STANDARD SUBLEASE MULTI-TENANT PROPERTY

- 1. Basic Provisions ("Basic Provisions").
 - 1.1 Parties: This Sublease ("Sublease"), dated for reference purposes only 12/19/2019, is made between A Basq Kitchen LLC ("Sublessor") and Myrtle Avenue Hospitality Inc., dba The Front Porch ("Sublessee"), (collectively the "Parties", or individually a "Party").
 - 1.2(a) **Premises**: That certain portion of the Project (as defined below), commonly known as <u>A Basq Kitchen</u>. Sublessee will occupy <u>136 N. International Boardwalk</u> ("**Premises**"). The Premises are located in the County of Los Angeles and consist of approximately <u>1.000 square feet</u>. In addition to Sublessee's rights to use and occupy <u>1.000 square feet</u> of the Premises as hereinafter specified, Sublessee shall have nonexclusive rights to the Common Areas as hereinafter specified, but shall not have any rights to the roof, the exterior walls, or the utility raceways of the building containing the Premises ("**Building**") or to any other buildings in the Project. The Premises, the Building, the Common Areas, the land upon which they are located, along with all other buildings and improvements thereon, are herein collectively referred to as the "**Project**."
 - 1.2(b) **Parking**: Unreserved vehicle parking spaces at \$10 per parking pass per month for Monday-Friday access, a monthly cost of \$35 per month for a seven-day pass.
 - 1.3 Term: 1 month. Commencing upon execution by all Parties ("Commencement Date") and May 4, 2020. ("Expiration Date"), month-to-month thereafter per Article 6.
 - 1.4 Base Rent: \$1,820.00 per month ("Base Rent"), per the existing lease payments, payable on the 1st day of each month commencing upon execution by all Parties.
 - 1.5 Base Rent and Other Monies Paid Upon Execution:
 - (a) Base Rent: \$1.820.00
 - (b) Percentage Rent: 10%
 - (c) Security Deposit: Not Applicable ("Security Deposit").
 - (c) Other: CAM + AD and Promo
- 1.6 **Agreed Use**: The Premises shall be used and occupied only for <u>a restaurant serving beer and wine</u> and for no other purposes.
- 1.7 **Guarantor**. The obligations of the original Lease remains guaranteed by <u>Bernard Ibarra</u> ("**Guarantor**"). Sublease is guaranteed by <u>Tom Dunbabin</u>.
- 1.8 Attachments. Attached hereto are the following, all of which constitute a part of this Sublease:

an Addendum consisting of Paragraphs not applicable through not applicable;
a plot plan depicting the Premises and/or Project;
a current set of the Rules and Regulations;
a Work Letter



	a copy of the Master Lease and any and all amendments to such lease (collectively the "Master Lease");
	other (specify):
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2. Premises.

- 2.1 Letting. Sublessor hereby subleases to Sublessee, and Sublessee hereby subleases from Sublessor, the Premises, for the term, at the rental, and upon all of the terms, covenants and conditions set forth in this Sublease. While the approximate square footage of the Premises may have been used in the marketing of the Premises for purposes of comparison, the Base Rent stated herein is NOT tied to square footage and is not subject to adjustment should the actual size be determined to be different. Note: Sublessee is advised to verify the actual size prior to executing this Sublease.
- 2.2 Compliance. Sublessor warrants that any improvements, alterations or utility installations made or installed by or on behalf of Sublessor to or on the Premises comply with all applicable covenants or restrictions of record and applicable building codes, regulations and ordinances ("Applicable Requirements") in effect on the date that they were made or installed. Sublessor makes no warranty as to the use to which Sublessee will put the Premises or to modifications which may be required by the Americans with Disabilities Act or any similar laws as a result of Sublessee's use. NOTE: Sublessee is responsible for determining whether or not the zoning and other Applicable Requirements are appropriate for Sublessee's intended use, and acknowledges that past uses of the Premises may no longer be allowed. If the Premises do not comply with said warranty, Sublessor shall, except as otherwise provided, promptly alter receipt of written notice from Sublessee setting forth with specificity the nature and extent of such noncompliance, rectify the same.
- 2.3 Acknowledgements. Sublessee acknowledges that: (a) it has been given an opportunity to inspect and measure the Premises, (b) it has been advised by Sublessor and/or Brokers to satisfy itself with respect to the condition of the Premises (including but not limited to the electrical, HVAC and fire sprinkler systems, security, environmental aspects, and compliance with Applicable Requirements and the Americans with Disabilities Act), and their suitability for Sublessee's intended use, (c) Sublessee has made such investigation as it deems necessary with reference to such manners and assumes all responsibility therefor as the same relate to its occupancy of the Premises, (d) it is not relying on any representation as to the size of the Premises made by Brokers or Sublessor, (e) the square footage of the Premises was not material to Sublessee's decision to sublease the Premises and pay the Rent stated herein, and (f) neither Sublessor, Sublessor's agents, nor Brokers have made any oral or written representations or warranties with respect to said manners other than as set forth in this Sublease. In addition, Sublessor acknowledges that: (i) Brokers have made no representations, promises or warranties concerning Sublessee's ability to honor the Sublease or suitability to occupy the Premises, and (ii) it is Sublessor's sole responsibility to investigate the financial capability and/or suitability of all proposed tenants.
- 2.4 **Vehicle Parking**. Sublessee shall be entitled to use the number of Unreserved Parking Spaces specified in Paragraph 1.2(b) on those portions of the Common Areas designated from time to time for parking.



- 3. Rent and Other Charges.
- 3.1 **Rent Defined**. All monetary obligations of Sublessee to Sublessor under the terms of this Sublease (except for the Security Deposit) are deemed to be rent ("**Rent**"). Rent shall be payable in lawful money of the United States to Sublessor at the address stated herein or to such other persons or at such other places as Sublessor may designate in writing.
- 3.2 **Common Area Operating Expenses**. Sublessee shall pay to Sublessor during the term hereof, in addition to the Base Rent, Sublessee's Share of all Common Area Operating Expenses.
- 4. Security Deposit. Not Applicable.
- 5. Master Lease.
- 5.1 Sublessor is the lessee of the Premises by virtue of the "Master Lease", <u>The City of Redondo Beach</u> is the lessor, hereinafter the "Master Lessor".
- 5.2 This Sublease is and shall be at all times subject and subordinate to the Master Lease.
- 5.3 The terms, conditions and respective obligations of Sublessor and Sublessee to each other under this Sublease shall be the terms and conditions of the Master Lease except for those provisions of the Master Lease which are directly contradicted by this Sublease in which event the terms of this Sublease document shall control over the Master Lease. Therefore, for the purposes of this Sublease, wherever in the Master Lease the word "Lessor" is used it shall be deemed to mean the Sublessor herein and wherever in the Master Lease the word "Lessee" is used it shall be deemed to mean the Sublessee herein.
- 5.4 During the term of this Sublease and for all periods subsequent for obligations which have arisen prior to the termination of this Sublease, Sublessee does hereby expressly assume and agree to perform and comply with, for the benefit of Sublessor and Master Lessor, each and every obligation of Sublessor under the Master Lease except for the following paragraphs which are excluded therefrom: Not Applicable.
- 5.5 The obligations that Sublessee has assumed under paragraph 5.4 hereof are hereinafter referred to as the "Sublessee's Assumed Obligations". The obligations that sublessee has not assumed under paragraph 5.4 hereof are hereinafter referred to as the "Sublessor's Remaining Obligations".
- 5.6 Sublessee shall hold Sublessor free and harmless from all liability, judgments, costs, damages, claims or demands, including reasonable attorney's fees, arising out of Sublessee's failure to comply with or perform Sublessee's Assumed Obligations.
- 5.7 Sublessor agrees to maintain the Master Lease during the entire term of this Sublease, subject, however, to any earlier termination of the Master Lease without the fault of the Sublessor, and to comply with or perform Sublessor's Remaining Obligations and to hold Sublessee free and harmless from all liability, judgments, costs, damages, claims or demands arising out of Sublessor's failure to comply with or perform Sublessor's Remaining Obligations.
- 5.8 Sublessor represents to Sublessee that the Master Lease is in full force and effect and that no default exists on the part of any Party to the Master Lease.

6. Assignment of Sublease and Default.

- 6.1 Sublessor hereby assigns and transfers to Master Lessor the Sublessor's interest in this Sublease, subject however to the provisions of Paragraph 7.2 hereof.
- 6.2 Master Lessor, by executing this document, agrees that until a Default shall occur in the performance of Sublessor's Obligations under the Master Lease, that Sublessor may receive, collect and enjoy the Rent accruing under this Sublease. However, if Sublessor shall Default in the performance of its obligations to Master Lessor then Master Lessor may, at its option, receive and collect, directly from Sublessee, all Rent owing and to be owed under this Sublease. Master Lessor shall not, by reason of this assignment of the Sublease nor by reason of the collection of the Rent from the Sublessee, be deemed liable to Sublessee for any failure of the Sublessor to perform and comply with Sublessor's Remaining Obligations.
- 6.3 Sublessor hereby irrevocably authorizes and directs Sublessee upon receipt of any written notice from the Master Lessor stating that a Default exists in the performance of Sublessor's obligations under the Master Lesse, to pay to Master Lessor the Rent due and to become due under the Sublesse. Sublessor agrees that Sublessee shall have the right to rely upon any such statement and request from Master Lessor, and that Sublessee shall pay such Rent to Master Lessor without any obligation or right to inquire as to whether such Default exists and notwithstanding any notice from or claim from Sublessor to the contrary and Sublessor shall have no right or claim against Sublessee for any such Rent so paid by Sublessee.
- 6.4 No changes or modifications shall be made to this Sublease without the consent of Master Lessor.

7. Consent of Master Lesson

- 7.1 In the event that the Master Lease requires that Sublessor obtain the consent of Master Lessor to any subletting by Sublessor then, this Sublease shall not be effective unless, Master Lessor signs this Sublease thereby giving its consent to this Subletting.
- 7.2 In the event that the obligations of the Sublessor under the Master Lease have been guaranteed by third parties, then neither this Sublease, nor the Master Lessor's consent, shall be effective unless, said guarantors sign this Sublease thereby giving their consent to this Sublease.
- 7.3 In the event that Master Lessor does give such consent then:
- (a) Such consent shall not release Sublessor of its obligations or alter the primary liability of Sublessor to pay the Rent and perform and comply with all of the obligations of Sublessor to be performed under the Master Lease.
- (b) The acceptance of Rent by Master Lessor from Sublessee or anyone else liable under the Master Lease shall not be deemed a waiver by Master Lessor of any provisions of the Master Lease.
- (c) The consent to this Sublease shall not constitute a consent to any subsequent subletting or assignment.
- (d) In the event of any Default of Sublessor under the Master Lease, Master Lessor may proceed directly against Sublessor, any guarantors or anyone else liable under the Master Lease or this Sublease without first exhausting Master Lessor's remedies against any other person or entity liable thereon to Master Lessor.
- (e) Master Lessor may consent to subsequent sublettings and assignments of the Master Lease or this Sublease or any amendments or modifications thereto without notifying Sublessor or anyone else liable under the Master Lease and without obtaining their consent and such action shall not relieve such persons from liability.



- (f) In the event that Sublessor shall Default in its obligations under the Master Lease, then Master Lessor, at its option and without being obligated to do so, may require Sublessee to attorn to Master Lessor in which event Master Lessor shall undertake the obligations of Sublessor under this Sublease from the time of the exercise of said option to termination of this Sublease but Master Lessor shall not be liable for any prepaid Rent nor any Security Deposit paid by Sublessee, nor shall Master Lessor be liable for any other Defaults of the Sublessor under the Sublease.
- 7.4 The signatures of the Master Lessor and any Guarantors of Sublessor at the end of this document shall constitute their consent to the terms of this Sublease.
- 7.5 Master Lessor acknowledges that, to the best of Master Lessor's knowledge, no Default presently exists under the Master Lease of obligations to be performed by Sublessor and that the Master Lease is in full force and effect.
- 7.6 In the event that Sublessor Defaults under its obligations to be performed under the Master Lease by Sublessor, Master Lessor agrees to deliver to Sublessee a copy of any such notice of default. Sublessee shall have the right to cure any Default of Sublessor described in any notice of default if Sublessee does so within the same number of days set forth in the notice of default given to Sublessor. If such Default is cured by Sublessee, then Sublessee shall have the right of reimbursement and offset from and against Sublessor.
- 8. **No Prior or Other Agreements; Broker Disclaimer.** This Sublease contains all agreements between the Parties with respect to any matter mentioned herein, and no other prior or contemporaneous agreement or understanding shall be effective.
- 9 Accessibility; Americans with Disabilities Act.
- (a) The Premises:

Have not undergone an inspection by a Certified Access Specialist (CASp). Note: A Certified Access Specialist (CASp) can inspect the subject premises and determine whether the subject premises comply with all of the applicable construction related accessibility standards under state law. Although state law does not require a CASp inspection of the subject premises, the commercial property owner or lessor may not prohibit the lessee or tenant from obtaining a CASp inspection of the subject premises for the occupancy or potential occupancy of the lessee or tenant, if requested by the lessee or tenant. The parties shall mutually agree on the arrangements for the time and manner of the CASp inspection, the payment of the fee for the CASp inspection, and the cost of making any repairs necessary to correct violations of construction related accessibility standards within the premises.

have undergone an inspection by a Certified Access Specialist (CASp) and it was determined that the Premises met all applicable construction-related accessibility standards pursuant to California Civil Code §55.51 et seq. Lessee acknowledges that it received a copy of the inspection report at least 48 hours prior to executing this Lease and agrees to keep such report confidential.

have undergone an inspection by a Certified Access Specialist (CASp) and it was determined that the Premises did not meet all applicable construction related accessibility standards pursuant to California Civil Code §55.51 et seq. Lessee acknowledges that it received a copy of the inspection report at least 48 hours prior to executing this Lease and agrees to keep such report confidential except as necessary to complete repairs and corrections of violations of construction related accessibility standards.

In the event that the Premises have been issued an inspection report by a CASp the Lessor shall provide a copy of the disability access inspection certificate to Lessee within 7 days of the execution of this Lease.

INITIALS

(b) Since compliance with the Americans with Disabilities Act (ADA) or other state and local accessibility statutes are dependent upon Lessee's specific use of the Premises, Lessor makes no warranty or representation as to whether or not the Premises comply with ADA or any similar legislation. In the event that Lessee's use of the Premises requires modifications or additions to the Premises in order to be in compliance with ADA or other accessibility statutes, Lessee agrees to make any such necessary modifications and/or additions at Lessee's expense.



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IN WITNESS WHEREOF, the Landlord, the Sublessor, and the Sublessee hereto have executed this Memorandum of Sublease in Redondo Beach, California as of this 6 day of Move by 2020

SUBLESSOR

A BASQ KITCHEN LLC

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Name: SERNARD IBARRA

Title: OWNER

SUBLESSEE

MYRTLE AVENUE HOSPITALITY INC., DBA THE FRONT PORCH

Rv.

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CALIFORNIA ALL-PURPOSE ACKNOWLEDGMENT

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A notary public or other officer completing this certificate document to which this certificate is attached, and not the	ate verifies only the identity of the individual who signed the ne truthfulness, accuracy, or validity of that document.
State of California)	
County of Los Angeles)	
On 3 6 2020 before me,	Sandra Ferrer , Notary Public Here Insert Name and Title of the Officer
Date Division	abin —
personally appeared 10m June	Name(s) of Signer(s)
subscribed to the within instrument and acknowle his/her/their authorized capacity(ies), and that by his or the entity upon behalf of which the person(s) active the entity upon behalf of which the person(s) active the entity upon behalf of which the person(s) active the entity upon behalf of which the person(s) active the entity upon behalf of which the person(s) active the entity upon behalf of which the person(s) active the entity upon behalf of which the person(s) active the entity upon behalf of which the person(s) active the entity upon behalf of which the person(s) active the entity upon behalf of which the person(s) active the entity upon behalf of which the person(s) active the entity upon behalf of which the person(s) active the entity upon behalf of which the person(s) active the entity upon behalf of which the person the entity upon behalf of which the enti	evidence to be the person(s) whose name(s) is/are edged to me that he/she/they executed the same in s/her/their signature(s) on the instrument the person(s), ted, executed the instrument. I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct. WITNESS my hand and official seal. Signature Signature of Notary Public
Place Notary Seal Above	
Though this section is optional, completing this i	TIONAL information can deter alteration of the document or form to an unintended document.
Description of Attached Document Title or Type of Document: Standard Sulphumber of Pages: Signer(s) Other Than	blast Multi Tenant Property Named Above:
Capacity(ies) Claimed by Signer(s) Signer's Name: ☐ Corporate Officer — Title(s): ☐ Partner — ☐ Limited ☐ General ☐ Individual ☐ ☐ Attorney in Fact ☐ Trustee ☐ Guardian or Conservator ☐ Other: ☐ Other: ☐ Signer Is Representing:	Signer's Name: Corporate Officer — Title(s): Partner — □ Limited □ General □ Individual □ Attorney in Fact □ Trustee □ Guardian or Conservator □ Other: Signer Is Representing:

Standard Sublease Multi-tenant Property

ACKNOWLEDGMENT

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.
State of California County of <u>Les Angeles</u>)
On February 17, 2020 before me, Julie Christing Doyle, Notary Public (insert name and title of the officer)
who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s)(s) are subscribed to the within instrument and acknowledged to me that he she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.
I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.
WITNESS my hand and official seal. JULIE CHRISTINE DOYLE Notary Public - California Los Angeles County Commission # 2274095 My Comm. Expires Jan 30, 2023
Signature (Seal)