### 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
Recovercare, LLC	09/26/2007

#### **RECEIVING PARTY DATA**

Name:	Commerce Bank, NA
Street Address:	2005 Market Street
Internal Address:	One Commerce Square, 2nd Floor
City:	Philadelphia
State/Country:	PENNSYLVANIA
Postal Code:	19103

#### PROPERTY NUMBERS Total: 1

Property Type	Number
Patent Number:	6859961

### **CORRESPONDENCE DATA**

Fax Number: (215)405-2612

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

Phone: 215-977-2612

Email: Inocella@wolfblock.com

Correspondent Name: Rebecca Feinberg, Esquire

Address Line 1: 1650 Arch Street

Address Line 2: 22nd Floor

Address Line 4: Philadelphia, PENNSYLVANIA 19103

ATTORNEY DOCKET NUMBER:	COM212-221417
NAME OF SUBMITTER:	Rebecca Feinberg

**Total Attachments: 8** 

500375259

source=Commerce-Recovercare TM Assignment#page1.tif source=Commerce-Recovercare TM Assignment#page2.tif

PATENT REEL: 019955 FRAME: 0354 **JP \$40.00 685**9

source=Commerce-Recovercare TM Assignment#page3.tif source=Commerce-Recovercare TM Assignment#page4.tif source=Commerce-Recovercare TM Assignment#page5.tif source=Commerce-Recovercare TM Assignment#page6.tif source=Commerce-Recovercare TM Assignment#page7.tif source=Commerce-Recovercare TM Assignment#page8.tif

### <u>INTELLECTUAL PROPERTY SECURITY AGREEMENT</u>

THIS INTELLECTUAL PROPERTY SECURITY AGREEMENT (this "Security Agreement") is made effective as of the 26th day of September, 2007 by and between RECOVERCARE, LLC, a Pennsylvania limited liability company ("Assignor") and COMMERCE BANK, N.A., as Agent for the Lenders ("Agent").

#### **BACKGROUND**

- A. Pursuant to that certain Loan and Security Agreement by and among Agent, the Lenders from time to time a party thereto (collectively, the ("Lenders"), Assignor, Cambridge Technologies, Inc. ("Cambridge") and Camtech II, LLC (("Camtech") dated of even date herewith (as the same may be amended, modified, supplemented, extended and/or renewed, the "Loan Agreement"), the Lenders agreed to extend to Cambridge, Camtech and Assignor various credit facilities.
- B. The Loan Agreement provides, *inter alia*, that Assignor grant to Agent, for its benefit and for the benefit of Lenders, a security interest in substantially all of Assignor's assets, including, without limitation, its patents, patent rights, patent applications, service marks, trademarks, service mark and trademark applications, tradenames, goodwill, copyrights and licenses.

NOW THEREFORE, in consideration of the premises set forth herein and for other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, Assignor agrees as follows:

1. <u>Incorporation of Loan Agreements</u>. The Loan Agreement and the terms and provisions thereof are hereby incorporated herein in their entirety by this reference thereto. All capitalized terms not otherwise defined herein shall have the meanings set forth in the Loan Agreement.

### 2. Security Interest.

- (a) Security Interest in Patents, Copyrights and Licenses. To secure the complete and timely payment and satisfaction of all Lender Indebtedness, Assignor hereby collaterally assigns, pledges and grants to Agent, for its benefit and the <u>pro rata</u> benefit of Lenders, a security interest in, as and by way of a first security interest having priority over all other security interests, with power of sale, to the extent permitted by law, all of Assignor's right, title and interest in and to all of the following, whether now owned or existing and filed or hereafter acquired or arising and filed (collectively, with items named in Section 2(b) below, the "Collateral"):
- patents and patent applications including, without limitation, those patents listed on Exhibit "A" attached hereto and made a part hereof, and (A) the reissues, divisions, continuations, renewals, extensions and continuations-in-part thereof, (B) all income, royalties, damages and payments now and hereafter due and/or payable under and with respect thereto, including, without limitation, damages and payments for past or future infringements thereof, (C) the right to sue for past, present and future infringements thereof, and (D) all rights corresponding thereto throughout the world (all of the foregoing patents and applications, together with the items

PHL:5656639.3/COM212-221417

described in clauses (A)-(D), are sometimes hereinafter individually and/or collectively referred to as the "Patents");

- (ii) copyrights, copyright registrations, copyright applications and all computer programs, operating systems, application systems, hardware or software of any nature whatsoever owned by Assignor, whether operational, under development or inactive, including all object codes, source codes, modules, technical manuals, user manuals, operating instructions and procedures, in-put and out-put formats, program listings, narrative descriptions, program flow charts, file layouts, report layouts, screen layouts and other documentation therefor (including internal notes, memoranda, status evaluations, marketing information and write-ups), and all improvements, modifications, enhancements, new releases and revisions thereof, whether in machine-readable form, programming language or any other language or symbols, and whether stored, encoded, recorded or written on disk, tape, film, memory device, paper or other media of any nature; together with all tangible media upon which any of the foregoing are recorded or encoded, including, without limitation, all chips, disks, tapes, film and paper, and (A) all renewals thereof, (B) all income. royalties, damages and payments now and hereafter due and/or payable with respect thereto, including, without limitation, damages and payments for past or future infringements thereof, and (C) the right to sue for past, present and future infringements thereof (all of the foregoing items are sometimes referred to herein collectively as the "Copyrights"); and
- (iii) license agreements with any other party, whether Assignor is a licensor or licensee under any such license agreement and the right to prepare for sale, sell and advertise for sale all inventory now or hereafter owned by Assignor and now or hereafter covered by such licenses (all of the foregoing is hereinafter referred to collectively as the "Licenses").
- Security Interest in Trademarks. To secure the complete and timely payment and satisfaction of all Lender Indebtedness, Assignor hereby mortgages, pledges and grants to Agent, for its benefit and the pro rata benefit of Lenders, a security interest in, as and by way of a first mortgage and security interest having priority over all other security interests, with power of sale, to the extent permitted by law, all of Assignor's right, title and interest in and to all of the following, whether now owned or existing and filed or hereafter acquired or arising and filed: service marks, trademarks, service mark and trademark registrations, tradenames, service mark and trademark applications, and all goodwill attendant thereto, including, without limitation, those trademarks listed on Exhibit "A" attached hereto and made a part hereof, and (A) all renewals thereof, (B) all income, royalties, damages and payments now and hereafter due and/or payable with respect thereto, including without limitation, damages and payments for past or future infringements thereof, (C) the right to sue for past, present and future infringements thereof, and (D) all rights corresponding thereto throughout the world (all of the foregoing service marks, trademarks, service mark and trademark registrations, service mark and tradenames and applications together with the items described in clauses (A)-(D), are sometimes hereinafter individually and/or collectively referred to as the "Trademarks").
- 3. <u>Restrictions on Future Agreements</u>. Assignor agrees that until all Lender Indebtedness shall have been satisfied in full and the Loan Agreement shall have been terminated, Assignor will not, without Agent's prior written consent, enter into any agreement (including, without limitation, any license or royalty agreement) which is inconsistent with Assignor's obligations under this Security Agreement or the Loan Agreement, and Assignor further agrees that it will not take any action, or permit any action to be taken by others, subject to its control, including licensees, or fail to

-2-

take any action, which would affect the validity or enforcement of the rights of Agent under this Security Agreement.

- New Patents, Trademarks, and Licenses. Assignor represents and warrants that the 4. Patents and Trademarks registered and listed on Exhibit "A", constitute all of the Patents, Trademarks and applications therefor now owned by Assignor and Assignor has no registered copyrights. If, before all Lender Indebtedness shall have been satisfied in full and the Loan Agreement shall have been terminated, Assignor shall (a) obtain rights to any new patentable inventions, trademarks, service marks, trademark registrations, tradenames, copyrights or licenses, or (b) become entitled to the benefit of any patent or trademark or copyright application, trademark, trademark registration, service mark, tradename, copyright or license renewal, or patent for any reissue, division, continuation, renewal, extension, or continuation-in-part of any Patent or any improvement on any Patent, the provisions of Section 2 above shall automatically apply thereto and Assignor shall give to Agent prompt written notice thereof. Assignor hereby authorizes Agent to modify this Security Agreement by amending Exhibit "A", to include any future patents, patent applications, trademarks, trademark registrations, service marks, trademark applications, tradenames, copyrights and licenses which are Patents, Copyrights, Licenses or Trademarks, as applicable, under Section 2 above or under this Paragraph 4. Assignor hereby agrees to provide to Agent such assignment or other documentation as Agent may request to record Agent's lien on such future Patents, Copyrights, Licenses or Trademarks.
- Patents, Copyrights, Licenses and Trademarks as described herein shall be worldwide and without any liability for royalties or other related charges from Agent or any Lender to Assignor. The term of the security interest granted herein shall extend until the earlier of (a) the expiration of each of the respective Patents, Copyrights, Licenses and Trademarks assigned hereunder, or (b) the date on which all Lender Indebtedness has been paid in full and the Loan Agreement is terminated.
- 6. Agent's Right to Inspect. Agent shall have the right, at any time and from time to time, to inspect Assignor's premises and to examine Assignor's books, records and operations, including, without limitation, Assignor's quality control processes. Assignor agrees that Agent, or a conservator appointed by Agent, shall have the right to establish such additional product quality controls as Agent, or said conservator, in its sole judgment, may deem necessary to assure maintenance of the quality of products sold by Assignor under the Trademarks. Assignor agrees (a) not to sell or assign its interest in, or grant any license under, the Patents, Copyrights, Licenses or Trademarks, without the prior written consent of Agent; (b) to maintain the quality of any and all products in connection with which the Trademarks and/or Copyrights are used, consistent with quality of said products as of the date hereof; (c) not to adversely change the quality of said products without Agent's express written consent; and (d) to provide Agent, upon request, with a certificate of an officer of Assignor certifying Assignor's compliance with the foregoing.
- 7. <u>Termination</u>. This Security Agreement is made for collateral purposes only. Upon payment in full of all Lender Indebtedness and termination of the Loan Agreement, Agent shall execute and deliver to Assignor a termination of Agent's security interest granted herein and all deeds, assignments and other instruments as may be necessary or proper to re-vest in Assignor full title to the Patents, Copyrights, Licenses and Trademarks, subject to any disposition thereof which may have been made by Agent pursuant hereto.

-3-

- 8. <u>Duties of Assignor</u>. Assignor shall have the duty (a) to prosecute diligently any patent, trademark and copyright application pending as of the date hereof or thereafter until all Lender Indebtedness shall have been paid in full and the Loan Agreement is terminated, (b) to make application on unpatented but patentable inventions and on trademarks and copyrights, as appropriate, and (c) to preserve and maintain all rights in patent applications and patents of the Patents, in trademark applications, trademarks and trademark registrations of the Trademarks and in copyright applications and copyrights of the Copyrights. Any expenses incurred in connection with such applications shall be borne by Assignor. Assignor will not abandon any right to file a patent, trademark or copyright application or any Patent, Trademark, License or Copyright without the prior consent of the Agent.
- 9. Event of Default. Upon the occurrence of an Event of Default, Agent may, without further notice to or consent of Assignor, and in addition to all other rights and remedies available to Agent and Lenders, immediately record all assignments previously executed and delivered to Agent by Assignor and/or execute and record with all applicable offices (including, without limitation, the Patent and Trademark Office) an absolute assignment to Agent by Assignor of all rights, title and interest of Assignor, in and to the Collateral. Assignor hereby authorizes and agrees that Agent may, through the power of attorney granted in Section 14 hereof, upon the occurrence of an Event of Default irrevocably execute and deliver in Assignor's name any and all such assignments and agreements and to take any and all other actions in Assignor's name as Agent shall deem reasonable or appropriate to transfer and convey all right, title and interest of Assignor in and to the Collateral to Agent or any other person or entity selected by Agent.
- 10. Agent's Right to Sue. Agent shall have the right, but shall in no way be obligated, to bring suit in its own name to enforce the Licenses, Patents, Copyrights and/or Trademarks, and any licenses thereunder, and, if Agent shall commence any such suit, Assignor shall, at the request of Agent, do any and all lawful acts and execute any and all proper documents required by Agent in aid of such enforcement and Assignor shall promptly, upon demand, reimburse and indemnify Agent for all costs and expenses incurred by Agent in the exercise of its rights under this Section 10.
- Maivers. No course of dealing between Assignor and Agent or any Lender, nor any failure to exercise, nor any delay in exercising, on the part of Agent or any Lender, any right, power or privilege hereunder or under the Loan Agreement shall operate as a waiver thereof; nor shall any single or partial exercise of any right, power or privilege hereunder or thereunder preclude any other or further exercise thereof or the exercise of any other right, power or privilege.
- 12. <u>Severability</u>. The provisions of this Security Agreement are severable, and if any clause or provision shall be invalid and unenforceable in whole or in part in any jurisdiction, then such invalidity or unenforceability shall affect only such clause or provision, or part thereof, in such jurisdiction, and shall not in any manner affect such clause or provision in any other jurisdiction, or any other clause or provision of this Security Agreement in any jurisdiction.
- 13. <u>Modification</u>. This Security Agreement cannot be altered, amended or modified in any way, except as specifically provided in <u>Section 4</u> hereof or by a writing signed by the parties hereto.
- 14. <u>Cumulative Remedies; Power of Attorney; Effect on Loan Agreement</u>. All of Agent's and each Lender's rights and remedies with respect to the Patents, Trademarks, Copyrights

.4-

PHL:5656639.3/COM212-221417

and Licenses, whether established hereby or by the Loan Agreement, or by any other agreements or by law shall be cumulative and may be exercised singularly or concurrently. Assignor hereby authorizes Agent to make, constitute and appoint any officer or agent of Agent as Agent may select, in its sole discretion, as Assignor's true and lawful attorney-in-fact, with power to (a) endorse Assignor's name on all applications, documents, papers and instruments necessary or reasonably desirable for the Agent to protect, evidence or perfect its security interest in the Patents, Trademarks, Copyrights and Licenses, (b) upon the occurrence of an Event of Default, endorse Assignor's name on all applications, documents, papers and instruments necessary or reasonably desirable for the Agent to enforce its security interest in the Patents, Trademarks, Copyrights and Licenses, (c) upon the occurrence of an Event of Default, take any other actions with respect to the Patents, Trademarks, Copyrights and/or Licenses as the Agent reasonably deems in the best interest of the Agent, (d) upon the occurrence of an Event of Default, grant or issue any exclusive or non-exclusive license under the Patents or Trademarks to anyone, including Agent, and/or (e) upon the occurrence of an Event of Default, assign, pledge, convey or otherwise transfer title in or dispose of the Patents, Trademarks, Copyrights or Licenses to anyone, including Agent. Agent may also act under such power of attorney to take the actions referenced in Section 4. Agent hereby ratifies all that such attorney shall lawfully do or cause to be done by virtue hereof. This power of attorney shall be irrevocable until all Lender Indebtedness shall have been paid in full and the Loan Agreement shall have been terminated. Assignor acknowledges and agrees that this Security Agreement is not intended to limit or restrict in any way the rights and remedies of Agent or any Lender under the Loan Agreement but rather is intended to facilitate the exercise of such rights and remedies given it by the terms of this Security Agreement, all rights and remedies allowed by law and the rights and remedies of a secured party under the Uniform Commercial Code as enacted in any applicable jurisdiction.

- 15. <u>Binding Effect; Benefits</u>. This Security Agreement shall be binding upon the Assignor and its successors and assigns, and shall inure to the benefit of Agent and its nominees, successors and assigns.
- 16. Governing Law. This Security Agreement shall be governed by and construed in accordance with the laws of the Commonwealth of Pennsylvania without regard to conflict of law principles.

[REMAINDER OF PAGE INTENTIONALLY LEFT BLANK]

-5-

PHL:5656639.3/COM212-221417

IN WITNESS WHEREOF, the parties hereto have duly executed this Security Agreement the day and year first above written.

RECOVERCARE, LLC

By:

Thomas A. Smith, President

COMMERCE BANK, N.A.

Dur //////////

Walter Unangst, Senior Vice President

-6-

PHL:5656639.3/COM212-221417

STATE OF	Pennsylvania	:	
COLUMNIA OR	Philadelphia	:	SS.
COUNTY OF _	Truadelphia	:	

On this, the  $26^{11}$  day of September, 2007 before me, a Notary Public, personally appeared Thomas A. Smith, who acknowledged himself to be the President of RECOVERCARE, LLC, and that he as such President, being authorized to do so, executed the foregoing instrument for the purposes therein contained by signing the name of the corporation by himself as President.

IN WITNESS WHEREOF, I have hereunto set my hand and official sea

My commonwealth of Pennsylvania

NOTARIAL SEAL

BONITA S. McKENNA, Notary Public City of Philadelphia, Phila. County My Commission Expires November 5, 2009

SS.

STATE OF <u>Pennsylvania</u>
COUNTY OF <u>Philadelphia</u>

On this, the 26th day of September, 2007 before me, a Notary Public, personally appeared Walter Unangst, who acknowledged himself to be a Senior Vice President of COMMERCE BANK, N.A., a national banking association, and that he as such Senior Vice President, being authorized to do so, executed the foregoing instrument for the purposes therein contained by signing the name of the bank by himself as such Vice President.

IN WITNESS WHEREOF, I have hereunto set my hand and official seal.

My commission expires:

COMMONWEALTH OF PENNSYLVANIA

NOTARIAL SEAL

BONITA S. McKENNA, Notary Public City of Philadelphia, Phila. County My Commission Expires November 5, 2009

PHL:5656639.3/COM212-221417

# EXHIBIT "A"

# TO

# INTELLECTUAL PROPERTY SECURITY AGREEMENT

# TRADEMARKS

Trademark	Serial No.	Registration No.
Stimulus System Jr.	76527481	3152472
Stimulus Plus, Jr.	78954659	
Recovercare	74328320	1,818,236
Stimulus System	75266248	2,197,320
Sten-Barr	78-017,599	2,659,396
Stimulus Air	78954634	
Stimulus Plus	76519880	2990066
Family Care	77106314	3293462
RecoverTurn	77086719	
RecoverAir	77086724	

# **PATENTS**

PATENT	APPLICATION NO.	PATENT NO.
Therapeutic bed cover and associated materials	10/629,328	6,859,961 B1

PHL:5656639.3/COM212-221417

**RECORDED: 10/12/2007**