

PATENT ASSIGNMENT COVER SHEET

Electronic Version v1.1
 Stylesheet Version v1.2

EPAS ID: PAT2629081

SUBMISSION TYPE:	NEW ASSIGNMENT
NATURE OF CONVEYANCE:	SECURITY AGREEMENT
CONVEYING PARTY DATA	
Name	Execution Date
NATIONAL NAIL CORP.	11/13/2013
RECEIVING PARTY DATA	
Name:	THE PRIVATEBANK AND TRUST COMPANY
Street Address:	120 SOUTH LASALLE STREET, SUITE 200
City:	CHICAGO
State/Country:	ILLINOIS
Postal Code:	60603
PROPERTY NUMBERS Total: 21	
Property Type	Number
Patent Number:	8382414
Patent Number:	8480343
Patent Number:	D662808
Patent Number:	D677147
Patent Number:	7836970
Patent Number:	7628305
Patent Number:	7530483
Patent Number:	7481346
Patent Number:	7344058
Patent Number:	7207095
Patent Number:	6968945
Patent Number:	6779700
Patent Number:	6478209
Application Number:	12908531
Application Number:	13452581

CH \$840.00 8382414

Application Number:	13630230
Application Number:	13921496
Application Number:	29443016
Application Number:	13861166
Application Number:	13908820
Application Number:	13921464

CORRESPONDENCE DATA

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Correspondence will be sent via US Mail when the email attempt is unsuccessful.
 Correspondent Name: ERIC T. FINGERHUT
 Address Line 1: 1300 I ST., NW, SUITE 300 WEST
 Address Line 4: WASHINGTON, DISTRICT OF COLUMBIA 20005

ATTORNEY DOCKET NUMBER:	104085-0277
NAME OF SUBMITTER:	ERIC T. FINGERHUT
Signature:	/eric t. fingerhut/
Date:	11/26/2013

Total Attachments: 9

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PATENT SECURITY AGREEMENT

THIS PATENT SECURITY AGREEMENT (this "**Security Agreement**"), made as of the 13th day of November, 2013 by and between NATIONAL NAIL CORP., a Michigan corporation ("**Borrower**"), and THE PRIVATEBANK AND TRUST COMPANY ("**Lender**"):

W I T N E S S E T H:

WHEREAS, Borrower and Lender are parties to a certain Loan and Security Agreement dated as of even date herewith (as amended, amended and restated or otherwise modified from time to time, the "**Loan Agreement**") and other related loan documents dated as of even date herewith (collectively, with the Loan Agreement, and as each may be amended or otherwise modified from time to time, the "**Financing Agreements**"), which Financing Agreements provide (i) for Lender to, from time to time, extend credit to or for the account of Borrower and (ii) for the grant by Borrower to Lender of a security interest in certain of Borrower's assets, including, without limitation, its patents and patent applications;

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, Borrower agrees as follows:

1. Incorporation of Financing Agreements. The Financing Agreements 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 Loan Agreement.

2. Grant and Reaffirmation of Grant of Security Interests. To secure the complete and timely payment and satisfaction of the Obligations (as defined in the Loan Agreement), Borrower hereby grants to Lender, and hereby reaffirms its prior grant pursuant to the Financing Agreements of, a continuing security interest in Borrower's entire right, title and interest in and to all of its now owned or existing and hereafter acquired or arising patents and patent applications, including, without limitation, the inventions and improvements described and claimed therein, all patentable inventions and those patents and patent applications listed on Schedule A attached hereto and made a part hereof and all patents and the reissues, divisions, continuations, renewals, extensions and continuations-in-part of any of the foregoing, and all income, royalties, damages and payments now or hereafter due and/or payable under or with respect to any of the foregoing, including, without limitation, damages and payments for past, present and future infringements of any of the foregoing and the right to sue for past, present and future infringements of any of the foregoing (all of the foregoing are sometimes hereinafter individually and/or collectively referred to as the "**Patents**").

3. Warranties and Representations. Borrower warrants and represents to Lender that:

(i) To the knowledge of Borrower, no Patent has been adjudged invalid or unenforceable by a court of competent jurisdiction nor has any such Patent been cancelled, in whole or in part and each such Patent is presently subsisting;

(ii) To the knowledge of Borrower, Borrower is the sole and exclusive owner of the entire and unencumbered right, title and interest in and to each Patent, free and clear of any liens (other than Permitted Liens), charges and encumbrances, including without limitation, shop rights and covenants by Borrower not to sue third persons, with the exception of a license granted to a third party regarding U.S. Patent 6,478,209, titled "FEEDING AND DRIVING ASSEMBLY FOR A COMBINATION STAPLE-CAP FASTENER";

(iii) Borrower has no notice of any suits or actions commenced or threatened with reference to any Patent; and

(iv) Borrower has the unqualified right to execute and deliver this Security Agreement and perform its terms.

4. Restrictions on Future Agreements. Except as otherwise provided herein, Borrower agrees that until Borrower's Obligations shall have been satisfied in full and the Financing Agreements shall have been terminated, Borrower shall not, without the prior written consent of Lender, such consent not to be unreasonably withheld, sell or assign its interest in any Patent or enter into any other agreement with respect to any Patent which would affect the validity or enforcement of the rights transferred to Lender under this Security Agreement.

5. New Patents. Borrower represents and warrants that, based on a diligent investigation by Borrower, the Patents listed on Schedule A constitute all of the federally registered Patents and Patent applications now owned by Borrower. If, before Borrower's Obligations shall have been satisfied in full or before the Financing Agreements have been terminated, Borrower shall (i) become aware of any existing Patents of which Borrower has not previously informed Lender, (ii) obtain rights to any new patentable inventions or Patents, (iii) become entitled to the benefit of any Patents, which benefit is not in existence on the date hereof, or (iv) take any action to revive or complete any abandoned, lapsed or dead patent application or to register any patentable invention, the provisions of this Security Agreement above shall automatically apply thereto and Borrower shall give to Lender prompt written notice of any such existing Patents, new patentable inventions or Patents, benefit of any Patents or action to revive or complete any abandoned, lapsed or dead patent application or registration of any patentable invention. Notwithstanding the foregoing, the terms of this Security Agreement shall not apply to any license of a Patent hereafter acquired solely in the event that: (i) as the result of the security interest granted herein, Borrower's rights in or with respect to such license would be forfeited or would become void, voidable, terminable or revocable, or if Borrower would be deemed to have breached, violated or defaulted such agreement that governs such license; and (ii) any such restriction shall be effective and enforceable under applicable law (any license meeting the requirements of the foregoing shall be considered a "**Restricted General Intangible**"); provided, however, that the terms of this Security Agreement shall extend to (y) any and all proceeds of Restricted General Intangibles and (z) any item of Restricted General Intangibles upon any applicable party's consent thereto. Borrower hereby authorizes Lender to modify this Security Agreement by amending Schedule A to include any such Patents. In addition, if any of the foregoing events under this Section 5 occurs with respect to any Subsidiary of Borrower, Borrower shall give to Lender prompt written notice thereof.

6. Royalties; Terms. The term of this Security Agreement shall extend until the earlier of (i) the expiration of the last to expire of the Patents, and (ii) the payment in full of Borrower's Obligations and the termination of the Financing Agreements. Borrower agrees that upon the occurrence and during the continuance of an Event of Default, the use by Lender of all Patents shall be without any liability for royalties, compensation in any form or other related charges from Lender to Borrower.

7. Release of Security Interest. This Security Agreement is made for collateral purposes only. Upon payment in full of Borrower's Obligations and termination of the Financing Agreements, Lender shall take such actions as may be necessary or proper to terminate the security interests created hereby and pursuant to the Financing Agreements

8. Expenses. All expenses incurred in connection with the performance of any of the agreements set forth herein shall be borne by Borrower. All fees, costs and expenses, of whatever kind or nature, including reasonable attorneys' fees and legal expenses, incurred by Lender in connection with the filing or recording of any documents (including all taxes in connection therewith) in public offices, the payment or discharge of any taxes, reasonable counsel fees, maintenance fees, encumbrances or otherwise in protecting, maintaining or preserving the Patents or in defending or prosecuting any actions or proceedings arising out of or related to the Patents shall be borne by and paid by Borrower and until paid shall constitute Obligations.

9. Duties of Borrower. Borrower shall have the duty (i) to file and prosecute diligently, as commercially reasonable, any patent applications pending as of the date hereof or hereafter until Borrower's Obligations shall have been paid in full and the Financing Agreements have been terminated, (ii) to make application on unpatented but patentable inventions, as commercially reasonable, (iii) to preserve and maintain all rights in the Patents, as commercially reasonable and (iv) to ensure that the Patents are and remain enforceable, as commercially reasonable. Any expenses incurred in connection with Borrower's obligations under this Section 9 shall be borne by Borrower.

10. Lender's Right to Sue. After the occurrence and during the continuance of an Event of Default, Lender shall have the right, but shall in no way be obligated, to bring suit in its own name to enforce the Patents and, if Lender shall commence any such suit, Borrower shall, at the request of Lender, do any and all lawful acts and execute any and all proper documents required by Lender in aid of such enforcement and Borrower shall promptly, upon demand, reimburse and indemnify Lender for all costs and expenses incurred by Lender in the exercise of its rights under this Section 10.

11. Waivers. No course of dealing between Borrower and Lender, nor any failure to exercise, nor any delay in exercising, on the part of Lender, any right, power or privilege hereunder or under the Financing Agreements 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. Severability. The provisions of this Security Agreement are severable, and if any clause or provision shall be held 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. Modification. This Security Agreement cannot be altered, amended or modified in any way, except as specifically provided in Section 5 hereof or by a writing signed by the parties hereto.

14. Cumulative Remedies; Power of Attorney; Effect on Financing Agreements. All of Lender's rights and remedies with respect to the Patents, whether established hereby or by the Financing Agreements, or by any other agreements or by law shall be cumulative and may be exercised singularly or concurrently. Borrower hereby authorizes Lender upon the occurrence and during the continuance of an Event of Default, to make, constitute and appoint any officer or agent of Lender as Lender may select, in its sole discretion, as Borrower's true and lawful attorney-in-fact, with power to (i) endorse Borrower's name on all applications, documents, papers and instruments necessary or desirable for Lender in the use of the Patents or (ii) take any other actions with respect to the Patents as Lender deems to be in the best interest of Lender, or (iii) grant or issue any exclusive or non-exclusive license under the Patents to anyone, or (iv) assign, pledge, convey or otherwise transfer title in or dispose of the Patents to anyone. Borrower hereby ratifies all that such attorney shall lawfully do or cause to be done by virtue hereof. This power of attorney-in-fact shall be irrevocable until Borrower's Obligations shall have been paid in full and the Financing Agreements have been terminated. Borrower acknowledges and agrees that this Security Agreement is not intended to limit or restrict in any way the rights and remedies of Lender under the Financing Agreements but rather is intended to facilitate the exercise of such rights and remedies. Lender shall have, in addition to all other rights and remedies given it by the terms of this Security Agreement and the Financing Agreements, all rights and remedies allowed by law and the rights and remedies of a secured party under the Uniform Commercial Code as enacted in Illinois.

15. Binding Effect; Benefits. This Security Agreement shall be binding upon Borrower and its respective successors and assigns, and shall inure to the benefit of Lender, its successors, nominees and assigns.

16. Governing Law. This Security Agreement shall be governed by and construed in accordance with the laws of the State of Illinois and applicable federal law.

17. Headings. Paragraph headings used herein are for convenience only and shall not modify the provisions which they precede.

18. Further Assurances. Borrower agrees to execute and deliver such further agreements, instruments and documents, and to perform such further acts, as Lender shall reasonably request from time to time in order to carry out the purpose of this Security Agreement and agreements set forth herein.

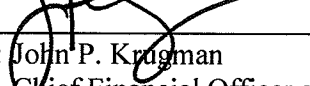
19. Survival of Representations. All representations and warranties of Borrower contained in this Security Agreement shall survive the execution and delivery of this

Security Agreement and shall be remade on the date of each borrowing under the Financing Agreements.

[Remainder of page intentionally left blank; signature page follows]

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

NATIONAL NAIL CORP., a Michigan corporation

By: 
Name: John P. Krugman
Title: Chief Financial Officer and Vice President
of Finance

Agreed and Accepted
As of the Date First Written Above

THE PRIVATEBANK AND TRUST COMPANY

By: _____
Name: Susan Hamilton Lanz
Title: Managing Director

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

NATIONAL NAIL CORP., a Michigan corporation

By: _____
Name: John P. Krugman
Title: Chief Financial Officer and Vice President of Finance

Agreed and Accepted
As of the Date First Written Above

THE PRIVATEBANK AND TRUST COMPANY

By: Susan Hamilton Lanz
Name: Susan Hamilton Lanz
Title: Managing Director

SCHEDULE A**PATENTS**

Country	Patent No.	Issue Date	Patent Description
United States	8382414	2/26/2013	THREADED FASTENER AND RELATED METHOD OF INSTALLATION [T-15 Screw]
United States	8480343	7/9/2013	FASTENER, INSTALLATION TOOL AND RELATED METHOD OF USE [Side Angle Screw]
Europe	001309819-0001	8/17/2012	FASTENER INSTALLATION TOOL [Pro Marksman Tool]
United States	D662808	7/3/2012	SCREW [Camo Screw]
Europe	001295810-0001-04	10/6/2011	SCREW [Camo Screw]
United States	D677147	3/5/2013	SCREW [Camo Screw Alternate II]
United States	7,836,970	11/23/2010	IMPACT FASTENER TOOL WITH CAP FEED
United States	7,628,305	12/8/2009	IMPACT FASTENER TOOL WITH CAP FEED ARRANGEMENT
United States	7,530,483	5/12/2009	IMPACT FASTENER TOOL WITH CAP FEED
United States	7,481,346	1/27/2009	HAMMER-TYPE STAPLER TOOL
United States	7,344,058	3/18/2008	AUTOMATIC WASHER FEEDER FOR AUTOMATIC NAILER
United States	7,207,095	4/24/2007	PROCESS FOR FORMING ELONGATED FLEXIBLE STRIP OF NAILING CAPS
United States	6,968,945	11/29/2005	CAP ASSEMBLY AND CAP FOR AUTOMATIC FASTENER DRIVER
United States	6,779,700	8/24/2004	CAP ASSEMBLY AND CAP FEEDER FOR AUTOMATIC FASTENER DRIVER
United States	6,478,209	11/12/2002	FEEDING AND DRIVING ASSEMBLY FOR A COMBINATION STAPLE-CAP FASTENER

PATENT APPLICATIONS

Country	Patent Application No.	Date Applied	Patent Application Description
Australia	2010251791	12/14/2010	FASTENER, INSTALLATION TOOL AND RELATED METHOD OF USE [Side Angle Screw]
Canada	2725335	12/14/2010	FASTENER, INSTALLATION TOOL AND RELATED METHOD OF USE [Side Angle Screw]

Country	Patent Application No.	Date Applied	Patent Application Description
United States	12/908531	10/20/2010	FASTENER, INSTALLATION TOOL AND RELATED METHOD OF USE [Side Screw Tool]
Australia	2010251785	12/14/2010	FASTENER, INSTALLATION TOOL AND RELATED METHOD OF MANUFACTURE [Side Screw Tool]
Canada	2725340	12/14/2010	FASTENER, INSTALLATION TOOL AND RELATED METHOD OF MANUFACTURE [Side Screw Tool]
EPC	12166026	4/27/2012	FASTENER, INSTALLATION TOOL AND RELATED METHOD OF USE [Side Angle Porch Tool]
United States	13/452581	4/20/2012	FASTENER, INSTALLATION TOOL AND RELATED METHOD OF USE [Side Angle Porch Tool]
United States	29/410075	1/4/2012	FASTENER INSTALLATION TOOL [Pro Marksman Tool]
United States	13/630230	9/28/2012	CONTROLLED FORCE DRIVE AND RELATED METHOD OF USE [Smart Drive Chuck]
Canada	Number not yet assigned	6/21/2013	FASTENER, INSTALLATION TOOL AND RELATED METHOD OF USE [Marksman Stand Up Tool]
Australia	2013206456	6/21/2013	FASTENER, INSTALLATION TOOL AND RELATED METHOD OF USE [Marksman Stand Up Tool]
United States	13/921496	6/19/2013	FASTENER, INSTALLATION TOOL AND RELATED METHOD OF USE
United States	29/443016	1/11/2013	SCREW [Camo Screw]
United States	13/861166	4/11/2013	FASTENER, INSTALLATION TOOL AND RELATED METHOD OF USE [Camo Screw]
United States	13/908820	6/3/2013	FASTENER, INSTALLATION TOOL AND RELATED METHOD OF USE [Camo Screw]
United States	13/921464	6/19/2013	SNIPER PATENT
Canada	2827504	12/14/2010	FASTENER, INSTALLATION TOOL AND RELATED METHOD OF MANUFACTURE [Clamp/Ejection Port Tool]
United States	29/468832	10/3/2013	SCREW [Camo Screw Alternate III]