

PATENT ASSIGNMENT

Electronic Version v1.1
 Stylesheet Version v1.1

SUBMISSION TYPE:	NEW ASSIGNMENT
NATURE OF CONVEYANCE:	SECURITY AGREEMENT
CONVEYING PARTY DATA	
Name	Execution Date
Cortland Cable Company, Inc.	04/10/2007
RECEIVING PARTY DATA	
Name:	Merrill Lynch Capital, a division of Merrill Lynch Business Financial Services Inc., as Administrative Agent
Street Address:	222 N. LaSalle Street
Internal Address:	16th Floor
City:	Chicago
State/Country:	ILLINOIS
Postal Code:	60601
PROPERTY NUMBERS Total: 2	
Property Type	Number
Application Number:	10017945
Application Number:	11081112
CORRESPONDENCE DATA	
Fax Number:	(312)577-4688
<i>Correspondence will be sent via US Mail when the fax attempt is unsuccessful.</i>	
Phone:	312-577-8416
Email:	carole.dobbins@kattenlaw.com
Correspondent Name:	Carole Dobbins c/o Katten Muchin
Address Line 1:	525 W. Monroe St.
Address Line 4:	Chicago, ILLINOIS 60661
ATTORNEY DOCKET NUMBER:	215434-00166
NAME OF SUBMITTER:	Carole Dobbins

CH \$80.00 10017945

Total Attachments: 7
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PATENT SECURITY AGREEMENT

THIS PATENT SECURITY AGREEMENT (the “**Agreement**”) made as of this 10th day of April, 2007, by CORTLAND CABLE COMPANY, INC., a New York corporation (“**Grantor**”) in favor of Merrill Lynch Capital, a division of Merrill Lynch Business Financial Services Inc., in its capacity as Administrative Agent for the Lenders party to the Credit Agreement (defined below) (“**Grantee**”):

W I T N E S S E T H

WHEREAS, Sanlo, Inc., a Delaware corporation, and Cortland Holding Company, a Delaware corporation (collectively, “**Borrowers**”) are parties to a certain Amended and Restated Credit Agreement of even date herewith (as the same may be amended, restated, modified or supplemented and in effect from time to time, the “**Credit Agreement**”) providing for the extensions of credit to be made to Borrowers by Lenders;

WHEREAS, Grantor and certain other affiliates of Borrowers have executed and delivered to Grantee an Amended and Restated Guaranty dated as of the date hereof (as the same may be amended, restated, supplemented or otherwise modified from time to time, individually and collectively, the “**Guaranty**”) pursuant to which Grantor and such certain affiliates of Borrowers have guaranteed the prompt payment and performance of the Obligations under the Credit Agreement;

WHEREAS, pursuant to the terms of a certain Amended and Restated Security Agreement of even date herewith among Grantor, Borrowers, certain of Grantor’s affiliates and Grantee (as the same may be amended or otherwise modified from time to time, the “**Security Agreement**”), Grantor has granted to Grantee, for the benefit of Grantee and Lenders, a security interest in substantially all of the assets of Grantor including all right, title and interest of Grantor in, to and under all now owned and hereafter acquired Patents (as defined in the Security Agreement), and all products and proceeds thereof, to secure the payment of all amounts owing by Grantor under the Credit Agreement;

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, Grantor agrees as follows:

1. Incorporation of Credit Agreement and Security Agreement. The Credit Agreement and Security Agreement 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 Security Agreement.

2. Grant and Reaffirmation of Grant of Security Interests. To secure the payment and performance of the Obligations, Grantor hereby grants to Grantee, for its benefit and the benefit of Lenders, and hereby reaffirms its prior grant pursuant to the Security Agreement of, a continuing security interest in Grantor’s entire right, title and interest in and to the following (all of the following items or types of property being herein collectively referred to as the “**Patent Collateral**”), whether now owned or existing and hereafter created, acquired or arising:

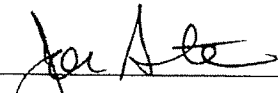
(i) each Patent and application for Patent listed on Schedule 1 annexed hereto, together with any reissues, continuations or extensions thereof; and

(ii) all products and proceeds of the foregoing, including, without limitation, any claim by Grantor against third parties for past, present or future infringement of any Patent.

[Remainder of Page Intentionally Left Blank; Signature Page Follows]

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

CORTLAND CABLE COMPANY, INC., a New York corporation

By: 
Name: _____
Title: _____

Agreed and Accepted
As of the Date First Written Above

MERRILL LYNCH CAPITAL, a division
of Merrill Lynch Business Financial
Services Inc., as Administrative Agent

By: _____
Name: _____
Title: _____

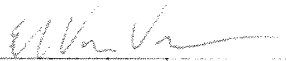
IN WITNESS WHEREOF, Grantor has duly executed this Agreement as of the date first written above.

CORTLAND CABLE COMPANY, INC., a New York corporation

By: _____
Name: _____
Title: _____

Agreed and Accepted
As of the Date First Written Above

MERRILL LYNCH CAPITAL, a division of Merrill Lynch Business Financial Services Inc., as Administrative Agent

By: 
Name: Erik Van Vuren
Title: Assistant Vice President

SCHEDULE 1

PATENTS

Patent Description

U.S. Patent No.

PATENT APPLICATIONS

Patent Application Description

U.S. Patent Application No.

Date Applied

SCHEDULE TO PATENT SECURITY AGREEMENT

U.S. Patents:

Cortland Cable Company, Inc.		
Title	Filing Date/Issue Date	Application No./Patent No.
Prosthetic Ligament ¹	December 14, 2001 July 29, 2003	10/017,945 6,599,319
Rope	March 16, 2005 September 21, 2006 (Pub.)	11/081,112 2006/0207414 (Pub. No.)
A Mooring Line for an Oceanographic Buoy System	August 21, 2006 (Application date: not yet approved)	Docket 2008.5

Foreign Patent Rights:

Cortland Cable Company, Inc.		
Title	Publication or Issue Date	Publication No. or Patent No.
Prosthetic Ligament	September 8, 2004	EP1453438A1
A Rope	September 28, 2006	WO06101723A1
Prosthetic Ligament	June 26, 2003	CA246784AA
Prosthetic Ligament	June 30, 2003	AU2357123AA
Prosthetic Ligament	May 12, 2005	JP2005512635T2

Patent Licenses:

<u>Other party to Agreement</u>	<u>Nature of Agreement</u>	<u>Date of execution</u>
SCI Technology, Inc. d/b/a SCI Systems	SCI retains rights to design, and Cortland retains rights to use, small diameter fiber-optic cables upon payment of royalties to SCI; Cortland to produce and SCI to lead such projects if feasible	8/22/02
Auburn University	Joint development agreement, including ownership and licensing terms	6/20/02
Celanese Advanced Materials, Inc. ("CAMI")	Patent co-ownership agreement	2/12/03

¹ The Prosthetic Ligament patent is jointly owned by Cortland Cable Company, Inc. and Kuraray America, Inc. ("Kuraray"). This joint ownership is subject to an agreement between Kuraray (Formerly Celanese Advanced Materials, Inc.) and Cortland Cable Company, Inc. ("Cortland") dated 12 February 2003. This agreement gives Cortland the exclusive right to use, manufacture and sell rope under this patent provided said ropes are manufactured with Vectran.

Patent Registrations:

-None