

SNDA

**RECORDING REQUESTED BY, AND
WHEN RECORDED RETURN TO:**

Mattress Firm, Inc.
3250 Briarpark Dr., Suite 400
Houston, TX 77042
Attention: Real Estate Department

176022-CAB

TIN 00-0020-8298

SPACE ABOVE THIS LINE FOR RECORDER'S USE

**SUBORDINATION, NON-DISTURBANCE
AND ATTORNMENMENT AGREEMENT**

THIS SUBORDINATION, NON-DISTURBANCE AND ATTORNMENMENT AGREEMENT
("**Agreement**") is made and entered into as of the 10th day of May, 2024
by and among MOUNTAIN WEST REIT, LLC, a Delaware limited liability company (the
"**Lender**"), MATTRESS FIRM, INC., a Delaware corporation (the "**Tenant**"), and FSP7 HEBER,
LLC, a Utah limited liability company (the "**Landlord**"), with reference to the following facts:

Landlord is the fee simple owner of those certain lots, tracts or parcels of land located in
Heber City, Utah, legally described on **Exhibit "A"** attached hereto (collectively, the "**Shopping
Center**").

Lender has made or is about to make a loan to Landlord in the original principal amount of
Six Million One Hundred Ninety Thousand Dollars (\$6,190,000) (the "**Loan**").

To secure the Loan, Landlord has encumbered or intends to encumber the Shopping Center
by entering into *a Construction Deed of Trust, Security Agreement, Assignment of Leases and
Rents and Fixture Filing* in favor of Lender (as amended, renewed, extended, spread,
consolidated, severed, restated, or otherwise changed from time to time, the "**Mortgage**")
recorded, or to be recorded, in the Wasatch County Recorder's Office.

Pursuant to that certain Lease Agreement effective as of September 13, 2022 (as amended,
the "**Lease**"), Landlord demised to Tenant a retail premises within the Shopping Center consisting
of approximately 4,200 leasable square feet of space (the "**Premises**").

Tenant and Lender desire to agree upon the relative priorities of their interests in the
Premises and their rights and obligations if certain events occur.

NOW, THEREFORE, for good and sufficient consideration, and intending to be legally
bound, Tenant, Lender and Landlord hereby agree as follows:

1. **Definitions.** The following terms shall have the following meanings for purposes
of this Agreement:

1.1 **Foreclosure Event.** A "**Foreclosure Event**" means: (a) foreclosure under the
Mortgage; (b) any other exercise by Lender of rights and remedies (whether under the Mortgage

or under applicable law, including bankruptcy law) as holder of the Loan and/or the Mortgage, as a result of which Successor Landlord becomes owner of the Shopping Center; or (c) delivery by Landlord to Lender (or its designee or nominee) of a deed or other conveyance of Landlord's interest in the Shopping Center in lieu of any of the foregoing.

1.2 **Former Landlord.** A "**Former Landlord**" means Landlord and any other party that was landlord under the Lease at any time before the occurrence of any attornment under this Agreement.

1.3 **Offset Right.** An "**Offset Right**" means any right or alleged right of Tenant to any offset, defense (other than one arising from actual payment and performance, which payment and performance would bind a Successor Landlord pursuant to this Agreement), claim, counterclaim, reduction, deduction, or abatement against Tenant's payment of Rent or performance of Tenant's other obligations under the Lease, arising (whether under the Lease or under applicable law) from Landlord's breach or default under the Lease.

1.4 **Rent.** The "**Rent**" means all sums payable by Tenant under the Lease, whether or not stated to be Base Rent or Additional Rent (as such terms are defined by the Lease) or otherwise denominated as Rent.

1.5 **Successor Landlord.** A "**Successor Landlord**" means any party that becomes owner of the Shopping Center as the result of a Foreclosure Event.

1.6 **Termination Right.** A "**Termination Right**" means any right of Tenant to cancel or terminate the Lease or to claim a partial or total eviction arising (whether under the Lease or under applicable law) from Landlord's breach or default under the Lease; except that said term expressly excludes any right of Tenant to terminate the Lease which may be exercised by Tenant prior to the Rent Commencement Date.

1.7 **Other Capitalized Terms.** If the initial letter of any other term used in this Agreement is capitalized and no separate definition is contained in this Agreement, then such term shall have the same respective definition as set forth in the Lease.

2. **Subordination.** Subject to the terms of this Agreement, on condition that all of Tenant's rights under the Lease shall not be impaired or disturbed, the Lease shall be, and shall at all times remain, subject and subordinate to the lien imposed by the Mortgage and all advances made thereunder.

3. **Non-disturbance, Recognition and Attornment.**

3.1 **No Exercise of Mortgage Remedies Against Tenant.** So long as no Event of Default of Tenant's obligation to pay Rent exists under the Lease, beyond the expiration of all applicable notice and cure rights, Lender shall not name or join Tenant as a defendant in any exercise of Lender's rights and remedies arising upon a default under the Mortgage unless applicable law requires Tenant to be made a party thereto as a condition to proceeding against Landlord or prosecuting such rights and remedies. In the latter case, Lender may join Tenant as a defendant in such action only for such purpose and not to terminate the Lease, pursue remedies against Tenant or otherwise adversely affect Tenant's rights under the Lease or this Agreement in such action.

3.2 Non-disturbance and Attornment. If an Event of Default by Tenant of its obligation to pay Rent is not in existence, then, when Successor Landlord takes title to Shopping Center: (a) Successor Landlord shall not terminate or disturb Tenant's possession of the Premises under the Lease, except in strict accordance with the terms of the Lease and this Agreement; (b) Successor Landlord shall be bound to Tenant under all the terms and conditions of the Lease (except as provided in this Agreement); (c) Tenant shall recognize and attorn to Successor Landlord as Tenant's direct landlord under the Lease as affected by this Agreement; and (d) the Lease shall continue in full force and effect as a direct lease, in accordance with its terms (except as provided in this Agreement), between Successor Landlord and Tenant. Subject to the terms of the Lease, Tenant agrees to continue making payments of Rents and other amounts owed by Tenant under the Lease to the Landlord and to otherwise recognize the rights of Landlord under the Lease until notified otherwise in writing by Lender (as provided in the Mortgage), and after receipt of such notice the Tenant agrees thereafter to make all such payments to Lender, without any further inquiry on the part of the Tenant. Landlord agrees that Tenant may rely upon such notice and upon Tenant's receipt thereof, Landlord consents to Tenant making such payments directly to Lender, all such amounts being deemed paid in satisfaction of Tenant's corresponding obligations under the Lease.

3.3 Further Documentation. The provisions of this Article 3 shall be effective and self-operative without any need for Successor Landlord or Tenant to execute any further documents. Tenant and Successor Landlord shall, however, confirm the provisions of this Article 3 in writing upon the written request by either of them.

4. Protection of Successor Landlord. Notwithstanding anything to the contrary in the Lease or the Mortgage, Successor Landlord shall not be liable for or bound by any of the following matters:

4.1 Claims Against Former Landlord. Any Offset Right that Tenant may have against any Former Landlord relating to any event or occurrence before the date of attornment, including any claim for damages of any kind whatsoever as the result of any breach by Former Landlord that occurred before the date of attornment; provided, however, the foregoing shall not limit or preclude either: (a) Tenant's right to exercise against Successor Landlord any Offset Right otherwise available to Tenant because of: (i) breaches, defaults or events which first occurred before the date of attornment but are of a continuing nature, or (ii) breaches, defaults or events occurring after the date of attornment; or (b) Successor Landlord's obligation to correct any conditions that existed as of the date of attornment and violate Successor Landlord's obligations as landlord under the Lease.

4.2 Prepayments. Any payment of Rent that Tenant may have made to Former Landlord more than thirty (30) days before the date such Rent was first due and payable under the Lease with respect to any period after the date of attornment other than, and only to the extent that, the Lease expressly required such a prepayment.

4.3 Payment. Any obligation: (a) to pay Tenant any sum(s) that any Former Landlord owed to Tenant; or (b) to restore improvements following a casualty not required to be insured against under the Lease. This paragraph is not intended to apply to the following Landlord obligations, all of which Successor Landlord shall be liable for or bound to perform: (i) performing the Landlord's Work, including without limitation construction of the Shopping

Center, improvements to the Premises and expansions thereof as contemplated by the Lease; (ii) making any payment to Tenant that constitutes a construction or other type of allowance under the Lease; (iii) reconstructing or repairing the Shopping Center, including the Premises, following fire, casualty or condemnation; (iv) performing day-to-day maintenance, repairs and replacements of the Common Areas; (v) repayment of any security deposit paid by Tenant to Landlord, if any; and (vi) repayment of any overpayment of Real Estate Taxes, Common Area Expenses or Insurance Charges.

4.4 **Modification, Amendment** Any modification or amendment of the Lease made without Lender's written consent (such consent not to be unreasonably withheld, delayed or conditioned), which shall be deemed given by Lender if Lender fails to object to the same within five (5) business days following the date on which Lender receives from Landlord or Tenant a written request for such consent.

5. **Exculpation of Successor Landlord** Notwithstanding anything to the contrary in this Agreement or the Lease, upon any attornment pursuant to this Agreement, the Lease shall be deemed to have been automatically amended to provide that Successor Landlord's obligations and liability under the Lease shall never extend beyond (i) Successor Landlord's (or its successors' or assigns') interest, if any, in the Shopping Center and the rents and revenues deriving therefrom, including without limitation insurance and condemnation proceeds, (ii) Successor Landlord's interest in the Lease, (iii) and the proceeds from any sale, lease or other disposition of the Shopping Center (or any portion thereof) by Successor Landlord (collectively, "**Successor Landlord's Interest**"). Tenant shall look exclusively to Successor Landlord's Interest (or that of its successors and assigns) for payment or discharge of any obligations of Successor Landlord under the Lease as affected by this Agreement. If Tenant obtains any money judgment against Successor Landlord with respect to the Lease or the relationship between Successor Landlord and Tenant, then Tenant shall look solely to Successor Landlord's Interest (or that of its successors and assigns) to collect such judgment. Tenant shall not collect or attempt to collect any such judgment out of any other assets of Successor Landlord.

Notwithstanding any provision of the Lease, this Agreement or any other agreement between Landlord and Lender to the contrary, Lender, for itself and any Successor Landlord, hereby waives any and all contractual, statutory and common law lien rights which Lender or any Successor Landlord may have, if any, (whether directly or derivatively) relating to Tenant's personal property, including without limitation Tenant's inventory, trade fixtures, furnishings, furniture, equipment, machinery, and other personal property located at the Premises. Landlord agrees to execute such written waiver and release of liens with respect to said items as Tenant may reasonably require.

6. **Lender's Right to Cure** Notwithstanding anything to the contrary in the Lease or this Agreement, before exercising any Termination Right:

6.1 **Notice to Lender** Tenant shall provide Lender with written notice of the breach or default by Landlord giving rise to a Termination Right (the "**Default Notice**") and, thereafter, the opportunity to cure such breach or default as provided for below.

6.2 **Lender's Cure Period** After Lender receives a Default Notice, Lender shall have a period of thirty (30) days in which to cure the breach or default by Landlord. Lender shall have no obligation to cure (and shall have no liability or obligation for not curing) any breach or default

by Landlord, except to the extent that Lender agrees or undertakes otherwise in writing. In addition, as to any breach or default by Landlord the cure of which requires possession and control of the Shopping Center, provided only that Lender agrees by written notice to Tenant within thirty (30) days after receipt of the Default Notice to exercise reasonable efforts to cure or cause to be cured by a receiver such breach or default within the period permitted by this paragraph, Lender's cure period shall continue for such additional time (the "**Extended Cure Period**") as Lender may reasonably require (but in no event more than thirty (30) additional days) to either: (a) obtain possession and control of the Shopping Center and thereafter cure the breach or default with reasonable diligence and continuity; or (b) obtain the appointment of a receiver and give such receiver a reasonable period of time in which to cure the default.

7. **Miscellaneous.**

7.1 **Notices.** Any notice or request given or demand made under this Agreement by one party to the other shall be in writing, and shall be given or be served by hand delivered personal service, or by depositing the same with a nationally recognized overnight courier service or by deposit in the United States mail, postpaid, certified mail, and addressed to the party to be notified, with return receipt requested. Notice deposited in the mail in the manner hereinabove described shall be effective upon receipt; however, delivery by overnight courier service shall be deemed effective on the next succeeding business day after it is so deposited. For purposes of notice, the addresses of the parties shall, until changed as herein provided, be as follows:

If to Lender, at:

MOUNTAIN WEST REIT, LLC
404 N 300 W
Salt Lake City, UT 84103
Attn: Andrew Menlove

If to Landlord, at:

FSP7 Heber, LLC
7070 Union Park Ave, Suite 300
Midvale, UT 84047
Attn: James Balderson

JPK Canyon Center, LLC
as Managing Co-Tenant
1 Broadcast Way
Cadillac, MI 49601

If to the Tenant, at:

Mattress Firm, Inc. (Store #770002)
3250 Briarpark Dr., Suite 400
Houston, Texas 77042
Attention: Real Estate Department

7.2 **Successors and Assigns.** This Agreement shall bind and benefit the parties, their successors and assigns, any Successor Landlord, and its successors and assigns. If Lender assigns the Mortgage, then upon delivery to Tenant of written notice thereof accompanied by the assignee's written assumption of all obligations under this Agreement, all liability of the assignor shall terminate.

7.3 **Entire Agreement.** This Agreement constitutes the entire agreement between Lender, Landlord and Tenant regarding the subordination of the Lease to the Mortgage and the rights and obligations of Tenant, Landlord and Lender as to the subject matter of this Agreement.

7.4 **Interaction with Lease and with Mortgage.** If this Agreement conflicts with the Lease, then this Agreement shall govern as between the Landlord and Tenant and between the parties and any Successor Landlord, including upon any attornment pursuant to this Agreement. This Agreement supersedes, and constitutes full compliance with, any provisions in the Lease that provide for subordination of the Lease to, or for delivery of non-disturbance agreements by the holder of, the Mortgage. Lender confirms that Lender has consented to Landlord's entering into the Lease.

7.5 **Interpretation; Governing Law.** This Agreement shall be construed in accordance with the laws of the State of Utah. Any action brought to enforce or interpret this Agreement shall be brought in the court of appropriate jurisdiction in Utah. Should any provision of this Agreement require judicial interpretation, it is agreed that the court interpreting or considering same shall not apply the presumption that the terms hereof shall be more strictly construed against a party by reason of the rule or conclusion that a document should be construed more strictly against the party who itself or through its agent prepared the same. It is agreed and stipulated that all parties hereto have participated equally in the preparation of this Agreement and that legal counsel was consulted by each responsible party before the execution of this Agreement.

7.6 **Amendments.** This Agreement may be amended, discharged or terminated, or any of its provisions waived, only by a written instrument executed by the party to be charged.

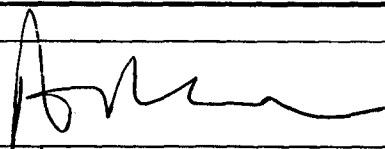
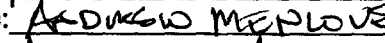
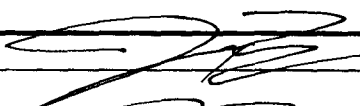


7.7 **Due Authorization.** Tenant represents to Lender and Landlord that it has full authority to enter into this Agreement, which has been duly authorized by all necessary actions. Lender represents to Tenant and Landlord that it has full authority to enter into this Agreement, which has been duly authorized by all necessary actions. Landlord represents to Tenant and Lender that it has full authority to enter into this Agreement, which has been duly authorized by all necessary actions.

7.8 **Waiver.** The failure of any party hereto in any one or more instances to insist upon the strict performance of any one or more of the agreements, terms, covenants, conditions or obligations of this Agreement, or to exercise any right, remedy or election herein contained, shall not be construed as a waiver or relinquishment of the right to insist upon such performance or exercise in the future, and such right shall continue and remain in full force and effect with respect to any subsequent breach, act or omission.

7.9 **Execution.** This Agreement may be executed in any number of counterparts, each of which shall be deemed an original and all of which together shall constitute one and the same instrument.

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IN WITNESS WHEREOF, and intending to be legally bound hereby, the parties hereto have caused this Agreement to be executed by their duly authorized representatives as of the day and year first above written.

| | |
|--|--|
| | <p>LENDER: MOUNTAIN WEST REIT, LLC</p> <p>By: </p> <p>By: </p> <p>Name: <u>ANDREW MEPLove</u></p> <p>Title: <u>AUTHORIZED AGENT</u></p> |
| | <p>LANDLORD: FSP7 HEBER, LLC, a Utah limited liability company</p> <p>By: </p> <p>By: </p> <p>Name: <u>Jim Balderson</u></p> <p>Title: <u>Manager</u></p> |
| | <p>TENANT: MATTRESS FIRM, INC., a Delaware corporation</p> <p>By: </p> <p>Name: Kindel Nuno</p> <p>Title: EVP Legal & General Counsel</p> |

IN WITNESS WHEREOF, and intending to be legally bound hereby, the parties hereto have caused this Agreement to be executed by their duly authorized representatives as of the day and year first above written.

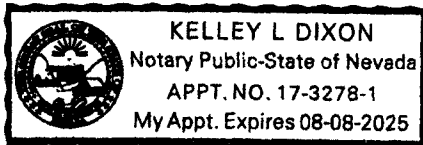
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| | <p>LENDER: MOUNTAIN WEST REIT, LLC</p> <p>By: _____</p> <p>By: _____</p> <p>Name: _____</p> <p>Title: _____</p> |
| | <p>LANDLORD: FSP7 HEBER, LLC, a Utah limited liability company</p> <p>By: </p> <p>By: </p> <p>Name: <u>Jim Bakerson</u></p> <p>Title: <u>manager</u></p> |
| | <p>TENANT: MATTRESS FIRM, INC., a Delaware corporation</p> <p>By: </p> <p>Name: Kindel Nuno</p> <p>Title: EVP Legal & General Counsel</p> |

Acknowledgment of Lender

STATE OF Nevada)
 COUNTY OF Clark) §

On this 8th day of May, 2024 before me, the undersigned Notary Public in and for said County and State, personally appeared Andrew Menlove, as Authorized Agent of Maintain West Reit, LLC Company, who executed the foregoing instrument on behalf of said Company for the purposes therein expressed. He/She is either (☒) personally known to me or () has produced NA as identification, and (☒) did or () did not take an oath. In witness whereof, I have hereunto set my hand and official seal the day and year last above written.

(SEAL)



Notary Public Signature: [Signature]
 Printed/Typed Name: Kelley L Dixon
 My Commission Expires: 8/8/2025
 Commission Number: 17-3278-1

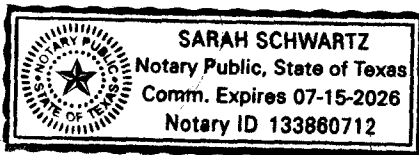
Acknowledgment of Tenant

STATE OF TEXAS)

COUNTY OF HARRIS) §

On this 3rd day of May, 2024, before me, the undersigned Notary Public in and for said County and State, personally appeared Kindel Nuno, as EVP Legal + GC of MATTRESS FIRM, INC., a Delaware corporation, who executed the foregoing instrument on behalf of said corporation for the purposes therein expressed. He/She is either ☒ personally known to me or () has produced _____ as identification, and () did or () did not take an oath. In witness whereof, I have hereunto set my hand and official seal the day and year last above written.

(SEAL)



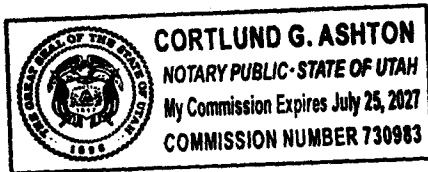
Notary Public Signature
 Printed/Typed Name: Sarah Schwartz
 My Commission Expires: 07-15-2026
 Commission Number: 133860712

Acknowledgment of Landlord

STATE OF UTAH)
COUNTY OF SALT LAKE) §

On this 10 day of MAY, 2024, before me, the undersigned Notary Public in and for said County and State, personally appeared DIM BALDERSON, as MANAGER of P3 P7 HEBER LLC who executed the foregoing instrument on behalf of said for the purposes therein expressed. He/She is either (☒) personally known to me or () has produced _____ as identification, and () did or (☒) did not take an oath. In witness whereof, I have hereunto set my hand and official seal the day and year last above written.

(SEAL)



Cortlund G. Ashton
Notary Public Signature
Printed/Typed Name: CORTLUND G. ASHTON
My Commission Expires: 7/25/27
Commission Number: 730983

Exhibit "A" to Non-Disturbance Agreement

(Legal Description of Shopping Center)

The Land referred to herein below is situated in the County of Wasatch, State of Utah, and is described as follows:

Beginning at an existing fence corner lying North 89°54'13" East 948.29 feet along the Section line and North 338.90 feet from the Wasatch County Survey Monument for the Southwest corner of Section 5, Township 4 South, Range 5 East, Salt Lake Base and Meridian (Basis of Bearing: Utah State Plane Coordinate System 1983 Central Zone); and running thence North 89°52'59" West 632.52 feet along an existing fence line to a point on the Easterly right-of-way line of U.S. Highway 40; thence along said Easterly right of way line along a non-tangent 1738.16 foot radius curve to the right 175.40 feet (Chord bears North 04°41'00" West 175.32 feet); thence North 9.66 feet along said Easterly right of way line; thence North 89°49'25" East 310.05 feet along an existing fence line; thence North 89°57'57" East 338.34 feet along an existing fence line; thence South 00°28'36" West 186.85 feet along an existing fence line to the point of beginning.

Less and excepting:

All of Lot 3, One Stop Subdivision-Lot 3 Amended, as described in the official plat on file and of record in the office of the Wasatch County Recorder, State of Utah.

Parcel 1A

Cross Access Easement for pedestrian and vehicular traffic as more particularly defined in that certain Cross Access Easement Agreement recorded May 22, 2022 as Entry No. 518947 in Book 1407 at Page 1225 of official records.