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To the Honorable Commissioner of Patents

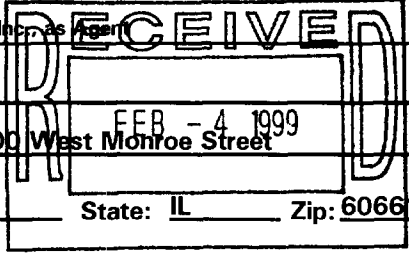
Please record the attached original documents or copy thereof.

1. Name of conveying party(ies): RAI Enterprises, Inc.

- Individual(s), Association, General Partnership, Limited Partnership, Corporation-State (DE), Other

2. Name and address of receiving party(ies)

Name: Heller Financial, Inc. as Agent; Internal Address; Street Address: 500 West Monroe Street; City: Chicago; State: IL; Zip: 60661



- Individual(s) citizenship, Association, General Partnership, Limited Partnership, Corporation State, Other

If assignee is not domiciled in the United States, a domestic representative designation is attached: Yes No; (Designations must be a separate document from assignment) Additional name(s) & address(es) attached? Yes No

3. Nature of conveyance:

- Assignment, Merger, Security Agreement, Change of Name, Other

Execution Date: December 21, 1998

4. Application number(s) or trademark

A. Trademark Application No.(s)

B. Trademark Registration 779,210 908,424 1,367,307

Additional numbers attached? Yes No

5. Name and address of party to whom correspondence concerning document should be mailed:

Name: Federal Research Corp.

Internal Address:

Street Address: 400 Seventh St NW

Suite 101

City: Washington State DC ZIP 20004

02/05/1999 DNGUYEN 00000101 779210

6. Total number of applications and registrations involved: 3

7. Total fee (37 CFR 3.41) \$ 90.00

- Enclosed, Authorized to be charged to deposit

8. Deposit account number:

(Attach duplicate copy of this page if paying by deposit account)

01 FC:481 40.00 OP; 02 FC:482 50.00 OP

DO NOT USE THIS SPACE

9. Statement and signature.

To the best of my knowledge and belief, the foregoing information is true and correct and any attached copy is a true of the original document.

Nancy A. Butler Name of Person

Nancy A. Butler Signature

2/1/99 Date

Total number of pages including cover sheet, attachments, and document: 6

Mail documents to be recorded with required cover sheet information to: Commissioner of Patents & Trademarks, Box Assignments Washington, D.C. 20231

TRADEMARK SECURITY AGREEMENT

WHEREAS, RAI ENTERPRISES, INC., a Delaware corporation ("Grantor"), owns the Trademarks, Trademark registrations, and Trademark applications listed on Schedule 1 annexed hereto, and is a party to the Trademark Licenses listed on Schedule 1 annexed hereto; and

WHEREAS, KB Alloys, Inc., a Delaware corporation ("Borrower") has entered into a Second Amended and Restated Credit Agreement dated as of September 28, 1998 (as the same may be amended, restated, supplemented or otherwise modified from time to time, the "Credit Agreement") with Heller Financial, Inc., as agent ("Agent") for the benefit of all financial institutions that from time to time become lenders under the Credit Agreement ("Lenders"), and the Lenders parties thereto, providing for extensions of credit and other financial accommodations to be made to Borrower by Agent and the Lenders; and

WHEREAS, Grantor is an indirect subsidiary of Borrower and has guaranteed the payment and performance of Borrower's Obligations (as defined in Credit Agreement) pursuant to that certain Guaranty dated December 21, 1998 (the "Guaranty"); and

WHEREAS, pursuant to the terms of a Security Agreement dated as of December 21, 1998 (as the same may be amended, restated, supplemented or otherwise modified from time to time, the "Security Agreement"), between Grantor and Agent (in such capacity, "Grantee"), Grantor has granted to Grantee, for the benefit of Agent and the Lenders a security interest in substantially all the assets of Grantor including all right, title and interest of Grantor in, to and under all now owned and hereafter acquired Trademarks (as defined in the Security Agreement), Trademark registrations, Trademark applications and Trademark Licenses (as defined in the Security Agreement which includes that certain Trademarks, Technology and Know-How License Agreement dated December 21, 1998 between Grantor and Reading Alloys, Inc., a Pennsylvania corporation), together with the goodwill of the business symbolized by Grantor's Trademarks, and all proceeds thereof, to secure the payment of all amounts owing by Grantor under the Guaranty and other Loan Documents to which it is a party;

NOW, THEREFORE, for good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, Grantor does hereby grant to Grantee, for the benefit of Grantee and the Lenders a continuing security interest in all of Grantor's right, title and interest in, to and under the following (all of the following items or types of property being herein collectively referred to as the "Trademark Collateral"), whether presently existing or hereafter created or acquired:

- (1) each Trademark, Trademark registration and Trademark application, including, without limitation, the Trademarks, Trademark registrations (together with any reissues, continuations or extensions thereof) and Trademark applications referred to in Schedule 1 annexed hereto, and all of the goodwill of the business connected with the use of, and symbolized by, each Trademark, Trademark registration and Trademark application;

(2) each Trademark License; and

(3) all products and proceeds of the foregoing, including, without limitation, any claim by Grantor against third parties for past, present or future (a) infringement or dilution of any Trademark or Trademark registration including, without limitation, the Trademarks and Trademark registrations referred to in Schedule 1 annexed hereto, the Trademark registrations issued with respect to the Trademark applications referred in Schedule 1 and the Trademarks licensed under any Trademark License, or (b) injury to the goodwill associated with any Trademark, Trademark registration or Trademark licensed under any Trademark License.

This security interest is granted in conjunction with the security interests granted to Grantee pursuant to the Security Agreement. Grantor hereby acknowledges and affirms that the rights and remedies of Grantee with respect to the security interest in the Trademark Collateral made and granted hereby are more fully set forth in the Security Agreement, the terms and provisions of which are incorporated by reference herein as if fully set forth herein.

IN WITNESS WHEREOF, Grantor has caused this Trademark Security Agreement to be duly executed by its duly authorized officer thereunto as of the 21ST day of December, 1998.

Acknowledged:

HELLER FINANCIAL, INC.,
as Agent

RAI ENTERPRISES, INC.

By: Robert M. Horak
Title: Asst. Vice President

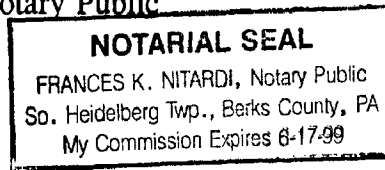
By: Richard J. Miller
Title: CEO

ACKNOWLEDGEMENT

STATE OF Pennsylvania)
) ss.
COUNTY OF Berks)

On the 17th day of December, 1998 before me personally appeared Richard J. Malliris, to me personally known or proved to me on the basis of satisfactory evidence to be the person described in and who executed the foregoing instrument as CEO of Reading Alloys, Inc., who being by me duly sworn, did depose and say that he is CEO of Reading Alloys, Inc., the corporation described in and which executed the foregoing instrument; that the said instrument was signed on behalf of said corporation by order of its Board of Directors; and that he acknowledged said instrument to be the free act and deed of said corporation.

Frances K. Nitardi
Notary Public



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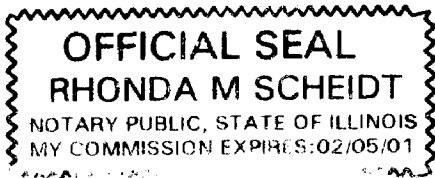
My commission expires:

June 17, 1999

ACKNOWLEDGEMENT

STATE OF Illinois)
) ss.
COUNTY OF Cook)

On the 21st day of December, 1998 before me personally appeared Robert Horak, to me personally known or proved to me on the basis of satisfactory evidence to be the person described in and who executed the foregoing instrument as AVP of Heller Financial, Inc., who being by me duly sworn, did depose and say that he is AVP of Heller Financial, Inc., the corporation described in and which executed the foregoing instrument; that the said instrument was signed on behalf of said corporation by order of its Board of Directors; and that he acknowledged said instrument to be the free act and deed of said corporation.



{Seal}

Rhonda M. Scheidt
Notary Public

My commission expires:

2 / 5 / 2001

TRADEMARK REGISTRATIONS

<u>MARK</u>	<u>REG. NO.</u>	<u>DATE</u>
Reading Alloys Inc. and Design	779,210	10/27/64
Reading Alloys Inc. and Design	1,367,307	10/29/85
Reading Alloys Inc. and Design	908,424	02/23/71

TRADEMARK APPLICATIONS

None

TRADEMARK LICENSES

None