

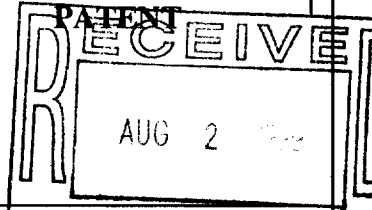
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08-04-1999



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PATENTS ONLY



TO: The Commissioner of Patents and Trademarks : Please record the attached original document(s) or copy(ies).

**Submission Type**

New

Resubmission (Non- Recordation)

Document ID # \_\_\_\_\_

Correction of PTO Error

Reel # \_\_\_\_\_ Frame # \_\_\_\_\_

Corrective Document

Reel # \_\_\_\_\_ Frame # \_\_\_\_\_

Attorney Docket No: 004315.G000

**Conveyance Type**

Assignment  Security Agreement

License  Change of Name

Merger  Other OPTION

*U.S. Government*  
(For Use ONLY by U.S. Government Agencies)

Departmental File  Secret File

**Conveying Party (ies)**  Mark if additional names of conveying parties attached

Name	Execution Date Month Day Year
Name (1st party) <u>Aura Systems, Inc.</u>	<u>07/15/99</u>
Name (2nd party) _____	_____
Name (3rd party) _____	_____
Name (4th party) _____	_____

**Receiving Party**  Mark if additional names of receiving parties attached

If document to be recorded is an assignment and the receiving party is not domiciled in the United States, an appointment of a domestic representative is attached. (Designation must be a separate document from Assignment.)

Name (line 1) Speaker Acquisition Sub, a Cayman Island Corporation

Name (line 2) \_\_\_\_\_

Address (line 1) The Offices of PwC Corporate Services (Cayman) Limited

Address (line 2) P. O. Box 219, First Home Tower, British American Centre

Address (line 3) Geroge Town, Grand Cayman Cayman Islands

City State/Country Zip Code

**Domestic Representative Name and Address** **Enter for the first Receiving Party only.**

(Complete only if receiving party is not domiciled in the United States)

Name \_\_\_\_\_

Address (line 1) \_\_\_\_\_

Address (line 2) \_\_\_\_\_

Address (line 3) \_\_\_\_\_

Address (line 4) \_\_\_\_\_

08/03/1999 DNGUYEN 00000372 5321762 **FOR OFFICE USE ONLY**

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**CONTINUATION OF  
RECORDATION FORM COVER SHEET**

**PATENT**

**Conveying Party (ies)**

Mark if additional names of conveying parties attached

*Enter additional Conveying Parties*

Execution Date  
Month Day Year  
7/15/99

Name Aura Systems, Inc.

Name \_\_\_\_\_

Name \_\_\_\_\_

Name \_\_\_\_\_

Name \_\_\_\_\_

Name \_\_\_\_\_

**Receiving Party (ies)**

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City State/Country Zip Code

Name (line 1) \_\_\_\_\_

Name (line 2) \_\_\_\_\_

Address (line 1) \_\_\_\_\_

Address (line 2) \_\_\_\_\_

Address (line 3) \_\_\_\_\_

City State/Country Zip Code

If document to be recorded is an assignment and the receiving party is not domiciled in the United States, an appointment of a domestic representative is attached. (Designation must be a separate document from Assignment.)

**Application Number(s) or Patent Number(s)**

Mark if additional numbers attached

*Enter either the Patent Application Number or the Patent Number (DO NOT ENTER BOTH numbers for the same property).*

Patent Application Number(s)	Patent Number(s)		
_____	5,624,155	4,584,439	5,727,076
_____	5,424,592	5,536,984	5,198,624
_____	5,652,801	5,598,625	D394,063
_____	5,127,060	5,604,815	D364,162
_____	5,736,808	5,249,237	5,446,797

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**CONTINUATION OF  
RECORDATION FORM COVER SHEET**

**PATENT**

**Conveying Party (ies)**

*Enter additional Conveying Parties*

Mark if additional names of conveying parties attached

Execution Date  
Month Day Year  
7/15/99

Name Aura Systems, Inc.

Name \_\_\_\_\_

Name \_\_\_\_\_

Name \_\_\_\_\_

Name \_\_\_\_\_

Name \_\_\_\_\_

**Receiving Party (ies)**

*Enter additional Receiving Party(ies)*

Mark if additional names of receiving parties attached

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Name (line 2) \_\_\_\_\_

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Name (line 2) \_\_\_\_\_

Address (line 1) \_\_\_\_\_

Address (line 2) \_\_\_\_\_

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**Application Number(s) or Patent Number(s)**

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*Enter either the Patent Application Number or the Patent Number (DO NOT ENTER BOTH numbers for the same property).*

**Patent Application Number(s)**

**Patent Number(s)**

\_\_\_\_\_  
\_\_\_\_\_  
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\_\_\_\_\_  
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5,570,429 D396,723  
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OPTION

This option is entered into effective as of July 15, 1999 (the "Effective Date") between Speaker Acquisition Sub, a Cayman Island corporation ("Algo Sub"), and a wholly-owned subsidiary of Algo Technology, Inc., a California corporation ("Algo"); and Aura Systems, Inc., a Delaware corporation ("Parent"), and its wholly-owned subsidiary AuraSound, Inc., also a Delaware corporation ("Seller").

(a) For a period of thirty-six months (36) months from the Effective Date, Parent hereby grants to Algo Sub the irrevocable option (the "Option") to acquire all right, title and interest to the US patents listed below (as well as any foreign counterparts or cases that claim priority from the US patents listed below):

5,321,762	5,539,262	5,786,741	5,230,021
D364,167	5,434,458	4,903,308	5,450,497
5,418,860	5,624,155	4,584,439	5,727,076
5,424,592	5,536,984	5,198,624	5,652,801
5,598,625	D394,063	5,127,060	5,604,815
D364,162	5,736,808	5,249,237	5,446,797
			5,570,429
			D396,723

(b) During the thirty-six month period following the Effective Date, Parent shall not license, exclusively, non-exclusively, or otherwise encumber in any manner, any of the above to any third party without the prior written consent of Algo Sub. Should Algo Sub fail to exercise the Option, nothing herein shall be construed to prevent Parent from subsequently licensing, on a non-exclusive basis, any invention covered by the above hereunder to any other for the purpose of practicing any such invention. In the event Algo Sub elects not to exercise the Option, Algo Sub's non-exclusive license shall continue on the terms set forth herein without modification.

SPEAKER ACQUISITION SUB

By: [Signature]  
Name: Raymond Yu  
Title: CEO

AURA SYSTEMS, INC.

By: [Signature]  
Name: ZVI KURTZMAN  
Title: CEO

ALGO TECHNOLOGY, INC.

By: [Signature]  
Name: Arthur Liu  
Title: CEO

AURASOUND, INC.

By: [Signature]  
Name: Steve Veer  
Title: CFO