

(g) That it shall provide all equipment, furnishings, supplies, facilities, services and personnel required for the proper operation, management, repair and maintenance of the Facilities in an economical and efficient manner, consistent with standards of operation and administration generally acceptable for metals service centers of comparable size and scope of operations; and

(h) That it shall at all times keep and maintain or cause to be kept and maintained an accurate and current inventory of all equipment, machinery, furnishings and other personal property having an acquisition cost in excess of \$1,000 which is included in the Facilities, which inventory, in the case of fixed equipment and machinery and other personal property shall evidence the item's description and identification number, the item's serial number, if any, and the item's acquisition cost. The said inventory shall be kept at an identified location at the Facilities, shall be open to inspection by Issuer, Trustee and Agent, and/or their authorized representatives or agents at all reasonable times, and a copy of which, certified prior to the 31st day of December of each year during the term of this Mortgage, shall be furnished to Issuer, Trustee and Agent. Company shall take all necessary and appropriate steps to maintain a perfected senior security interest in all the personal property included in the Encumbered Assets, in favor of Issuer, Trustee, as assignee, and Agent, and to such end and purpose shall (i) whenever Company shall acquire an item of personal property to be located in and used in connection with the Facilities having an acquisition cost in excess of \$1,000 deliver to Trustee and Agent, within thirty (30) days of such acquisition, U.C.C. security interest financing statements subjecting such item of personal property to the security interest of this Mortgage, and (ii) deliver to Trustee and Agent from time to time and not less than ninety (90) days prior to the filing deadline therefor, U.C.C. continuation statements as shall be required under then present law to continue the senior security interest status of all personal property then subject to the security interest of this Mortgage.

(10) Covenants Regarding Insurance. Company further covenants (i) that it will cause all improvements now or hereafter existing in or constituting part of the Facilities to be insured against such risks as are customarily insured against in connection with the operation of facilities of a type, use and size comparable to and in the same general area as the Facilities at the present time and in the future, and (ii) that it will carry and maintain or cause to be carried and maintained, and pay, or cause to be paid, the premiums for at least the following insurance in the manner hereinafter provided: