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City: K	ansas City State: MO	Zip: 64105	(Attach duplicate	copy of th	is page if paying	by deposit a	ccount)
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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 copy of the original document.							
_ Lis	a Robison	July 1	BUSSM		6/:	19/01	
Na	me of Person Signing		gnature		9	Date	
L	Total number of pages including cover sheet, attachments, and document Mail documents to be recorded with required cover sheet information to:						

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

TRADEMARK COLLATERAL ASSIGNMENT AND SECURITY AGREEMENT

THIS AGREEMENT is made as of June 1, 2001, by and between **CELEBRITY SIGNATURES INTERNATIONAL, INC.** ("Assignor"), a Delaware corporation with its chief executive office and principal place of business located at 5775 Deramus Avenue, Kansas City, Missouri 64120 and **WELLS FARGO BUSINESS CREDIT, INC.** ("Lender"), a Minnesota corporation with an office located at 100 South Brentwood Boulevard, Suite 300, St. Louis, Missouri 63105.

PRELIMINARY STATEMENT. Assignor has executed and delivered to Lender a Credit and Security Agreement dated as of June 1, 2001 (as amended from time to time, the "Credit Agreement") which provides that Lender shall, subject to the terms and conditions thereof, extend credit to or for the benefit of Assignor. In order to induce Lender to execute and deliver the Credit Agreement, Assignor has agreed to grant to Lender a security interest in, and collaterally assigns to Lender, certain trademark rights.

This Agreement is being executed contemporaneously with the Credit Agreement under which Lender has been granted a security interest in, among other things, all equipment, inventory, accounts, general intangibles, books, records, product specifications, goodwill, customer lists and trade secrets (collectively, the "Other Assets") relating to products sold under the Trademark, as defined hereinafter. The Credit Agreement provides that Lender shall have the right to foreclose on the Trademark Collateral, as defined hereinafter, and the Other Assets, upon the occurrence of an Event of Default, as defined in the Credit Agreement, in order that any owner of the Trademark Collateral may continue the manufacture of products under the Trademark and maintain substantially the same product specifications and quality as maintained by Assignor.

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

1. Grant of Security Interest; Collateral Assignment.

(a) To secure the complete and timely satisfaction of all obligations of Assignor to Lender under the Credit Agreement (the "Obligations"), Assignor hereby grants to Lender a continuing security interest in all of its right, title and interest in and to the trademark(s), tradename(s) and servicemark(s) listed on **Schedule A** hereto (as the same may be amended pursuant hereto from time to time) (collectively, the "Trademark"), including, without limitation, all renewals thereof, all proceeds thereof (such as, by way of example, license royalties and proceeds of infringement suits), the right to sue for past, present and future infringements and all rights corresponding thereto throughout the world (all of the foregoing are collectively called the "Trademark Rights"), and the goodwill of the business to which the Trademark relates (the "Associated Goodwill") (the Trademark, the Trademark Rights, and the Associated Goodwill are collectively called the "Trademark Collateral").

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- (b) In addition to the grant of security interest provided in section 1(a), Assignor hereby assigns and conveys to Lender all of its right, title and interest in and to the Trademark Collateral; <u>provided</u>, <u>however</u>, that such assignment and conveyance shall be and become of force and effect only, and shall immediately and automatically become of force and effect without further action, upon the occurrence of an Event of Default, as defined in the Credit Agreement.
- 2. <u>Representations, Warranties and Covenants of Assignor</u>. Assignor represents, covenants and warrants to Lender that:
 - (a) The registrations of the Trademark are subsisting and have not been adjudged invalid or unenforceable;
 - (b) The Trademark is valid and enforceable;
 - (c) No claim has been made that the use of the Trademark does or may violate the rights of any third person;
 - (d) Assignor is the sole and exclusive owner of the entire and unencumbered right, title and interest in and to the Trademark, free and clear of any liens, charges and the encumbrances, including, without limitation, pledges, assignments, licenses, registered user agreements and covenants by Assignor not to sue third persons;
 - (e) Assignor has the unqualified right to enter into this Agreement and to perform its terms;
 - (f) Assignor shall use for the duration of this Agreement, the proper statutory notice in connection with its use of the Trademark;
 - (g) Assignor shall use for the duration of this Agreement, consistent standards of quality in its manufacture and/or sale of products sold under the Trademark.
- 3. <u>Inspection Rights</u>. Assignor hereby grants to Lender and its employees, agents and designees the right to visit Assignor's plants and facilities which manufacture, inspect or store products sold under the Trademark, and to inspect the products and quality control records relating thereto. Assignor shall do any and all acts required by Lender to ensure Assignor's compliance with section 2(g) hereof.
- 4. <u>Further Assurances</u>. Assignor agrees that, until all of the Obligations shall have been satisfied in full, it will not enter into any agreement (for example, a license agreement) which is inconsistent with Assignor's obligations under this Agreement, without Lender's prior written consent. Assignor further agrees that at any time and from time to time, at the expense of Assignor, Assignor will promptly execute and deliver all further instruments and documents, and take all further action, that may be necessary or desirable, or that Lender may request, in order to perfect and protect the security interest and collateral assignment granted or purported to be granted hereby or to enable Lender to exercise its rights and remedies hereunder.

- 5. Additional Trademarks. If, before the Obligations shall have been satisfied in full. Assignor shall obtain rights to any registrations of any new trademark(s), tradename(s) or servicemark(s) or application(s) therefor, the provisions of section 1 shall automatically apply thereto and Assignor shall give Lender prompt written notice thereof.
- 6. <u>Modification by Lender</u>. Assignor authorizes Lender to modify this Agreement by amending Schedule A to include any future registrations of any trademark(s), tradename(s) or servicemark(s), or future application(s) therefor, covered by sections 1 and 5 hereof, without the signature of Assignor to the extent permitted by applicable law.
- 7. Grant of License to Lender. Assignor hereby presently grants to Lender a license to use the Trademark in connection with the Collateral, as defined in the Credit Agreement, upon and after the foreclosure upon, sale or other transfer of all or any part of the Collateral, as defined in the Credit Agreement, by or to Lender pursuant to the Credit Agreement and/or this Agreement. The license granted in this section 7 may be transferred by Lender, without Assignor's consent, to any successor of Lender, any assignee of Lender, and/or any purchaser or other transferee of any or all of the Collateral, as defined in the Credit Agreement. This license may not be revoked until all of the Obligations have been satisfied in full.
- 8. <u>Rights of Assignor</u>. Unless and until there shall have occurred an Event of Default, as defined in the Credit Agreement, Assignor shall own the title to the Trademark Collateral and shall have the exclusive, nontransferable right to use the Trademark on and in connection with products sold by Assignor, for Assignor's own benefit and account and for none other. Assignor agrees not to sell or assign its interest in, or grant any license under the Trademark or the other Trademark Collateral, other than the license to Lender hereunder, without the prior written consent of Lender.
- 9. <u>Default</u>. If any Event of Default, as defined in the Credit Agreement, shall have occurred, Assignor's ownership and right shall terminate forthwith, and Lender shall have, in addition to all other rights and remedies given it by this Agreement, those provided in the Credit Agreement and those 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 Trademark Collateral may be located.
- 10. <u>Termination of Agreement</u>. At such time as Assignor shall completely satisfy all of the Obligations, this Agreement shall terminate and Lender shall execute and deliver to Assignor, at Assignor's expense, and without recourse, representation or warranty, all releases, deeds, assignments and other instruments as may be necessary or proper to re-vest in Assignor full title to the Trademark Collateral, subject to any disposition thereof which may have been made by Lender pursuant hereto.
- 11. Expenses. Any and all fees, costs and expenses, of whatever kind or nature, including, without limitation, attorneys' fees and legal expenses incurred by Lender in connection with the preparation of this Agreement and all other documents relating hereto and the consummation of this transaction, the filing or recording of any documents (including, without limitation, all taxes in connection therewith) in public offices, the payment or discharge of any taxes, counsel fees, maintenance fees, encumbrances or otherwise protecting, maintaining

or preserving the Trademark Collateral, or in defending or prosecuting any actions or proceedings arising out of or related to the Trademark Collateral, shall, to the extent permitted by applicable law, be borne and paid by Assignor on demand by Lender and until so paid shall be added to the principal amount of the Obligations and shall bear interest at the Default Rate, as defined in the Credit Agreement.

- 12. Preservation of Trademark Rights. Assignor shall have the duty, through counsel acceptable to Lender, to prosecute diligently any trademark registration applications of the Trademark pending as of the date of this Agreement or thereafter until the Obligations shall have been satisfied in full, to make federal application on registrable but unregistered trademarks, to file and prosecute opposition and cancellation proceedings and to do any and all acts which are necessary or desirable to preserve and maintain all rights in the Trademark. Any expenses incurred in connection with the foregoing shall be borne by Assignor. Assignor shall not abandon any Trademark without the prior written consent of Lender. Assignor shall have the right, with the consent of Lender, which consent shall not be unreasonably withheld, to bring any opposition proceedings, cancellation proceedings or lawsuit in its own name to enforce or protect the Trademark, in which event Lender may, if necessary, be joined as a nominal party to such suit so long as Lender is satisfied, in its sole determination, that such joinder will not subject it to any risk of liability. Assignor shall promptly, upon demand, reimburse and indemnify Lender for all damages, costs and expenses, including, without limitation, attorneys' fees, incurred by Lender in the fulfillment of any provision of this section.
- Lender Appointed Attorney-In-Fact. Assignor hereby authorizes and empowers Lender to make, constitute and appoint any officer or agent of Lender as Lender may select, in its exclusive discretion, as Assignor's true and lawful attorney-in-fact, with the power to endorse Assignor's name on all applications, documents, papers and instruments necessary for Lender to use the Trademark or the other Trademark Collateral, or to grant or issue any exclusive or non-exclusive license under the Trademark Collateral to Lender or anyone else, or necessary for Lender to assign, pledge, convey or otherwise transfer title in or dispose of the Trademark Collateral to anyone else. Assignor hereby ratifies all that such attorney shall lawfully do or cause to be done by virtue hereof. This power of attorney shall be irrevocable for the life of this Agreement.
- 14. <u>Lender May Act</u>. If Assignor fails to comply with any of its obligations hereunder, Lender may do so in Assignor's name or in Lender's name to the extent permitted by applicable law, but at Assignor's expense, and Assignor hereby agrees to reimburse Lender in full for all expenses, including, without limitation, attorneys' fees, incurred by Lender in protecting, defending or maintaining the Trademark Collateral or any part thereof.
- 15. <u>No Waiver</u>. No course of dealing between Assignor and Lender, nor any failure to exercise, nor any delay in exercising, on the part of Lender, any right, power or privilege here under, under the Credit Agreement, or under applicable law 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.

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- 16. <u>Rights Cumulative</u>. All of Lender's rights and remedies with respect to the Trademark Collateral, whether established hereby or by the Credit Agreement, or by any other agreements or by law, shall be cumulative and may be exercised singularly or concurrently.
- 17. Severability. The provisions of this 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 Agreement in any jurisdiction.
- 18. <u>Modification</u>. This Agreement is subject to modification only by a writing signed by the parties, except as provided in section [6] relating to modifications by Lender.
- 19. <u>Inurement</u>. The benefits and burdens of this Agreement shall inure to the benefit of and be binding upon the respective successors and assigns of the parties; <u>provided however</u>, that the foregoing provision shall not invalidate or otherwise modify the restrictions imposed on Assignor hereunder with respect to transferring any part of or interest in the Trademark Collateral.
- 20. <u>Governing Law.</u> The validity and interpretation of this Agreement and the rights and obligations of the parties shall be governed by the internal laws of the State of Missouri.

(SIGNATURE PAGES TO FOLLOW)

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WITNESS the execution hereof under seal as of the day and year first above written.

CELEBRITY SIGNATURES INTERNATIONAL, INC.

By: <u>///</u> | Name

Title/

WELLS FARGO BUSINESS CREDIT, INC.

By:

Name: PATRICIA LO

Title: y. PRES.

CERTIFICATE OF ACKNOWLEDGMENT

TE OF MISSOURI)
INTY OF TICKEN)
Before me, the undersigned, a Notary Public in and for the County and State aforesaid, on 1 day of June, 2001, personally appeared Michael Name to me known personally, who, being by me duly sworn, deposes and says that he/she is the President of EBRITY SIGNATURES INTERNATIONAL, INC., a Delaware corporation, and that said ument was signed on behalf of said corporation by authority of its Board of Directors, and individual acknowledged said instrument to be the free act and deed of said corporation.
"NOTARY SEAL" Lisa Robison, Notary Public Cass County, State of Missouri My Commission Expires 3/7/2003 Notary Public
commission expires:
3/7/03
TE OF MISSOURI)
) SS JNTY OF <u>St. Laws</u>)
Before me, the undersigned, a Notary Public in and for the County and State aforesaid, on day of June, 2001, personally appeared Physical Lahle to me known onally, and who, being by me duly sworn, deposes and says that he is the of WELLS FARGO BUSINESS CREDIT, INC., a Minnesota corporation, that said instrument was signed on behalf of said corporation by authority of its Board of ctors, and said individual acknowledged said instrument to be the free act and deed of said oration.
AL] Notary Public
commission expires:
C 5 02 TONY H. WRIGHT, IV St. Louis County My Commission Expires June 5, 2002

Schedule A

to

Trademark Collateral Assignment and Security Agreement dated as of June 1, 2001

between

CELEBRITY SIGNATURES INTERNATIONAL, INC. AND WELLS FARGO BUSINESS CREDIT, INC.

U.S. Trademark: HAIR THINGS (And Design)

Serial No: 75/723,497 Filing Date: 6/7/99

U.S. Trademark: HOTZEES Serial No: 75/798,225 Filing Date: 9/14/99

U.S. Trademark: OTHER HAIR Serial No: 78/054,513 Filing Date: 3/22/01

U.S. Trademark: PUT ON PIECES

Serial No: 76/162,795 Filing Date: 11/9/00

U.S. Trademark: QUICK CHANGE

Serial No: 78/054,514 Filing Date: 3/22/01

U.S. Trademark: RW MEMORY CAP

Serial No: 76/042,919 Filing Date: 5/8/00

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RECORDED: 06/20/2001