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FORM PTO-1619A
Expires 06/30/99
OMB 0651-0027

12-10-1999

U.S. Patent & TMO/TM Mail Rpt Dt. #26

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RECORDATION FORM COVER SHEET 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 #

Conveyance Type

☐ Assignment ☒ Security Agreement

☐ License ☐ Change of Name

☐ Merger ☐ Other

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 (line 1) CUDACQUISITION CO., LLC

Name (line 2)

Execution Date
Month Day Year
11-22-99

Second Party

Name (line 1)

Name (line 2)

Execution Date
Month Day Year

Receiving Party☐ Mark if additional names of receiving parties attached

Name (line 1) COMMERCE BANK, N A

Name (line 2)

Address (line 1) 2005 MARKET STREET

Address (line 2)

Address (line 3) PHILADELPHIA PA 19103

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.)

Domestic Representative Name and Address

Enter for the first Receiving Party only.

Name

Address (line 1)

Address (line 2)

Address (line 3)

Address (line 4)

01/04/2000 DCOATES 00000172 4976528

FOR OFFICE USE ONLY

01 FD:581

80.00 DP

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Mail documents to be recorded with required cover sheet(s) information to:
Commissioner of Patents and Trademarks, Box Assignments, Washington, D.C. 20231

PATENT
REEL: 010461 FRAME: 0661

Correspondent Name and Address

Area Code and Telephone Number 800-833-9848

Name TONYA CHAPPLE

Address (line 1) C/O CSC

Address (line 2) 80 STATE STREET

Address (line 3) ALBANY, NEW YORK 12207

Address (line 4)

Pages

Enter the total number of pages of the attached conveyance document
including any attachments.

14

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)

4,976,528	4,923,272	

If this document is being filed together with a new Patent Application, enter the date the patent application was
signed by the first named executing inventor.

Month Day Year

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Patent Cooperation Treaty (PCT)

Enter PCT application number

only if a U.S. Application Number
has not been assigned.

PCT		PCT		PCT	
PCT		PCT		PCT	

Number of Properties

Enter the total number of properties involved.

2

Fee Amount

Fee Amount for Properties Listed (37 CFR 3.41): \$ 80.00

Method of Payment:

Deposit Account

(Enter for payment by deposit account or if additional fees can be charged to the account.)

Enclosed ☒Deposit Account ☐

Deposit Account Number:

#

Authorization to charge additional fees:

Yes ☐No ☐

Statement and Signature

*To the best of my knowledge and belief, the foregoing information is true and correct and any
attached copy is a true copy of the original document. Charges to deposit account are authorized, as
indicated herein.*

TONYA CHAPPLE

Name of Person Signing



Signature

12-7-99

Date

PATENT SECURITY AGREEMENT

This Patent Security Agreement ("Agreement") is made as of the 22nd day of November, 1999, by Cuda Acquisition Co., LLC ("Debtor"), having a mailing address at 6000 Powers Avenue, Jacksonville, FL 32217 and delivered to Commerce Bank, N.A., a national banking association ("Lender") with an address at 2005 Market Street, Philadelphia, PA 19103.

BACKGROUND

A. This Agreement is being executed contemporaneously with that certain Loan and Security Agreement of even date herewith between Debtor and Lender (as it may hereafter be supplemented, restated, amended, superseded or replaced from time to time, the "Loan Agreement"), under which Debtor is granting Lender a lien on and security interest in certain assets of Debtor associated with or relating to products leased or sold under Debtor's patents and the goodwill associated therewith, and under which Lender is entitled to foreclose or otherwise deal with such assets and patents under the terms and conditions set forth therein. Capitalized terms not defined herein shall have the meanings given to such terms in the Loan Agreement.

B. Debtor has adopted, used and is using (or has filed applications for the registration of) the patents, patent rights and patent applications listed on Schedule "A" attached hereto and made part hereof (all such patents, patent rights and patent applications hereinafter referred to as the "Patents").

C. Pursuant to the Loan Agreement, Lender is acquiring a lien on, and security interest in, the Patents and the registration thereof, together with all the goodwill of Debtor associated therewith and represented thereby, as security for all of Debtor's Obligations, and desires to have its security interest in such Patents confirmed by a document identifying same and in such form that it may be recorded in the United States Patent and Trademark Office.

NOW THEREFORE, with the foregoing Background hereinafter deemed incorporated by reference and made a part hereof, and in consideration of the premises and mutual promises herein contained, the parties hereto, intending to be legally bound hereby, covenant and agree as follows:

1. In consideration of and pursuant to the terms of the Loan Documents, and for other good, valuable and sufficient consideration, the receipt of which is hereby acknowledged, and to secure Debtor's Obligations (whether at the stated maturity, by acceleration or otherwise), Debtor grants a lien and security interest to Lender in all of its present and future right, title and interest in and to the Patents, together with all the goodwill of Debtor associated with and represented by the Patents, and the registration thereof and the right (but not the obligation) to sue for past, present and future infringements, and the proceeds thereof, including, without limitation, license royalties and proceeds of infringement suits.

2. Debtor hereby covenants and agrees to maintain the Patents in full force and effect until all of Debtor's Obligations are satisfied in full and the Revolving Credit has terminated.

3. Debtor represents, warrants and covenants that:

(a) The Patents are subsisting and have not been adjudged invalid or unenforceable;

(b) Each of the Patents is valid and enforceable;

(c) Debtor is the sole and exclusive owner of the entire and unencumbered right, title and interest in and to each of the Patents and each of the Patents is free and clear of any liens, claims, charges and encumbrances, including, without limitation, pledges, assignments, licenses and covenants by Debtor not to sue third persons;

(d) Debtor has the unqualified right, power and authority to enter into this Agreement and perform its terms;

(e) Debtor has complied with, and will continue for the duration of this Agreement to comply with, the requirements set forth in 35 U.S.C. §1 et. seq. and any other applicable statutes, rules and regulations in connection with its use of the Patents; and

(f) Debtor has used, and will continue to use for the duration of this Agreement, consistent standards of quality in products leased or sold under the Patents and hereby grants to Lender (with no obligation of any kind upon Lender to do so) the right to upon notice visit Debtor's locations which manufacture, process, sell, or store products under any of the Patents and to inspect the products and quality control records relating thereto at reasonable times during regular business hours to ensure Debtor's compliance with this paragraph 3(f).

4. Debtor further covenants that:

(a) Until all of Debtor's Obligations have been satisfied in full and the Revolving Credit has been terminated, it will not enter into any agreement, including without limitation, license agreements or options, which are inconsistent with Debtor's obligations under this Agreement.

(b) The Patents listed on Schedule "A" constitute all of the Patents, and all applications for any of the foregoing, now owned by Debtor. If, before all Obligations shall have been satisfied in full and the Revolving Credit shall have been terminated, Debtor shall (i) obtain rights to any new patentable inventions, or (ii) become entitled to the benefit of any patent application, or patent for any reissue, division, continuation, renewal, extension or continuation-in-part of any Patent or any improvement or any Patent, the provisions of this Agreement shall automatically apply thereto and such patent application, or patent for any reissue, division, continuation, renewal, extension or continuation-in-part of any Patent or any improvement or any

Patent, shall be deemed part of the Patents. Debtor shall give Lender prompt written notice thereof along with an amended Schedule "A."

5. So long as this Agreement is in effect and so long as Debtor has not received notice from Lender that an Event of Default has occurred and is continuing under the Loan Agreement and that Lender has elected to exercise its rights hereunder, Debtor shall continue to have the exclusive right to use the Patents and Lender shall have no right to use the Patents or issue any exclusive or non-exclusive license with respect thereto, or assign, pledge or otherwise transfer title in the Patents to anyone else.

6. Debtor shall not sell, license, grant any option, assign or further encumber its rights and interest in the Patents.

7. Anything herein contained to the contrary notwithstanding, if and while an Event of Default exists under the Loan Agreement, Debtor hereby covenants and agrees that Lender, as the holder of a security interest under the Uniform Commercial Code, as now or hereafter in effect in Pennsylvania, may take such action permitted under the Loan Documents or permitted by law, in its exclusive discretion, to foreclose upon the Patents covered hereby. For such purposes, and in the event of an Event of Default under the Loan Agreement and while such Event of Default exists, Debtor hereby authorizes and empowers Lender, its successors and assigns, and any officer or agent of Lender as Lender may select, in its exclusive discretion, as Debtor's true and lawful attorney-in-fact, with the power to endorse Debtor's name on all applications, assignments, documents, papers and instruments necessary for Lender to use the Patents or to grant or issue any exclusive or non-exclusive license under the Patents to anyone else, or necessary for Lender to assign, pledge, convey or otherwise transfer title in or dispose of the Patents to anyone else including, without limitation, the power to execute a patent assignment in the form attached hereto as Exhibit 1. Debtor hereby ratifies all that such attorney shall lawfully do or cause to be done by virtue hereof, except for the gross negligence or wilful misconduct of such attorney. This power of attorney shall be coupled with an interest, irrevocable for the life of this Agreement and the Loan Documents, and until all Debtor's Obligations are satisfied in full and the Revolving Credit has terminated.

8. This Agreement shall be subject to the terms, provisions, and conditions set forth in the Loan Agreement and may not be modified without the written consent of the party against whom enforcement is being sought.

9. All rights and remedies herein granted to Lender shall be in addition to any rights and remedies granted under the Loan Documents. In the event of an inconsistency between this Agreement and the Loan Agreement, the language of the Loan Agreement shall control.

10. Upon full and unconditional satisfaction of all of Debtor's Obligations and termination of the Revolving Credit, Lender shall execute and deliver to Debtor all documents reasonably necessary to terminate Lender's security interest in the Patents.

11. Any and all reasonable fees, costs and expenses, of whatever kind or nature, including the reasonable attorneys' fees and legal expenses incurred by Lender in connection with the filing or recording of any documents (including all taxes in connection therewith) in public offices, the payment or discharge of any taxes, reasonable counsel fees, maintenance fees, encumbrances or costs otherwise incurred in protecting, maintaining, preserving the Patents, or in defending or prosecuting any actions or proceedings arising out of or related to the Patents, or defending, protecting or enforcing Lender's rights hereunder, in each case in accordance with the terms of this Agreement, shall be borne and paid by Debtor on demand by Lender and until so paid shall be added to the principal amount of Debtor's Obligations and shall bear interest at the applicable rate for Advances under the Revolving Credit or the rate prescribed in Section 2.6(c) of the Loan Agreement applicable to the Revolving Credit.

12. Debtor shall have the duty to prosecute diligently any patent application with respect to the Patents pending as of the date of this Agreement or thereafter, until Debtor's Obligations shall have been satisfied in full and the Revolving Credit terminated, to preserve and maintain all rights in the Patents, and upon reasonable request of Lender, Debtor shall make federal application on registrable but unregistered patents belonging to Debtor. Any reasonable expenses incurred in connection with such applications shall be borne by Debtor. Debtor shall not abandon any Patent without the prior written consent of Lender.

13. Debtor shall have the right to bring suit in its own name to enforce the Patents, in which event Lender, may, if Debtor reasonably deems it necessary, be joined as a nominal party to such suit if Lender shall have been satisfied, in its sole discretion, that it is not thereby incurring any risk of liability because of such joinder. Debtor shall promptly, upon demand, reimburse and indemnify Lender for all damages, reasonable costs and expenses, including attorneys' fees, incurred by Lender in the fulfillment of the provisions of this paragraph.

14. During the existence of an Event of Default, Lender may, without any obligation to do so, complete any obligation of Debtor hereunder, in Debtor's name or in Lender's name, but at Debtor's expense, and Debtor hereby agrees to reimburse Lender in full for all reasonable costs and expenses, including reasonable attorneys' fees, incurred by Lender in protecting, defending and maintaining the Patents.

15. No course of dealing between Debtor and Lender nor any failure to exercise, nor any delay in exercising, on the part of Lender any right, power or privilege hereunder, shall operate as a waiver thereof, and all of Lender's rights and remedies with respect to the Patents, whether established hereby or by the Loan Documents, or by any other future agreements between Debtor and Lender or by law, shall be cumulative and may be exercised singularly or concurrently.

16. The provisions of this Agreement are severable and the invalidity or unenforceability of any provision herein shall not affect the remaining provisions which shall continue unimpaired and in full force and effect.

17. This Agreement shall inure to the benefit of and be binding upon the respective successors and permitted assigns of the parties.

18. This Agreement shall be governed by and construed in accordance with the substantive laws of the Commonwealth of Pennsylvania, without regard to its otherwise applicable principles of conflicts of laws.

19. **Debtor and Lender each waives any and all rights it may have to a jury trial in connection with any litigation, proceeding or counterclaim arising with respect to rights and obligations of the parties hereto or under the Loan Documents or with respect to any claims arising out of any discussions, negotiations or communications involving or related to any proposed renewal, extension, amendment, modification, restructure, forbearance, workout, or enforcement of the transactions contemplated by the Loan Documents.**

IN WITNESS WHEREOF, the parties hereto have executed this Patent Security Agreement, under seal, the day and year first above written.

CUDA ACQUISITION CO., LLC

By: 

Attest: 

Approved and Accepted:


COMMERCE BANK, N.A.

By: 

CORPORATE ACKNOWLEDGEMENT

UNITED STATES OF AMERICA :
COMMONWEALTH OF PENNSYLVANIA : SS
COUNTY OF PHILADELPHIA :

On this 22nd day of November, 1999, before me personally appeared Christopher Black, to me known and being duly sworn, deposes and says that he is President of Cuda Acquisition Co., LLC, the Debtor limited liability company described in the foregoing Agreement; that he/she signed the Agreement as such officer pursuant to the authority vested in him/her by law; that the within Agreement is the voluntary act of such limited liability company.


Notary Public

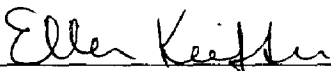
My Commission Expires:

NOTARIAL SEAL ELLEN KEIFFER, Notary Public City of Philadelphia, Phila. County My Commission Expires Aug. 18, 2003

CORPORATE ACKNOWLEDGEMENT

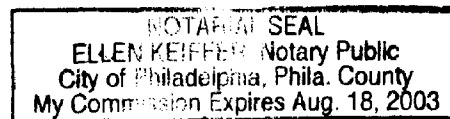
UNITED STATES OF AMERICA :
COMMONWEALTH OF PENNSYLVANIA : SS
COUNTY OF PHILADELPHIA :

On this 22nd day of November, 1999, before me personally appeared Kurt Fuoti Black to me known and being duly sworn, deposes and says that he is Vice President of Commerce Bank, N.A., the banking association described in the foregoing Agreement; that he signed the Agreement as such officer pursuant to the authority vested in him/her bylaw; that the within Agreement is the voluntary act of such corporation; and s/he desires the same to be recorded as such.



Notary Public

My Commission Expires:



SCHEDULE A

PATENTS		
Registration Number	Issue Date	Country

4,976,528	December 11, 1990	USA
4,923,272	May 8, 1990	USA

Exhibit 1

PATENT ASSIGNMENT

WHEREAS, CUDA ACQUISITION CO., LLC, a Florida limited liability company ("Grantor") is the registered owner of the United States patents, patent rights and patent applications listed on Schedule A attached hereto and made a part hereof (the "Patents"), which are registered in the United States Patent and Trademark Office; and

WHEREAS, _____ having a place of business at _____
_____ ("Grantee") is desirous of acquiring said Patents;

NOW THEREFORE, for good and valuable consideration, receipt of which is hereby acknowledged, and intending to be legally bound hereby, Grantor, its successors and assigns, does hereby transfer, assign and set over unto Grantee, its successors, transferees and assigns, all of its present and future right, title and interest in and to the Patents and all proceeds thereof and all goodwill associated therewith.

IN WITNESS WHEREOF, the undersigned has caused this Patent Assignment to be executed as of the ____ day of _____, ____.

CUDA ACQUISITION CO., LLC

Witness: _____

By: _____
as Attorney-in-Fact

SCHEDULE A TO PATENT ASSIGNMENT

<u>REGISTRATION NUMBER</u>	<u>ISSUE DATE</u>	<u>COUNTRY</u>
4,976,528	December 11, 1990	USA
4,923,272	May 8, 1990	USA

STATE OF _____ :
 :
COUNTY OF _____ : SS

On this the ____ day of _____, ____, before me a Notary Public for the said County and State, personally appeared _____ known to me or satisfactorily proven to me to be attorney-in-fact on behalf of CUDA ACQUISITION CO., LLC ("Grantor"), and he/she acknowledged to me that he/she executed the foregoing Patent Assignment on behalf of Grantor, and as the act and deed of Grantor for the purposes therein contained.

IN WITNESS WHEREOF, I hereunto set my hand and official seal.

(Individual Notary)

My Commission Expires:

_____, _____