposited the Deposit with Escrow Agent in accordance with the Amended and Restated Escrow Agreement, a copy of which is attached hereto as Exhibit D (the “Escrow Agreement”). The Escrow Agent has, contemporaneously herewith, separately acknowledged its receipt of the Deposit by its signature to this Agreement. The Deposit will be held by the Escrow Agent pursuant to the terms of this Agreement and the Escrow Agreement. The Deposit (excluding any accrued interest) shall be credited to the Purchase Price at the Closing, or refunded to Purchaser and/or Lalezarian Properties, LLC, if applicable, if this Agreement is terminated in accordance with the provisions of this Agreement, including, without limitation, pursuant to Sections 5(b), 5(c) and 9(a) hereof.
- (c) In the event a Project Litigation is commenced, as contemplated in Section 5(b) below, then and in that event the Purchaser shall be obligated to reimburse Seller for such amounts as shall correspond to invoices and retainers for reasonable third-party legal fees and disbursements and court costs incurred by Seller related to such Project Litigation (such amount shall in no event exceed the aggregate amount set forth below (“Litigation Expenses”). Purchaser’s obligation to reimburse Seller for such Litigation Expenses shall be satisfied no later than thirty (30) days after receipt of written notice from Seller to Purchaser that Seller has incurred such expenses, which notice shall be accompanied by the pertinent invoices and retainer receipts from outside counsel. To the extent not reimbursed by Purchaser within such thirty (30) day period after demand, Seller shall have the right to an immediate disbursement by Escrow Agent from the Deposit upon the Seller’s submission to the Escrow Agent of: (i) a certification by a duly authorized officer of the Seller that the Litigation Expenses, for which the Seller seeks payment or reimbursement by disbursement from the Deposit, has been performed and disbursement therefor is being demanded as a result of Purchaser’s failure to pay within such thirty (30) day period, and (ii) invoices or receipts evidencing the Litigation Expenses. Should Purchaser object to, or request correction of, any demand for payment by the Seller during Purchaser’s thirty (30) day review period, the Seller shall in good faith consider such objection or request and either (A) so modify or correct its demand for payment, or (B) not modify or correct its demand for payment and instead respond to Purchaser setting forth reasons why it is not so prepared to modify or correct its demand for payment. The obligation of Escrow Agent to disburse funds from the Deposit to pay for any Litigation Expenses, and the protocol and procedure for effecting same, is as set forth in the Escrow Agreement. Seller shall be entitled to reimbursement for Litigation Expenses incurred during the pendency of any Project Litigation during the 2 Year Period (as defined in Section 5(b)(3)), the Post-2-Year Period and any Additional Post-2-Year Extension Period. Purchaser shall have no liability for any Litigation Expenses incurred or billed after the date of Closing. Notwithstanding anything to the contrary in this Agreement or the Escrow Agreement, any disbursements due to Seller of amounts requested for payment of

Litigation Expenses and not reimbursed by Purchaser as and when required pursuant to this Agreement shall be made out of the Deposit, within ten (10) days (the amount(s) of such disbursements from the Deposit shall be replenished to the Deposit in full by Purchaser). Notwithstanding the foregoing, the aggregate amount of Litigation Expenses for which Seller shall be entitled to reimbursement shall not exceed \$500,000 unless Purchaser elects to extend the Closing pursuant to Section (5)(b)(3)(y) below. If Purchaser elects to extend the Closing pursuant to Section (5)(b)(3)(y) below, Seller shall be entitled to receive up to \$1,000,000.00 in the aggregate as reimbursement for Litigation Expenses.

4. Conditions to Closing.

- (a) As a condition to Closing for the benefit of (i) Purchaser, Seller shall have obtained the Seller's Waiver and (ii) Seller, Purchaser shall have obtained the Purchaser's Waiver. Each of Purchaser and Seller shall deliver at Closing an updated Parties-in-Interest Certification in the form attached as Exhibit E, dated as of the Closing Date, prepared by Purchaser's Title Company, certifying as to the identity of any party-in-interest with respect to Seller's Premises and Purchaser's Premises, respectively.
- (b) As a condition of Closing, for the benefit of Purchaser and Seller, (i) no Project Litigation shall have been filed, or if any Project Litigation is filed, all such Project Litigation shall have been dismissed on the merits pursuant to a final, non-appealable judgment or order by a court of competent jurisdiction, and (ii) no Adverse Determination shall have been rendered.
- (c) As conditions precedent to Purchaser's obligations with respect to the Closing:
 - (1) No later than three (3) business days prior to the Closing Date, Seller shall have delivered to Escrow Agent (x) signed and duly acknowledged (as appropriate) execution copies of all of the documents, instruments and other deliverables required to be executed and delivered by Seller pursuant to this Agreement at the Closing and (y) Seller's Waiver;
 - (2) No material representation or warranty made by Seller pursuant to Section 6(a) hereof shall be untrue, as of the Closing Date, in any material respect (it being understood that a representation and warranty shall be deemed untrue in a "material respect" only if the inaccuracy therein prevents Seller from selling the Subject Floor Area Development Rights in the manner contemplated by this Agreement or would expose Purchaser to material post-closing liability or claims);
 - (3) There shall be no material default by Seller in its covenants hereunder which would prevent Seller from selling the Subject Floor Area Development Rights in the manner contemplated by this Agreement;
 - (4) The Development Rights Endorsement is available from one or more Title Companies. Between the Effective Date and the Closing or earlier

termination of this Agreement, Seller shall use all reasonable efforts to obtain Seller's Waiver or take such other reasonable steps, in all cases, with respect to the Seller's Premises as are necessary to enable Purchaser's Title Company to issue the Development Rights Endorsement. Further to the foregoing, if Purchaser's Title Company identifies as a party-in-interest a party that Seller in good faith believes is not a party-in-interest, then, if another Title Company is prepared to issue a Development Rights Endorsement without requiring a waiver from such party, then, at the written request of Seller, Purchaser shall select such other Title Company as Purchaser's Title Company, and such other Title Company shall be "Purchaser's Title Company" for purposes of this Agreement. If, however, Seller has used all reasonable efforts to obtain Seller's Waiver and taken such other reasonable steps in accordance with the foregoing to enable the Title Company to issue the Development Rights Endorsement, but Purchaser's Title Company is not able to issue the Development Rights Endorsement because Seller has not obtained Seller's Waiver, Purchaser's sole remedy shall be to terminate this Agreement, as set forth in Section 9(a)(i) hereof, in which case the Deposit shall be returned to Purchaser in accordance with the terms thereof; and

- (5) Seller shall have otherwise satisfied, on or prior to the Closing, all of its obligations under this Agreement in all material respects.
- (d) As conditions precedent to Seller's obligations with respect to the Closing:
- (1) No later than three (3) business days prior to the Closing Date, Purchaser shall have delivered to Escrow Agent (x) signed and duly acknowledged (as appropriate) execution copies of all of the documents, instruments and other deliverables required to be executed and delivered by Purchaser at the Closing pursuant to this Agreement, and (y) Purchaser's Waiver.
 - (2) No material representation or warranty made by Purchaser pursuant to Section 6(b) hereof shall be untrue, as of the Closing Date, in any material respect (it being understood that a representation and warranty shall be deemed untrue in a "material respect" only if the inaccuracy therein prevents Seller from selling the Subject Floor Area Development Rights in the manner contemplated by this Agreement or would expose Seller to material post-closing liability or claims);
 - (3) There shall be no material default by Purchaser in its covenants hereunder which would prevent Purchaser from purchasing the Subject Floor Area Development Rights in a manner contemplated by this Agreement; and

- (4) Purchaser shall have otherwise satisfied, on or prior to the Closing, all of its obligations under this Agreement in all material respects.

5. Closing Documents and Closing.

- (a) Subject to the terms of this Agreement, the Closing shall occur, if no Project Litigation has been commenced during a period of one hundred twenty-five (125) days following the latest to occur of (the “Waiting Period”): (i) Board Approval or (ii) Council approval of the ULURP applications, or (iii) the Council override of the Mayor’s veto of any of the ULURP Approvals, on a date that is no more than thirty (35) days after the expiration of the Waiting Period (the “35-Day Period”), except as expressly provided otherwise in this Agreement. The Closing shall be scheduled by the parties at a time and place mutually convenient to Seller and Purchaser on at least ten (10) days’ notice but within the 35-Day Period, and time shall be of the essence with respect to the obligation to close within such 35-Day Period; provided, however, either party shall be entitled to extend any scheduled Closing to any day within the 35-Day Period. If either party extends such Closing on less than one (1) days’ notice, such extending party shall cover the reasonable actual costs of the other party, including reasonable legal fees, incurred by the other party in connection with such extension. In no event shall the Closing be extended by either party beyond the 35-Day Period, time being of the essence.
- (b) Notwithstanding the provisions set forth in subsection (a) above with respect to the Closing Date, the Seller and Purchaser agree that the Closing shall be postponed (as per the terms provided below) if a third party, unaffiliated with the Purchaser either directly or indirectly (i.e., does not have any direct or indirect ownership interest in Purchaser), has commenced a Project Litigation during the Waiting Period or prior to the scheduled Closing Date. In the event such Project Litigation is commenced, the Seller and Purchaser shall proceed as follows with respect to defending the Project Litigation and scheduling a Closing:
 - (1) The Seller and Purchaser shall be obligated to defend against any such Project Litigation to the extent reasonably practicable given the nature of the litigation, and the Seller and Purchaser shall cooperate with each other and with the City of New York (the “City”) to contest any such litigation, jointly and in good faith. Such reasonable cooperation shall include, without limitation (x) reasonable consultation with respect to litigation strategy and (y) in the event that Seller is at any time considering a settlement of Project Litigation, Seller shall provide Purchaser notice thereof and, in the event Purchaser believes, in its reasonable discretion, such settlement would be materially adverse to its ability to construct the New Building in accordance with the ULURP Approvals, providing Purchaser a reasonable opportunity to meet and confer with Seller’s President & CEO and to present alternatives to such settlement for the President & CEO’s consideration. The parties recognize that they have no control over any decision of the City of New York with respect to the defense against any such Project Litigation and

that the ability of either party to defend may be impracticable without the City of New York's cooperation and willingness to defend.

- (2) Seller and Purchaser shall defend and cooperate in the defense of the Project Litigation and Seller shall be reimbursed for Litigation Expenses incurred by Seller in defending against any Project Litigation, except as agreed otherwise herein, by Purchaser.
- (3) In the event that, upon the date that is two (2) years after the commencement of any Project Litigation (the "2 Year Period"), the Project Litigation has not been discontinued or dismissed on the merits in a final, non-appealable order or judgment, by a court of competent jurisdiction, Purchaser shall have the option, after consultation with Seller, to elect to either:
 - (x) terminate this Agreement, in which event the Seller shall be entitled to a disbursement of one percent (1%) of the Purchase Price and any outstanding Litigation Expenses from the Deposit, and Purchaser shall be entitled to receive a refund of the remaining balance of the Deposit being held in Escrow plus interest; or
 - (y) extend the Closing Date and this Agreement for a period of time expressly prescribed, in writing (not to exceed two (2) years), by the Purchaser to the Seller (the "Post-2-Year Extension Period").
- (4) If Purchaser elects the right to a Post-2-Year Extension Period, then and in that event, Seller and Purchaser shall continue to cooperate to defend, to the extent practicable, and contest the Project Litigation for the stated Post-2-Year Extension Period. In the event that, at the end of the stated Post-2-Year Extension Period, the Project Litigation has not been discontinued or dismissed on the merits in a final, non-appealable order or judgment, by a court of competent jurisdiction, Purchaser shall have an additional option, after consultation with Seller, to elect to either:
 - (x) terminate this Agreement, in which event the Seller shall be entitled to a disbursement of one percent (1%) of the Purchase Price and any outstanding Litigation Expenses from the Deposit, and Purchaser shall be entitled to receive a refund of the remaining balance of the Deposit being held in Escrow plus interest; or
 - (y) extend the Closing Date and this Agreement for an additional period of time expressly prescribed, in writing (not to exceed two (2) years), by the Purchaser to the Seller (the "Additional Post-2-Year Extension Period").

The provisions of this subparagraph (4) regarding the Additional Post-2 Year Extension Period may be repeated until either Purchaser has terminated this Agreement, or the Project Litigation has been dismissed on the merits in a final,

non-appealable order or judgment, by a court of competent jurisdiction, in the manner described in subparagraph 5(b)(7) hereof and no Adverse Determination has been rendered.

- (5) Purchaser shall not be deemed to be in default of its obligations under this Agreement to cooperate in connection with the defense of a Project Litigation in good faith so long as Purchaser has promptly reimbursed Seller for the Litigation Expenses or Seller has obtained reimbursement for the Litigation Expenses from the Deposit and Purchaser has replenished the Deposit in full for the amount(s) of such reimbursements prior to Closing. Any refunds of the Deposit to which Purchaser may otherwise be entitled shall not be further reduced by unpaid Litigation Expenses.
- (6) In all events so long as this Agreement remains in full force and effect the Closing shall be postponed until the Project Litigation has been discontinued or a final non-appealable judgment or order has been entered by a court of competent jurisdiction dismissing the Project Litigation on the merits and with no Adverse Determination having been rendered.
- (7) Upon discontinuance of the Project Litigation or the entry of a final, non-appealable judgment or order dismissing the Project Litigation on the merits by a court of competent jurisdiction and with no Adverse Determination having been rendered, either Seller or Purchaser shall have the right to schedule the Closing to occur not later than thirty (30) days following the discontinuance or entry of such final non-appealable judgment or order dismissing the Project Litigation (the "Project Litigation 30-Day Period"). Such a Closing Date shall be scheduled by either of the parties delivering written notice to the other that the Closing shall be scheduled at a time and place mutually convenient to the other within the Project Litigation 30-Day Period. Time shall be of the essence with respect to any such Closing occurring more than twenty (20) days after the entry of such discontinuance or such final, non-appealable judgment or order dismissing the Project Litigation with no Adverse Determination having been rendered.
- (8) At the Closing, the Purchase Price shall be paid in the manner provided for in Section 3(a) above.
- (9) Notwithstanding anything to the contrary contained in this Agreement or the Escrow Agreement, in the event of a final, non-appealable judgment or order entered or filed in any Project Litigation prohibiting the Transfer in whole or in part or materially or adversely changing or nullifying the ULURP Approvals in whole or in part (each, an "Adverse Determination"), then Purchaser may, upon notice to Seller and Escrow Agent within thirty (30) days after receipt of written notice of any such

Adverse Determination, terminate this Agreement, whereupon Escrow Agent shall immediately, irrespective of any instruction to the contrary, (i) release and disburse to the Purchaser the amount remaining in the Deposit after any disbursements made or due to Seller on account of all unpaid and documented Litigation Expenses actually incurred by Seller up to the entry of such Adverse Determination, and (ii) release and disburse to Purchaser the entire remainder of the Deposit, including all funds in the Deposit, and thereafter neither Purchaser nor Seller shall have any further liability or obligation to each other under this Agreement.

- (c) (1) Lalezarian Properties, LLC, and its affiliate in contract with the seller of Lot 38, hereby represents, warrants and covenants that they shall diligently undertake commercially reasonable efforts to enforce their rights , including specific performance (to the extent such remedy is available) should closing not take place by the scheduled Closing Date, to acquire Lot 38, all in accordance with the purchase and sale contract therefor and shall, upon request by Seller, provide documentation to Seller evidencing such efforts.

(2)(i) Notwithstanding the provisions set forth in subsection (a) above with respect to the scheduled Closing Date, the Seller and Purchaser agree that the Closing shall be postponed (as per the terms provided below) if, prior to the expiration of the 35-Day Period: (i) if despite the continuous undertaking all commercially reasonable efforts to complete the purchase, neither Lalezarian Properties, LLC nor an affiliate thereof is owner of Lot 38 as of such scheduled Closing Date and that neither of such entities expects to be owner as of the scheduled Closing Date; and (ii) if the conditions precedent to Purchaser's obligations with respect to the Closing set forth in Paragraph 4(c)(2), (3) and (5) have been satisfied, Purchaser deposits the Further Deposit with Escrow Agent in accordance with the Escrow Agreement. Upon deposit of the Further Deposit, up to one-half of the Total Deposits may thereupon be disbursed by Escrow Agent to Seller in a lump sum or in installments upon Escrow Agent's receipt of Seller's written request for such disbursement solely for the purpose of Seller's application of such disbursed funds towards the payments in furtherance of listed park improvement projects enumerated in that certain letter from Madelyn Wils to Marisa Lago dated as of June 19, 2018 and attached hereto as Exhibit I. Seller shall give Purchaser a copy of such disbursement request at the time Seller gives such request to Escrow Agent.

(ii) Promptly and in any event no later than three (3) days following the date that Lalezarian Properties, LLC or an affiliate thereof becomes owner of Lot 38, it shall provide Seller with notice thereof via email or telephone (without any obligation to deliver such notice in writing). The Closing shall be scheduled by the parties at a time and place mutually convenient to Seller and Purchaser on at least ten (10) days' notice but within a thirty-day period following Seller's receipt of such notice, and time shall be of the essence with respect to the obligation to close within such thirty day period. The Purchase Price shall be payable at the Closing in

the manner set forth in Section 3(a) above, with the Further Deposit (excluding any accrued interest) disbursed by Escrow Agent from Escrow and credited to the Purchase Price.

(3) In the event that Lalezarian Properties, LLC or an affiliate thereof does not, despite the continuous undertaking of all commercially reasonable efforts, acquire Lot 38 as of the scheduled Closing Date, it shall, within sixty (60) days after the date of such notice, continuously and diligently prosecute an application at the Department of City Planning to modify the Transfer Special Permit in order that such Transfer Special Permit shall apply to Lot 39 only (the “Modified Transfer Special Permit Application”). Seller shall cooperate in all reasonable respects with Purchaser’s prosecution of the Modified Transfer Special Permit Application. In the event of the approval by the City Planning Commission of the Modified Transfer Special Permit Application (the “Modified Transfer Special Permit Approval”), the Purchase Price shall be NINE MILLION FIVE HUNDRED SEVENTY THOUSAND AND 00/100 DOLLARS (\$9,570,000.00) and the Subject Floor Area Development Rights shall consist of 29,625 square feet of Development Rights. All provisions of this Agreement related to a Closing (other than this Section 5(c)) shall apply with respect thereto, provided that: (i) for purposes of Section 5(a) the Waiting Period shall be measured with respect to the latest to occur of: (aa) the Modified Transfer Special Permit Approval; and (bb) Board Approval (if required); (ii) for purposes of Section 5(b), Project Litigation shall mean a judicial action or proceeding commenced prior to the expiration of the Waiting Period challenging, contesting or reviewing the Modified Transfer Special Permit Approval, Board Approval (if required), Transfer pursuant to the Act, or other governmental approvals necessary for the Transfer and the development contemplated by the Modified Transfer Special Permit Approval; (iii) a disbursement made to Seller pursuant to Section 5(b)(3)(x) or 5(b)(4)(x) in the amount of three percent (3%) of the Purchase Price; and (iv) upon a termination made pursuant to Section 5(b)(9) return shall be made in accordance therewith of the amount remaining in the Deposit and of the Further Deposit. The Purchase Price shall be payable at the Closing in the manner set forth in Section 3(a) above, with the amount remaining in the Further Deposit (excluding any accrued interest) disbursed by Escrow Agent to Seller from escrow. Such amount remaining in the Further Deposit, together with the amounts of any disbursements to Seller previously disbursed from the Further Deposit, shall be credited to the Purchase Price.

(4) If (aa) a Modified Transfer Special Permit Application is disapproved; or (bb) on the date that is two hundred seventy (270) days following originally scheduled Closing Date (with such period being automatically extended to three hundred thirty (330) days following the originally scheduled Closing Date if, on or before such two hundredth and seventieth (270th) day, the Modified Transfer Special Permit Application has been referred by the Department of City Planning to Community Board 4 Manhattan for review or such Board has waived its right of review), a Modified Transfer Special Permit Application has not been approved, either party may terminate this Agreement upon delivery of written notice of such

termination to the other party and, upon such termination, Escrow Agent shall: (aa) immediately release and disburse to Purchaser and/or Lalezarian Properties, LLC the Deposit, less all disbursements to Seller on account of Litigation Expenses to the extent previously disbursed from the Deposit and all unpaid, documented Litigation Expenses actually incurred by Seller and not reimbursed by Purchaser or previously disbursed from the Deposit as of the date of such termination, as permitted pursuant to this Agreement; and (bb) immediately release and disburse to Seller the Further Deposit (or any portion thereof not theretofore disbursed to Seller).

- (d) At the Closing, Seller shall execute, acknowledge (as appropriate) and deliver, or cause to be delivered the following:
- (i) the Transfer Instrument and Notice of Restrictions executed by Seller in the form attached to this Agreement as Exhibit C.
 - (ii) New York City Real Property Transfer Tax Return (“RPT”) and a New York State Real Property Transfer Tax Return (“TP-584”) (the RPT and TP-584, collectively, the “Tax Returns”) necessary to record the Transfer Instrument and the Notice of Restrictions;
 - (iii) a joint letter of instruction with Purchaser to Escrow Agent (the “Joint Letter of Instruction”) authorizing release and payment of the entire Deposit to Seller (such Deposit to be the amount of the Deposit plus interest);
 - (iv) a non-foreign certification or affidavit containing such information as shall be required by Section 1445 of the Code to confirm that Seller is not a “foreign person” (as defined in the Code and the regulations issued thereunder);
 - (v) the resolutions and/or consents of Seller authorizing the transaction contemplated by this Agreement;
 - (vi) a letter certifying to Purchaser that Seller’s representations and warranties made pursuant to Section 6 of this Agreement are true and correct in all material respects as of the Closing Date;
 - (vii) Seller’s Waiver;
 - (viii) a certificate executed by the Landlord certifying as to the matters set forth in Section 18.01(a) of the State Lease; and
 - (ix) any other document or instrument reasonably required by Purchaser’s Title Company to consummate or evidence the transactions contemplated herein, including a Seller affidavit.
- (e) At the Closing, Purchaser shall execute, acknowledge (as appropriate) and/or deliver, or cause to be delivered (and be recorded), the following:

- (i) the Transfer Instrument and Notice of Restrictions with respect to the Purchaser's Premises;
 - (ii) the Restrictive Declaration;
 - (iii) the Tax Returns necessary to record the Transfer Instrument and the Notice of Restrictions;
 - (iv) the Joint Letter of Instruction;
 - (v) a certified copy of the certificate of formation and (a) the limited liability company operating agreement of Purchaser or (b) the redacted limited liability company operating agreement of Purchaser so as to show only the provisions thereof related to control of the Purchaser, together with resolutions and/or consents of Purchaser authorizing the transactions contemplated by this Agreement;
 - (vi) a certificate of good standing from the Secretary of State of New York;
 - (vii) a letter certifying to Seller that Purchaser's representations and warranties made pursuant to Section 6 of this Agreement are true and correct in all material respects as of the Closing Date;
 - (viii) Purchaser's Waiver;
 - (ix) Cash or cash equivalent in an amount equal to the aggregate amount of Litigation Expenses to the extent previously disbursed out of the Deposit, plus unpaid, documented Litigation Expenses actually incurred by Seller up to the Closing Date not reimbursed by Purchaser or previously disbursed out of the Deposit; and
 - (x) any other document or instrument reasonably required by Purchaser's Title Company to consummate or evidence the transaction contemplated herein.
- (f) (e) Escrow Agent shall record or cause the recording of the Transfer Instrument and Notice of Restrictions and the Parties-in-Interest Certification at Purchaser's sole cost and expense.
- (g) In addition, at Closing, Seller and Purchaser shall execute, acknowledge and deliver all such other documents and instruments and perform such further acts that are consistent with this Agreement, the Transfer Instrument and the Notices of Restrictions as reasonably requested by Seller or Purchaser as shall be necessary to transfer the Subject Floor Area Development Rights to Purchaser and to otherwise carry out the intent and purposes of this Agreement, provided that neither party shall be required to undertake any increased responsibility, incur any additional obligations or bear any additional costs or liabilities in connection therewith.

- (h) Closing Costs. Purchaser will pay all New York State and New York City transfer taxes (the “Transfer Taxes”) in connection with the transaction described in this Agreement. Purchaser hereby indemnifies Seller and agrees to defend and hold Seller harmless from and against any costs, liability and expense (including reasonable attorneys’ fees, including reasonable attorney’s fees in the collection thereof) arising from or relating to any Transfer Taxes owing (or that may be found, after the Closing, upon subsequent audit or otherwise to have been owing) in connection with the sale of the Subject Floor Area Development Rights to Purchaser. Purchaser will pay all Purchaser’s due diligence, title examination, the Purchaser’s Development Rights Endorsement, and any other title insurance coverage requested by Purchaser, architectural, survey, recording costs and expenses and escrow fees. Each party will be responsible for its own legal fees other than Litigation Expenses, if any, which shall be paid in accordance with Section 3(c). The provisions of this Section 5(g) shall survive the Closing.

6. Representations of Seller and Purchaser.

- (a) Seller represents and warrants that:
- (i) Seller has a leasehold estate created by the State Lease to Seller’s Premises and is the holder of all the Subject Floor Area Development Rights and has not sold, granted an option for the sale of, leased, transferred, used or encumbered the Subject Floor Area Development Rights, and, as evidenced by the State’s execution of the Seller’s Waiver, has the legal authority, pursuant to the Act, to enter into this Agreement and the Transfer Instrument and Notice of Restrictions without restriction, limitation or subject to any conditions; and has neither entered into, nor is bound by any agreements that would affect Seller’s ability to transfer the Subject Floor Area Development Rights pursuant to this Agreement and execute and deliver the Transfer Instrument and Notice of Restrictions.
 - (ii) Seller is not a party to any claim, action, suit, proceeding or arbitration pending before any federal, state, municipal, foreign or other court or governmental or administrative body or agency, or any private arbitration tribunal relating to Seller’s Premises and there is no claim, action, suit, proceeding or arbitration pending before any federal, state, municipal foreign or other court or governmental or administrative body or agency, or any private arbitration tribunal relating to Seller’s Premises or threatened in writing against Seller which, if adversely determined, may reasonably be expected to have an adverse impact on the transactions contemplated by this Agreement.
 - (iii) The execution and delivery of this Agreement and the performance by Seller of its obligations hereunder do not and will not conflict with or violate any law, rule, judgment, regulation, order, writ, injunction or decree of any court or governmental or quasi-governmental entity with jurisdiction over Seller, the Seller Premises or the Subject Floor Area Development Rights and will

not conflict with any instrument to which Seller is a party or by which Seller is bound.

- (iv) Seller has not filed any petition seeking or acquiescing in any reorganization, arrangement, composition, readjustment, liquidation, dissolution or similar relief relating to Seller or any of its property under any law relating to bankruptcy or insolvency, nor has any such petition been filed against Seller. No general assignment of Seller's property has been made for the benefit of creditors, and no receiver, master, liquidator or trustee has been appointed for Seller or any material portion of its property. Seller is not insolvent and the consummation of the transactions contemplated by this Agreement shall not render Seller insolvent.
 - (v) Seller has not received notice, and has no knowledge, of any pending or threatened condemnation proceeding or similar proceeding affecting Seller's Premises, the Subject Floor Area Development Rights or any part thereof.
 - (vi) Seller is a public benefit corporation, duly organized and existing under the Act, and is duly authorized to enter into and consummate this Agreement.
 - (vii) Seller is not a "foreign person," as defined in Section 1445 of the Code.
 - (viii) Seller has not received written notice and has no actual knowledge of any pending or threatened Project Litigation and has not received any notice of default from or sent any notice of default to the Landlord under the State Lease.
- (b) Purchaser represents and warrants that:
- (i) At the Closing, Purchaser shall be the owner of Purchaser's Premises, subject to Purchaser's right to assign this Agreement.
 - (ii) Purchaser is not a party to any claim, action, suit, proceeding or arbitration pending before any federal, state, municipal, foreign or other court or governmental or administrative body or agency, or any private arbitration tribunal relating to Purchaser's Premises and there is no claim, action, suit, proceeding or arbitration pending before any federal, state, municipal foreign or other court or governmental or administrative body or agency, or any private arbitration tribunal relating to Purchaser's Premises or threatened in writing against Purchaser which, if adversely determined, may reasonably be expected to have an adverse impact on the transactions contemplated by this Agreement.
 - (iii) The execution and delivery of this Agreement and the performance by Purchaser of its obligations hereunder do not and will not conflict with or violate any law, rule, judgment, regulation, order, writ, injunction or decree of any court or governmental or quasi-governmental entity with jurisdiction

over Purchaser or the Purchaser Parcel, and will not conflict with any instrument to which Purchaser is a party or by which Purchaser is bound.

- (iv) Purchaser is a limited liability company, duly organized and existing under the laws of New York and is duly authorized to enter into and consummate this Agreement.
 - (v) Purchaser has not filed any petition seeking or acquiescing in any reorganization, arrangement, composition, readjustment, liquidation, dissolution or similar relief relating to Purchaser or any of its property under any law relating to bankruptcy or insolvency, nor has any such petition been filed against Purchaser. No general assignment of Purchaser's property has been made for the benefit of creditors, and no receiver, master, liquidator or trustee has been appointed for Purchaser or any material portion of its property. Purchaser is not insolvent and the consummation of the transactions contemplated by this Agreement shall not render Purchaser insolvent.
- (c) The representations and warranties contained in this Section 6 shall be true and correct in all material respects as of the date hereof and as of the Closing Date.

7. Approvals; Obligations of Seller and Purchaser. Purchaser shall have the right prior to the Closing Date, to make application to any governmental authority for such licenses, permits, approvals, certificates, rulings or amendments, including those contemplated or permitted by the Restrictive Declaration (collectively, the "Approvals") as Purchaser deems necessary or desirable in connection with the development of Purchaser's Premises, as applicable; provided that no such Approval diminishes, limits, delays, or materially interferes with the transfer and use of the Subject Floor Area Development Rights as contemplated by this Agreement or is otherwise in violation of this Agreement. Purchaser and Seller agree, at the sole cost and expense of the Purchaser (including, without limitation, reimbursement by Purchaser to Seller of any reasonable out-of-pocket expenses, fees or disbursements incurred by Seller) that Seller will cooperate in all reasonable respects in connection with Purchaser's application for such Approvals, to give all necessary consents in connection with the filing and prosecution of applications for the Approvals and any other governmental approvals (including, without limitation, other zoning and variance applications) required therefor and to execute such documents and applications and to furnish such information as may be reasonably requested by the Purchaser in its applying for approvals in connection with such applications.

8. Alienation and Use of Subject Floor Area Development Rights.

- (a) Between the Effective Date and the Closing or earlier termination of this Agreement, Seller shall not (i) sell, lease, encumber, pledge, grant an option in or transfer the Subject Floor Area Development Rights, (ii) knowingly take, suffer or permit any act that would prevent Seller from performing its obligations hereunder, (iii) take any voluntary action in respect of the Seller's Premises which would result in another person's or entity's, other than Seller, becoming a party in interest, unless

Seller gives prior notice to Purchaser and such new party in interest, at the time such interest is created, executes and delivers to Purchaser a Seller Waiver, or (iv) take any action to oppose issuance of any Approval contemplated by the ULURP Approvals.

- (b) Except as set forth herein, this Agreement shall not restrict Seller's ability to use and develop Seller's Premises for any use which would not be prohibited on Seller's Premises by the Zoning Resolution.
- (c) After the Closing, the Seller shall take no action to oppose the issuance of any Approval contemplated by the ULURP Approvals and will cooperate with Purchaser in defending any litigation challenging any Approvals contemplated by the ULURP Approvals or the Transfer, provided that Purchaser reimburses Seller for any actual out-of-pocket legal expenses, fees or disbursements incurred with respect to such cooperation. This Section 8(c) shall survive the Closing.

9. Default; Return of Deposit and Purchase Price Balance.

(a) Defaults and Remedies:

- (i) In the event Seller shall be in default of its obligations under this Agreement, or in the event of a failure of any condition to Closing listed in Section 4(c) hereof, and as a result thereof the Closing does not take place in accordance with the terms of this Agreement, then, upon notice to Seller and Escrow Agent, Purchaser may elect either (i) to seek specific performance to compel the transfer of the Subject Floor Area Development Rights (to the extent not transferred in accordance with this Agreement) and/or the Seller's performance of its obligations set forth in this Agreement, or (ii) to terminate this Agreement and Purchaser, as its sole and exclusive remedy, and be entitled to the return of the Deposit (and, if made, the Further Deposit), less all disbursements to Seller on account of Litigation Expenses to the extent previously disbursed from the Deposit and all unpaid, documented Litigation Expenses actually incurred by Seller and not reimbursed by Purchaser or previously disbursed from the Deposit as of the date of such termination by Purchaser, as permitted pursuant to this Agreement. Notwithstanding anything to the contrary contained in this Agreement, in no event whatsoever shall Seller be liable to Purchaser for any damages of any kind whatsoever. This limitation of Seller's liability shall be deemed to survive the expiration or earlier termination of this Agreement. Seller acknowledges that damages is an inadequate remedy under this Agreement and that Purchaser shall be irreparably harmed if the Closing does not occur due to Seller's default and that Purchaser shall be entitled to equitable relief including specific performance and injunctive relief without having to post a bond.
- (ii) If all conditions to Closing have been satisfied or waived by the parties or Purchaser defaults in its obligations under this Agreement such that the

Closing does not take place by the outside Closing Date permitted under this Agreement, then, as its sole and exclusive remedy, Seller may, upon notice to Purchaser and Escrow Agent, terminate this Agreement, whereupon Escrow Agent shall immediately release and disburse to the Seller, as liquidated damages hereunder, the Deposit (and, if made, the Further Deposit); provided, however, if the conditions to Closing listed in Section 4(c) hereof are not satisfied, the Deposit (and, if made, the Further Deposit) shall be disbursed pursuant to Section (9)(a)(i) above. Each party agrees that the damages of Seller, while substantial, would be difficult or impossible to determine with mathematical precision, and agree that the provisions of this Section 9(a) represent an agreed measure of liquidated damages, and are not deemed a forfeiture or penalty. Notwithstanding anything to the contrary contained in this Agreement, in no event whatsoever shall Purchaser be liable to Seller for any damages of any kind whatsoever beyond Seller's right to the release and disbursement to it of the Deposit and (if applicable), the Further Deposit, which right shall survive the expiration or earlier termination of this Agreement.

- (b) Neither party shall, and each expressly waives any right it may have to, record this Agreement, any memorandum of this Agreement, or a lis pendens or similar encumbrance against the Purchaser's Premises or Seller's Premises.
- (c) If this Agreement is terminated pursuant to this Section 9, the parties hereto shall have no obligations to each other except for those expressly stated to survive termination of this Agreement.

10. Notices. All notices of any kind hereunder shall be sent by: (a) registered or certified mail, return receipt requested, (b) national overnight delivery service, or (c) personal delivery, addressed as follows (or to such other addressee or addresses as may be designated by any party hereto by notice addressed to each of the other parties listed below):

Seller:

Hudson River Park Trust
353 West Street, 2nd Floor
New York, New York 10014
Attn: Madelyn Wils, President

with copies to:

Hudson River Park Trust
353 West Street, 2nd Floor
New York, New York 10014
Attention: General Counsel or Deputy General Counsel

and to:

Hudson River Park Trust
353 West Street, 2nd Floor
New York, New York 10014

Attention: Daniel Kurtz, EVP/CFO

and to:

Kasowitz Benson Torres LLP
1633 Broadway
New York, New York 10019
Attention: Douglas B. Heitner, Esq.

Purchaser:

West 30th Street LLC
1999 Marcus Avenue
Suite 310
Lake Success, NY 11042
Attn: Kevin Lalezarian

with a copy to:

West 30th Street LLC

1999 Marcus Avenue
Suite 310
Lake Success, NY 11042
Attn: Aaron J. Singer, Esq.

with a copy to:

Fried, Frank, Harris, Shriver & Jacobson LLP
One New York Plaza New York, New York 10004-1980
Attn: David Karnovsky, Esq.

If to Escrow Agent:

Royal Abstract of New York, LLC
125 Park Avenue, Suite 1610
New York, New York 10017
Attn: Michael J. Roberts, Esq.

Any notice may be given by Seller's or Purchaser's counsel, respectively. Any notice sent by certified or registered mail, national overnight courier service or personal delivery shall be deemed given at the following times: (i) upon delivery if personally delivered, (ii) on the first Business Day after delivery to the overnight courier and (iii) on the third Business Day after mailing if mailed by certified or registered mail. Notwithstanding the foregoing, whenever under this Agreement a notice is (a) received on a day which is not a Business Day or is required to be delivered on or before a specific day which is not a Business Day, the day of receipt or required delivery shall automatically be extended to the next Business Day and (b) delivered by hand (or so attempted, but refused), it shall be deemed given on the day of delivery unless delivery is made after 5:00 p.m. or not on a Business Day, in which event delivery shall be deemed given on the next occurring Business Day. The parties may change the addresses of notices, demands, requests or other communications hereunder

by giving notice pursuant to this Section 10. Notwithstanding the foregoing, the failure of a person named above to receive a copy because of a mistake by the sender party shall not invalidate a notice if properly delivered to the initial notice party identified above for each party to this Agreement.

11. Escrow Provisions. Seller and Purchaser hereby appoint and designate Escrow Agent as escrow agent for the purposes set forth herein, and Escrow Agent hereby accepts such appointment on the terms and conditions set forth herein. Escrow Agent acknowledges receipt of the Deposit and shall hold and disburse the Deposit in accordance with the Escrow Agreement attached hereto as Exhibit D.
12. Condemnation / Casualty. If, prior to Closing, any governmental agency or other entity having condemnation authority shall institute an eminent domain proceeding or give any notice of intent to institute such proceeding with regard to any portion of the Seller's Premises, or the Seller's Premises are damaged by a casualty, and by reason thereof the Subject Floor Area Development Rights are reduced, impaired, or no longer available, then this Agreement shall remain in full force and effect; provided, however, Purchaser shall have the right, exercisable within thirty (30) days after receipt of notice to or from Seller of such taking or casualty, to terminate this Agreement, in which event the Deposit shall be returned to Purchaser promptly. Upon such termination of this Agreement and return of the Deposit to Purchaser, the parties shall have no further obligation or liabilities to each other (other than those that are expressly stated to survive this Agreement). Notwithstanding the foregoing, in the event that Purchaser does not terminate this Agreement, and such taking by condemnation or eminent domain, or casualty, has resulted in a reduction of the Development Rights appurtenant to the Seller's Premises so that the amount of the Subject Floor Area Development Rights has been thereby reduced, Purchaser shall be entitled to all the remaining Subject Floor Area Development Rights and the Purchase Price shall be reduced on a pro-rata basis. This Section 12 shall be in lieu of the provisions contained in Section 5-1311 of the New York General Obligations Law.
13. Miscellaneous.
 - (a) Counterparts; General. This Agreement may be executed in any number of counterparts, each of which shall constitute an original but all of which, taken together, shall constitute but one and the same instrument. This Agreement (including all Exhibits hereto) and all documents to be executed in connection herewith contain the entire agreement between the parties with respect to the subject matter hereof and supersede all prior understandings, if any, with respect thereto. This Agreement may not be amended, supplemented or terminated except by written agreement between the parties hereto, nor shall any obligation hereunder or condition hereof be deemed waived, except by a written instrument to such effect signed by the party to be charged. Any warranties, representations, agreements and undertakings contained herein shall not be deemed to have been made for the benefit of any person or entity, other than the parties hereto and their permitted successors and permitted assigns. This Agreement shall not be effective unless and until it has been executed and delivered by all parties hereto.

- (b) Severability. If any term or provision of this Agreement or the application thereof to any person or circumstances shall, to any extent, be invalid or unenforceable, the remainder of this Agreement, or the application of such term or provision to persons or circumstances other than those as to which it is held invalid or unenforceable, shall not be affected thereby, and each term and provision of this Agreement shall be valid and shall be enforced to the fullest extent permitted by law, unless the invalidation of such provision or its application would materially interfere with the intent of the parties hereto. The parties shall use all reasonable efforts to replace the illegal, void or unenforceable provision by a valid and enforceable provision the effect of which is the closest possible to the intended effect of the illegal, void or unenforceable provision.
- (c) Assignment and Binding Effect.
- (i) Seller shall not have the right to assign this Agreement nor any part of it, nor delegate any obligation imposed by this Agreement, without the prior written consent of Purchaser, except as such an assignment may be to another governmental entity pursuant to, or as may be required by, applicable law.
- (ii) Purchaser shall have the right, without Seller's consent, to assign its right, title or interest in this Agreement to: (1) any person or entity; provided, that, (i) Purchaser shall provide prior written notice of such assignment to Seller not later than ten (10) days prior to the Closing, (ii) such person or entity is or is to become either the fee owner, ground lessee or a mortgagee of Purchaser's Premises (or any portion thereof), (iii) such assignee shall assume all of Purchaser's obligations under this Agreement; (iv) Seller reasonably deems such person or entity financially capable, as of the date of such assignment, to satisfy all of Purchaser's obligations hereunder, be they conditions precedent to Closing or affirmative obligations under this Agreement; and (v) such assignee shall have complied with any applicable Vendex Disclosure Requirements to the same extent as Purchaser and is qualified by the City and the State of New York to enter into contracts with those governmental entities; and (2) any Institutional Lender providing financing for all or a portion of Purchaser's Premises that is secured by a mortgage or security interest in Purchaser's Premises or equity in Purchaser as collateral security. Notwithstanding anything to the contrary in this Agreement, a transfer of any existing direct or indirect membership interests in Purchaser, and/or the creation of any new direct or indirect membership interest, shall not be deemed an "assignment" for the purposes of this Agreement, and shall be permitted without notice to Seller and without Seller's consent, so long as either West 30th Street LLC, or an affiliate thereof, remain as managing member(s) of Purchaser or otherwise in similar day to day control of the operations of Purchaser, subject to any vote by the members with respect to any material matter provided for in the operative governance agreement; provided, however, that any party acquiring a direct ownership interest of more than ten percent (10%) of Purchaser or its direct

owner(s) shall be subject to Vendex Disclosure Requirements to the same extent as Purchaser and its original direct owner(s). Notwithstanding the foregoing, Purchaser shall have the right to assign its rights and obligations under this Agreement to any Permitted Transferee, provided, that, such Permitted Assignee shall assume all of the obligations of Purchaser hereunder, all of the assigning Purchaser's representations and warranties made pursuant to Section 6 of this Agreement shall be true and correct in all material respects with respect to the Permitted Assignee as of the Closing Date and Purchaser shall give written notice of such assignment to Seller, which notice must include a true copy of the document of assignment and assumption and reasonable substantiation of the ownership and control requirements evidencing and substantiating the identification of the assignee as a Permitted Transferee hereunder. A "Permitted Transferee" means any entity directly or indirectly controlled by Frank Lalezarian, Kevin Lalezarian and/or any trust for the benefit of Frank Lalezarian, Kevin Lalezarian and/or their families and/or any entity in which Frank Lalezarian, Kevin Lalezarian and/or any trust for the benefit of Frank Lalezarian, Kevin Lalezarian and/or their families has a substantial economic interest, controls policy decisions and management of the assignee.

- (d) Governing Law. This Agreement shall be governed by, construed, and enforced in accordance with the internal laws of the State of New York.
- (e) Survival of Representations, Warranties, etc. Following Closing and/or Termination. The terms and conditions of this Agreement shall not survive Closing or termination of this Agreement except as expressly stated herein. Notwithstanding the foregoing, the representations and warranties of the parties set forth in Section 6 hereof shall survive the Closing or termination of this Agreement for a period of six (6) months following the Closing or termination of this Agreement (and, accordingly, no claim concerning the same (other than as expressly stated herein) may arise following the date which is six (6) months after the Closing or termination of this Agreement, as the case may be).
- (f) Construction. This Agreement shall not be construed more strictly against one party than against the other merely by virtue of the fact that it may have been prepared primarily by counsel for one of the parties, it being recognized that both Purchaser and Seller have contributed substantially and materially to the preparation of this Agreement.
- (g) Grammatical Usage. In construing this Agreement, feminine or neuter pronouns shall be substituted for those masculine in form and vice versa, and plural terms shall be substituted for singular and singular for plural in any place in which the context so requires.
- (h) Captions and Exhibits. The captions of this Agreement are for convenience only, are not a part of this Agreement, and do not in any way limit or amplify its terms

and provisions. All Exhibits and Schedules to this Agreement are hereby incorporated into this Agreement.

- (i) Waiver of Trial by Jury. Each party hereby waives, irrevocably and unconditionally, trial by jury in any action brought on, under or by virtue of or relating in any way to this Agreement or any of the documents or certificates executed in connection herewith, the properties, or any claims, defenses, rights of set-off or other actions pertaining hereto or to any of the foregoing.
- (j) No Third Party Beneficiary. This Agreement and each of the provisions hereof are solely for the benefit of Purchaser and Seller and their permitted assigns. No provisions of this Agreement, or of any of the documents and instruments executed in connection herewith shall be construed as creating in any person or entity other than Purchaser and Seller and their permitted successors and assigns any rights of any nature whatsoever.
- (k) Further Assurances and Instruments. Seller and Purchaser agree to execute and deliver, or cause to be executed and delivered such confirmatory and supplementary instruments, assignments, assurances, and certificates and documents, and take such further action consistent with this transaction as may reasonably be required to effectuate the purposes of this Agreement, including Seller's cooperation with Purchaser in defending any Project Litigation, including after the Closing, as long as Purchaser reimburses Seller for any actual out-of-pocket legal expenses, fees or disbursements Seller incurs as a result of such requested cooperation. This Section 13(k) shall survive the Closing.
- (l) No Waiver. This Agreement shall not be altered, amended, changed, waived, terminated or otherwise modified in any respect or particular, and no consent or approval required pursuant to this Agreement shall be effective, unless the same shall be in writing and signed by or on behalf of the party to be charged.
- (m) Tax Identification Numbers. Seller's federal tax identification number is 06-1546019. Purchaser's federal tax identification number is 47-4570689.
- (n) Non-Recourse. No principals, officers, directors, shareholders, members and partners disclosed, or undisclosed, of either party hereto, shall be subject to levy, execution or other enforcement procedure for the satisfaction of the other party's remedies hereunder.
- (o) Recording. This Agreement shall not be deemed a recordable instrument and shall not be recorded by Purchaser or Seller or in any way placed on public record, except if required to obtain ULURP Approvals, Board Approval or in connection with the defense of any Project Litigation. The violation of this provision shall be deemed a material violation and breach of the terms and conditions of this Agreement.
- (p) Merger. This Agreement constitutes the entire understanding and agreement of the parties to this Agreement with respect to the subject matter hereof and supersedes all prior and contemporaneous agreements or understandings, inducements or

conditions, express or implied, written or oral, between the parties with respect to this Agreement, including, without limitation, the MOU. Without limiting the foregoing, there are no restrictions, promises, representations, warranties, covenants, or undertakings, other than those expressly set forth or referred to in this Agreement.

14. Real Estate Brokers Representing the Parties. Each party represents to the other party that it has not dealt with any broker, consultant, finder, financial adviser or similar person in connection with this Agreement and transaction. Each party shall defend, indemnify and hold the other party harmless from and against any and all claims, demands, causes of action, costs, expenses or other liabilities (including attorneys' fees, costs and disbursements) arising from or pertaining to any brokerage commission, finder's fees or other compensation of similar nature which may be due or claimed by any broker, consultant, finder, financial adviser or similar person claiming to have dealt with such party in connection with this Agreement or this transaction. This Section 14 shall survive the Closing or earlier termination of this Agreement.

IN WITNESS WHEREOF, the parties hereto have duly executed this Agreement as of the date first set forth above.

Seller:

HUDSON RIVER PARK TRUST, a New
York public benefit corporation

By: _____

Name: Madelyn Wills

Title: President & CEO

[Signature Pages Continue on Following Page]

Purchaser:

West 30th Street LLC, a New York limited liability company

By: _____

Name: Kevin Lalezarian

Title: Authorized Signatory

[Signature Pages Continue on Following Page]

Escrow Agent:

ROYAL ABSTRACT OF NEW YORK, LLC,
a New York limited liability company

By: _____

Name: Michael Roberts

Title: Chief Operating Officer & General
Counsel

[End of Signature Pages]

EXHIBIT A

Legal Description of Granting Lot

[to be attached]

EXHIBIT B

Legal Description of Receiving Lot

[to be attached]

EXHIBIT C

Transfer Instrument and Notice of Restrictions
Pursuant to Section 89-21(d) of the Zoning Resolution of the City of New York

THIS INSTRUMENT OF TRANSFER AND NOTICE OF RESTRICTIONS (this “Transfer Instrument”) is made as of the _____ day of _____, ____ by Hudson River Park Trust, a New York State public benefit corporation, organized pursuant to the Hudson River Park Act, Chapter 592 of the Laws of 1998 of the State of New York (as amended, the “Act”) having an address at 353 West Street, 2nd Floor, New York, New York 10014 (“Transferor”), and West 30th Street LLC, a New York limited liability company, with an address at c/o Lalezarian Development, 1999 Marcus Avenue, Suite 310, Lake Success, New York 11042 (“Transferee”).

WITNESSETH:

WHEREAS, Transferor is the lessee, pursuant to Section 7.3(b) of the Act, of certain real property, in the City of New York, designated as Block 662, Lots 11, 16, and 19 on the Tax Map of the Borough of Manhattan, County of New York, City of New York, and more particularly described in **Exhibit A** attached hereto and made a part hereof (said real property being hereinafter called the “Granting Lot”), and has the right, pursuant to subsection 1(j) of Section 7 of the Act, to transfer unused excess “floor area” (as such term is defined in the Zoning Resolution, defined below) appurtenant to the Granting Lot;

WHEREAS, Transferee is the owner of certain real Property designated as Block 675, Lots 38 and 39, as shown on the Tax Map of the Borough of Manhattan, County of New York, City of New York, and more particularly described in **Exhibit B** attached hereto and made a part hereof (said property being hereafter called the “Receiving Lot”);

WHEREAS, the Granting Lot is a “granting site,” as defined in Section 89-02 of the Zoning Resolution of the City of New York (hereinafter, “Zoning Resolution”);

WHEREAS, the Receiving Lot is a “receiving site,” as defined in Section 89-02 of the Zoning Resolution;

WHEREAS, pursuant to the provisions of Section 89-21 of the Zoning Resolution, the City Planning Commission of New York City (hereinafter, “CPC”) approved on the [_____] day of [_____] (Calendar No. [_____] the transfer of up to [34,562.5/29,625] square feet of unused excess floor area and the development rights appurtenant thereto (the “Subject Floor Area Development Rights”) from the Granting Lot to the Receiving Lot (the “Special Permit Approval”), and the City Council of the City of New York approved such action taken by CPC or declined to take any action in connection therewith within the time period permitted for same; and

WHEREAS, Transferor and Transferee desire to transfer the Subject Floor Area Development Rights to the Receiving Lot.

NOW THEREFORE, in consideration of [_____] and 00/100 Dollars (\$[_____]), lawful money of the United States, and other valuable consideration paid by Transferee:

1. Transferor does hereby grant, distribute and transfer the Subject Floor Area Development Rights from the Granting Lot to the Receiving Lot, solely for the use and benefit in perpetuity of the Receiving Lot.
2. Transferor, in compliance with Section 13 of the Lien Law of the State of New York, if and to the extent Section 13 of the Lien Law of the State of New York applies, covenants that Transferor will receive the consideration for this conveyance, and will hold the right to receive such consideration, as a trust fund for the purpose of paying the cost of the improvements at the Granting Lot required to be made by Transferor and will apply the same first to the payment of the cost of such improvements before using any part of the same for any other purposes.
3. Transferor shall use the Purchase Price to pay [_____], prior to being used for any other permitted uses, as required by the Hudson River Park Act.
4. Notice is hereby given that this transfer (a) irrevocably restricts the floor area on the Granting Lot available for “development” (as defined in the Zoning Resolution) by reducing such floor area by up to [34,562.5/ 29,625] square feet, and (b) benefits the Receiving Lot by irrevocably increasing the floor area available for development on the Receiving Lot by up to [34,562.5/ 29,625] square feet.
5. Transferor covenants that at no time shall any building, buildings or improvements be situated on the Granting Lot which would have a floor area in excess of that permitted on the Granting Lot, as reduced by this transfer.
6. This Transfer Instrument shall be recorded by Transferor against both the Granting Lot and the Receiving Lot in the Office of the Register of City of New York, New York County and a copy provided to the CPC in accordance with the provision of Section 89-21(d) of the Zoning Resolution.
7. This Transfer Instrument may be executed in counterparts, all of which, when taken together, shall constitute one and the same instrument.

IN WITNESS WHEREOF, Transferor and Transferee have hereunto set their hand as of the ____ day of _____, ____.

TRANSFEROR:

HUDSON RIVER PARK TRUST

By: _____
Name:
Title:

TRANSFeree:

WEST 30TH STREET LLC

By: _____
Name:
Title:

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

On the ____ day of ____ in the year ____ before me, the undersigned, a Notary Public in and for said State, personally appeared _____, personally known to me or proved to me on the basis of satisfactory evidence to be the individual whose name is subscribed to the within instrument and acknowledged to me that s/he executed the same in his/her capacity, and that by his/her signature on the instrument, the individual, or the person upon behalf of which the individual acted, executed the instrument.

(Notary Public)

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

On the ____ day of ____ in the year ____ before me, the undersigned, a Notary Public in and for said State, personally appeared _____, personally known to me or proved to me on the basis of satisfactory evidence to be the individual whose name is subscribed to the within instrument and acknowledged to me that s/he executed the same in his/her capacity, and that by his/her signature on the instrument, the individual, or the person upon behalf of which the individual acted, executed the instrument.

(Notary Public)

Exhibit A to Transfer Instrument
Legal Description of Granting Lot

[to be attached]

Exhibit B to Transfer Instrument
Legal Description of Receiving Lot

[to be attached]

EXHIBIT D

Terms of Escrow

AMENDED AND RESTATED ESCROW AGREEMENT

This ESCROW AGREEMENT (this “Agreement”) is entered into as of June __, 2018 and among Hudson River Park Trust, a New York State public benefit corporation (“Trust”), West 30th Street LLC, a New York limited liability company (“Developer”), and Royal Abstract of New York, LLC, a New York limited liability company (“Escrow Agent”).

RECITALS

1. Trust and Developer have executed a certain Memorandum of Understanding, dated as of November 24, 2017 (the (“MOU”), and an Amended and Restated MOU, dated June __, 2018 (the “Amended MOU”), pursuant to which, inter alia, Developer desires to accept the transfer of 34,562.5 square feet of zoning floor area (the “Transfer”) from the property known as Chelsea Piers, generally located from West 16th Street to West 22nd Street at 12th Avenue in the Borough of Manhattan, City and State of New York, having a tax lot designation as Block 662, Lots 11, 16, and 19 (the “Granting Property”) to the property located at 606 West 30th Street in the Borough of Manhattan, City and State of New York, and having a tax lot designation as Block 675, Lots 38 and 39 (the “Receiving Property”).

2. Pursuant to the MOU, Developer previously deposited with Escrow Agent the sum of Five Hundred Thousand and 00/100 Dollars (\$500,000.00) in the form of cash or a letter of credit(s) (the “Good Faith Deposit”), to be held in escrow and disbursed by the Escrow Agent in accordance with the terms of an Escrow Agreement dated November 24, 2017 (the “Original Escrow Agreement”). Pursuant to the Amended MOU (which includes as Exhibit A thereto that certain Development Rights Purchase and Sale Agreement between (the “PSA”), Developer shall increase the Good Faith Deposit by depositing with Escrow Agent the additional sum of One Million Seven Hundred Thirty Two Thousand Nine Hundred Sixty-Two and 50/100 Dollars (\$1,732,962.50) in the form of cash or a letter of credit(s), to be held in escrow and disbursed by the Escrow Agent in accordance with the terms of this Agreement, which amends and restates the Original Escrow Agreement in its entirety.

3. Pursuant to the PSA, Developer may be required to deposit with Escrow Agent the Further Deposit (as defined in the PSA) in the form of cash or a letter of credit(s) (the “Further Deposit”), to be held in escrow and disbursed by the Escrow Agent in accordance with the terms of this Agreement. Pursuant to the PSA, the Developer and the Trust have agreed as to the respective rights of the Developer and the Trust with respect to disbursements, refunds and other applications of the monies in the Good Faith Deposit (called the “Deposit” in the PSA) and the Further Deposit.

4. The parties to this Agreement wish to now establish the terms and conditions pursuant to which the Good Faith Deposit and (if deposited with Escrow Agent by Developer, the Further Deposit) will be deposited, invested, managed, held, and disbursed by Escrow Agent

pursuant to demands therefor by the Developer and the Trust, such right to demands, as between the Developer and the Trust, being governed by the Amended MOU and not by this Agreement.

NOW THEREFORE, the parties to this Agreement hereby agree to amend and restate the Original Escrow Agreement as follows:

1. Deposit of The Deposits; Release of The Deposits from Escrow.

A. The Escrow Agent hereby agrees to assume and perform the duties of escrow agent under and pursuant to the terms of this Agreement. The Good Faith Deposit and, if deposited with Escrow Agent, the Further Deposit (the Good Faith Deposit and the Further Deposit are individually called, a “Deposit” and are together called, the “Deposits”) shall be delivered to Escrow Agent at the address provided in Section 3 below or made by wire transfer to Escrow Agent’s account in accordance with the wiring instructions annexed hereto as Exhibit A and made a part hereof. The Deposits shall be invested in an interest bearing FDIC insured commercial bank account or U.S. treasury certificate (if it is in the form of cash), as determined by Developer. Except as set forth in the Amended MOU, any accrued interest on a Deposit shall be paid by Escrow Agent to Developer upon termination of this Agreement.

B. The Escrow Agent shall disburse the Deposits, or portions thereof, in accordance with written instructions signed by Developer and Trust together and delivered to Escrow Agent (a “Joint Demand”) or in accordance with a written demand therefor signed by either of Developer or Trust and delivered to Escrow Agent (a “Unilateral Demand”) but only pursuant to the terms and conditions set forth below. Notwithstanding the foregoing, in the event that pursuant to the PSA deposit is made of the Further Deposit, one half the sum of the Total Deposits (as defined in the PSA) shall be disbursed by Escrow Agent to Seller in accordance with the PSA upon Escrow Agent’s receipt of Seller’s written request for such disbursement.

C. If Escrow Agent receives a Unilateral Demand from a party, Escrow Agent shall promptly give the other party written notice of such Unilateral Demand (the “Notice of Demand”). If, within five (5) business days after delivery of the Notice of Demand to such other party, Escrow Agent receives a written objection from such other party to the disbursement of such monies as shall be demanded in the Unilateral Demand (any such written objection a “Dispute Notice”), then Escrow Agent shall not disburse the Deposit, or any portion thereof, and shall comply with the provisions of Section 1(e) below. If Escrow Agent does not receive a Dispute Notice within such five (5) business day period, then Escrow Agent shall disburse the Deposit, or portion thereof, as applicable, pursuant to the Unilateral Demand.

D. If Escrow Agent receives a Joint Demand, Escrow Agent shall disburse a Deposit, or portion thereof, as applicable, pursuant to the instructions set forth in the Joint Demand.

E. Escrow Agent is acting as a stakeholder only with respect to the entirety of the Deposits. If Escrow Agent receives a Dispute Notice from a party within five (5) business

days after Escrow Agent delivers a Notice of Demand to such party, Escrow Agent shall (i) hold a Deposit, or an applicable portion thereof, until: (A) Escrow Agent receives instructions in writing, signed by both Trust and Developer directing the disposition of a Deposit, or an applicable portion thereof (a "Joint Direction"), in which event Escrow Agent shall deliver a Deposit, or portion thereof, as applicable, in accordance with such Joint Direction; or (B) Escrow Agent receives a certified copy of a final, non-appealable judgment or order of a court of competent jurisdiction, providing for the disposition of a Deposit, or the applicable portion thereof, in which event Escrow Agent shall deliver the Deposits or the portion thereof, as applicable, in accordance with such judgment or order, or (ii) deposit the Deposits, or the applicable portion thereof, in the registry of a court of competent jurisdiction; provided, however, that notwithstanding the foregoing, Escrow Agent may, but shall not be required to, institute legal proceedings of any kind with respect to a Deposit.

F. Notwithstanding any provision herein to the contrary, if Escrow Agent shall receive a Joint Direction, then Escrow Agent shall act in accordance with such Joint Direction.

G. If at any time all or any of a Deposit is in the form of a letter of credit which is then scheduled to expire in 60 days or less, upon request by Trust, Escrow Agent shall deliver such letter of credit to Trust, Trust shall be entitled to draw on such letter of credit for the full amount thereof and if Trust so draws on such letter of credit, any proceeds received by Trust from such drawing shall be deposited hereunder as (or as part of) a Deposit.

2. Limitation of Escrow Agent's Liability: Indemnification.

A. Escrow Agent shall be entitled to rely upon, and shall not be liable for any liability, loss, cost, damage or expense in acting or omitting to act pursuant to any instruction, order, judgment, certification, affidavit, demand, notice, opinion, instrument or other writing delivered to it hereunder without being required to determine the authenticity of such document, the correctness of any fact stated therein, the propriety of the service thereof or the capacity, identity or authority of any party purporting to sign or deliver such document, except to the extent such liability, loss, cost, damage or expense is the result of Escrow Agent's gross negligence, willful misconduct, bad faith or breach of this Agreement.

B. The duties of Escrow Agent are only as herein specifically provided. Escrow Agent shall neither be responsible for or under, nor chargeable with any knowledge of, the terms and conditions of any other agreement, instrument or document in connection herewith, including, without limitation, the Amended MOU, and shall be required to act in respect of the Deposit only as provided in this Agreement. This Agreement sets forth all the obligations of Escrow Agent with respect to any and all matters pertinent to the escrow contemplated hereunder and no additional obligations of Escrow Agent shall be implied from the terms hereof or any other agreement or instrument. Escrow Agent shall incur no liability in connection with the discharge of its obligations hereunder or otherwise in connection therewith, except to the extent such liability is the result of Escrow Agent's gross negligence, willful misconduct, bad faith or breach of this Agreement.

C. Escrow Agent shall not be bound by any modification, cancellation or rescission of this Agreement unless such modification, cancellation or rescission is made in writing and signed by Trust, Developer and Escrow Agent.

D. Trust and Developer shall indemnify and hold harmless Escrow Agent from and against any and all losses, liabilities, damages and claims (including, without limitation, reasonable attorneys' fees and disbursements) actually suffered or incurred by Escrow Agent in connection with its performance of its duties hereunder, except to the extent such losses, liabilities, damages or claims are the result of Escrow Agent's gross negligence, willful misconduct, bad faith or breach of this Agreement.

3. Notices. Any notice provided for or permitted under this Agreement will be treated as having been given when (a) delivered personally, (b) sent by commercial overnight courier with written verification of receipt or (c) mailed postage prepaid by certified or registered mail, return receipt requested, at the address set forth below, or at such other place of which the other party has been notified in accordance with the provisions of this Section 3.

Trust: Hudson River Park Trust
353 West Street, 2nd Floor
New York, New York 10014
Attention: Madelyn Wils, President

with copies to:

Hudson River Park Trust
353 West Street, 2nd Floor
New York, New York 10014
Attention: Daniel Kurtz, EVP/CFO

Hudson River Park Trust
353 West Street, 2nd Floor
New York, New York 10014
Attention: General Counsel or Deputy General Counsel

And to:

Kasowitz Benson Torres LLP
1633 Broadway
New York, New York 10019
Attention: Douglas B. Heitner, Esq.

Developer: West 30th Street LLC
1999 Marcus Avenue
Lake Success, New York 11042
Attn: Kevin Lalezarian

West 30th Street LLC
1999 Marcus Avenue

Lake Success, New York 11042
Attn: Aaron J. Singer, Esq.

with a copy to:

Fried Frank Harris Shriver & Jacobson LLP
One New York Plaza
New York, New York 1000-41980
Attn: David Karnovsky, Esq.

Escrow Agent: Royal Abstract of New York, LLC
125 Park Avenue, Suite 1610
New York, New York 10017
Attn: Michael J. Roberts, Esq.

Such notice shall be deemed to be given when received if delivered personally or by nationally recognized overnight courier service, or two (2) days after the date mailed if sent by certified or registered mail, return receipt requested. Any notice may be given by the attorney for any party hereto.

4. General.

A. It is the intention of the parties hereto that the internal laws of the State of New York (irrespective of its choice of law principles) shall govern the validity of this Agreement, the construction of its terms, and the interpretation and enforcement of the rights and duties of the parties to this Agreement.

B. Any action arising out of this Agreement must be commenced in either the Supreme Court of the State of New York, County of New York, or the United States District Court for the Southern District of New York, and each party hereby irrevocably consents to the jurisdiction of the above courts in any such action and to the laying of venue in the State of New York. Any and all service of process in any such action shall be made in accordance with applicable law to the parties' registered agents at the addresses below, with a copy mailed by registered or certified mail, postage prepaid, to the parties at their respective address described in Section 3 hereof. Developer's registered agent is the Secretary of State of the State of New York. Escrow Agent's registered agent is Michael Roberts with an address of Royal Abstract of New York, LLC, 125 Park Avenue, Suite 1610, New York, New York 10017.

C. Each party to this Agreement hereby expressly and irrevocably waives any right to trial by jury of any claim, demand, action or cause of action (each, an "Action") arising out of this Agreement, including any present or future amendment hereof, or in any way connected with or related or incidental to the dealings of the parties or any of them with respect to this Agreement (as hereafter amended) or any other instrument, document or agreement executed or delivered in connection herewith, or the transactions related hereto or thereto, in each case whether such Action is now existing or hereafter arising, and whether sounding in contract or tort or otherwise and regardless of which party asserts such Action; and each party hereby agrees and consents that any such Action shall be decided

by court trial without a jury, and that any party to this Agreement may file an original counterpart or a copy of this Section 4(c) with any court as written evidence of the consent of the parties to the waiver of any right they might otherwise have to trial by jury.

D. If any action is brought by any party to this Agreement to enforce or interpret its terms or provisions, the prevailing party (as determined in a final, non-appealable decision by a court of competent jurisdiction) will be entitled to reasonable attorney fees and costs incurred in connection with such action prior to and at trial and on any appeal therefrom.

E. Each and all of the covenants, terms, provisions and agreements contained in this Agreement shall be binding upon, and inure to the benefit of, the permitted successors, executors, heirs, representatives, administrators and assigns of the parties to this Agreement.

F. This Agreement may be executed in two or more counterparts, each of which, when taken together, shall be deemed to be one (1) instrument. This Agreement may be executed by facsimile transmission or by e-mail as a PDF file, in each case with the same force and effect as an original.

G. This Agreement constitutes the entire understanding and agreement of the parties to this Agreement with respect to the subject matter hereof and supersedes all prior and contemporaneous agreements or understandings, inducements or conditions, express or implied, written or oral, between the parties with respect to this Agreement. Without limiting the foregoing, there are no restrictions, promises, representations, warranties, covenants, or undertakings, other than those expressly set forth or referred to in this Agreement.

H. This Agreement may be amended only with the written consent of each of the parties hereto.

I. No waiver by any party to this Agreement of any condition or of any breach of any provision of this Agreement will be effective unless in writing. No waiver by any party of any such condition or breach, in any one instance, will be deemed a further or continuing waiver of any such condition or breach or a waiver of any other condition or breach of any other provision contained in this Agreement.

J. Neither Developer, the Trust nor Escrow Agent shall record this Agreement.

K. Nothing set forth in this Agreement or otherwise shall be construed to create a joint venture between Trust and Developer or a lender-borrower relationship.

L. Nothing in this Agreement is intended to benefit any third party, or create any third party beneficiary.

M. Whenever the context shall require, the singular shall include the plural, the plural shall include the singular, and words of any gender shall be deemed to include words of any other gender.

N. The terms “herein,” “hereof” or “hereunder” or similar terms used herein refer to the entire Agreement and not to the particular provision in which the term is used unless the context otherwise requires. The use of the term “including” shall mean, in all cases, “including, without limitation,” unless specifically designated otherwise.

O. The captions in this Agreement are for convenience and reference only and in no way define, limit or describe the scope of this Agreement or the intent of any provision hereof.

P. This Agreement shall be interpreted without the aid of any presumption against the party drafting or causing the drafting of the provision in question.

[Signature pages follow immediately]

IN WITNESS WHEREOF, the parties have duly executed this Agreement as of the day and year first above written.

TRUST

HUDSON RIVER PARK TRUST, a New York State public benefit corporation

By: _____

Name:

Title:

[Signature pages continue on the following page]

DEVELOPER

WEST 30TH STREET LLC, a New York
limited liability company

By: _____

Name:

Title:

[Signature pages continue on the following page]

ESCROW AGENT

**ROYAL ABSTRACT OF NEW YORK,
LLC, a New York limited liability company**

By: _____

Name:

Title:

[End of signature pages]

EXHIBIT A

Wiring Instructions

[INTENTIONALLY OMITTED]

EXHIBIT E

Form of Parties-in-Interest Certification

Certification Pursuant to Zoning Lot
Subdivision D of Section 12-10
Of the Zoning Resolution of December 15, 1961
Of the City of New York – As Amended
effective August 18, 1977

[____], a Title Insurance Company licensed to do business in the State of New York and having its principal office at [____] hereby certifies to [____] a New York limited liability company, having an address at [] and [] a New York limited liability company with an office at [____],[____], that as to the land hereafter described being described, all of the parties in interest constituting a “party in interest” as defined in the Subdivision (c) or (d) of the definition of zoning lot Section 12-10 of the Zoning Resolution of the City of New York, effective as of [____], as amended, are the following:

NAME AND ADDRESS	NATURE OF INTEREST	DISPOSITION OF INTEREST

[INSERT DESCRIPTION]

That the said premises are known as and by street address: [] shown on the following diagram:

[INSERT DIAGRAM]

By:

EXHIBIT F-1

Form of Granting Site Fee Owner's Waiver

Waiver Pursuant to Section 89-21(d) of the Zoning Resolution of the City of New York

THE STATE OF NEW YORK, acting through the Office of Parks, Recreation and Historic Preservation being the holder of the fee interest in the Granting Site (as defined below) and a "party in interest" as defined in Section 12-10(d) of the Zoning Resolution of the City of New York effective December 15, 1961 as amended, with respect to the land known as Tax Lots 11, 16 and 19 in Block 662 on the Tax Map of the City of New York, County of New York, as more particularly described in **Exhibit A** annexed hereto (the "Granting Site"), hereby:

- (i) acknowledges the right and authority under the Hudson River Park Act, Chapter 592 of the Laws of 1998 of the State of New York, as amended, of the Hudson River Park Trust to transfer up to [34,562.5/ 29,625] square feet of development rights (the "Subject Floor Area Development Rights") from the Granting Site to the land known as Tax Lots [_____] in Block 662 on the Tax Map of the City of New York, County of New York, as more particularly described in **Exhibit B** annexed hereto (the "Receiving Site"), in accordance with the provisions of Section 89-21 of the Zoning Resolution; and
- (ii) waives any right in perpetuity it might otherwise have to execute the Transfer Instrument and Notice of Restrictions pursuant to Section 89-21 of the Zoning Resolution of the City of New York, substantially in the form annexed hereto as **Exhibit C** (the "Transfer Instrument"), for the purpose of transferring the Subject Floor Area Development Rights to the Receiving Site.

IN WITNESS WHEREOF, this Waiver has been duly executed as of _____, 2017.

**NEW YORK STATE OFFICE OF PARKS,
RECREATION AND HISTORIC
PRESERVATION**

By: _____
Name:
Title:

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

On the _____ day of _____ in the year _____, before me, the undersigned notary public, personally appeared _____, personally 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.

Notary Public

Exhibit A

Legal Description of Granting Lot [to be attached]

Exhibit B

Legal Description of Receiving Lot

[to be attached]

Exhibit C

The Transfer Instrument

THIS INSTRUMENT OF TRANSFER AND NOTICE OF RESTRICTIONS (this “Transfer Instrument”) is made as of the ____ day of, ____ by Hudson River Park Trust, a New York State public benefit corporation, organized pursuant to the Hudson River Park Act, Chapter 592 of the Laws of 1998 of the State of New York (as amended, the “Act”) having an address at 353 West Street, 2nd Floor, New York, New York 10014 (“Transferor”), and West 30th Street LLC, a New York limited liability company, with an address at c/o Lalezarian Properties, 1999 Marcus Avenue, Suite 310, Lake Success, New York 11042 (“Transferee”).

WITNESSETH:

WHEREAS, Transferor is the lessee, pursuant to Section 7.3(b) of the Act, of certain real property, in the City of New York, designated as Block 662, Lots 11, 16, and 19 on the Tax Map of the Borough of Manhattan, County of New York, City of New York, and more particularly described in Exhibit A attached hereto and made a part hereof (said real property being hereinafter called the “Granting Lot”), and has the right, pursuant to subsection 1(j) of Section 7 of the Act, to transfer unused excess “floor area” (as such term is defined in the Zoning Resolution, defined below) appurtenant to the Granting Lot;

WHEREAS, Transferee is the owner of certain real Property designated as Block 675, Lots 38 and 39, as shown on the Tax Map of the Borough of Manhattan, County of New York, City of New York, and more particularly described in Exhibit B attached hereto and made a part hereof (said property being hereinafter called the “Receiving Lot”);

WHEREAS, the Granting Lot is a “granting site,” as defined in Section 89-02 of the Zoning Resolution of the City of New York (hereinafter, “Zoning Resolution”);

WHEREAS, the Receiving Lot is a “receiving site,” as defined in Section 89-02 of the Zoning Resolution;

WHEREAS, pursuant to the provisions of Section 89-21 of the Zoning Resolution, the City Planning Commission of New York City (hereinafter, “CPC”) approved on the [_____] day of [_____] (Calendar No. [_____] the transfer of up to [34,562.5/ 29,625] square feet of unused excess floor area and the development rights appurtenant thereto (the “Subject Floor Area Development Rights”) from the Granting Lot to the Receiving Lot (the “Special Permit Approval”), and the City Council of the City of New York approved such action taken by CPC or declined to take any action in connection therewith within the time period permitted for same; and

WHEREAS, Transferor and Transferee desire to transfer the Subject Floor Area Development Rights to the Receiving Lot.

NOW THEREFORE, in consideration of [_____] and 00/100 Dollars (\$[_____]), lawful money of the United States, and other valuable consideration paid by Transferee:

1. Transferor does hereby grant, distribute and transfer the Subject Floor Area Development Rights from the Granting Lot to the Receiving Lot, solely for the use and benefit in perpetuity of the Receiving Lot.
2. Transferor, in compliance with Section 13 of the Lien Law of the State of New York, if and to the extent Section 13 of the Lien Law of the State of New York applies, covenants that Transferor will receive the consideration for this conveyance, and will hold the right to receive such consideration, as a trust fund for the purpose of paying the cost of the improvements at the Granting Lot required to be made by Transferor and will apply the same first to the payment of the cost of such improvements before using any part of the same for any other purposes.
3. Transferor shall use the Purchase Price to pay [_____] , prior to being used for any other permitted uses, as required by the Hudson River Park Act.
4. Notice is hereby given that this transfer (a) irrevocably restricts the floor area on the Granting Lot available for “development” (as defined in the Zoning Resolution) by reducing such floor area by up to [34,562.5/ 29,625] square feet, and (b) benefits the Receiving Lot by irrevocably increasing the floor area available for development on the Receiving Lot by up to [34,562.5/ 29,625] square feet.
5. Transferor covenants that at no time shall any building, buildings or improvements be situated on the Granting Lot which would have a floor area in excess of that permitted on the Granting Lot, as reduced by this transfer.
6. This Transfer Instrument shall be recorded by Transferor against both the Granting Lot and the Receiving Lot in the Office of the Register of City of New York, New York County and a copy provided to the CPC in accordance with the provision of Section 89-21(d) of the Zoning Resolution.
7. This Transfer Instrument may be executed in counterparts, all of which, when taken together, shall constitute one and the same instrument.

IN WITNESS WHEREOF, Transferor and Transferee have hereunto set their hand as of the ____ day of _____, ____.

TRANSFEROR:

HUDSON RIVER PARK TRUST

By: _____
Name:
Title:

TRANSFeree:

WEST 30TH STREET LLC

By: _____
Name:
Title:

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

On the ____ day of ____ in the year ____ before me, the undersigned, a Notary Public in and for said State, personally appeared _____, personally known to me or proved to me on the basis of satisfactory evidence to be the individual whose name is subscribed to the within instrument and acknowledged to me that s/he executed the same in his/her capacity, and that by his/her signature on the instrument, the individual, or the person upon behalf of which the individual acted, executed the instrument.

(Notary Public)

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

On the ____ day of ____ in the year ____ before me, the undersigned, a Notary Public in and for said State, personally appeared _____, personally known to me or proved to me on the basis of satisfactory evidence to be the individual whose name is subscribed to the within instrument and acknowledged to me that s/he executed the same in his/her capacity, and that by his/her signature on the instrument, the individual, or the person upon behalf of which the individual acted, executed the instrument.

(Notary Public)

Exhibit A to Transfer Instrument
Legal Description of Granting Lot

[to be attached]

Exhibit B to Transfer Instrument
Legal Description of Receiving Lot

[to be attached]

Exhibit F-2
Form of Waiver

WAIVER, CONSENT AND SUBORDINATION TO TRANSFER INSTRUMENT AND
NOTICE OF RESTRICTIONS PURSUANT TO SECTION 89-21 OF THE ZONING
RESOLUTION OF THE CITY OF NEW YORK

_____, a _____, having an address at _____, being the holder of _____ and a “party in interest” as defined in Section 12-10(d) of the Zoning Resolution of the City of New York effective [_____], as amended, with respect to the land known as Tax Lot ____ in Block ____ on the Tax Map of the City of New York, County of New York, and known as and by the street address: [____] as more particularly described in **Exhibit “A”** annexed hereto (the “Granting Parcel”), hereby (i) acknowledges and consents to the transfer of [____] square feet of Development Rights (the “Subject Floor Area Development Rights”) from the Granting Parcel to the land known as [____] on the Tax Map of the City of New York, County of New York, and known as and by the street address: [____] as more particularly described in **Exhibit “B”** annexed hereto (the “Receiving Parcel”), in accordance with the provisions of Section 89-21 of the Zoning Resolution; and (ii) subordinates its interest in the Granting Parcel to said transfer of the Subject Floor Area Development Rights and the Transfer Instrument, and any and all modifications, amendments, additions, replacements, restatements or consolidations of the Transfer Instrument and (iii) waives its right to execute, now or in the future, the Transfer Instrument.

IN WITNESS WHEREOF, the undersigned have executed this instrument this _____ day of _____ 20_____.

By: _____
Name:
Title:

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

On the _____ day of _____ in the year _____, before me, the undersigned notary public, personally appeared _____, personally 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.

Notary Public

Exhibit A

Legal Description of Granting Lot

[to be attached]

Exhibit B

Legal Description of Receiving Lot

[to be attached]

Exhibit C

The Transfer Instrument

THIS INSTRUMENT OF TRANSFER AND NOTICE OF RESTRICTIONS (this “Transfer Instrument”) is made as of the ____ day of, ____ by Hudson River Park Trust, a New York State public benefit corporation, organized pursuant to the Hudson River Park Act, Chapter 592 of the Laws of 1998 of the State of New York (as amended, the “Act”) having an address at 353 West Street, 2nd Floor, New York, New York 10014 (“Transferor”), and West 30th Street LLC, a New York limited liability company, with an address at c/o Lalezarian Properties, 1999 Marcus Avenue, Suite 310, Lake Success, New York 11042 (“Transferee”).

WITNESSETH:

WHEREAS, Transferor is the lessee, pursuant to Section 7.3(b) of the Act, of certain real property, in the City of New York, designated as Block 662, Lots 11, 16, and 19 on the Tax Map of the Borough of Manhattan, County of New York, City of New York, and more particularly described in Exhibit A attached hereto and made a part hereof (said real property being hereinafter called the “Granting Lot”), and has the right, pursuant to subsection 1(j) of Section 7 of the Act, to transfer unused excess “floor area” (as such term is defined in the Zoning Resolution, defined below) appurtenant to the Granting Lot;

WHEREAS, Transferee is the owner of certain real Property designated as Block 675, Lots 38 and 39, as shown on the Tax Map of the Borough of Manhattan, County of New York, City of New York, and more particularly described in Exhibit B attached hereto and made a part hereof (said property being hereafter called the “Receiving Lot”);

WHEREAS, the Granting Lot is a “granting site,” as defined in Section 89-02 of the Zoning Resolution of the City of New York (hereinafter, “Zoning Resolution”);

WHEREAS, the Receiving Lot is a “receiving site,” as defined in Section 89-02 of the Zoning Resolution;

WHEREAS, pursuant to the provisions of Section 89-21 of the Zoning Resolution, the City Planning Commission of New York City (hereinafter, “CPC”) approved on the [_____] day of [_____] (Calendar No. [_____] the transfer of up to [34,562.5/ 29,625] square feet of unused excess floor area and the development rights appurtenant thereto (the “Subject Floor Area Development Rights”) from the Granting Lot to the Receiving Lot (the “Special Permit Approval”), and the City Council of the City of New York approved such action taken by CPC or declined to take any action in connection therewith within the time period permitted for same; and

WHEREAS, Transferor and Transferee desire to transfer the Subject Floor Area Development Rights to the Receiving Lot.

NOW THEREFORE, in consideration of [_____] and 00/100 Dollars (\$[_____]), lawful money of the United States, and other valuable consideration paid by Transferee:

1. Transferor does hereby grant, distribute and transfer the Subject Floor Area Development Rights from the Granting Lot to the Receiving Lot, solely for the use and benefit in perpetuity of the Receiving Lot.
2. Transferor, in compliance with Section 13 of the Lien Law of the State of New York, if and to the extent Section 13 of the Lien Law of the State of New York applies, covenants that Transferor will receive the consideration for this conveyance, and will hold the right to receive such consideration, as a trust fund for the purpose of paying the cost of the improvements at the Granting Lot required to be made by Transferor and will apply the same first to the payment of the cost of such improvements before using any part of the same for any other purposes.
3. Transferor shall use the Purchase Price to pay [_____] , prior to being used for any other permitted uses, as required by the Hudson River Park Act.
4. Notice is hereby given that this transfer (a) irrevocably restricts the floor area on the Granting Lot available for “development” (as defined in the Zoning Resolution) by reducing such floor area by up to [34,562.5/ 29,625] square feet, and (b) benefits the Receiving Lot by irrevocably increasing the floor area available for development on the Receiving Lot by up to [34,562.5/ 29,625] square feet.
5. Transferor covenants that at no time shall any building, buildings or improvements be situated on the Granting Lot which would have a floor area in excess of that permitted on the Granting Lot, as reduced by this transfer.
6. This Transfer Instrument shall be recorded by Transferor against both the Granting Lot and the Receiving Lot in the Office of the Register of City of New York, New York County and a copy provided to the CPC in accordance with the provision of Section 89-21(d) of the Zoning Resolution.
7. This Transfer Instrument may be executed in counterparts, all of which, when taken together, shall constitute one and the same instrument.

IN WITNESS WHEREOF, Transferor and Transferee have hereunto set their hand as of the ____ day of _____, ____.

TRANSFEROR:

HUDSON RIVER PARK TRUST

By: _____
Name:
Title:

TRANSFeree:

WEST 30TH STREET LLC

By: _____
Name:
Title:

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

On the ____ day of ____ in the year ____ before me, the undersigned, a Notary Public in and for said State, personally appeared _____, personally known to me or proved to me on the basis of satisfactory evidence to be the individual whose name is subscribed to the within instrument and acknowledged to me that s/he executed the same in his/her capacity, and that by his/her signature on the instrument, the individual, or the person upon behalf of which the individual acted, executed the instrument.

(Notary Public)

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

On the ____ day of ____ in the year ____ before me, the undersigned, a Notary Public in and for said State, personally appeared _____, personally known to me or proved to me on the basis of satisfactory evidence to be the individual whose name is subscribed to the within instrument and acknowledged to me that s/he executed the same in his/her capacity, and that by his/her signature on the instrument, the individual, or the person upon behalf of which the individual acted, executed the instrument.

(Notary Public)

Exhibit A to Transfer Instrument
Legal Description of Granting Lot

[to be attached]

Exhibit B to Transfer Instrument
Legal Description of Receiving Lot

[to be attached]

Exhibit G

The Development Rights Endorsement

EXHIBIT H

Form of Declaration

This **DECLARATION** made as of _____, 2018, by [**WEST 30TH STREET LLC**, a New York limited liability company having an office at c/o 1999 Marcus Avenue, Suite 310, Lake Success, New York 11042] (“**Declarant**”);

WITNESSETH

WHEREAS, Declarant is fee owner of the land located in the City, County, and State of New York at 604-606 West 30th Street and identified as Block 675, Lots [38 and 39]¹ (the “**Subject Property**”) on the Tax Map of the City of New York, Borough of Manhattan, as more particularly described in **Exhibit A** annexed hereto and made part hereof;

WHEREAS, [Title Company] has certified, pursuant to that certain Certification annexed hereto as **Exhibit B** and made a part hereof, that as of [____], the parties listed on such Exhibit are the only parties-in-interest to the Subject Property (the “**Parties-in-Interest**”), as that term is defined in the definition of “zoning lot” set forth in Section 12-10 of the Zoning Resolution of the City of New York ;

WHEREAS, all Parties-in-Interest to the Subject Property have either executed this Declaration or waived their right to do so and subordinated their interest in the Subject Property to this Declaration, and such waivers and subordinations are annexed hereto as **Exhibit C** and made a part hereof;

WHEREAS, the New York City Planning Commission (the “**CPC**”) approved, pursuant to resolutions dated May 7, 2018 (i) an amendment to ZR Section 89-00, et seq. pursuant to Resolution No. N 180151(A) ZRM, modifying the regulations applicable to the Special Hudson River Park District and designating the Subject Property as a mandatory inclusionary housing area (the “**Zoning Text Amendment**”); (ii) a rezoning of the Subject Property pursuant to Resolution No. C 180150 ZMM (the “**Zoning Map Amendment**”); and (iii) a zoning special permit pursuant to ZR Section 89-21 pursuant to Resolution No. C 180152(A) ZSM, permitting the transfer from Hudson River Park Trust (“**Transferor**”) to Declarant of up to [[34,562.5/ 29,625] square feet of unused excess floor area and the development rights appurtenant to the land identified as Block 662, Lots 11, 16, and 19 on the Tax Map (the “**Subject Floor Area Development Rights**”), and granting certain bulk modifications (the “**Zoning Special Permit**” and, together with the Zoning Text Amendment and the Zoning Map Amendment, the “**City Planning Approvals**”);

WHEREAS, the New York City Council approved the Zoning Approvals pursuant to Resolution Nos. _____, _____, and _____, each dated _____ (the “**Council Approvals**” and, together with the City Planning Approvals, the “**ULURP Approvals**”);

WHEREAS, Declarant intends to pursue development of a new building at the Subject Property (the “**New Building**”) in excess of the bulk presently permitted to be constructed at the _____

¹ To update if Section 5(c) of Agreement applies or Lots 38 and 39 are merged.

Subject Property pursuant to the Zoning Resolution and in accordance with the ULURP Approvals (as hereinafter defined);

WHEREAS, Declarant has agreed to contribute to the Trust the amount of one million dollars (\$1,000,000.00) (the "Contribution"), payable in the manner set forth herein.

WHEREAS, Declarant intends this Declaration to be binding upon all successors and assigns; and

WHEREAS, Declarant intends this Declaration to benefit all land owners and tenants, as well as Transferor, without consenting to the enforcement of this Declaration by any party or entity other than Transferor.

NOW, THEREFORE, Declarant hereby declares that the Subject Property shall be held, sold, transferred, and conveyed subject to the restrictions and obligations which are for the purpose of protecting the value and desirability of the Subject Property and which shall run with the land, binding the successors and assigns of Declarant and each and every holder of an interest in the Subject Property so long as they have any right, title, or interest in the Subject Property or any part thereof:

1. Declarant shall make the Contribution to the Trust as follows: (a) Declarant shall contribute \$333,333.33 to the Trust prior to Declarant's acceptance or obtaining of the first temporary or permanent certificate of occupancy ("CO"), whichever is earlier, which includes the first residential unit at the New Building; and (b) Declarant shall contribute \$666,666.37 to the Trust the earlier of the following to occur: (i) Declarant accepts or obtains a temporary or permanent CO which would result in all or substantially all residential units in the New Building having a temporary or permanent CO; and (ii) thirty six (36) months have elapsed after Declarant obtained the first temporary or permanent CO for residential units at the New Building.
2. Declarant represents and warrants with respect to the Subject Property that no restrictions of record, nor any present or presently existing estate or interest in the Subject Property, nor any lien, encumbrance, obligation, or covenant of any kind preclude, presently or potentially, the imposition of this Declaration and there are no liens or encumbrances the foreclosure of which would terminate this Declaration.
3. Declarant acknowledges that HRPT is an interested party to this Declaration and consents to the enforcement solely by HRPT, its successors or assigns, at law or at equity, of the obligations, restrictions, and agreements set forth herein. Nothing herein shall be construed or deemed to allow any other person or entity to have any interest in or right of enforcement of any provision of this Declaration.
4. The provisions of this Declaration shall inure to the benefit of and be binding upon the respective successors and assigns of Declarant, and references to Declarant shall be deemed to include such successors and assigns as well as successors to their interest in the Subject Property. References in this Declaration to a HRPT shall be deemed to include agencies or instrumentalities succeeding to the jurisdiction thereof.

5. HRPT will look solely to the fee estate interest of Declarant in the Subject Property for the collection of any money judgment recovered against Declarant hereunder, and no other property of Declarant shall be subject to levy, execution, or other enforcement procedure for the satisfaction of the remedies of HRPT with respect to this Declaration, and Declarant shall have no personal liability under this Declaration.
6. The obligations, restrictions, and agreements herein shall be binding on Declarant or other parties in interest only for the period during which Declarant and any such party in interest holds an interest in the Subject Property; provided, however, that the obligations, restrictions, and agreements herein may not be enforced against the holder of any mortgage unless and until such holder succeeds to the fee interest of the Declarant by way of foreclosure or deed in lieu of foreclosure.
7. This Declaration and the provisions hereof shall become effective as of the date of this Declaration. Declarant shall record or shall cause this Declaration to be recorded in the Office of the City Register, New York County, indexing it against the Subject Property and shall, if requested, promptly deliver to HRPT a certified copy of this Declaration as recorded.
8. This Declaration may be amended or modified by Declarant only with the approval of HRPT and no other approval or consent shall be required from any other public body, private person, or legal entity of any kind.
9. This Declaration shall terminate and be no further force or effect: (i) upon full payment of the Contribution in accordance with Section 1 hereof; or (ii) upon termination of that certain Development Rights Purchase and Sale Agreement between HRPT and Declarant in the absence of a closing thereunder. In either such event, Declarant may record a cancellation of this Declaration.
10. All notices of any kind hereunder shall be sent by: (a) registered or certified mail, return receipt requested, (b) national overnight delivery service, or (c) personal delivery, addressed as follows (or to such other addressee or addresses as may be designated by any party hereto by notice addressed to each of the other parties listed below):

Transferor:

Hudson River Park Trust
353 West Street, 2nd Floor
New York, New York 10014
Attn: Madelyn Wils, President

with a copy to:

Hudson River Park Trust
353 West Street, 2nd Floor
New York, New York 10014
Attention: General Counsel or Deputy General Counsel

with a copy to:

Hudson River Park Trust
353 West Street, 2nd Floor
New York, New York 10014
Attention: Daniel Kurtz, EVP/CFO

with a copy to:

Kasowitz Benson Torres LLP
1633 Broadway
New York, New York 10019
Attention: Douglas B. Heitner, Esq.

Declarant:

West 30th Street LLC
1999 Marcus Avenue, Suite 310
Lake Success, New York 11042
Attn: Kevin Lalezarian

with a copy to:

West 30th Street LLC
1999 Marcus Avenue, Suite 310
Lake Success, New York 11042
Attn: Aaron J. Singer, Esq.

with a copy to:

Fried, Frank, Harris, Shriver & Jacobson LLP
One New York Plaza
New York, New York 10004-1980
Attn: David Karnovsky, Esq.

11. This Declaration shall be governed by and construed in accordance with the laws of the State of New York.
12. In the event that any provision of this Declaration is deemed, decreed, adjudged, or determined to be invalid or unlawful by a court of competent jurisdiction, such provision shall be severable and the remainder of this Declaration shall continue to be in full force and effect.

[SIGNATURE PAGE FOLLOWS]

IN WITNESS WHEREOF, Declarant has executed this Declaration as of the day and year first above set forth.

DECLARANT:

WEST 30TH STREET LLC,
a New York limited liability company

By: _____
Name: Kevin Lalezarian
Title: Authorized Signatory

CERTIFICATE OF ACKNOWLEDGMENT

STATE OF NEW YORK)
) .ss.:
COUNTY OF)

On the ___ day of _____ in the year 2018 before me, the undersigned, personally appeared _____, personally 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 on the instrument, the individual(s), or the person upon behalf of which the individual(s) acted, executed the instrument.

Notary Public

Exhibit A to Exhibit H

The Subject Property

Lot 38

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, bounded and described as follows:

BEGINNING at a point on the southerly side of 30th Street, 100 feet westerly from the westerly side of Eleventh Avenue;

RUNNING THENCE southerly parallel with Eleventh Avenue, 98 feet 9 inches to the center line of the block between 29th and 30th Streets;

THENCE westerly along said center line, 25 feet;

THENCE northerly parallel with Eleventh Avenue, 98 feet 9 inches to 30th Street; and

THENCE easterly along 30th Street, 25 feet to the point or place of BEGINNING.

Lot 39

ALL THAT CERTAIN plot, piece or parcel of land, with the buildings and improvements thereon erected, situate, lying and being in the Borough of Manhattan, City, County and State of New York, bounded and described as follows

BEGINNING at a point on the southerly side of West 30th Street, distant one hundred twenty-five feet westerly from the corner formed by the intersection of the southerly side of West 30th Street with the westerly side of Eleventh Avenue;

RUNNING THENCE southerly parallel with said westerly side of Eleventh Avenue, ninety-eight feet nine inches to the center line of the block;

THENCE westerly along said center line of the block, one hundred fifty feet;

THENCE northerly parallel with said westerly side of Eleventh Avenue, ninety-eight feet nine inches to the said southerly side of West 30th Street

THENCE easterly along said southerly side of West 30th Street, one hundred fifty feet to the point or place of BEGINNING.

Exhibit B to Exhibit H

Certification of Parties-in-Interest

[See Attached]

Exhibit C to Exhibit H

Waivers and Subordinations

[See Attached]

EXHIBIT I

Letter

Exhibit J

Contribution Agreement

CONTRIBUTION AGREEMENT

THIS CONTRIBUTION AGREEMENT (this "Agreement") is made as of the ___ day of ___, 2018, by WEST 30TH STREET LLC, a New York limited liability company having an office at 1999 Marcus Avenue, Lake Success, Suite 310, New York, N.Y. 11042 ("Contributor") and the Hudson River Park Trust, a New York State public benefit corporation, having an address at Pier 40, 353 West Street, New York, N.Y. 10014 (the "Trust"). Contributor and the Trust may each be individually referred to herein as a "Party" and collectively as the "Parties."

Background

The Trust is responsible for development, operation and maintenance of the Hudson River Park (the "Park"). As set forth in the Hudson River Park Trust's enabling legislation, Hudson River Park Act, Chapter 592 of the 1998 Laws of New York, as amended (the "Act"), the Trust's mission is to encourage, promote and expand public access to the Hudson River, to promote water-based recreation, and enhance the natural, cultural, and historical aspects of the Park for residents and visitors to the area.

Contributor intends to construct a new residential building located at 606 West 30th Street and identified as Block 675, Lot 39 on the Tax Map of the Borough of Manhattan, City of New York (the "Premises") within the Special Hudson River Park District and Community Board 4 Manhattan. The Premises may also include 604 West 30th Street and identified as Block 675, Lot 38 on the Tax Map of the Borough of Manhattan, City of New York.

Contributor desires to contribute certain funds under certain circumstances to the Trust and Trust desires to accept such funds, pursuant to the terms and conditions set forth in this Agreement. Contributor desires that the funds be used for construction projects and maintenance activities within the Manhattan Community Board 4 portion of the Park (the "CB 4 Improvements and Maintenance").

Agreement

NOW, THEREFORE, intending to be legally bound, in consideration of the mutual agreements and covenants contained herein, and for other good and valuable consideration, receipt and sufficiency of which is hereby acknowledged, it is mutually agreed by the Parties to the Agreement, as follows:

1. Incorporation. The foregoing defined terms and the "Background" section above are incorporated herein by reference.
2. The Contribution. Contributor hereby pledges the amount of \$1,000,000.00 (the "Contribution") payable to the Trust in accordance with Paragraph 3 below.
3. Contribution Time Periods. Contributor shall make the Contribution as follows: (a) Prior to accepting or obtaining the first Temporary Certificate of Occupancy or Permanent Certificate of Occupancy ("CO"), whichever is earlier, which includes the first residential unit at its new building on the Premises (the "Building"), Contributor shall contribute \$333,333.33 to the Trust; and (b) The earlier of: (i) receipt of a CO which would result in all or substantially all residential units in the Building having a temporary or permanent certificate of occupancy; and (ii) a date which is thirty-six (36) months after Contributor obtained the first CO for any residential unit at the Building, Contributor shall contribute \$666,666.37 to the Trust. Nothing herein shall preclude or restrict Contributor from contributing all or a portion of the Contribution to the Trust at an earlier date, upon its own initiative.
4. Use of Funds. The Trust commits that the Contribution funds shall be used only for the CB 4 Improvements and Maintenance.
5. Acceptance of Contribution. The Trust hereby agrees to accept the Contribution funds and agrees to the terms of this Agreement. Upon written request made by Contributor, the Trust shall provide Contributor with a written acknowledgment of receipt of the Contribution, or portion thereof, in accordance with Section 3 of this Agreement.
6. Assignment. This Agreement shall not be assigned by any Party without the written consent of the other Party.
7. Integration: Amendments. This Agreement contains the Parties' entire agreement regarding the Contribution. Any amendment to this Agreement must be in writing and signed by the Parties.

8. Persons Bound and Benefited. This Agreement shall be binding upon and inure only to the benefit of the Parties, and their respective successors and, to the extent assignment is permitted hereunder, their respective assigns.

9. Severability. If any one or more of the covenants, agreements, provisions or terms of this Agreement shall be held invalid for any reason whatsoever, then such covenants, agreements, provisions or terms of this Agreement shall in no way affect the validity or enforceability of the other provisions of this Agreement.

10. Applicable Law. This Agreement shall be governed by, and construed in accordance with, the laws of the State of New York without regard to principles of conflicts of law.

11. Remedies. Either Party shall have the right to have a court of competent jurisdiction located within New York County determine any controversy or claim arising out of this Agreement. The Parties agree that all judicial remedies are monetary only and there will be no equitable remedy available for any breach. The Contributor's maximum liability for failing to satisfy the funding requirement of this Agreement shall be limited to the amount the Contributor is required to fund plus the Trust's attorney fees and litigation costs in bringing an action to enforce this Agreement which Contributor agrees to pay. Nothing herein shall be construed or deemed to allow any other person or entity to have any interest in or right of enforcement of any provision of this Agreement.

12. Other Actions. In the event any action is taken by any third party (i.e., a party other than a Party hereto) which questions in any way the validity or legality of this Agreement whether or not the litigation arises directly from this Agreement, or seeks equitable or other relief in connection therewith, the Parties agree to cooperate with each other and use their commercially reasonable efforts to contest such third party action. If an injunction or other order is issued as a result of such third party action, the Parties shall use their commercially reasonable efforts to have such injunction or other order lifted. Notwithstanding the foregoing, no party shall be required to initiate any litigation, make any substantial payment or incur any material economic burden.

13. Counterparts. 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.

14. Termination. This Agreement shall terminate and be no further force or effect: (i)

upon full payment of the Contribution in accordance with Paragraph 3 above; or (ii) upon termination of that certain Development Rights Purchase and Sale Agreement between HRPT and Declarant in the absence of a closing thereunder.

15. No Recordation. Neither party shall record this Agreement except with the written consent of the other party.

IN WITNESS WHEREOF, the undersigned have executed this Contribution Agreement as of the date and year first written above.

HUDSON RIVER PARK TRUST

By: _____
Madelyn Wils
Title: President & CEO

WEST 30TH STREET LLC

By: _____
Kevin Lalezarian
Title: _____
Authorized Signatory