FORM PTO-159 1-31-82

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S. DEPARTMENT OF COMMERCE tent and Trademark Office

original documents or copy thereof.

C:481 40.00 OP C:482 Mail documents to be rescaled with required cover sheet information Commissioner of Patents and Trade			
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OMB No. 0651-0011 (exp. 4/94)			
Total nur	mber of pages comprising cover sheet:		
Name of Person Signing	\$ignature Date		
Sue Heberlig Auchie	9 12.22 98		
9. Statement and signature To the best of my knowledge and belief, the any attached copy is a true copy of the orig:			
DO NOT USE	THIS SPACE		
	(Attach duplicate copy of this page if paying by deposit account)		
City: Harrisburg State: PA ZIP: 17108	8. Deposit account number:		
Name: Sue Heberlig Internal Address: P.O. Box 1166 Street Address:	7. Total fee (37 CFR 3.41: \$_90 XD Enclosed D Authorized to be charged to deposit account		
5. Name and address of party to whom corres- pondence concerning document should be mailed:	6. Total number of applications and registrations involved		
Additional numbers a	attached? D Yes 🐶 No		
A. Trademark Application No.(s)	B. Trademark registration No.(s) 1901477		
4. Application number(s) or registration number(s):			
Execution Date: 9/20/95	Additional name(s) & address(es) attached		
Security Agreement Change of Name M Other corrected assignment to delete app. from assign. rec. at 1403:0344	attached: Question with the a separate document from Assignment)		
3. Nature of conveyance:	Other If assignee is not domiciled in the United States, a domestic representative is		
Additional name(s) of conveying party(ies) attached?	☐ Individual(s) citizenship X Association banking ☐ General Partnership ☐ Limited Partnership ☐ Corporation-State		
☐ General Partnership ☐ Limited Partnership ☐ Corporation-State - New York ☐ Other			
☐ Individual(s) ☐ Association	Street Address: 100 N. Queen Street City: LancasterState: PA ZIP: 1760		
First Quality Products, Inc.	<pre>Name: CoreStates Bank, N.A. Internal Address:</pre>		
1. Name of conveying party(ies):	2. Name and address of receiving party(ies		

Public burden reporting for this sample cover sheet is estimated to average 30 minutes per document to be recorded, including time for reviewing the document and gathering the data needed, and completing and reviewing the sample cover sheet. Send comments regarding this burden estimate to the U.S. Patent and Trademark Office, Office of Information Systems, PK2-1000C, Washington, D.C. 20231, and to the Office of Management and Budget, Paperwork Reduction Project (0651-0011).

Washington, D.C. 20231

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Tab settings □	EET U.S. DEPARTMENT OF COMMERCE Patent and Tra-demark Office of original documents or copy thereof.
1. Name of conveying party(les): First Quality Products, Inc. 80 Cuttermill Road Great Neck, NY 11021 U Individual(s)	2. Name and address of receiving party(ies) Name: CoreStates Bank, N.A. Internal Address: FC - 6 - 36 - 3 - 5 Street Address: 100 N. Queen St., PO Box 1959 City: Lancaster State: PA ZIP: 17604-3959 Undividual(s) citizenship St Association banking General Partnership Limited Partnership Corporation-State Other If assignee is not domiciled in the United States, a domestic representative designation is attached: U Yes U No (Designations must be a separate document from assignment) Additional name(s) & address(es) attached? U Yes U No
 4. Application number(s) or patent number(s): A. Trademark Application No.(s) 74/693322 74/693321 74/608.359 Additional numbers at 	B. Trademark Registration No.(s) 1,901,477 Rached? © Yes St No
5. Name and address of party to whom correspondence concerning document should be mailed: Name: Lynn A. Huebner Internal Address: Lesser & Kaplin, P.C.	6. Total number of applications and registrations involved:
Street Address: 350 Sentry Parkway, Bldg, 640 City: Blue Bell State: PA ZIP: 19422	8. Deposit account number: N/A (Attach duplicate copy of this page if paying by deposit account)
Lynn A. Huebner Name of Person Signing	nation is true and correct and any attached copy is a true copy of 9/22/95 Signature Date prover sheet, attachments, and document:

Mail documents to be recorded with required cover sheet linformation 放行人民民 Commissioner of Patents & Trademarks, Box Assignments 八四十〇344 Washington, D.C. 20231

COLLATERAL ASSIGNMENT OF PATENTS, TRADEMARKS, LICENSES AND COPYRIGHTS

THIS COLLATERAL ASSIGNMENT OF PATENTS, TRADEMARKS, LICENSES AND COPYRIGHTS is made effective as of the ______ day of September, 1995 by and among FIRST QUALITY PRODUCTS, INC. ("Assignor") and CORESTATES BANK, N.A. ("Assignee").

BACKGROUND

- A. Pursuant to that certain Loan Agreement of even date by and between Assignee and Assignor (such Loan Agreement, as heretofore or hereafter amended, modified or restated, being referred to herein as the "Products Loan Agreement"), Assignee agreed to extend to Assignor the credit facilities described therein.
- B. Pursuant to a certain Surety Agreement executed by Assignor of even date in favor of Assignee ("Surety No. 1"), Assignor guaranteed and became a surety to Assignee for the payment and performance by First Quality Hygienic, Inc. ("Hygienic") of all indebtedness and obligations owed by Hygienic to Assignee, including, without limitation, payment and performance by Hygienic of all indebtedness and obligations of Hygienic to Assignee arising under that certain Loan Agreement of even date between Assignee and Hygienic (such Loan Agreement as hereafter amended, modified or restated, being referred to herein as the "Hygienic Loan Agreement").
- C. Pursuant to a certain Surety Agreement executed by Assignor of even date in favor of Assignee ("Surety No. 2"), Assignor guaranteed and became a surety to Assignee for the payment and performance by Nader Damaghi, Nasser Damaghi, Kambiz Damaghi and Babak Damaghi (collectively, the "Shareholders") of all indebtedness and obligations owed by the Shareholders to Assignee, including, without limitation, payment and performance by the Shareholders of all indebtedness and obligations of the Shareholders to Assignee arising under that certain Loan Agreement of even date between Assignee and the Shareholders (such Loan Agreement as hereafter amended, modified or restated, being referred to herein as the "Shareholders Loan Agreement").
- D. The Products Loan Agreement, the Hygienic Loan Agreement and the Shareholders Loan Agreement (collectively, the "Loan Agreements") provide, inter alia, that Assignor will grant to Assignee a security interest in all of Assignor's assets, including, without limitation, its patents, patent rights, patent applications, servicemarks, trademarks, service trademark applications, service trademarks, 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 Agreements 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 Agreements. All

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obligations of Assignor to Assignee, whether now or hereafter owing or existing, including without limitation all obligations hereunder, under the Loan Agreements, the Loan Documents, Surety No. I and Surety No. 2, and the payment, performance and discharge of all other obligations or undertakings now or hereafter made by or for the benefit of Assignor to or for the benefit of Assignee, under this Agreement or under any other agreement, promissory note or undertaking now existing or hereafter entered into by Assignor with or to Assignee, including any guaranty or surety obligations of Assignor owed to Assignee, and the undertakings of Assignor to immediately pay to Assignee the amount of any overdraft on any deposit account maintained with Assignee, are sometimes hereinafter referred to collectively as the "Bank Indebtedness".

- 2. <u>Collateral Assignment</u>. To secure the complete and timely payment and satisfaction of all Bank Indebtedness, Assignor hereby assigns, mortgages, pledges, grants a security interest in, and transfers to Assignee, 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 such Assignor's right, title and interest in and to all of its now owned or existing and filed and hereafter acquired or arising and filed:
- (i) patents and patent applications, including, without limitation, the inventions and improvements described and claimed therein, and 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 described in clauses (a)-(d), are sometimes hereinafter individually and/or collectively referred to as the "Patents");
- (ii) servicemarks, trademarks, servicemark and trademark registrations, tradenames and trademark applications, including, without limitation, the servicemarks, trademarks and applications listed on Exhibit "B", 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 servicemarks, trademarks, servicemark and trademark registrations, servicemark 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");
- (iii) 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, input 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,

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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; including, without limitation, the copyrights, copyrights registrations and copyrights applications listed on Exhibit "C" 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, 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

- (iv) license agreements with any other party, whether Assignor is a licensor or licensee under any such license agreement, including, without limitation, the licenses listed on **Exhibit "D"** attached hereto and made a part hereof, 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"); and
- (v) the goodwill of Assignor's business connected with and symbolized by the Trademarks.
- 3. Restrictions on Future Agreements. Assignor agrees that until all Bank Indebtedness shall have been satisfied in full and the Loan Agreements shall have been terminated, Assignor will not, without Assignee'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 Assignment or which is prohibited under the terms of the Loan Agreements, 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 take any action, which would affect the validity or enforcement of the rights of Assignee under this Assignment.
- 4. New P₂ ents, Trademarks, Copyrights and Licenses. Assignor represents and warrants that the Patents, Trademarks, Copyrights and Licenses listed on Exhibits "A", "B", "C" and "D", respectively, constitute all of the patents, trademarks, applications, copyrights and licenses now owned by Assignor. If, before all Bank Indebtedness shall have been satisfied in full and each of the Loan Agreements shall have been terminated, Assignor shall (i) obtain rights to any new patentable inventions, trademarks, trademark registrations, trademares, copyrights or licenses, or (ii) become entitled to the benefit of any patent or trademark application, trademark, trademark registration, 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 1 above shall automatically apply thereto and Assignor shall give to Assignee prompt written notice thereof. Assignor hereby authorizes Assignee to modify this Assignment by amending Exhibit "A", "B", "C" and/or "D", as applicable, to include any future patents, patent applications, trademarks, trademark registrations, trademark applications, tradenames, copyrights and licenses which are Patents, Trademarks, Copyrights or Licenses, as applicable, under Section 2 above or under this Section 4.

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- 5. Royalties; Term. Assignor hereby agrees that the use by Assignee of all Patents, Trademarks, Copyrights and Licenses as described above shall be worldwide and without any liability for royalties or other related charges from Assignee to Assignor. The term of the assignment granted herein shall extend until the earlier of (i) the expiration of each of the respective Patents, Trademarks, Copyrights and Licenses assigned hereunder, or (ii) the date on which all Bank Indebtedness has been paid in full and each of the Loan Agreements is terminated.
- 6. Assignee's Right to Inspect. Assignee 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 Assignee, or a conservator appointed by Assignee, shall have the right to establish such additional reasonable product quality controls as Assignee, 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, except as expressly permitted in the Loan Agreements, (i) not to sell or assign its interest in, or grant any license under, the Patents, Trademarks, Copyrights or Licenses, without the prior written consent of Assignee; (ii) to maintain the quality of any and all products in connection with which the Trademarks and/or the Copyrights are used, consistent with quality of said products as of the date hereof; (iii) not to adversely change the quality of said products without Assignee's express written consent; and (iv) to provide Assignee, upon request, with a certificate of an officer of Assignor certifying Assignor's compliance with the foregoing.
- 7. Reassignment. This Assignment is made for collateral purposes only. Upon payment in full of all Bank Indebtedness and termination of each of the Loan Agreements, Assignee shall execute and deliver to Assignor all deeds, assignments and other instruments as may be necessary or proper to re-vest in Assignor full title to the Patents, Trademarks, Copyrights and Licenses, subject to any disposition thereof which may have been made by Assignee pursuant hereto or pursuant to the Loan Agreements.
- 8. <u>Duties of Assignor</u>. Assignor shall have the duty (i) to prosecute diligently any patent, trademark and copyright application pending as of the date hereof or thereafter until all Bank Indebtedness shall have been paid in full and each of the Loan Agreements is terminated, (ii) to make application on unpatented but patentable inventions and on trademarks and copyrights, as appropriate, and (iii) to assist Assignee in efforts 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 shall not abandon any right to file a patent, trademark or copyright application, or any pending patent, trademark or copyright application, or any Patent, Trademark or Copyright, without the consent of Assignee, which consent shall not be unreasonably withheld.
- 9. Assignee's Right to Sue. Assignee 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 Assignee shall commence any such suit, Assignor shall, at the request of Assignee, do any and all lawful acts and execute any and all proper documents required by Assignee in aid of such enforcement and Assignor shall promptly, upon demand, reimburse and

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indemnify Assignee for all reasonable costs and expenses incurred by Assignee in the exercise of its rights under this Section 9.

- 10. Waivers. No course of dealing between Assignor and Assignee, nor any failure to exercise, nor any delay in exercising, on the part of Assignee, any right, power or privilege hereunder or under the Loan 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.
- 11. Severability. The provisions of this Assignment 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 Assignment in any jurisdiction.
- 12. <u>Modification</u>. This Assignment 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.
- 13. Cumulative Remedies; Power of Attorney; Effect on Loan Agreements. All of Assignee's rights and remedies with respect to the Patents, Trademarks, Copyrights and Licenses, whether established hereby or by the Loan Agreements, or by any other agreements or by law shall be cumulative and may be exercised singularly or concurrently. Assignor hereby authorizes Assignee to make, constitute and appoint any officer or agent of Assignee as Assignee may select, in its sole discretion, as Assignor's true and lawful attorney-in-fact, with power to (i) endorse Assignor's name on all applications, documents, papers and instruments necessary or reasonably desirable for the use by Assignee or its successors or assigns of the Patents, Trademarks, Copyrights and/or Licenses, or (ii) take any other actions with respect to the Patents, Trademarks, Copyrights and/or Licenses as the Assignee reasonably deems in the best interest of the Assignee, (iii) following an Event of Default, grant or issue any exclusive or non-exclusive license under the Patents or Trademarks to anyone, or (iv) assign, pledge, convey or otherwise transfer title in or dispose of the Patents, Trademarks, Copyrights and/or Licenses to anyone, including Assignee. Assignee may act under such power of attorney to take the actions referenced in Section 4 hereof. Assignee 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 Bank Indebtedness shall have been paid in full and the Loan Agreements shall have been terminated. Assignor acknowledges and agrees that this Assignment is not intended to limit or restrict in any way the rights and remedies of Assignee under the Loan Agreements but rather is intended to facilitate the exercise of such rights and remedies given it by the terms of this Assignment, 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 jurisdiction in which the Patents, Trademarks, Copyrights or Licenses may be located.
- 14. <u>Binding Effect; Benefits</u>. This Assignment shall be binding upon the Assignor and its successors and assigns, and shall inure to the benefit of Assignee, its nominees, successors and assigns.

15. Governing Law. This Assignment shall be governed by and construed in accordance with the laws of the Commonwealth of Pennsylvania.

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

FIRST QUALITY PRODUCTS, INC.

(CORPORATE SEAL)

Kambiz Damaghi, Executive Vice President

Attest

Babak Damaghi, Secretary

CORESTATES BANK, N.A.

Paul S. Phillips, Vice Presiden

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ACKNOWLEDGMENT

COMMONWEALTH OF PENNSYLVANIA

: ss:

COUNTY OF

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On this day of September, 1995, before me, a Notary Public, personally appeared Kambiz Damaghi, who acknowledged himself to be a duly acting Executive Vice President of First Quality Products, Inc., and that he as such officer, being duly authorized to do so, executed the foregoing Assignment for the purposes therein contained by signing his name as such officer on behalf of the Assignee.

Notary Public

My Commission Expires:

Roberta J. Soyles, Notery Public

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ACKNOWLEDGMENT

COMMONWEALTH OF PENNSYLVANIA

COUNTY OF Clerk

: ss:

On this Ab day of September, 1995, before me, a Notary Public, personally appeared Paul S. Phillips, who acknowledged himself to be a duly elected Vice President of CoreStates Bank, N.A., and that he as such officer, being duly authorized to do so, executed the foregoing Assignment for the purposes therein contained by signing his name as such officer on behalf of CoreStates Bank, N.A.

Notary Public

My Commission Expires:

Motorial Self Refer to 3 Royles, Notary Public orders, Clinton County My Consistent Engress July 8, 1998

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EXHIBIT "A"

TO

ASSIGNMENT OF PATENT, TRADEMARK, COPYRIGHT AND LICENSES AGREEMENT

Patents

Title Patent No.

Expiration Date

NONE

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TRADEMARK REEL: 1403 FRAME: 0353

EXHIBIT "B"

TO

ASSIGNMENT OF PATENT, TRADEMARK, COPYRIGHT AND LICENSES AGREEMENT

Trademarks

MARK	REG. NO.	REG. DT.	EXP. DT.
FIRST QUALITY	1,901,477	June 27, 1995	June 27, 2005
Applications			
DRI-BED	74/693322 (serial number)	June 26, 1995 (date of filing)	
PREVAIL	74/608.359	August 29, 1995 (publication date)	

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TRADEMARK REFEL: 1403 FRAME: 0354 TRADEMARK

REEL: 1835 FRAME: 0238

TRADEMARK REEL: 1403 FRAME: 0354

EXHIBIT "C"

TO

ASSIGNMENT OF PATENT, TRADEMARK, COPYRIGHT AND LICENSES AGREEMENT

Copyrights

NONE

EXHIBIT "D"

TO

ASSIGNMENT OF PATENT, TRADEMARK, COPYRIGHT AND LICENSES AGREEMENT

Licenses

NONE

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RECORDED: 10/25/1995

TRADEMARK REEL: 1403 FRAME: 0356

> TRADEMARK REEL: 1835 FRAME: 0240

RECORDED: 12/24/1998