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SUBMISSION TYPE:	NEW ASSIGNMENT
NATURE OF CONVEYANCE:	ASSIGNMENT

CONVEYING PARTY DATA

Name	Execution Date
Bulwark Electromagnetic Material Applications, Inc.	12/09/2005

RECEIVING PARTY DATA

Name:	WC&R Interests, Inc.	
Street Address:	145 Cane Creek Industrial Park Drive	
City:	Fletcher	
State/Country:	NORTH CAROLINA	
Postal Code:	28732	

PROPERTY NUMBERS Total: 2

Property Type	Number
Patent Number:	5908043
Patent Number:	6068009

CORRESPONDENCE DATA

Fax Number: (703)712-5296

Correspondence will be sent via US Mail when the fax attempt is unsuccessful.

Phone: (703) 712-5135

Email: wfoster@mcguirewoods.com

Correspondent Name: William S. Foster, Jr.

Address Line 1: 1750 Tysons Boulevard

Address Line 2: Suite 1800

Address Line 4: McLean, VIRGINIA 22102

ATTORNEY DOCKET NUMBER:	2045381-0001	
NAME OF SUBMITTER:	William S. Foster, Jr. Reg. No. 51,695	

Total Attachments: 36

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PATENT REEL: 016891 FRAME: 0881

500065859

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MEMORANDUM OF SALE

THIS MEMORANDUM OF SALE, dated the ____th day of December 2005, is by and between WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products, in its capacity as seller (the "Seller"), and WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products, in its capacity as purchaser ("Purchaser").

WHEREAS, on November 4, 2004, Bulwark Electromagnetic Material Applications, Inc., d/b/a BEMA Incorporated, a/k/a BEMA, Inc. (the "Debtor") made a promissory note (the "Note") in favor of the Seller in the amount of \$681,862.80 with interest thereon at an annual rate of 6% from October 22, 2004 until paid, plus reasonable attorneys' fees and costs (collectively, the "Debt Obligation").

WHEREAS, on November 4, 2004, the Debtor and the Seller entered into that certain Security Agreement, which secured the Debtor's payment of the Debt Obligation by a lien on all of the Debtor's personal property (the "Security Interest").

WHEREAS, the Seller subsequently perfected the Security Interest under applicable law, as evidenced by (i) that certain UCC Financing Statement filed with the Virginia State

Corporation Commission on November 8, 2004 (File No. 0411087446-8), as amended by that certain UCC Correction Statement filed on February 25, 2005 (File No. 0502257060-9), (ii) that certain UCC Financing Statement filed with the Clerk of the Circuit Court of Prince William

County, Virginia, on November 5, 2004 (File Nos. 200411050189288 & 200411050189258), as amended by that certain UCC Correction Statement filed on March 11, 2005 (File Nos. 200503110038373 & 200503110038379), and (iii) that certain Notice of Recordation of

Assignment Document and accompanying documents filed with the U.S. Patent and Trademark

Office on June 30, 2005 (Reel/Frame Nos. 016206/0143).

WHEREAS, on or about December 1, 2004, the Debtor defaulted in its payments of the Debt Obligation to the Seller.

WHEREAS, the Seller exercised its right to accelerate the full amount of the Debt Obligation under the terms of the Note and subsequently acquired an uncontested confession of judgment against the Debtor for the full amount of the Debt Obligation in the Circuit Court of Prince William County, Virginia, on June 24, 2005 (Law No. 65954).

WHEREAS, on October 19, 2005, the Seller noticed all parties in interest with a Notice of Disposition of Collateral and Advertisement of Public Sale (the "Notice"), thereby evidencing its intent to sell certain of the Collateral (as defined in the Notice) securing the Debt Obligation at a public auction to be held on December 5, 2005, and to apply the proceeds of such sale to the Debt Obligation in accordance with Virginia Code Ann. §§ 8.9A-101, et seq., and its rights under the Security Agreement. The Advertisement of Public Sale was also published in the Washington Post on the 11th, 18th, and 24th of November 2005.

WHEREAS, pursuant to the Notice, the Purchaser reserved its right to include the Debt Obligation in its bid for the Collateral (as defined in the Notice) to be sold at auction, with such Debt Obligation having the same value as a cash bid in the same amount.

WHEREAS, a public sale of the Collateral (as defined in the Notice) pursuant to Virginia Code Ann. §§8.9A-101, et seq., occurred at 10:00 a.m., on December 5, 2005, at the offices of McGuireWoods LLP, 1750 Tysons Blvd., Suite 1800, McLean, Virginia 22102, pursuant to the terms of the Security Agreement, such Collateral consisting of the property set forth on Exhibit A attached hereto and made a part hereof (collectively, the "Property").

WHEREAS, the Purchaser, appearing at the public sale in accordance with the Notice, was the successful bidder for the purchase of the Property by virtue of its credit bid in the

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amount of \$747,898.66, representing the total Debt Obligation of the Debtor, including accrued, unpaid interest and accrued costs and expenses (net of any setoffs), and has taken title to the Property in accordance with the terms and conditions set forth in the Notice and applicable law.

NOW, THEREFORE, this Memorandum of Sale witnesseth:

- 1. The Purchaser agrees to buy and the Seller agrees to sell the Property for the sum of Seven-Hundred Forty-Seven Thousand Eight-Hundred Ninety-Eight Dollars and Sixty-Six Cents (\$747,898.66).
- 2. The purchase price is to be paid by the Seller's acceptance of the Purchaser's credit bid of \$747,898.66 in full and final satisfaction of the Debtor's total outstanding Debt Obligation to the Seller under the Note and the Security Agreement.
- 3. Risk of loss as to the Property shall pass to the Purchaser at the time of the execution of this Memorandum of Sale.
- 4. The sale of the Property shall be subject to the terms stated in the Notice and the related Advertisement of Public Sale, a copy of which is attached hereto as <u>Exhibit B</u> and made a part hereof.
- Settlement will occur at the offices of McGuireWoods LLP, 1750 Tysons Blvd.,
 Suite 1800, McLean, Virginia 22102, within five (5) business days from the date of this
 Memorandum of Sale.
- 6. The Purchaser shall pay all recording charges, costs of conveyancing, and taxes, if any, relating to the sale and purchase of the Property.
- 7. The Seller shall convey the Property by a Bill of Sale, in substantially the form attached hereto as Exhibit C, and pursuant to the terms and conditions contained therein.

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IN WITNESS WHEREOF, each of the Seller and Purchaser has, through its duly authorized officer, executed this Memorandum of Sale as of the day and year first above written.

SELLER;
By: Mm/Sf4
Title: PRESIDE NI
Date: 12-9-2005
Subscribed and sworn to before me this <u>I</u> day of December 2005.
Notary Public Notary Public
My Commission Expires: My Commission Expires April 23, 2009
PURCHASER:
By:
Title: Chief French Officer
Date: 12/4/05
Subscribed and sworn to before me this
Jenny Tadder
Notary Public
My Commission Expires: Liv Commission Expires April 28, 2009

EXHIBIT A

The Property as defined herein shall include:

A. Patents

- 1. United States Patent No. 5,908,043 issued June 1, 1999 pursuant to Application No. 07/829314 filed on February 3, 1992, titled Ultralight, Portable, Radio Frequency Shielded Enclosure and the Assembly Thereof, subject to (i) that certain Exclusive Patent License Agreement by and between Bulwark Electromagnetic Material Applications, Inc., d/b/a BEMA Incorporated, as Licensor, and WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products, as Licensee, dated October 29, 2004, (ii) that certain Agreement to Manufacture Licensed Patented Products by and among Bulwark Electromagnetic Material Applications, Inc., d/b/a BEMA Incorporated, as Licensor, WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products, as Licensed Manufacturer, and The I.D.E.A. Corporation, as Value Added Reseller, dated October 30, 2004, and (iii) any senior lien rights that any party may have in the Collateral.
- 2. United States Patent No. 6,068,009 issued May 30, 2000 pursuant to Application No. 09/323024 filed on June 1, 1999, titled Ultralight, Portable, Radio Frequency Shielded Enclosure and the Assembly Thereof, subject to (i) that certain Exclusive Patent License Agreement by and between Bulwark Electromagnetic Material Applications, Inc., d/b/a BEMA Incorporated, as Licensor, and WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products, as Licensee, dated October 29, 2004, (ii) that certain Agreement to Manufacture Licensed Patented Products by and among Bulwark Electromagnetic Material Applications, Inc., d/b/a BEMA Incorporated, as Licensor, WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products, as Licensed Manufacturer, and The I.D.E.A. Corporation, as Value Added Reseller, dated October 30, 2004, and (iii) any senior lien rights that any party may have in the Collateral.

B. Miscellaneous Inventory

One (1) 8000BTU PCM Demo Unit

One (1) 8000BTU ECU Demo Unit

Seven (7) Hardigg 9X12 Enclosure Cases

Four (4) Hardigg 9X12 Frame Cases

Four (4) Hardigg 6X9 Enclosure Cases

One (1) Hardigg 6X9 Frame Case

One (1) Hardigg 3X6 Frame Case

One (1) Used Demo 9X12 Enclosure and Frame with Cases

One (1) Used Demo 6X9 Enclosure and Frame with Cases

One (1) Used Demo 4X2 Enclosure and Frame

One (1) Case of used Demo Lights (5)

One (1) Demo Accessory Case

Two (2) Sets of Demo Power and Signal Panels with Cases

Nineteen (19) Rolls Shielding Fabric 110cm. 50meter rolls

Fifteen (15) Jameson 3136ST 36 Watt Lights

Thirty-One (31) 5" EMI Honeycombs

One (1) Spectrum Analyzer Receiver

One (1) Spectrum Analyzer Amplifier

Two (2) Sets of Antennas for spectrum Analyzer

Eighteen (18) 115V Muffin Fans

Four (4) 3ft. 250 Joule Surge Protectors

Sixteen (16) Shielded Cables

Eight (8) Rolls of Adhesive Conductive Tape

One (1) Lot of Miscellaneous Hardware, Screws, Nuts, and Bolts

One (1) DEMO TecTent liner

Two (2) New TecTents complete

Two (2) new TecTent Vestibule Frames

Two (2) demo TecTent Vestibule Frames

One (1) new TecTent Connector Frame

One (1) Demo TecTent Connector Frame

Nineteen (19) enclosure bags

Thirteen (13) floor mats

One (1) 9X12X7 floor

Three (3) One Man Tents New

Two (2) One Man Tents Demo

Two (2) 3X6X6 frames

One (1) Demo 3X6X6 Acoustic enclosure

One (1) 4X2X2 Tabletop

One (1) 6X6X6 enclosure

One (1) Demo 3X6X6 frame

EXHIBIT B

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NOTICE OF DISPOSITION OF COLLATERAL

TO:

Bulwark Electromagnetic Material Applications, Inc., d/b/a BEMA Incorporated (a/k/a BEMA, Inc.) (the "Debtor"), guarantors, secured parties, owners, or other parties in interest, if any.

FROM:

WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products (the "Secured Poets.")

Party")

DATE:

October 19, 2005

PLEASE TAKE NOTICE THAT pursuant to the Virginia Code Ann. §§ 8.9A-101, et seq., and its rights under that certain Security Agreement by and between Bulwark Electromagnetic Material Applications, Inc., d/b/a BEMA Incorporated, as Debtor, and WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products, as Secured Party, dated November 4, 2004 (the "Security Agreement"), evidenced by (i) that certain UCC Financing Statement filed with the Virginia State Corporation Commission on November 8, 2004, in favor of the Secured Party (File No. 0411087446-8), as amended by that certain UCC Correction Statement filed on February 25, 2005 (File No. 0502257060-9), (ii) that certain UCC Financing Statement filed with the Clerk of the Circuit Court of Prince William County, Virginia, on November 5, 2004, in favor of the Secured Party (File Nos. 200411050189288 & 200411050189258), as amended by that certain UCC Correction Statement filed on March 11, 2005 (File Nos. 200503110038373 & 200503110038379), and (iii) that certain Notice of Recordation of Assignment Document and accompanying documents filed with the U.S. Patent and Trademark Office on June 30, 2005, in favor of the Secured Party (Reel/Frame Nos. 016206/0143), the Secured Party will sell the Collateral described below at public auction (the "Public Sale") conducted at the address shown below on December 5, 2005 at 10:00 a.m. (Eastern Time) in accordance with the Advertisement of Public Sale attached hereto as Exhibit A.

NOTICE IS FURTHER GIVEN that the Collateral described below may be redeemed at any time before the disposition thereof by payment to the Secured Party of Six-hundred Eightyone Thousand Eight-hundred Sixty-two Dollars and Eighty cents (\$681,862.80), with interest thereon at the rate of six per cent (6%) from the 22nd day of October 2004, until payment, plus the reasonable costs of collection, including attorneys' fees, which represents the balance due after crediting any unearned interest, premiums, credits, setoffs, and rebates, if any, as of such date (collectively, the "Indebtedness").

DESCRIPTION OF COLLATERAL

A. Patents

1. United States Patent No. 5,908,043 issued June 1, 1999 pursuant to Application No. 07/829314 filed on February 3, 1992, titled Ultralight, Portable, Radio Frequency Shielded Enclosure and the Assembly Thereof, subject to (i) that certain Exclusive Patent License Agreement by and between Bulwark Electromagnetic Material Applications, Inc., d/b/a BEMA Incorporated, as

Licensor, and WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products, as Licensee, dated October 29, 2004, (ii) that certain Agreement to Manufacture Licensed Patented Products by and among Bulwark Electromagnetic Material Applications, Inc., d/b/a BEMA Incorporated, as Licensor, WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products, as Licensed Manufacturer, and The I.D.E.A. Corporation, as Value Added Reseller, dated October 30, 2004, and (iii) any senior lien rights that any party may have in the Collateral.

2. United States Patent No. 6,068,009 issued May 30, 2000 pursuant to Application No. 09/323024 filed on June 1, 1999, titled Ultralight, Portable, Radio Frequency Shielded Enclosure and the Assembly Thereof, subject to (i) that certain Exclusive Patent License Agreement by and between Bulwark Electromagnetic Material Applications, Inc., d/b/a BEMA Incorporated, as Licensor, and WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products, as Licensee, dated October 29, 2004, (ii) that certain Agreement to Manufacture Licensed Patented Products by and among Bulwark Electromagnetic Material Applications, Inc., d/b/a BEMA Incorporated, as Licensor, WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products, as Licensed Manufacturer, and The I.D.E.A. Corporation, as Value Added Reseller, dated October 30, 2004, and (iii) any senior lien rights that any party may have in the Collateral.

To the best of the Secured Party's knowledge, each of the foregoing letters patent is presently located at the United States Patent and Trademark Office, Madison Building, 600 Dulany Street, Alexandria, Virginia, 22314, where it may be examined prior to the Public Sale.

B. Miscellaneous Inventory

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One (1) 8000BTU ECU Demo Unit

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One (1) Hardigg 3X6 Frame Case

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One (1) DEMO TecTent liner

Two (2) New TecTents complete

Two (2) new TecTent Vestibule Frames

Two (2) demo TecTent Vestibule Frames

One (1) new TecTent Connector Frame

One (1) Demo TecTent Connector Frame

Nineteen (19) enclosure bags

Thirteen (13) floor mats

One (1) 9X12X7 floor

Three (3) One Man Tents New

Two (2) One Man Tents Demo

Two (2) 3X6X6 frames

One (1) Demo 3X6X6 Acoustic enclosure

One (1) 4X2X2 Tabletop

One (1) 6X6X6 enclosure

One (1) Demo 3X6X6 frame

To the best of the Secured Party's knowledge, each of the foregoing pieces of inventory is located at WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products, 145 Cane Creek Industrial Park Dr., Fletcher, North Carolina 28732, where it may be examined prior to the Public Sale.

TERMS OF PUBLIC SALE

The Indebtedness has been and is hereby declared due because of default under the terms of the Security Agreement, including but not limited to non-payment of principal and interest when due. Because the Indebtedness remains in default, the Public Sale will be made for the purpose of applying the proceeds thereof to the payment of (i) the Indebtedness secured in part by the Collateral described above, (ii) all expenses or costs of this Public Sale, and (iii) all other expenses or costs provided for under the Security Agreement, including attorney's fees as provided therein, notice and intention to collect attorney's fees having been given as provided by law. The remainder of the proceeds, if any, shall be applied as provided by law.

The Collateral will be sold at public auction to the highest and best bidder for cash, subject to all unpaid taxes and governmental assessments, if any. Each person attending the Public Sale shall be afforded an opportunity to bid on a competitive basis. The Secured Party has the right to bid at the Public Sale and may be the purchaser of the Collateral. The Secured Party retains the right to include the Indebtedness in its bid for the Collateral, such Indebtedness having the same value as a cash bid in the same amount.

For a more complete recitation of the terms and conditions that will govern the Public Sale, please see the Advertisement of Public Sale attached hereto as <u>Exhibit A</u>. Any party may request and receive a copy of the attached Advertisement of Public Sale by timely written request of the Secured Party's counsel listed below.

ADDRESS AT WHICH SALE WILL BE CONDUCTED

McGuireWoods LLP 1750 Tysons Boulevard Suite 1800 McLean, Virginia 22102-4215

PERSONS TO WHOM THIS NOTICE IS SENT

Bulwark Electromagnetic Material Applications, Inc., d/b/a BEMA Incorporated (a/k/a BEMA, Inc.) 8484 Kao Circle Manassas, Virginia 20110 By Certified Mail and Private Process Server

Bulwark Electromagnetic Material Applications, Inc., d/b/a BEMA Incorporated (a/k/a BEMA, Inc.) c/o Clerk of the Virginia State Corporation Commission Tyler Building 1300 E. Main Street Richmond, Virginia 23219

By Certified Mail

Dwight C. Pettay (office)
Registered Agent
Director
Bulwark Electromagnetic Material Applications, Inc.,
d/b/a BEMA Incorporated (a/k/a BEMA, Inc.)
8484 Kao Circle
Manassas, Virginia 20110
By Certified Mail and Private Process Server

Dwight C. Pettay (home)
Registered Agent
Director
Bulwark Electromagnetic Material Applications, Inc.,
d/b/a BEMA Incorporated (a/k/a BEMA, Inc.)
7708 Newcastle Drive
Annandale, Virginia 22003
By Certified Mail and Private Process Server

Paul Hester
Chairman of the Board
Bulwark Electromagnetic Material Applications, Inc.,
d/b/a BEMA Incorporated (a/k/a BEMA, Inc.)
43014 Waters Overlook Court
Leesburg, Virginia 20176
By Certified Mail and Private Process Server

Robert E. Thomas 13100 Pershing Drive Manassas, Virginia 20112 By Certified Mail and Private Process Server

Joyce Paes 6547 Quail Hollow Drive Manassas, Virginia 22111 By Certified Mail

James P. Cullen 2623 Woodley Place Falls Church, Virginia 22046-2737 By Certified Mail

Terry Phillips 109 N. Thomas Street Bellefonte, Pennsylvania 16823 By Certified Mail

Joseph H. Aldridge 4310 Fallbrook Lane Dale City, Virginia 22193 By Certified Mail

Stephen C. Harvey Registered Agent The IDEA Corporation 7825 Helen of Troy El Paso, Texas 79912 By Certified Mail

Sherry W. Moore
Loan Processor
Southern Financial Bank
37 East Main Street
Warrenton, Virginia 20186
By Certified Mail and Private Process Server

Images, Inc.
45449 Severn Way
Suite 173
Dulles, Virginia 20166
By Certified Mail

Woodland Financial Services P.O. Box 884 Middleburge, Virginia 20118 By Certified Mail

FOR FURTHER INFORMATION CONTACT THE SECURED PARTY AT THE ADDRESS SHOWN BELOW.

Submitted this 19th day of October 2005.

WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products 145 Cane Creek Industrial Park Dr. Fletcher, North Carolina 28732 By Counsel

J. Eric Crupi/(Va. Bar No. 46782)

Douglas E. Plocki (Va. Bar No. 48663)

MCGUIREWOODS LLP 1750 Tysons Boulevard

Suite 1800

McLean, VA 22102

Office:

(703) 712-5000

FAX:

(703) 712-5208

VERIFICATION CERTIFICATE

I hereby certify under penalty of perjury that the foregoing Notice of Disposition of Collateral is true and correct to the best of my knowledge, information, and belief.

	WC&R Interests, Inc.
	Ву:
	Title: Chief Financial Officer
	Date: /0/28/68
STATE OF NORTH CAROLINA)	TO MATE
County Of Now York (1987)	TO WIT:
This day, personally appeared before me, Interests, Inc., who made oath that the foregoing N correct to the best of his knowledge, information, a	
Subscribed and sworn to before me this $2\sqrt{8}$	day of October 2005.
Notar	Josep Tablela y Public
My Commission Expires:	-
My Commission Expires April 28, 2009	

Exhibit A

ADVERTISEMENT OF PUBLIC SALE

Pursuant to the Virginia Code Ann. §§ 8.9A-101, et seq., and its rights under that certain Security Agreement by and between Bulwark Electromagnetic Material Applications, Inc., d/b/a BEMA Incorporated (the "Debtor") and WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products (the "Secured Party") dated November 4, 2004 (the "Security Agreement"), evidenced by (i) that certain UCC Financing Statement filed with the Virginia State Corporation Commission on November 8, 2004, in favor of the Secured Party (File No. 0411087446-8), as amended by that certain UCC Correction Statement filed on February 25, 2005 (File No. 0502257060-9), (ii) that certain UCC Financing Statement filed with the Clerk of the Circuit Court of Prince William County, Virginia, on November 5, 2004, in favor of the Secured Party (File Nos. 200411050189288 & 200411050189258), as amended by that certain UCC Correction Statement filed on March 11, 2005 (File Nos. 200503110038373 & 200503110038379), and (iii) that certain Notice of Recordation of Assignment Document and accompanying documents filed with the U.S. Patent and Trademark Office on June 30, 2005, in favor of the Secured Party (Reel/Frame Nos. 016206/0143), the Secured Party will sell below-described collateral (the "Collateral") at public auction (the "Public Sale") conducted at the law offices of McGuireWoods LLP, 1750 Tysons Boulevard, Suite 1800, McLean, Virginia 22102-4215, on December 5, 2005 at 10:00 a.m. (Eastern Time) in order to apply the proceeds thereof to the debt owed by the Debtor to the Secured Party in the aggregate amount of Six-hundred Eighty-one Thousand Eight-hundred Sixty-two Dollars and Eighty cents (\$681,862.80), with interest thereon at the rate of six per cent (6%) from the 22nd day of October 2004, until payment, plus the reasonable costs of collection, including attorneys' fees, which represents the balance due after crediting any unearned interest, premiums, credits, setoffs, and rebates, if any, as of such date (collectively, the "Indebtedness").

The Collateral to be sold at the Public Sale is as follows:

A. Patents

1. United States Patent No. 5,908,043 issued June 1, 1999 pursuant to Application No. 07/829314 filed on February 3, 1992, titled Ultralight, Portable, Radio Frequency Shielded Enclosure and the Assembly Thereof, subject to (i) that certain Exclusive Patent License Agreement by and between Bulwark Electromagnetic Material Applications, Inc., d/b/a BEMA Incorporated, as Licensor, and WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products, as Licensee, dated October 29, 2004, (ii) that certain Agreement to Manufacture Licensed Patented Products by and among Bulwark Electromagnetic Material Applications, Inc., d/b/a BEMA Incorporated, as Licensor, WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products, as Licensed Manufacturer, and The I.D.E.A. Corporation, as Value Added Reseller, dated October 30, 2004, and (iii) any senior lien rights that any party may have in the Collateral.

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To the best of the Secured Party's knowledge, each of the foregoing letters patent is presently located at the United States Patent and Trademark Office, Madison Building, 600 Dulany Street, Alexandria, Virginia, 22314, where it may be examined prior to the Public Sale.

B. Miscellaneous Inventory

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One (1) 8000BTU ECU Demo Unit

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Two (2) One Man Tents Demo

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One (1) Demo 3X6X6 Acoustic enclosure

One (1) 4X2X2 Tabletop

One (1) 6X6X6 enclosure

One (1) Demo 3X6X6 frame

To the best of the Secured Party's knowledge, each of the foregoing pieces of inventory is located at WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products, 145 Cane Creek Industrial Park Dr., Fletcher, North Carolina 28732, where it may be examined prior to the Public Sale. The foregoing inventory is being sold subject to any senior lien rights that any party may have in such inventory.

The Indebtedness has been and is hereby declared due because of default under the terms of the Security Agreement, including but not limited to non-payment of principal and interest when due. Because the Indebtedness remains in default, the Public Sale will be made for the purpose of applying the proceeds thereof to the payment of (i) the Indebtedness secured in part by the Collateral described above, (ii) all expenses or costs of this Public Sale, and (iii) all other expenses or costs provided for under the Security Agreement, including attorney's fees as provided therein, notice and intention to collect attorney's fees having been given as provided by law. The remainder of the proceeds, if any, shall be applied as provided by law.

The following are the general terms and conditions that shall govern the Public Sale described herein:

- 1. The Collateral will be sold at the Public Sale to the highest and best bidder (the "Successful Bidder") for cash, subject to all unpaid taxes and governmental assessments, if any; provided, however, that notwithstanding the foregoing, the Secured Party may offer any portion of the collateral to be sold separately at the Public Sale if the Secured Party, in its sole discretion, determines such action to be in the interest of maximizing the sale proceeds.
- 2. Unless the Successful Bidder is the Secured Party, the Successful Bidder shall, immediately upon the conclusion of the Public Sale, (i) execute a memorandum of sale and (ii) make an initial deposit of twenty-five percent (25%) of the winning amount bid at the Public Sale (the "Initial Deposit") via cash, wire transfer, cashier's check, or certified check made payable to WC&R Interests, Inc., and the balance shall be due and payable to the Secured Party within five (5) business days of the conclusion of the Public Sale via cash, wire transfer, cashier's check,

- certified check or in such other manner as is deemed acceptable to the Secured Party in its sole discretion. All bids at the auction must be in U.S. dollars.
- 3. If the Successful Bidder defaults on payment of the balance due pursuant to the foregoing paragraph, such bidder, in the Secured Party's sole discretion and as it may elect, will forfeit the Initial Deposit, which shall be retained by the Secured Party as liquidated damages. If the Secured Party elects, the Collateral then may be sold either (a) to the next highest bidder from the Public Sale, without further notice, or (b) to another bidder who must meet the requirements set forth in this Advertisement of Public Sale at a subsequent auction date.
- 4. The Secured Party reserves the right to (i) credit bid at the auction, either directly or through an affiliated entity, and to credit the amount bid against the expenses of the Indebtedness, any expenses or costs of the Public Sale, and/or any expenses or costs provided under the Security Agreement, (ii) reject any or all bids at the Public Sale or any adjournment of the Public Sale, (iii) the right to cancel, postpone or adjourn the Public Sale by announcement made at the initial date for the Public Sale or the date of any subsequently adjourned Public Sale, either before or after the commencement of bidding, without written notice or further publication, and/or (iv) modify any of the terms and conditions of the Public Sale at any time.
- 5. Upon indefeasible payment in full of the entire purchase price required to be made by the Successful Bidder to the Secured Party, the Secured Party will cause to be delivered to the Successful Bidder a bill of sale for all of the Collateral successfully bid upon by the Successful Bidder at the Public Sale. THERE SHALL BE NO WARRANTY RELATING TO TITLE, POSSESSION, QUIET ENJOYMENT OR THE LIKE IN THIS DISPOSITION. ALL OF THE COLLATERAL IS BEING SOLD AND ASSIGNED ON AN "AS IS, WHERE IS" BASIS, WITHOUT ANY RECOURSE, WARRANTY OR GUARANTY, WHETHER EXPRESS OR IMPLIED.

WC&R Interests, Inc., d/b/a
Diamond Brand Canvas Products
145 Cane Creek Industrial Park Dr.
Fletcher, North Carolina 28732
By Counsel

J. Eric Crupi (Va. Bar No. 46782)
Douglas E. Plocki (Va. Bar No. 48663)
MCGUIREWOODS LLP
1750 Tysons Boulevard
Suite 1800
McLean, VA 22102
Office: (703) 712-5000

FAX: (703) 712-5208

EXHIBIT C

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BILL OF SALE

STATE OF VIRGINIA COUNTY OF FAIRFAX

THIS BILL OF SALE is made this ___ day of December 2005, by and between WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products, in its capacity as seller (the "Seller"), and WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products, in its capacity as purchaser ("Purchaser").

WHEREAS, on November 4, 2004, Bulwark Electromagnetic Material Applications, Inc., d/b/a BEMA Incorporated, a/k/a BEMA, Inc. (the "Debtor") made a promissory note (the "Note") in favor of the Seller in the amount of \$681,862.80 with interest thereon at an annual rate of 6% from October 22, 2004 until paid, plus reasonable attorneys' fees and costs (collectively, the "Debt Obligation").

WHEREAS, on November 4, 2004, the Debtor and the Seller entered into that certain Security Agreement, which secured the Debtor's payment of the Debt Obligation by a lien on all of the Debtor's personal property (the "Security Interest").

WHEREAS, the Seller subsequently perfected the Security Interest under applicable law, as evidenced by (i) that certain UCC Financing Statement filed with the Virginia State Corporation Commission on November 8, 2004 (File No. 0411087446-8), as amended by that certain UCC Correction Statement filed on February 25, 2005 (File No. 0502257060-9), (ii) that certain UCC Financing Statement filed with the Clerk of the Circuit Court of Prince William County, Virginia, on November 5, 2004 (File Nos. 200411050189288 & 200411050189258), as amended by that certain UCC Correction Statement filed on March 11, 2005 (File Nos. 200503110038373 & 200503110038379), and (iii) that certain Notice of Recordation of Assignment Document and accompanying documents filed with the U.S. Patent and Trademark Office on June 30, 2005 (Reel/Frame Nos. 016206/0143).

WHEREAS, on or about December 1, 2004, the Debtor defaulted in its payments of the Debt Obligation to the Seller.

WHEREAS, the Seller exercised its right to accelerate the full amount of the Debt Obligation under the terms of the Note and subsequently acquired an uncontested confession of judgment against the Debtor for the full amount of the Debt Obligation in the Circuit Court of Prince William County, Virginia, on June 24, 2005 (Law No. 65954).

WHEREAS, on October 19, 2005, the Seller noticed all parties in interest with a Notice of Disposition of Collateral and Advertisement of Public Sale (the "Notice"), thereby evidencing its intent to sell certain of the Collateral (as defined in the Notice) securing the Debt Obligation at a public auction to be held on December 5, 2005, and to apply the proceeds of such sale to the Debt Obligation in accordance with Virginia Code Ann. §§ 8.9A-101, et seq., and its rights under the Security Agreement. The

Advertisement of Public Sale was also published in the Washington Post on the 11th, 18th, and 24th of November 2005.

WHEREAS, pursuant to the Notice, the Purchaser reserved its right to include the Debt Obligation in its bid for the Collateral (as defined in the Notice) to be sold at auction, with such Debt Obligation having the same value as a cash bid in the same amount.

WHEREAS, a public sale of the Collateral (as defined in the Notice) pursuant to Virginia Code Ann. §§8.9A-101, et seq., occurred at 10:00 a.m., on December 5, 2005, at the offices of McGuireWoods LLP, 1750 Tysons Blvd., Suite 1800, McLean, Virginia 22102, pursuant to the terms of the Security Agreement, such Collateral consisting of the property set forth on Exhibit A attached hereto and made a part hereof (collectively, the "Property").

WHEREAS, the Purchaser, appearing at the public sale in accordance with the Notice, was the successful bidder for the purchase of the Property by virtue of its credit bid in the amount of \$747,898.66, representing the total Debt Obligation of the Debtor, including accrued, unpaid interest and accrued costs and expenses (net of any setoffs), and has taken title to the Property in accordance with the terms and conditions set forth in the Notice and applicable law.

NOW, THEREFORE, the Seller, for and in consideration of the satisfaction of \$747,898.66 in outstanding debt owed by the Debtor to the Seller under the Note and the Security Agreement and accepted by the Seller, the receipt and sufficiency of which is hereby acknowledged, has granted, bargained, sold, transferred, and conveyed and does grant, bargain, sell, transfer, and convey to the Purchaser all of the Debtor's right, title, and interest in and to the Property "AS IS" and "WHERE IS" without representation or warranty.

TO HAVE AND TO HOLD, all and singularly, the Property unto Purchaser and its successors and assigns for Purchaser's use and benefit, forever. The Seller hereby warrants and confirms to the Purchaser that: (a) the Property described in Section A (entitled "Patents") of Exhibit A attached hereto (collectively, the "Patents") are physically located at the United States Patent and Trademark Office, Madison Building, 600 Dulany Street, Alexandria, Virginia, 22314 on the date hereof; (b) the Property described in Section B (entitled "Miscellaneous Inventory") of Exhibit A attached hereto (collectively, the "Miscellaneous Inventory") is physically located at WC&R Interests, Inc. d/b/a Diamond Brand Canvas Products, 145 Cane Creek Industrial Park Dr., Fletcher, North Carolina 28732 on the date hereof; (c) the Property conveyed herein is subject to a claim by Robert and Cheryl Thomas of a prior, perfected security interest in the Property as evidenced by a Notice of Default dated November 16, 2005, attached hereto as Exhibit B, and further subject to such additional security interests as may be demonstrated by security interest holders, if any; (d) the Debtor is in default under the terms and provisions of the Note and the Security Agreement and any other documents relating to, securing, or evidencing the Debt Obligation, (e) the Seller shall apply the

proceeds of the public sale in accordance with the terms and provisions of the Security Agreement and any other documents relating to, securing, or evidencing the Debt Obligation and the Uniform Commercial Code as codified in Virginia; and (f) the Purchaser shall have no obligation or duty to ensure that such proceeds are appropriately applied.

IN WITNESS WHEREOF, each of the Seller and Purchaser has, through its duly authorized officer, executed this Bill of Sale as of the day and year first above written.

SELLER:	
Ву:	
Title:	
Date:	
Subscribed and sworn to before me this	day of December 2005.
	Notary Public
My Commission Expires:	
PURCHASER:	
By:	
Title:	
Date:	
Subscribed and sworn to before me this	_ day of December 2005.
	Notary Public
My Commission Expires:	

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EXHIBIT A

The Property as defined herein shall include:

A. Patents

- 1. United States Patent No. 5,908,043 issued June 1, 1999 pursuant to Application No. 07/829314 filed on February 3, 1992, titled Ultralight, Portable, Radio Frequency Shielded Enclosure and the Assembly Thereof, subject to (i) that certain Exclusive Patent License Agreement by and between Bulwark Electromagnetic Material Applications, Inc., d/b/a BEMA Incorporated, as Licensor, and WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products, as Licensee, dated October 29, 2004, (ii) that certain Agreement to Manufacture Licensed Patented Products by and among Bulwark Electromagnetic Material Applications, Inc., d/b/a BEMA Incorporated, as Licensor, WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products, as Licensed Manufacturer, and The I.D.E.A. Corporation, as Value Added Reseller, dated October 30, 2004, and (iii) any senior lien rights that any party may have in the Collateral.
- 2. United States Patent No. 6,068,009 issued May 30, 2000 pursuant to Application No. 09/323024 filed on June 1, 1999, titled Ultralight, Portable, Radio Frequency Shielded Enclosure and the Assembly Thereof, subject to (i) that certain Exclusive Patent License Agreement by and between Bulwark Electromagnetic Material Applications, Inc., d/b/a BEMA Incorporated, as Licensor, and WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products, as Licensee, dated October 29, 2004, (ii) that certain Agreement to Manufacture Licensed Patented Products by and among Bulwark Electromagnetic Material Applications, Inc., d/b/a BEMA Incorporated, as Licensor, WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products, as Licensed Manufacturer, and The I.D.E.A. Corporation, as Value Added Reseller, dated October 30, 2004, and (iii) any senior lien rights that any party may have in the Collateral.

B. Miscellaneous Inventory

One (1) 8000BTU PCM Demo Unit

One (1) 8000BTU ECU Demo Unit

Seven (7) Hardigg 9X12 Enclosure Cases

Four (4) Hardigg 9X12 Frame Cases

Four (4) Hardigg 6X9 Enclosure Cases

One (1) Hardigg 6X9 Frame Case

One (1) Hardigg 3X6 Frame Case

One (1) Used Demo 9X12 Enclosure and Frame with Cases

One (1) Used Demo 6X9 Enclosure and Frame with Cases

One (1) Used Demo 4X2 Enclosure and Frame

One (1) Case of used Demo Lights (5)

One (1) Demo Accessory Case

Two (2) Sets of Demo Power and Signal Panels with Cases

Nineteen (19) Rolls Shielding Fabric 110cm. 50meter rolls

Fifteen (15) Jameson 3136ST 36 Watt Lights

Thirty-One (31) 5" EMI Honeycombs

One (1) Spectrum Analyzer Receiver

One (1) Spectrum Analyzer Amplifier

Two (2) Sets of Antennas for spectrum Analyzer

Eighteen (18) 115V Muffin Fans

Four (4) 3ft. 250 Joule Surge Protectors

Sixteen (16) Shielded Cables

Eight (8) Rolls of Adhesive Conductive Tape

One (1) Lot of Miscellaneous Hardware, Screws, Nuts, and Bolts

One (1) DEMO TecTent liner

Two (2) New TecTents complete

Two (2) new TecTent Vestibule Frames

Two (2) demo TecTent Vestibule Frames

One (1) new TecTent Connector Frame

One (1) Demo TecTent Connector Frame

Nineteen (19) enclosure bags

Thirteen (13) floor mats

One (1) 9X12X7 floor

Three (3) One Man Tents New

Two (2) One Man Tents Demo

Two (2) 3X6X6 frames

One (1) Demo 3X6X6 Acoustic enclosure

One (1) 4X2X2 Tabletop

One (1) 6X6X6 enclosure

One (1) Demo 3X6X6 frame

EXHIBIT B

3

To:

Bulwark Electromagnetic Material Applications, Inc. ("BEMA")

From:

Robert and Cheryl Thomas, successors to Provident Bank

Date:

November 16, 2005

NOTICE OF DEFAULT

This Notice is intended to inform BEMA that it is in default of a certain promissory note (the "Note") dated November 1, 2000, from BEMA to Provident Bank (the "Bank"), which was the successor to Southern Financial Bank, for reasons including but not limited to the failure to pay principal and interest when due. The Note and all of the Bank's rights and interests under the Note were subsequently assigned by the Bank to Robert and Cheryl Thomas. The Note is secured by a certain Security Agreement dated November 1, 2000 and a certain Commercial Security Agreement dated October 2, 2001, by and between BEMA and the Bank, as successor to Southern Financial Bank. Pursuant to the Note the entire outstanding principal amount with late charges, accrued interest and reasonable attorney's fees became due and payable upon the first default and remains due and payable.

Pursuant to the terms of the Note and the security agreements, Mr. and Mrs. Thomas are entitled to take possession of the collateral securing the Note. Subject to and without waiving any rights under the Note and the security agreements, Robert and Cheryl Thomas hereby make final demand for immediate payment of the principal amount of \$101,800.00, as of December 30, 2004, plus interest, late charges, reasonable attorney's fees and costs.

> Robert Thomas Cheryl Thomas By Counsel

VSB No. 33226 ⁽

Odin, Feldman & Pittleman, P.C. 9302 Lee Highway, Suite 1100

Fairfax, Virginia 22031

Direct: (703) 218-2134

Fax:

(703) 218-2160

PERSONS TO WHOM THIS NOTICE IS SENT

Bulwark Electromagnetic Material Applications, Inc., d/b/a BEMA Incorporated (a/k/a BEMA, Inc.) 8484 Kao Circle Manassas, Virginia 20110
By Certified Mail and Regular First Class Mail

Bulwark Electromagnetic Material Applications, Inc. d/b/a BEMA Incorporated (a/k/a BEMA, Inc.) c/o Clerk of the Virginia State Corporation Commission Tyler Building 1300 E. Main Street Richmond, Virginia 23219 By Certified Mail and Regular First Class Mail

Dwight C. Pettay (office)
Registered Agent, Director
Bulwark Electromagnetic Material Applications, Inc.,
d/b/a BEMA Incorporated (a/k/a BEMA, Inc.)
8484 Kao Circle
Manassas, Virginia 20110
By Certified Mail and Regular First Class Mail

Dwight C. Pettay (home)
Registered Agent, Director
Bulwark Electromagnetic Material Applications, Inc.,
d/b/a BEMA Incorporated (a/k/a BEMA, Inc.)
7708 Newcastle Drive
Annandale, Virginia 22003
By Certified Mail and Regular First Class Mail

Paul Hester
Chairman of the Board
Bulwark Electromagnetic Material Applications, Inc.,
d/b/a BEMA Incorporated (a/k/a BEMA, Inc.)
43014 Waters Overlook Court
Leesburg, Virginia 20176
By Certified Mail and Regular First Class Mail

J. Eric Crupi, Esquire McGuireWoods LLP 1750 Tysons Boulevard, Suite 1800 McLean, Virginia 22102

N:\Data\Client\46000-46999\46203\00001\jwrpl-notice default.doc

BILL OF SALE

STATE OF VIRGINIA COUNTY OF FAIRFAX

THIS BILL OF SALE is made this ____ day of December 2005, by and between WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products, in its capacity as seller (the "Seller"), and WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products, in its capacity as purchaser ("Purchaser").

WHEREAS, on November 4, 2004, Bulwark Electromagnetic Material Applications, Inc., d/b/a BEMA Incorporated, a/k/a BEMA, Inc. (the "Debtor") made a promissory note (the "Note") in favor of the Seller in the amount of \$681,862.80 with interest thereon at an annual rate of 6% from October 22, 2004 until paid, plus reasonable attorneys' fees and costs (collectively, the "Debt Obligation").

WHEREAS, on November 4, 2004, the Debtor and the Seller entered into that certain Security Agreement, which secured the Debtor's payment of the Debt Obligation by a lien on all of the Debtor's personal property (the "Security Interest").

WHEREAS, the Seller subsequently perfected the Security Interest under applicable law, as evidenced by (i) that certain UCC Financing Statement filed with the Virginia State Corporation Commission on November 8, 2004 (File No. 0411087446-8), as amended by that certain UCC Correction Statement filed on February 25, 2005 (File No. 0502257060-9), (ii) that certain UCC Financing Statement filed with the Clerk of the Circuit Court of Prince William County, Virginia, on November 5, 2004 (File Nos. 200411050189288 & 200411050189258), as amended by that certain UCC Correction Statement filed on March 11, 2005 (File Nos. 200503110038373 & 200503110038379), and (iii) that certain Notice of Recordation of Assignment Document and accompanying documents filed with the U.S. Patent and Trademark Office on June 30, 2005 (Reel/Frame Nos. 016206/0143).

WHEREAS, on or about December 1, 2004, the Debtor defaulted in its payments of the Debt Obligation to the Seller.

WHEREAS, the Seller exercised its right to accelerate the full amount of the Debt Obligation under the terms of the Note and subsequently acquired an uncontested confession of judgment against the Debtor for the full amount of the Debt Obligation in the Circuit Court of Prince William County, Virginia, on June 24, 2005 (Law No. 65954).

WHEREAS, on October 19, 2005, the Seller noticed all parties in interest with a Notice of Disposition of Collateral and Advertisement of Public Sale (the "Notice"), thereby evidencing its intent to sell certain of the Collateral (as defined in the Notice) securing the Debt Obligation at a public auction to be held on December 5, 2005, and to apply the proceeds of such sale to the Debt Obligation in accordance with Virginia Code Ann. §§ 8.9A-101, et seq., and its rights under the Security Agreement. The

Advertisement of Public Sale was also published in the Washington Post on the 11th, 18th, and 24th of November 2005.

WHEREAS, pursuant to the Notice, the Purchaser reserved its right to include the Debt Obligation in its bid for the Collateral (as defined in the Notice) to be sold at auction, with such Debt Obligation having the same value as a cash bid in the same amount.

WHEREAS, a public sale of the Collateral (as defined in the Notice) pursuant to Virginia Code Ann. §§8.9A-101, et seq., occurred at 10:00 a.m., on December 5, 2005, at the offices of McGuireWoods LLP, 1750 Tysons Blvd., Suite 1800, McLean, Virginia 22102, pursuant to the terms of the Security Agreement, such Collateral consisting of the property set forth on Exhibit A attached hereto and made a part hereof (collectively, the "Property").

WHEREAS, the Purchaser, appearing at the public sale in accordance with the Notice, was the successful bidder for the purchase of the Property by virtue of its credit bid in the amount of \$747,898.66, representing the total Debt Obligation of the Debtor, including accrued, unpaid interest and accrued costs and expenses (net of any setoffs), and has taken title to the Property in accordance with the terms and conditions set forth in the Notice and applicable law.

NOW, THEREFORE, the Seller, for and in consideration of the satisfaction of \$747,898.66 in outstanding debt owed by the Debtor to the Seller under the Note and the Security Agreement and accepted by the Seller, the receipt and sufficiency of which is hereby acknowledged, has granted, bargained, sold, transferred, and conveyed and does grant, bargain, sell, transfer, and convey to the Purchaser all of the Debtor's right, title, and interest in and to the Property "AS IS" and "WHERE IS" without representation or warranty.

TO HAVE AND TO HOLD, all and singularly, the Property unto Purchaser and its successors and assigns for Purchaser's use and benefit, forever. The Seller hereby warrants and confirms to the Purchaser that: (a) the Property described in Section A (entitled "Patents") of Exhibit A attached hereto (collectively, the "Patents") are physically located at the United States Patent and Trademark Office, Madison Building, 600 Dulany Street, Alexandria, Virginia, 22314 on the date hereof; (b) the Property described in Section B (entitled "Miscellaneous Inventory") of Exhibit A attached hereto (collectively, the "Miscellaneous Inventory") is physically located at WC&R Interests, Inc. d/b/a Diamond Brand Canvas Products, 145 Cane Creek Industrial Park Dr., Fletcher, North Carolina 28732 on the date hereof; (c) the Property conveyed herein is subject to a claim by Robert and Cheryl Thomas of a prior, perfected security interest in the Property as evidenced by a Notice of Default dated November 16, 2005, attached hereto as Exhibit B, and further subject to such additional security interests as may be demonstrated by security interest holders, if any; (d) the Debtor is in default under the terms and provisions of the Note and the Security Agreement and any other documents relating to, securing, or evidencing the Debt Obligation, (e) the Seller shall apply the

proceeds of the public sale in accordance with the terms and provisions of the Security Agreement and any other documents relating to, securing, or evidencing the Debt Obligation and the Uniform Commercial Code as codified in Virginia; and (f) the Purchaser shall have no obligation or duty to ensure that such proceeds are appropriately applied.

IN WITNESS WHEREOF, each of the Seller and Purchaser has, through its duly authorized officer, executed this Bill of Sale as of the day and year first above written.

SELLER:
By: //n/ (47)
Title: PRESIDENT
Date: $12 - 9 - 2005$
Subscribed and sworn to before me this <u>9</u> day of December 2005.
Notary Public
My Commission Expires: My Commission Expires April 28, 2009
PURCHASER:
By:
Title: Chief Financial officer
Date: $\frac{12/9/05}{}$
Subscribed and sworn to before me this <u>I</u> day of <u>December 2005</u> .
Jenny Tadder
Notary Public

My Commission Expires April 28, 2009

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EXHIBIT A

The Property as defined herein shall include:

A. Patents

- 1. United States Patent No. 5,908,043 issued June 1, 1999 pursuant to Application No. 07/829314 filed on February 3, 1992, titled Ultralight, Portable, Radio Frequency Shielded Enclosure and the Assembly Thereof, subject to (i) that certain Exclusive Patent License Agreement by and between Bulwark Electromagnetic Material Applications, Inc., d/b/a BEMA Incorporated, as Licensor, and WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products, as Licensee, dated October 29, 2004, (ii) that certain Agreement to Manufacture Licensed Patented Products by and among Bulwark Electromagnetic Material Applications, Inc., d/b/a BEMA Incorporated, as Licensor, WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products, as Licensed Manufacturer, and The I.D.E.A. Corporation, as Value Added Reseller, dated October 30, 2004, and (iii) any senior lien rights that any party may have in the Collateral.
- 2. United States Patent No. 6,068,009 issued May 30, 2000 pursuant to Application No. 09/323024 filed on June 1, 1999, titled Ultralight, Portable, Radio Frequency Shielded Enclosure and the Assembly Thereof, subject to (i) that certain Exclusive Patent License Agreement by and between Bulwark Electromagnetic Material Applications, Inc., d/b/a BEMA Incorporated, as Licensor, and WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products, as Licensee, dated October 29, 2004, (ii) that certain Agreement to Manufacture Licensed Patented Products by and among Bulwark Electromagnetic Material Applications, Inc., d/b/a BEMA Incorporated, as Licensor, WC&R Interests, Inc., d/b/a Diamond Brand Canvas Products, as Licensed Manufacturer, and The I.D.E.A. Corporation, as Value Added Reseller, dated October 30, 2004, and (iii) any senior lien rights that any party may have in the Collateral.

B. Miscellaneous Inventory

One (1) 8000BTU PCM Demo Unit

One (1) 8000BTU ECU Demo Unit

Seven (7) Hardigg 9X12 Enclosure Cases

Four (4) Hardigg 9X12 Frame Cases

Four (4) Hardigg 6X9 Enclosure Cases

One (1) Hardigg 6X9 Frame Case

One (1) Hardigg 3X6 Frame Case

One (1) Used Demo 9X12 Enclosure and Frame with Cases

One (1) Used Demo 6X9 Enclosure and Frame with Cases

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One (1) Case of used Demo Lights (5)

One (1) Demo Accessory Case

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Thirty-One (31) 5" EMI Honeycombs

One (1) Spectrum Analyzer Receiver

One (1) Spectrum Analyzer Amplifier

Two (2) Sets of Antennas for spectrum Analyzer

Eighteen (18) 115V Muffin Fans

Four (4) 3ft. 250 Joule Surge Protectors

Sixteen (16) Shielded Cables

Eight (8) Rolls of Adhesive Conductive Tape

One (1) Lot of Miscellaneous Hardware, Screws, Nuts, and Bolts

One (1) DEMO TecTent liner

Two (2) New TecTents complete

Two (2) new TecTent Vestibule Frames

Two (2) demo TecTent Vestibule Frames

One (1) new TecTent Connector Frame

One (1) Demo TecTent Connector Frame

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Thirteen (13) floor mats

One (1) 9X12X7 floor

Three (3) One Man Tents New

Two (2) One Man Tents Demo

Two (2) 3X6X6 frames

One (1) Demo 3X6X6 Acoustic enclosure

One (1) 4X2X2 Tabletop

One (1) 6X6X6 enclosure

One (1) Demo 3X6X6 frame

EXHIBIT B

3

To:

Bulwark Electromagnetic Material Applications, Inc. ("BEMA")

From:

Robert and Cheryl Thomas, successors to Provident Bank

Date:

November 16, 2005

NOTICE OF DEFAULT

This Notice is intended to inform BEMA that it is in default of a certain promissory note (the "Note") dated November 1, 2000, from BEMA to Provident Bank (the "Bank"), which was the successor to Southern Financial Bank, for reasons including but not limited to the failure to pay principal and interest when due. The Note and all of the Bank's rights and interests under the Note were subsequently assigned by the Bank to Robert and Cheryl Thomas. The Note is secured by a certain Security Agreement dated November 1, 2000 and a certain Commercial Security Agreement dated October 2, 2001, by and between BEMA and the Bank, as successor to Southern Financial Bank. Pursuant to the Note the entire outstanding principal amount with late charges, accrued interest and reasonable attorney's fees became due and payable upon the first default and remains due and payable.

Pursuant to the terms of the Note and the security agreements, Mr. and Mrs. Thomas are entitled to take possession of the collateral securing the Note. Subject to and without waiving any rights under the Note and the security agreements, Robert and Cheryl Thomas hereby make final demand for immediate payment of the principal amount of \$101,800.00, as of December 30, 2004, plus interest, late charges, reasonable attorney's fees and costs.

> Robert Thomas Cheryl Thomas By Counsel

VSB No. 33226

Odin, Feldman & Pittleman, P.C. 9302 Lee Highway, Suite 1100

Fairfax, Virginia 22031

Direct: (703) 218-2134

Fax:

(703) 218-2160

PERSONS TO WHOM THIS NOTICE IS SENT

Bulwark Electromagnetic Material Applications, Inc., d/b/a BEMA Incorporated (a/k/a BEMA, Inc.) 8484 Kao Circle Manassas, Virginia 20110
By Certified Mail and Regular First Class Mail

Bulwark Electromagnetic Material Applications, Inc. d/b/a BEMA Incorporated (a/k/a BEMA, Inc.) c/o Clerk of the Virginia State Corporation Commission Tyler Building 1300 E. Main Street Richmond, Virginia 23219 By Certified Mail and Regular First Class Mail

Dwight C. Pettay (office)
Registered Agent, Director
Bulwark Electromagnetic Material Applications, Inc.,
d/b/a BEMA Incorporated (a/k/a BEMA, Inc.)
8484 Kao Circle
Manassas, Virginia 20110
By Certified Mail and Regular First Class Mail

Dwight C. Pettay (home)
Registered Agent, Director
Bulwark Electromagnetic Material Applications, Inc.,
d/b/a BEMA Incorporated (a/k/a BEMA, Inc.)
7708 Newcastle Drive
Annandale, Virginia 22003
By Certified Mail and Regular First Class Mail

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