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

OMB No. 0651-0027 (exp. 5/31/2002)

Tab settings

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To the Honorable Commissioner of Patents and Trademarks: Please record the attached original documents or copy thereof.

1. Name of conveying party(ies): 7-22-03

KEMIA, INC.

Additional name(s) of conveying party(ies) attached? Yes No

3. Nature of conveyance:

- Assignment Merger Security Agreement Change of Name Other

Execution Date: 6/6/2003

2. Name and address of receiving party(ies)

Name: SILICON VALLEY BANK

Internal Address: MAIL SORT HG155 HA155

Street Address: 3003 TASMAN DRIVE

City: SANTA CLARA State: CA Zip: 95054

Additional name(s) & address(es) attached? Yes No

4. Application number(s) or patent number(s):

If this document is being filed together with a new application, the execution date of the application is: N/A

A. Patent Application No.(s) 5,877,030 08/799,874 09/053,837 60/372,237

B. Patent No.(s) 10/155,376 60/446,713 PCT/SE02/01002

Additional numbers attached? Yes No

5. Name and address of party to whom correspondence concerning document should be mailed:

Name: SILICON VALLEY BANK

Internal Address: MAIL SORT HG155 HA155

Street Address: 3003 TASMAN DRIVE

City: Santa Clara State: CA Zip: 95054

6. Total number of applications and patents involved: 7

7. Total fee (37 CFR 3.41).....\$ 280.00

- Enclosed Authorized to be charged to deposit account

8. Deposit account number:

DO NOT USE THIS SPACE

9. Signature.

MARIBEL ARTEAGA Name of Person Signing

Maribel Arteaga Signature

7/8/2003 Date

Total number of pages including cover sheet, attachments, and documents: 7

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

PATENT REEL: 014294 FRAME: 0824

OFFICE OF PATENT RECORDS 2003 JUL 22 PM 3 11 FINANCE SECTION

07/24/2003 LIPPELL 00000119 5877030 280.00 DP 01 FC:0021

INTELLECTUAL PROPERTY SECURITY AGREEMENT

This Intellectual Property Security Agreement is entered into as of June 6, 2003 by and between SILICON VALLEY BANK ("Bank") and KEMIA, INC. ("Grantor").

RECITALS

A. Bank has agreed to make certain advances of money and to extend certain financial accommodation to Grantor (the "Loans") in the amounts and manner set forth in that certain Loan and Security Agreement by and between Bank and Grantor dated August 5, 2002, as amended by that certain Amendment to Loan and Security Agreement dated May 19, 2003 (as so amended and as such agreement may be otherwise amended, modified or supplemented from time to time, the "Loan Agreement"; capitalized terms used herein are used as defined in the Loan Agreement). Bank is willing to make the Loans to Grantor, but only upon the condition, among others, that Grantor shall grant to Bank a security interest in certain Copyrights, Trademarks, Patents, and Mask Works to secure the obligations of Grantor under the Loan Agreement.

B. Pursuant to the terms of the Loan Agreement, Grantor has granted to Bank a security interest in all of Grantor's right, title and interest, whether presently existing or hereafter acquired, in, to and under all of the Collateral.

NOW, THEREFORE, for good and valuable consideration, receipt of which is hereby acknowledged, and intending to be legally bound, as collateral security for the prompt and complete payment when due of its obligations under the Loan Agreement, Grantor hereby represents, warrants, covenants and agrees as follows:

AGREEMENT

To secure its obligations under the Loan Agreement, Grantor grants and pledges to Bank a security interest in all of Grantor's right, title and interest in, to and under its Intellectual Property Collateral (including without limitation those Copyrights, Patents, Trademarks and Mask Works listed on Schedules A, B, C, and D hereto), and including without limitation all proceeds thereof (such as, by way of example but not by way of limitation, license royalties and proceeds of infringement suits), the right to sue for past, present and future infringements, all rights corresponding thereto throughout the world and all re-issues, divisions continuations, renewals, extensions and continuations-in-part thereof.

This security interest is granted in conjunction with the security interest granted to Bank under the Loan Agreement. The rights and remedies of Bank with respect to the security interest granted hereby are in addition to those set forth in the Loan Agreement and the other Loan Documents, and those which are now or hereafter available to Bank as a matter of law or equity. Each right, power and remedy of Bank provided for herein or in the Loan Agreement or any of the Loan Documents, or now or hereafter existing at law or in equity shall be cumulative and concurrent and shall be in addition to every right, power or remedy provided for herein and the exercise by Bank of any one or more of the rights, powers or remedies provided for in this Intellectual Property Security Agreement, the Loan Agreement or any of the other Loan

Documents, or now or hereafter existing at law or in equity, shall not preclude the simultaneous or later exercise by any person, including Bank, of any or all other rights, powers or remedies.

IN WITNESS WHEREOF, the parties have cause this Intellectual Property Security Agreement to be duly executed by its officers thereunto duly authorized as of the first date written above.

GRANTOR:

KEMIA, INC.

By: *R. Walker*

Title: *Secretary*

BANK:

77740

SILICON VALLEY BANK

By: *Deborah [Signature]*

Title: *Vice President*

EXHIBIT A

Copyrights

Description

Registration/
Application
Number

Registration/
Application
Date

EXHIBIT B

Patents

Description

Registration/
Application
Number

Registration/
Application
Date

Application or Patent No.	Description	Date Filed	Date Issued
5,877,030	PROCESS FOR CREATING MOLECULAR DIVERSITY AND NOVEL PROTEASE INHIBITORS PRODUCED THEREBY		03/02/1999
08/799,874	PROCESS FOR CREATING MOLECULAR DIVERSITY	02/14/1997	
09/053,837	MOLECULAR SCAFFOLDS FOR THE SYNTHESIS OF COMBINATORIAL LIBRARIES	04/01/98	
60/372,237	NON-NATURAL GALANIN RECEPTOR LIGANDS	04/12/2002	
10/155,376	NON-NATURAL GALANIN RECEPTOR LIGANDS	05/24/2002	
PCT/SE02/01002	(PCT) NON-NATURAL GALANIN RECEPTOR LIGANDS	05/24/2002	
60/446,713	COMPOUNDS FOR THE TREATMENT OF HIV INFECTION	02/11/2003	

EXHIBIT C

Trademarks

Description

Registration/
Application
Number

Registration/
Application
Date

Application or Registration No.	Mark	Date Filed	Date Issued
78/168756	K and Design	09/27/02	
78/168763	Kemia	09/27/02	

EXHIBIT D

Mask Works

Description

Registration/
Application
Number

Registration/
Application
Date