

PATENT ASSIGNMENT

Electronic Version v1.1

Stylesheet Version v1.1

SUBMISSION TYPE:	NEW ASSIGNMENT
NATURE OF CONVEYANCE:	RELEASE BY SECURED PARTY
CONVEYING PARTY DATA	
Name	Execution Date
NEXBANK, SSB, as Agent	05/29/2008
RECEIVING PARTY DATA	
Name:	MARCAL PAPER MILLS, INC.
Street Address:	1 Market Street
City:	Elmwood Park
State/Country:	NEW JERSEY
Postal Code:	07407
PROPERTY NUMBERS Total: 5	
Property Type	Number
Patent Number:	6019873
Patent Number:	5888345
Patent Number:	5882480
Patent Number:	5807465
Patent Number:	5728270
CORRESPONDENCE DATA	
Fax Number:	(214)200-0853
<i>Correspondence will be sent via US Mail when the fax attempt is unsuccessful.</i>	
Phone:	214.651.5665
Email:	susan.myers@haynesboone.com
Correspondent Name:	Haynes and Boone, LLP
Address Line 1:	901 Main Street
Address Line 2:	Suite 3100
Address Line 4:	Dallas, TEXAS 75202-3789
ATTORNEY DOCKET NUMBER:	37203.24
NAME OF SUBMITTER:	Randall E. Colson

CH \$200.00 6019873

PATENT

500553638

REEL: 021018 FRAME: 0205

**Total Attachments: 7**

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**RELEASE OF  
SECURITY INTEREST IN PATENTS AND TRADEMARKS**

This Release of Security Interest in Patents and Trademarks Agreement (this "**Agreement**") is made and effective as of May 29, 2008, by Nexbank, SSB, as agent, as secured party under the Security Agreement and Assignment Agreement referenced below ("**Agent**").

**RECITALS**

**WHEREAS**, pursuant to that certain Security Agreement dated as of January 12, 2007, executed by Marcal Paper Mills, Inc., as debtor ("**Debtor**"), in favor of Agent ("**Security Agreement**"; capitalized terms used herein and not otherwise defined herein shall have the respective meanings set forth in the Security Agreement), the Debtor conveyed, pledged, assigned and transferred to Agent, for the equal and ratable benefit of the Agent and DIP Lenders, a security interest in (a) the patents, applications for patents, and licenses of patents listed on **Schedule A** ("**Scheduled Patents**"), and (b) the registered trademarks and service marks, applications for registration of trademarks and service marks, and licenses of registered trademarks and service marks listed on **Schedule B** ("**Scheduled Trademarks**"), together with goodwill of the business symbolized thereby to secure the payment, performance and observance of the Secured Obligations;

**WHEREAS**, pursuant to that certain Payoff and Lien Assignment Letter Agreement and that certain Assignment of Liens and Security Interests, both dated as of January 12, 2007, both executed by Wachovia Bank, National Association, in its capacity as administrative agent for itself and certain other lenders as assignor ("**Assignor**"), in favor of Agent ("**Assignment Agreements**"); the Assignor assigned, conveyed, transferred and granted to Agent, for the equal and ratable benefit of the Agent and DIP Lenders, all liens and security interests granted to or otherwise held by Assignor upon any and all properties and assets of Debtor; and

**WHEREAS**, Agent desires to release the security interests granted under the Security Agreement and conveyed under the Assignment Agreements.

**NOW, THEREFORE**, for good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, Agent (for itself and the ratable benefit of the DIP Lenders) hereby agrees as follows:

**Release of Security Agreement**

Agent (for itself and on behalf of the DIP Lenders) hereby releases the security interests granted pursuant to the Security Agreement and the Assignment Agreements, including the security interests granted in the Scheduled Patents and Scheduled Trademarks, and the goodwill symbolized thereby.

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Signature Page to Follow*

EXECUTED as of the date first written above.

NEXBANK, SSB,  
as Agent

By: \_\_\_\_\_

Name:

Title:

A handwritten signature in black ink, appearing to read "Jeff Scott", written over a horizontal line.

**Jeff Scott**  
**Vice President**  
**NexBank, SSB**

*Signature Page*  
*DIP IP Release*

**PATENT**  
**REEL: 021018 FRAME: 0208**

**Schedule A to**  
**Release of**  
**Security Interest in Patents and Trademarks**

***Issued Patents***

<b>Patent Description</b>	<b>Patent Number</b>	<b>Issue Date</b>
Floor absorbent granular product	6,019,873	2/1/2000
Apparatus for making granular material	5,951,822	3/16/1999
Absorbent granular product	5,888,345	3/30/1999
Process for making granular material	5,882,480	9/15/1998
Granular material containing recycled paper components	5,807,465	9/15/1998
Process for making the absorbent granular material	5,728,270	3/17/1998

**Schedule B to**  
**Release of**  
**Security Interest in Patents and Trademarks**

***Trademark and Service Mark Registrations***

**Trademarks - Domestic**

<b>Trademark</b>	<b>Registration Number</b>
KAOFIN	2122948
KAO-CLEAN	2523832
WORK FORCE	1089580
ASPEN	1551844
AT HOME & IN THE OFFICE	2305579
BELLA	1027037
BELLA	0861511
BUY THE BUNDLE	1672586
BY THE BUNDLE	1414918
CAMELLIA	0833704
CAMELLIA & DESIGN	0847872
DRAW AND STORE	1634789
EASY REACH	1412269
EMPIRE	1505884
FLORENTINE	0843719
FLORENTINE	0866387
FLUFF OUT	0791037
FLUFFY	2261398
MARCALCULATE	1757626

MARCAL	0372674
MARCAL	0425272
MARCAL	0501134
MARCAL	0573133
MARCAL	0667115
MARCAL	0949162
PAPER FROM PAPER, NOT FROM TREES	1595334
PAPER FROM PAPER NOT FROM TREES 100%	2036006
PAPER FROM PAPER NOT FROM TREES 100% RECYCLED WITHOUT CHLORINE BLEACHING	1977939
PURSE 'N POCKET	1627099
QUALITY AWAY FROM HOME	2491129
SERVI-ETAS	1117267
SNOW LILY	0723888
SOPAC	1036445
SUNRISE	0348723
SUNRISE	1237287
WORKFORCE	2010772
YELLOW ALERT	1087719
EASY REACH	2221794
ECOPAC	1854174
KITCHEN CHARM	0309329
MARCAL HANKIES	0589555
POLY-CASE	1265703

SANI-HANKS	0582691
SNAPACK	2179159
WORKFORCE	1847360
WORKFORCE	2132053
DOLLAR-WISE	2112472

#### Trademarks – Foreign

Country	Trademark	Registration Number
CA	BELLA	378169
CA	BUY THE BUNDLE	417286
CA	BY THE BUNDLE	381,590
CA	CAMELLIA	381,934
CA	EASY REACH	379636
CA	ECO	389731
CA	ECOPAC	381681
CA	FLORENTINE	379637
CA	FLUFF-IN	380348
CA	FLUFF-OUT	381,683
MX	FLUFFY	
CH	KAOFIN	443205
MX	KAOFIN	531884
CA	KITCHEN CHARM	390043
CA	MADEIRA	391136
CA	MARCAL	UCA23213



CA	MARCAL	UCA24270
CA	MARCAL	388605
DO	MARCAL	91987
EU	MARCAL	548339
IT	MARCAL	850490
CA	MARCAL HANKIES	381,684
CA	PAPER FROM PAPER NOT FROM TREES & DESIGN	516097
MX	PAPER FROM PAPER NOT FROM TREES & DESIGN	574204
CA	POLY-CASE	381,682
CA	PURSE 'N POCKET	398714
CA	SANI-HANKS	TMA375,950
MX	SERVICE	549431
CA	SERVI-ETAS	378168
CA	SNAPAC	381,935
CA	SNOW LILY	TMA376,940
CA	SUNRISE	378189
EU	WORKFORCE	000582668
CA	YELLOW ALERT	TMA375.949