04-08-2002



Losulan U.S. DEPARTMENT OF COMMERCE U.S. Patent and Trademark Office

Form PTO-1595 (Rev. 03/01)	
OMB No. 0651-0027 (exp. 5/31/2002)	100046536

OMB No. 0651-0027 (exp. 5/31/2002) Tab settings	536
Too detailings 1	
	Please record the attached original documents or copy thereof.
Name of conveying party(ies):	Name and address of receiving party(ies)
CM American Ballon Company III C	Name: LaSalle Business Credit, Inc.
CM American Roller Company, LLC 3-22-02	Internal Address:
Additional name(s) of conveying party(ies) attached? Yes Vo	
3. Nature of conveyance:	
Assignment Merger	135 South LaSalla Street
Security Agreement Change of Name	Street Address: 135 South LaSalle Street,
	Suite 425
Other	
4010.410.4	City: Chicago State: LZip: 60603
12/31/01 Execution Date:	Additional name(s) & address(es) attached? Yes 🗸 No
4. Application number(s) or patent number(s):	
	cation, the execution date of the application is:
A. Patent Application No.(s) 09570250	B. Patent No.(s)
09740470	see attached Schedule A
	ached? ✓ Yes No
5. Name and address of party to whom correspondence concerning document should be mailed:	6. Total number of applications and patents involved: 27
Name: Golberg Kohn et al	7. Total fee (37 CFR 3.41)
Sharon S. Patterson	☑ Enclosed ↓0€
Internal Address:	Authorized to be charged to deposit account
	Additionable to be charged to deposit account
55 F. Monroe St. Ste. 3700	8. Deposit account number:
Street Address: 55 E. Monroe St., Ste. 3700	
- Chicago - 1 - 60603	
City: Chicago State: IL Zip: 60603	
	THIS SPACE
	THIS SPACE
DO NOT USE	THIS SPACE
9. Signature.	2/02/02
9. Signature.	

SCHEDULE A

PATENTS

Patent Description	U.S. Patent No.	Issue Date
VOLTAGE APPLICATOR FOR LIMITING CHARGE DISTRIBUTION IN ESA PRINTING EQUIPMENT	4493256	1/15/85
IMPRESSION ROLLER FOR LIMITING CHARGE DISTRIBUTION	4513660	4/30/85
STRETCHER/EXPANDER ROLLER	4566162	1/28/86
PASTER ROLLER	4756065	7/12/88
CORONA TREATMENT ROLLER ELECTRODE	5169450	12/8/92
PELLETIZER FEED ROLLER	5175053	12/29/92
COMPRESSIBLE ROLLER	5206992	5/4/93
WOUND PRINTING SLEEVE	5256459	10/26/93
CERAMIC HEATER ROLLER WITH THERMAL REGULATING LAYER	5408070	4/18/95
COMPRESSIBLE ROLLER	5415612	5/16/95
CERAMIC HEATER ROLLER WITH ZONE HEATING	5420395	5/30/95
FORM RESERVOIR FLUID TRANSFER ROLLER	5599266	2/4/97
CHARGING ROLLER WITH BLENDED CERAMIC LAYER	5600414	2/4/97
CERAMIC ROLLER FOR ESA PRINTING AND COATING	5609553	3/11/97
CERAMIC HEATER ROLLER	5616263	4/1/97
CHARGING ROLLER WITH BLENDED CERAMIC LAYER	5707326	1/13/98
CERAMIC HEATER ROLLER AND METHODS OF MAKING SAME	5869808	2/9/99
HEATED ROLLER WITH INTEGRAL HEAT PIPE	5984848	11/16/99
END CAP CONTACT ASSEMBLY FOR A HEATER ROLLER	5990458	11/23/99

-7-

Patent Description	U.S. Patent No.	Issue Date
HIGH RELEASE COATINGS	5997456	12/7/99
FOR PRINTING AND		
COATING ROLLERS		
CERAMIC HEATER ROLLER	6069346	5/30/00
WITH GROUND SHIELD AND		
FAULT DETECTION		
CERAMIC HEATER/FUSER	6285006	9/4/01
ROLLER WITH INTERNAL		
HEATER		
SEALED CHARGING PORT	6286836	9/11/01
AND METHOD OF		
CHARGING FOR A HEAT		1
PIPE ROLLER		
CONVERTIBLE ELECTRODE	6290823	9/18/01
ROLLER FOR CORONA		
TREATING SYSTEMS		
HEATED ROLLER	5821499	10/13/98
ASSEMBLY		

PATENT APPLICATIONS

Patent Application Description	U.S. Patent Application No.	Date Applied
Elastomeric Covered Roller Having a Thermally Sprayed	09/570,250	5/12/00
Bonding Material		
Elastomer-Covered Roller	09/740,470	12/19/00
Having a Thermally Sprayed		
Permeable Bonding Material		

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U.S. DEPARTMENT OF COMMERCE

(Rev. 03/01)	U.S. Patent and Trademark Office		
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Tab settings ⇔ ⇔ ⇔	Please record the attached original documents or copy thereof.		
Name of conveying party(ies):	Name and address of receiving party(ies) Name: LaSalle Business Credit, Inc.		
CM American Roller Company, LLC	Internal Address:		
Additional name(s) of conveying party(ies) attached? Yes V			
3. Nature of conveyance:			
Assignment Merger	Street Address: 135 South LaSalle Street,		
Security Agreement Change of Name	Suite 425		
Other			
40/04/04	City:State:Zip:		
12/31/01 Execution Date:	Additional name(s) & address(es) attached? Yes V No		
4. Application number(s) or patent number(s):			
If this document is being filed together with a new appli	cation, the execution date of the application is:		
A. Patent Application No.(s) 09570250	B. Patent No.(s)		
09740470	see attached Schedule A		
Additional numbers at	ached? ✓ Yes No		
5. Name and address of party to whom correspondence	6. Total number of applications and patents involved: 27		
concerning document should be mailed:	Total Control		
Name:	7. Total fee (37 CFR 3.41)\$		
Sharon Patterson Internal Address:	✓ Enclosed		
	Authorized to be charged to deposit account		
	8. Deposit account number:		
Street Address: 55 E. Monroe St., Ste. 3700	5. 25250. 3533		
City: Chicago State: IL Zip: 60603			
	THIS SPACE		
9. Signature.			
Sharan S. Battaraan	harm & Paterson 1/4/02		
Sharon S. Patterson Name of Person Signing	Signature Date		
Total number of pages including covi	er sheet, attachments, and documents: 12		
Mail ocuments to be recorded with required cover sheet information to:			

Commissioner of Patents & Trademarks, Box Assignments Washington, D.C. 20231

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PATENT SECURITY AGREEMENT

THIS PATENT SECURITY AGREEMENT (as amended, amended and restated or otherwise modified from time to time, the "Security Agreement") made as of this 31st day of December, 2001, by CM AMERICAN ROLLER COMPANY, LLC, a Delaware limited liability company ("Borrower") in favor of LASALLE BUSINESS CREDIT, INC., with an office at 135 South LaSalle Street, Suite 425, Chicago, Illinois 60603 ("Lender"):

WITNESSETH:

WHEREAS, Borrower and Lender are parties to a certain Loan and Security Agreement of even date herewith (as amended, amended and restated or otherwise modified from time to time, the "Loan Agreement") and other related loan documents of even date herewith (collectively, with the Loan Agreement, and as each may be amended or otherwise modified from time to time, the "Financing Agreements"), which Financing Agreements, among other things, provide (i) for Lender to, from time to time, extend credit to or for the account of Borrower and (ii) for the grant by Borrower to Lender of a security interest in certain of Borrower's assets, including, without limitation, its patents and patent applications;

NOW, THEREFORE, in consideration of the premises set forth herein and for other good and valuable consideration, receipt and sufficiency of which are hereby acknowledged, Borrower agrees as follows:

- 1. <u>Incorporation of Financing Agreements</u>. The Financing Agreements and the terms and provisions thereof are hereby incorporated herein in their entirety by this reference thereto. All terms capitalized but not otherwise defined herein shall have the same meanings herein as in the Loan Agreement.
- 2. Grant and Reaffirmation of Grant of Security Interests. To secure the complete and timely payment and satisfaction of the Liabilities, Borrower hereby grants to Lender, and hereby reaffirms its prior grant pursuant to the Financing Agreements of, a continuing security interest in Borrower's entire right, title and interest in and to all of its now owned or existing and hereafter acquired or arising patents and patent applications, including, without limitation, the inventions and improvements described and claimed therein, all patentable inventions and those patents and patent applications listed on Schedule A attached hereto and made a part hereof and all patents and the reissues, divisions, continuations, renewals, extensions and continuations-in-part of any of the foregoing, and all income, royalties, damages and payments now or hereafter due and/or payable under or with respect to any of the foregoing, including, without limitation, damages and payments for past, present and future infringements of any of the foregoing (all of the foregoing are sometimes hereinafter individually and/or collectively referred to as the "Patents").

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- 3. <u>Warranties and Representations</u>. Borrower warrants and represents to Lender that:
 - (i) no Patent has been adjudged invalid or unenforceable by a court of competent jurisdiction nor has any such Patent been cancelled, in whole or in part and each such Patent is presently subsisting;
 - (ii) Borrower is the sole and exclusive owner of the entire and unencumbered right, title and interest in and to each Patent, free and clear of any liens, charges and encumbrances, including without limitation, shop rights and covenants by Borrower not to sue third persons;
 - (iii) Borrower has no notice of any suits or actions commenced or threatened with reference to any Patent; and
 - (iv) Borrower has the unqualified right to execute and deliver this Security Agreement and perform its terms.
- 4. <u>Restrictions on Future Agreements</u>. Borrower agrees that until Borrower's Liabilities shall have been satisfied in full and the Financing Agreements shall have been terminated, Borrower shall not, without the prior written consent of Lender, sell or assign its interest in any Patent or enter into any other agreement with respect to any Patent which would affect the validity or enforcement of the rights transferred to Lender under this Security Agreement.
- 5. New Patents. Borrower represents and warrants that, based on a diligent investigation by Borrower, the Patents listed on Schedule A constitute all of the federally registered Patents and Patent applications now owned by Borrower. If, before Borrower's Liabilities shall have been satisfied in full or before the Financing Agreements have been terminated, Borrower shall (i) become aware of any existing Patents of which Borrower has not previously informed Lender, (ii) obtain rights to any new patentable inventions or Patents, or (iii) become entitled to the benefit of any Patents, which benefit is not in existence on the date hereof, the provisions of this Security Agreement above shall automatically apply thereto and Borrower shall give to Lender prompt written notice thereof. Borrower hereby authorizes Lender to modify this Security Agreement by amending Schedule A to include any such Patents.
- 6. <u>Royalties; Terms</u>. The term of this Security Agreement shall extend until the earlier of (i) the expiration of each of the Patents, and (ii) the payment in full of Borrower's Liabilities and the termination of the Financing Agreements. Borrower agrees that upon the occurrence of an Event of Default, the use by Lender of all Patents shall be without any liability for royalties or other related charges from Lender to Borrower.
- 7. <u>Release of Security Interest</u>. This Security Agreement is made for collateral purposes only. Upon payment in full of Borrower's Liabilities and termination of

the Financing Agreements, Lender shall take such actions as may be necessary or proper to terminate the security interests created hereby and pursuant to the Financing Agreements

- 8. <u>Expenses</u>. All expenses incurred in connection with the performance of any of the agreements set forth herein shall be borne by Borrower. All fees, costs and expenses, of whatever kind or nature, including 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 otherwise in protecting, maintaining or preserving the Patents or in defending or prosecuting any actions or proceedings arising out of or related to the Patents shall be borne by and paid by Borrower and until paid shall constitute Liabilities.
- 9. <u>Duties of Borrower</u>. Borrower shall have the duty (i) to file and prosecute diligently any patent applications pending as of the date hereof or hereafter until Borrower's Liabilities shall have been paid in full and the Financing Agreements have been terminated, (ii) to make application on unpatented but patentable inventions, as commercially reasonable, (iii) to preserve and maintain all rights in the Patents, as commercially reasonable and (iv) to ensure that the Patents are and remain enforceable, as commercially reasonable. Any expenses incurred in connection with Borrower's obligations under this Section 9 shall be borne by Borrower.
- 10. <u>Lender's Right to Sue</u>. After an Event of Default, Lender shall have the right, but shall in no way be obligated, to bring suit in its own name to enforce the Patents and, if Lender shall commence any such suit, Borrower shall, at the request of Lender, do any and all lawful acts and execute any and all proper documents required by Lender in aid of such enforcement and Borrower shall promptly, upon demand, reimburse and indemnify Lender for all costs and expenses incurred by Lender in the exercise of its rights under this Section 10.
- Maivers. No course of dealing between Borrower and Lender, nor any failure to exercise, nor any delay in exercising, on the part of Lender, any right, power or privilege hereunder or under the Financing Agreements shall operate as a waiver thereof; nor shall any single or partial exercise of any right, power or privilege hereunder or thereunder preclude any other or further exercise thereof or the exercise of any other right, power or privilege.
- 12. <u>Severability</u>. The provisions of this Security Agreement are severable, and if any clause or provision shall be held invalid and unenforceable in whole or in part in any jurisdiction, then such invalidity or unenforceability shall affect only such clause or provision, or part thereof, in such jurisdiction, and shall not in any manner affect such clause or provision in any other jurisdiction, or any other clause or provision of this Security Agreement in any jurisdiction.

- 13. <u>Modification</u>. This Security Agreement cannot be altered, amended or modified in any way, except as specifically provided in Section 5 hereof or by a writing signed by the parties hereto.
- Cumulative Remedies; Power of Attorney; Effect on Financing All of Lender's rights and remedies with respect to the Patents, whether established hereby or by the Financing Agreements, or by any other agreements or by law shall be cumulative and may be exercised singularly or concurrently. Borrower hereby authorizes Lender upon the occurrence of an Event of Default, to make, constitute and appoint any officer or agent of Lender as Lender may select, in its sole discretion, as Borrower's true and lawful attorney-in-fact, with power to (i) endorse Borrower's name on all applications, documents, papers and instruments necessary or desirable for Lender in the use of the Patents or (ii) take any other actions with respect to the Patents as Lender deems to be in the best interest of Lender, or (iii) grant or issue any exclusive or non-exclusive license under the Patents to anyone, or (iv) assign, pledge, convey or otherwise transfer title in or dispose of the Patents to anyone. Borrower hereby ratifies all that such attorney shall lawfully do or cause to be done by virtue hereof. This power of attorney shall be irrevocable until Borrower's Liabilities shall have been paid in full and the Financing Agreements have been terminated. Borrower acknowledges and agrees that this Security Agreement is not intended to limit or restrict in any way the rights and remedies of Lender under the Financing Agreements but rather is intended to facilitate the exercise of such rights and remedies. Lender shall have, in addition to all other rights and remedies given it by the terms of this Security Agreement and the Financing Agreements, all rights and remedies allowed by law and the rights and remedies of a secured party under the Uniform Commercial Code as enacted in Illinois.
- 15. <u>Binding Effect; Benefits</u>. This Security Agreement shall be binding upon Borrower and its respective successors and assigns, and shall inure to the benefit of Lender, its successors, nominees and assigns.
- 16. Governing Law. This Security Agreement shall be governed by and construed in accordance with the laws of the State of Illinois and applicable federal law.
- 17. <u>Headings</u>. Paragraph headings used herein are for convenience only and shall not modify the provisions which they precede.
- 18. <u>Further Assurances</u>. Borrower agrees to execute and deliver such further agreements, instruments and documents, and to perform such further acts, as Lender shall reasonably request from time to time in order to carry out the purpose of this Security Agreement and agreements set forth herein.
- 19. <u>Survival of Representations</u>. All representations and warranties of Borrower contained in this Security Agreement shall survive the execution and delivery of this Security Agreement and shall be remade on the date of each borrowing under the Financing Agreements.

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20. <u>Prospective Name Change</u>. Borrower has advised Lender that, on or shortly after the date hereof, Borrower contemplates changing its name to "America Roller Company, LLC" (the "Name Change"). Borrower hereby authorizes Lender to file with the U.S. Patent Office or any other appropriate federal filing office such evidence of the Name Change as Lender may reasonably desire.

IN WITNESS WHEREOF, Borrower has duly executed this Security Agreement as of the date first written above.

CM AMERICAN ROLLER COMPANY, LLC, a Delaware limited liability company

By: CM Acquisitions, L.L.C. Its: Managing Member

By Must Johnson
Title Kineipal

Agreed and Accepted
As of the Date First Written Above

LASALLE BUSINESS CREDIT, INC.

By	 	
Title		

IN WITNESS WHEREOF, Borrower has duly executed this Security Agreement as of the date first written above.

CM AMERICAN ROLLER COMPANY, LLC, a Delaware limited liability company

By: CM Acquisitions, L.L.C.

Its: Managing Member

By	 	 	 	
Γitle				

Agreed and Accepted As of the Date First Written Above

LASALLE BUSINESS CREDIT, INC.

SCHEDULE A

PATENTS

Patent Description	U.S. Patent No.	Issue Date
VOLTAGE APPLICATOR FOR	4493256	1/15/85
LIMITING CHARGE		
DISTRIBUTION IN ESA		
PRINTING EQUIPMENT		
IMPRESSION ROLLER FOR	4513660	4/30/85
LIMITING CHARGE		
DISTRIBUTION	15.661.60	1.00.00.6
STRETCHER/EXPANDER	4566162	1/28/86
ROLLER	475.007.5	7/12/00
PASTER ROLLER	4756065	7/12/88
CORONA TREATMENT	5169450	12/8/92
ROLLER ELECTRODE	5175050	10/00/06
PELLETIZER FEED ROLLER	5175053	12/29/92
COMPRESSIBLE ROLLER	5206992	5/4/93
WOUND PRINTING SLEEVE	5256459	10/26/93
CERAMIC HEATER ROLLER	5408070	4/18/95
WITH THERMAL		
REGULATING LAYER		
COMPRESSIBLE ROLLER	5415612	5/16/95
CERAMIC HEATER ROLLER	5420395	5/30/95
WITH ZONE HEATING		
FORM RESERVOIR FLUID	5599266	2/4/97
TRANSFER ROLLER		
CHARGING ROLLER WITH	5600414	2/4/97
BLENDED CERAMIC LAYER		
CERAMIC ROLLER FOR	5609553	3/11/97
ESA PRINTING AND		
COATING		
CERAMIC HEATER ROLLER	5616263	4/1/97
CHARGING ROLLER WITH	5707326	1/13/98
BLENDED CERAMIC LAYER		
CERAMIC HEATER ROLLER	5869808	2/9/99
AND METHODS OF MAKING		
SAME		
HEATED ROLLER WITH	5984848	11/16/99
INTEGRAL HEAT PIPE		
END CAP CONTACT	5990458	11/23/99
ASSEMBLY FOR A HEATER		
ROLLER		

-7-

Patent Description	U.S. Patent No.	Issue Date
HIGH RELEASE COATINGS	5997456	12/7/99
FOR PRINTING AND		
COATING ROLLERS		
CERAMIC HEATER ROLLER	6069346	5/30/00
WITH GROUND SHIELD AND		
FAULT DETECTION		
CERAMIC HEATER/FUSER	6285006	9/4/01
ROLLER WITH INTERNAL		
HEATER		
SEALED CHARGING PORT	6286836	9/11/01
AND METHOD OF		
CHARGING FOR A HEAT		
PIPE ROLLER		
CONVERTIBLE ELECTRODE	6290823	9/18/01
ROLLER FOR CORONA		
TREATING SYSTEMS		
HEATED ROLLER	5821499	10/13/98
ASSEMBLY		

PATENT APPLICATIONS

Patent Application Description	U.S. Patent Application No.	Date Applied
Elastomeric Covered Roller Having a Thermally Sprayed Bonding Material	09/570,250	5/12/00
Elastomer-Covered Roller Having a Thermally Sprayed Permeable Bonding Material	09/740,470	12/19/00