

05-07-2002

U.S. Department of Commerce
Patent and Trademark Office
PATENT

FINANCE SECTION



102080616

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
 License
 Merger
 Security Agreement
 Change of Name
 Other
U.S. Government
(For Use ONLY by U.S. Government Agencies)
 Departmental File Secret File

4-23-02

Conveying Party(ies)

Mark if additional names of conveying parties attached

Name (line 1)
 Name (line 2)

Execution Date
 Month Day Year

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)
 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 should be 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)

05/06/2002 DBYRNE 00000169 5013874

FOR OFFICE USE ONLY

01 FC:58 Public burden reporting for this collection of information is estimated to average approximately 30 minutes per Cover Sheet to be recorded, including time for reviewing the document and gathering the data needed to complete the Cover Sheet. Send comments regarding this burden estimate to the U.S. Patent and Trademark Office, Chief Information Officer, Washington, D.C. 20231 and to the Office of Information and Regulatory Affairs, Office of Management and Budget, Paperwork Reduction Project (0651-0027), Washington, D.C. 20503. See OMB Information Collection Budget Package 0651-0027, Patent and Trademark Assignment Practice. DO NOT SEND REQUESTS TO RECORD ASSIGNMENT DOCUMENTS TO THIS ADDRESS.

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

Correspondent Name and Address

Area Code and Telephone Number **(919) 286-8000**

Name **Steven D. Thomas**

Address (line 1) **Moore & Van Allen PLLC**

Address (line 2) **2200 West Main Street**

Address (line 3) **Suite 800**

Address (line 4) **Durham, North Carolina 27705**

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

4

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)

<input type="text"/>	<input type="text"/>	<input type="text"/>	5,013,874	<input type="text"/>	<input type="text"/>
<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>

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

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.

#

1

Fee Amount

Fee Amount for Properties Listed (37 CFR 3.41):

\$

40.00

Method of Payment: Enclosed Deposit Account

Deposit Account

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

Deposit Account Number:

#

13-4365

Authorization to charge additional fees:

Yes

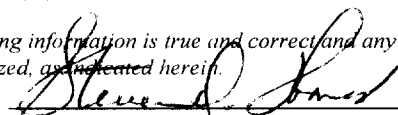
No

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.

Steven D. Thomas

Name of Person Signing


Signature

April 15, 2002
Date Signed

NOTICE
OF
GRANT OF SECURITY INTEREST
IN
PATENTS

United States Patent and Trademark Office

Gentlemen:

Please be advised that pursuant to the Loan and Security Agreement dated as of March ~~28~~ 2002 (the "Loan and Security Agreement") by and among the Borrowers party thereto (each a "Borrower" and collectively, the "Borrowers") and Fleet Capital Corporation, as Agent (the "Agent") for the Lenders referenced therein (the "Lenders"), the undersigned Borrower has granted a continuing security interest in and continuing lien upon, the patents and patent applications shown below to the Agent for the ratable benefit of the Lenders:

PATENTS

<u>Patent No.</u>	Description of Patent <u>Item</u>	Date of <u>Patent</u>
-------------------	--------------------------------------	--------------------------

See Attached Schedule A

Patent Applications

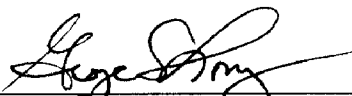
<u>Patent Applications No.</u>	Description of Patent <u>Applied For</u>	Date of Patent <u>Applications</u>
------------------------------------	---	---------------------------------------

See Attached Schedule A

The Borrowers and the Agent, on behalf of the Lenders, hereby acknowledge and agree that the security interest in the foregoing patents and patent applications (i) may only be terminated in accordance with the terms of the Loan and Security Agreement and (ii) is not to be construed as an assignment of any patent or patent application.

Very truly yours,

ELLETT BROTHERS, INC.

By: 
Name: George E. Honey
Title: CFO

Acknowledged and Accepted:

FLEET CAPITAL CORPORATION, as Agent

By: _____
Name: _____
Title: _____

The Borrowers and the Agent, on behalf of the Lenders, hereby acknowledge and agree that the security interest in the foregoing patents and patent applications (i) may only be terminated in accordance with the terms of the Loan and Security Agreement and (ii) is not to be construed as an assignment of any patent or patent application.

Very truly yours,

ELLETT BROTHERS, INC.

By: _____
Name: _____
Title: _____

Acknowledged and Accepted:

FLEET CAPITAL CORPORATION, as Agent

By: *W. Reed Proxmire*
Name: W. REED PROXIM
Title: V.P.

Exhibit A

Patents

<u>Patent</u>	<u>Owner</u>	<u>Federal Registration Number</u>	<u>Registration Date</u>
Apparatus for Recording and Verifying Handwriting, In Particular Signatures	Ellett Bros., Inc.	US 5013874	May 7, 1991