Electronic Version v1.1 Stylesheet Version v1.1

SUBMISSION TYPE:	NEW ASSIGNMENT
NATURE OF CONVEYANCE:	Security Agreement ("Wells Fargo Foothill, Inc., as Agent under Credit Agreement dated 11/30/04 with Altra Industrial Motion, Inc., as Parent")

CONVEYING PARTY DATA

Name	Execution Date
TB Wood's Enterprises, Inc.	04/05/2007

RECEIVING PARTY DATA

Name:	Wells Fargo Foothill, Inc.
Street Address:	One Boston Place
City:	BOSTON
State/Country:	MASSACHUSETTS
Postal Code:	02108

PROPERTY NUMBERS Total: 5

Property Type	Number
Patent Number:	D343387
Patent Number:	5465804
Patent Number:	5304101
Patent Number:	6311920
Patent Number:	5611732

CORRESPONDENCE DATA

500257626

Fax Number: (212)554-7700

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

Phone: 212-554-7693

Email: hsiegel@mosessinger.com

Correspondent Name: Howard Siegel

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Address Line 2: **MOSES & SINGER LLP** new York, NEW YORK 10174 Address Line 4:

ATTORNEY DOCKET NUMBER: 010855-0101

PATENT

REEL: 019147 FRAME: 0388

NAME OF SUBMITTER:	Howard Siegel, Esq.
Total Attachments: 5 source=Patent Security Agreement - 2#page source=Patent Security Agreement - 2#page source=Patent Security Agreement - 2#page	e2.tif e3.tif
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PATENT SECURITY AGREEMENT

This PATENT SECURITY AGREEMENT (this "Patent Security Agreement") is made this 5th day of April, 2007, among the Grantors listed on the signature pages hereof (collectively, jointly and severally, "Grantors" and each individually "Grantor"), and WELLS FARGO FOOTHILL, INC., in its capacity as administrative agent for the Lender Group and the Bank Product Providers (together with its successors and assigns in such capacity, "Agent").

$\underline{W}\underline{I}\underline{T}\underline{N}\underline{E}\underline{S}\underline{S}\underline{E}\underline{T}\underline{H}$:

WHEREAS, pursuant to that certain Credit Agreement dated of November 30, 2004 (as amended, restated, amended and restated, supplemented or otherwise modified from time to time, including all exhibits and schedules thereto, the "Credit Agreement") among Altra Industrial Motion, Inc., a Delaware corporation ("Parent"), each of its Subsidiaries identified on the signature pages thereof (Parent and such Subsidiaries, "Borrowers"), the lenders party thereto as "Lenders" ("Lenders"), and Agent, the Lender Group agreed to make certain financial accommodations available to Borrowers from time to time pursuant to the terms and conditions thereof;

WHEREAS, the members of Lender Group are willing to make the financial accommodations to Borrowers as provided for in the Credit Agreement, but only upon the condition, among others, that the Grantors shall have executed and delivered to Agent, for the benefit of the Lender Group and the Bank Product Providers, that certain Security Agreement dated as of November 30, 2004 (including all annexes, exhibits or schedules thereto, as from time to time amended, restated, amended and restated, supplemented or otherwise modified, the "Security Agreement"); and

WHEREAS, pursuant to the Security Agreement, Grantors are required to execute and deliver to Agent, for the benefit of the Lender Group and the Bank Product Providers, this Patent Security Agreement.

NOW, THEREFORE, in consideration of the premises and mutual covenants herein contained and for other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, each Grantor hereby agrees as follows:

- 1. <u>DEFINED TERMS</u>. All capitalized terms used but not otherwise defined herein have the meanings given to them in the Security Agreement and/or the Credit Agreement.
- 2. <u>GRANT OF SECURITY INTEREST IN PATENT COLLATERAL</u>. Each Grantor hereby grants to Agent, for the benefit of the Lender Group and the Bank Product Providers, a continuing first priority security interest (subject to Permitted Liens) in all of such Grantor's right, title and interest in, to and under the following, whether presently existing or hereafter created or acquired (collectively, the "Patent Collateral"):
- (a) all of its Patents and rights in and to Patent Intellectual Property Licenses to which it is a party including those referred to on Schedule I hereto;
- (b) all reissues, continuations, continuations-in-part, substitutes, extensions or renewals of, and improvements on, the foregoing; and
- (c) all products and proceeds of the foregoing, including, without limitation, any claim by such Grantor against third parties for past, present or future infringement of any Patent.
- 3. <u>SECURITY AGREEMENT</u>. The security interests granted pursuant to this Patent Security Agreement are granted in conjunction with the security interests granted to Agent, for the benefit of the Lender

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Group and the Bank Product Providers, pursuant to the Security Agreement. Each Grantor hereby acknowledges and affirms that the rights and remedies of Agent with respect to the security interest in the Patent Collateral made and granted hereby are more fully set forth in the Security Agreement, the terms and provisions of which are incorporated by reference herein as if fully set forth herein.

- 4. <u>AUTHORIZATION TO SUPPLEMENT</u>. Grantors hereby authorize Agent unilaterally to modify this Agreement by amending <u>Schedule I</u> to include any patentable inventions or applications therefor which become part of the Patent Collateral under the Security Agreement. Notwithstanding the foregoing, no failure to so modify this Patent Security Agreement or amend <u>Schedule I</u> shall in any way affect, invalidate or detract from Agent's continuing security interest in all Collateral, whether or not listed on <u>Schedule I</u>.
- 5. <u>COUNTERPARTS</u>. This Patent Security Agreement may be executed in any number of counterparts, each of which shall be deemed to be an original, but all such separate counterparts shall together constitute but one and the same instrument. Any signatures delivered by a party by facsimile transmission or by e-mail transmission shall be deemed an original signature hereto.

[SIGNATURE PAGES FOLLOW]

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IN WITNESS WHEREOF, each Grantor has caused this Patent Security Agreement to be executed and delivered by its duly authorized officer as of the date first set forth above.

GRANTORS:

TB WOOD'S INCORPORATED,

a Pennsylvania corporation, as a Grantor

Name: Joseph C Horvath

Title: VP, CFO and Corporate Secretary

PLANT ENGINEERING CONSULTANTS, LLC,

a Tennessee limited liability company, as a Grantor

Name: Joseph C. Horvath

Title: Treasurer and Secretary

TB WOOD'S ENTERPRISES, INC.,

a Delaware corporation, as a Grantor

Name: Joseph C. Horvath

Title: President and Treasurer

TB WOOD'S CORPORATION,

a Delaware corporation, as a Grantor

Name: Joseph C. Horvath

Title: VP, CFO and Corporate Secretary

SIGNATURE PAGE OF PATENT SECURITY AGREEMENT

AGENT:	WELLS FARGO FOOTHILL, INC., a California copporation as Agent
	Ву:
•	Name: Which J. P. J.
	Title:

SIGNATURE PAGE OF PATENT SECURITY AGREEMENT

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SCHEDULE I TO PATENT SECURITY AGREEMENT PATENTS AND PATENT APPLICATIONS

RECORDED: 04/12/2007

Grantor	Country	Patent	Registration No.	Registration Date
TB Wood's	United States	Housing for Motor	D343,387	1/18/1994
Incorporated		Control Equipment		
TB Wood's	United States	Combination of a	5,465,804	11/14/1995
Incorporated		Power Steering		
		Pump and Air		
		Conditioning		
		Compressor in an		
		Automotive		
		Vehicle		
TB Wood's	United States	Shaft Mountable	5,304,101	4/19/1994
Incorporated		Bushing and Hub		
		for Industrial Power		
		Transmissions		
TB Wood's	United States	Precision Winding	6,311,920	11/6/2001
Incorporated		Method and		
		Apparatus		
TB Wood's	United States	Flexible Coupling	5,611,732	3/18/1997
Incorporated		with End Stress		
		Relief Structure		

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