

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
Sullair, LLC	12/13/2012

RECEIVING PARTY DATA

Name:	Deutsche Bank AG New York Branch, as Collateral Agent
Street Address:	60 Wall Street
City:	New York
State/Country:	NEW YORK
Postal Code:	10005

PROPERTY NUMBERS Total: 20

Property Type	Number
Application Number:	11299407
Application Number:	11301886
Application Number:	12445595
Application Number:	12812845
Application Number:	12370632
Application Number:	10257433
Application Number:	08173632
Application Number:	11239895
Application Number:	09207805
Application Number:	11043343
Application Number:	11035118
Application Number:	11009802
Application Number:	11557150
Application Number:	10025229
Application Number:	10859861

OP \$800.00 11299407

Application Number:	10654552
Application Number:	11127550
Application Number:	11851542
Application Number:	10257463
Application Number:	07566936

CORRESPONDENCE DATA

Fax Number: 2123548113
Correspondence will be sent via US Mail when the fax attempt is unsuccessful.
Phone: 212-819-8200
Email: iprecordations@whitecase.com
Correspondent Name: Andrew Fessak/White & Case LLP
Address Line 1: 1155 Avenue of the Americas
Address Line 2: Patent and Trademark Department
Address Line 4: New York, NEW YORK 10036

ATTORNEY DOCKET NUMBER:	1111779-2297-DB-HSI
-------------------------	---------------------

NAME OF SUBMITTER:	Andrew Fessak
--------------------	---------------

Total Attachments: 11
source=Sullair, LLC IP Security Agreement - Patents#page1.tif
source=Sullair, LLC IP Security Agreement - Patents#page2.tif
source=Sullair, LLC IP Security Agreement - Patents#page3.tif
source=Sullair, LLC IP Security Agreement - Patents#page4.tif
source=Sullair, LLC IP Security Agreement - Patents#page5.tif
source=Sullair, LLC IP Security Agreement - Patents#page6.tif
source=Sullair, LLC IP Security Agreement - Patents#page7.tif
source=Sullair, LLC IP Security Agreement - Patents#page8.tif
source=Sullair, LLC IP Security Agreement - Patents#page9.tif
source=Sullair, LLC IP Security Agreement - Patents#page10.tif
source=Sullair, LLC IP Security Agreement - Patents#page11.tif

INTELLECTUAL PROPERTY SECURITY AGREEMENT

This INTELLECTUAL PROPERTY SECURITY AGREEMENT (as amended, amended and restated, supplemented or otherwise modified from time to time, the “IP Security Agreement”) dated December 13, 2012, is among the Persons listed on the signature pages hereof (collectively, the “Grantors”) and Deutsche Bank AG New York Branch, as Collateral Agent (the “Collateral Agent”) for the Secured Parties (as defined in the Credit Agreement referred to below).

WHEREAS, Silver II Borrower S.C.A., a corporate partnership limited by shares (*société en commandite par actions*) organized and established under the laws of Luxembourg (the “Luxembourg Borrower”) and Silver II US Holdings, LLC, a Delaware limited liability company (the “U.S. Borrower”) and together with the Luxembourg Borrower, collectively, the “Borrowers”), Silver II Acquisition S.à r.l., a private limited liability company (*société à responsabilité limitée*) organized and established under the laws of Luxembourg (“Silver Acquisition”), and Silver II S.à r.l., a private limited liability company (*société à responsabilité limitée*) organized and established under the laws of Luxembourg (“Luxembourg General Partner”, and together with Silver Acquisition, collectively, “Holdings”), have entered into the Credit Agreement dated as of December 13, 2012 (as amended, amended and restated, supplemented or otherwise modified from time to time, the “Credit Agreement”), each lender from time to time party hereto (collectively, the “Lenders” and individually, a “Lender”), and Deutsche Bank AG New York Branch, as Swing Line Lender, L/C Issuer, administrative agent (in such capacity, together with any successor administrative agent, the “Administrative Agent”) and collateral agent, (in such capacity, together with any successor collateral agent, the “Collateral Agent”). Terms defined in the Credit Agreement or in the Security Agreement (as defined below) and not otherwise defined herein are used herein as defined in the Credit Agreement or the Security Agreement, as the case may be (and in the event of a conflict, the applicable definition shall be the one given to such term in the Security Agreement).

WHEREAS, as a condition precedent to the making of the Loans by the Lenders from time to time and the issuance of Letters of Credit by the L/C Issuers from time to time, the entry into Secured Hedge Agreements by the Hedge Banks from time to time and the entry into Secured Cash Management Agreements by the Cash Management Banks from time to time, each Grantor has executed and delivered that certain Security Agreement dated December 13, 2012 among the Grantors and the Collateral Agent (as amended, amended and restated, supplemented or otherwise modified from time to time, the “Security Agreement”).

WHEREAS, under the terms of the Security Agreement, the Grantors have granted to the Collateral Agent, for the benefit of the Secured Parties, a security interest in, among other property, certain intellectual property of the Grantors, and have agreed thereunder to execute this IP Security Agreement for recording with the U.S. Patent and Trademark Office, the United States Copyright Office and any other appropriate domestic governmental authorities.

NOW, THEREFORE, for good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, each Grantor agrees as follows:

SECTION 1. Grant of Security. As security for the payment or performance, as the case may be, in full of all of the Secured Obligations when due, the undersigned hereby unconditionally grants, pledges, and collaterally assigns to the Collateral Agent and, its successors and permitted assigns, for the benefit of the Secured Parties, a continuing security interest in, and liens on, the undersigned right, title and interest in and to the Collateral, other than Excluded Property, in each case, as to each type of property described below, whether now owned or hereafter acquired by the undersigned, wherever located, and whether now or hereafter existing or arising (the “Collateral”):

(i) all patents, patent applications, utility models, statutory invention registrations and all inventions claimed or disclosed therein and all improvements thereto set forth in Schedule A hereto (the “Patents”);

(ii) all trademarks, trademark applications, service marks, domain names, trade dress, logos, designs, slogans, trade names, business names, corporate names and other source identifiers, whether registered or unregistered set forth in Schedule B hereto (provided that no security interest shall be granted in United States intent-to-use trademark applications to the extent that, and solely during the period in which, the grant of a security interest therein would impair the validity or enforceability of such intent-to-use trademark applications under applicable federal law), together, in each case, with the goodwill symbolized thereby (the “Trademarks”);

(iii) all copyrights, together with any moral rights, including, without limitation, copyrights in Computer Software (as defined in the Security Agreement), internet web sites and the content thereof, whether registered or unregistered set forth in Schedule C hereto (the “Copyrights”);

(iv) all reissues, divisions, continuations, continuations-in-part, extensions, renewals and reexaminations of any of the foregoing, all rights in the foregoing provided by international treaties or conventions, all rights corresponding thereto throughout the world and all other rights of any kind whatsoever of such Grantor accruing thereunder or pertaining thereto;

(v) any and all claims for damages and injunctive relief for past, present and future infringement, dilution, misappropriation, violation, misuse or breach with respect to any of the foregoing, with the right, but not the obligation, to sue for and collect, or otherwise recover, such damages; and

(vi) any and all proceeds of, collateral for, income, royalties and other payments now or hereafter due and payable with respect to, and supporting obligations relating to, any and all of the Collateral of or arising from any of the foregoing;

provided that notwithstanding anything to the contrary contained in the foregoing clauses (i) through (vi), the security interest created hereby shall not extend to, and the term “Collateral” shall not include, any Excluded Property.

SECTION 2. Security for Obligations. The grant of a security interest in, the Collateral by each Grantor under this IP Security Agreement secures the payment of all Secured Obligations of such Grantor now or hereafter existing under or in respect of the Secured Documents (as such Secured Documents may be amended, amended and restated, supplemented, replaced, refinanced or otherwise modified from time to time (including any increases of the principal amount outstanding thereunder)), whether direct or indirect, absolute or contingent, and whether for principal, reimbursement obligations, interest, premiums, penalties, fees, indemnifications, contract causes of action, costs, expenses or otherwise. Without limiting the generality of the foregoing, this IP Security Agreement secures, as to each Grantor, the payment of all amounts that constitute part of the Secured Obligations that would be owed by such Grantor to any Secured Party under the Secured Documents but for the fact that they are unenforceable or not allowable due to the existence of a bankruptcy, or reorganization or similar proceeding involving a Loan Party.

SECTION 3. Recordation. Each Grantor authorizes and requests that the Register of Copyrights, the Commissioner for Patents and the Commissioner for Trademarks and any other applicable domestic government officer record this IP Security Agreement.

SECTION 4. Execution in Counterparts. This IP Security Agreement may be executed in any number of counterparts, each of which when so executed shall be deemed to be an original and all of which taken together shall constitute one and the same agreement.

SECTION 5. Grants, Rights and Remedies. This IP Security Agreement has been entered into in conjunction with the provisions of the Security Agreement. Each Grantor does hereby acknowledge and confirm that the grant of the security interest hereunder to, and the rights and remedies of, the Collateral Agent with respect to the Collateral are more fully set forth in the Security Agreement, the terms and provisions of which are incorporated herein by reference as if fully set forth herein. In the event of any conflict between the terms of this IP Security Agreement and the terms of the Security Agreement, the terms of the Security Agreement shall govern.

SECTION 6. Governing Law; Jurisdiction; Etc. (a) THIS IP SECURITY AGREEMENT SHALL BE GOVERNED BY, AND CONSTRUED IN ACCORDANCE WITH, THE LAW OF THE STATE OF NEW YORK WITHOUT GIVING EFFECT TO THE CONFLICTS OF LAWS PRINCIPLES THEREOF, BUT INCLUDING SECTION 5-1401 OF THE NEW YORK GENERAL OBLIGATIONS LAW.

(b) EACH PARTY HERETO IRREVOCABLY AND UNCONDITIONALLY SUBMITS, FOR ITSELF AND ITS PROPERTY, TO THE EXCLUSIVE JURISDICTION OF THE COURTS OF THE STATE OF NEW YORK SITTING IN NEW YORK CITY IN THE BOROUGH OF MANHATTAN AND OF THE UNITED STATES DISTRICT COURT FOR THE SOUTHERN DISTRICT OF NEW YORK SITTING IN THE BOROUGH OF MANHATTAN, AND ANY APPELLATE COURT FROM ANY THEREOF, IN ANY ACTION OR PROCEEDING ARISING OUT OF OR RELATING TO THIS IP SECURITY AGREEMENT, AND EACH OF THE PARTIES HERETO IRREVOCABLY AND UNCONDITIONALLY AGREES THAT ALL CLAIMS IN RESPECT OF ANY SUCH ACTION OR PROCEEDING MAY BE HEARD AND DETERMINED IN SUCH NEW YORK STATE COURT OR, TO THE FULLEST EXTENT PERMITTED BY APPLICABLE LAW, IN SUCH FEDERAL COURT. EACH OF THE PARTIES HERETO AGREES THAT A FINAL JUDGMENT IN ANY SUCH ACTION OR PROCEEDING SHALL BE CONCLUSIVE AND MAY BE ENFORCED IN OTHER JURISDICTIONS BY SUIT ON THE JUDGMENT OR IN ANY OTHER MANNER PROVIDED BY LAW. NOTHING IN THIS IP SECURITY AGREEMENT SHALL AFFECT ANY RIGHT THAT THE ADMINISTRATIVE AGENT, COLLATERAL AGENT, ANY LENDER OR ANY L/C ISSUER MAY OTHERWISE HAVE TO BRING ANY ACTION OR PROCEEDING RELATING TO THIS IP SECURITY AGREEMENT AGAINST THE BORROWERS OR ANY OTHER LOAN PARTY OR ITS PROPERTIES IN THE COURTS OF ANY JURISDICTION.

(c) EACH PARTY HERETO IRREVOCABLY AND UNCONDITIONALLY WAIVES, TO THE FULLEST EXTENT PERMITTED BY APPLICABLE LAW, ANY OBJECTION THAT IT MAY NOW OR HEREAFTER HAVE TO THE LAYING OF VENUE OF ANY ACTION OR PROCEEDING ARISING OUT OF OR RELATING TO THIS IP SECURITY AGREEMENT IN ANY COURT REFERRED TO IN PARAGRAPH (b) OF THIS SECTION. EACH OF THE PARTIES HERETO HEREBY IRREVOCABLY WAIVES, TO THE FULLEST EXTENT PERMITTED BY APPLICABLE LAW, THE DEFENSE OF AN INCONVENIENT FORUM TO THE MAINTENANCE OF SUCH ACTION OR PROCEEDING IN ANY SUCH COURT.

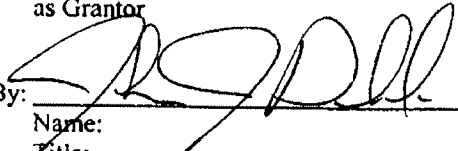
(d) EACH PARTY HERETO IRREVOCABLY CONSENTS TO SERVICE OF PROCESS IN THE MANNER PROVIDED FOR NOTICES IN SECTION 10.02 OF THE CREDIT AGREEMENT. NOTHING IN THIS IP SECURITY AGREEMENT WILL AFFECT THE RIGHT OF

ANY PARTY HERETO TO SERVE PROCESS IN ANY OTHER MANNER PERMITTED BY APPLICABLE LAW.

(e) EACH PARTY TO THIS IP SECURITY AGREEMENT HEREBY EXPRESSLY WAIVES ANY RIGHT TO TRIAL BY JURY OF ANY CLAIM, DEMAND, ACTION OR CAUSE OF ACTION ARISING UNDER THIS IP SECURITY AGREEMENT OR IN ANY WAY CONNECTED WITH OR RELATED OR INCIDENTAL TO THE DEALINGS OF THE PARTIES HERETO OR ANY OF THEM WITH RESPECT TO THIS IP SECURITY AGREEMENT, OR THE TRANSACTIONS RELATED THERETO, IN EACH CASE WHETHER NOW EXISTING OR HEREAFTER ARISING, AND WHETHER FOUNDED IN CONTRACT OR TORT OR OTHERWISE; AND EACH PARTY HEREBY AGREES AND CONSENTS THAT ANY SUCH CLAIM, DEMAND, ACTION OR CAUSE OF ACTION SHALL BE DECIDED BY COURT TRIAL WITHOUT A JURY, AND THAT ANY PARTY TO THIS AGREEMENT MAY FILE AN ORIGINAL COUNTERPART OR A COPY OF THIS SECTION 6(e) WITH ANY COURT AS WRITTEN EVIDENCE OF THE CONSENT OF THE SIGNATORIES HERETO TO THE WAIVER OF THEIR RIGHT TO TRIAL BY JURY.

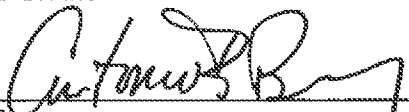
IN WITNESS WHEREOF, each Grantor and the Collateral Agent have caused this IP Security Agreement to be duly executed and delivered by its officer thereunto duly authorized as of the date first written above.

HASKEL INTERNATIONAL, LLC
as Grantor


By: 
Name: _____
Title: _____

[Signature Page to HSI Intellectual Property Security Agreement]


MILTON ROY, LLC
as Grantor

By: 
Name: _____
Title: _____

SULLAIR, LLC
as Grantor

By: 
Name:
Title:

SUNDYNE, LLC
as Grantor

By: 
Name:
Title:

[Signature Page to HSI Intellectual Property Security Agreement]

DEUTSCHE BANK AG NEW YORK BRANCH
as Collateral Agent

By: 
Name: Erin Morrissey
Title: Director

By: 
Name: Carin Keegan
Title: Director

[Signature Page to HSI Intellectual Property Security Agreement]

U.S. PATENTS

Sullair, LLC

TITLE	STATUS	FILED	SERIAL NO.	ISSUED	PATENT NO.
Modular Portable Compressor	Pending	12-Dec-05	11/299,407		
Method of Assembling a Modular Portable Compressor	Issued	13-Dec-05	11/301,886	2-Mar-10	7669325
Oil separator with raised holes in perforated tube	Issued	15-Apr-09	12/445,595	17-May-11	7942946
Pressurised air pick device with variable control	Pending	6-Oct-2010	12/812,845		
Two-stage heat exchanger with interstage bypass	Pending	13-Feb-09	12/370,632		
Compressor/drier system and absorber therefor (separate fluid absorber)	Issued	11-Oct-02	10/257,433	25-Jan-05	6846348
Compressor inlet valve with improved response time	Issued	23-Dec-93	08/173632	10-Oct-95	5456582
Cooling system for a rotary screw compressor	Issued	30-Sep-05	11/239,895	26-Feb-08	7334428
Thrust bearing arrangement	Issued	9-Dec-98	09/207,805	11-Apr-00	6048101
Torus geometry motor system	Issued	26-Jan-05	11/043,343	25-Sep-2012	8274184
Transistor matrix switched reluctance variable speed motor drive	Issued	13-Jan-05	11/035,118	26-Feb-08	7336043
Magnetic pulse pump/compressor system	Pending	10-Dec-04	11/009,802		
Method and device for disposing of air compression system effluent	Pending	7-Nov-06	11/557,150		
Pressure ratio modulation for a two stage oil free compressor assembly	Issued	19-Dec-01	10/025,229	28-Oct-03	6638029
Cavitation noise reduction system for a rotary screw vacuum pump	Issued	3-Jun-04	10/859,861	23-Jan-07	7165949
Combination sight glass, strainer	Issued	3-Sep-03	10/654,552	1-Aug-06	7083393

SCHEDULE B

TITLE	STATUS	FILED	SERIAL NO.	ISSUED	PATENT NO.
and orifice					
Integrated electric motor driven compressor	Issued	12-May-05	11/127,550	23-Oct-07	7285882
Integrated electric motor driven compressor	Issued	7-Sep-07	11/851,542	20-Jul-10	7759828
Integrated compressor drier apparatus	Issued	11-Oct-2002	10/257,463	18-Jan-2005	6843836
Fuel supply system for portable engine driven equipment	Issued	13-Aug-1990	07/566,936	4-Jun-1991	5020566