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Form PTO-1594 (Rev. 03/01) OMB No. 0651-0027 (exp. 5/31/2002) Tab settings

U.S. DEPARTMENT OF COMMERCE U.S. Patent and Trademark Office

To the Honorable Commissioner of Patents and Trademarks: Please record the attached original documents or copies thereof.

1. Name of conveying party(ies): Fleet Capital Corporation

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

Additional name(s) of conveying party(ies) attached? Yes No

3. Nature of conveyance:

- Assignment Merger Security Agreement Change of Name Other Bill of Sale

Execution Date: March 14, 2001

2. Name and address of receiving party(ies)

Name: Applause, LLC Internal Address: Street Address: 6041 Variel Avenue City: Woodland Hills State: CA Zip: 91367

- Individual(s) citizenship Association General Partnership Limited Partnership Corporation-State Other Delaware Limited Liability Company

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

4. Application number(s) or registration number(s):

A. Trademark Application No.(s)

B. Trademark Registration No.(s) 1,190,130

Additional number(s) attached Yes No

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

Name: Jill M. Pietrini, Esq.

Internal Address: Manatt, Phelps & Phillips, LLP

Street Address: 11355 W. Olympic Boulevard

City: Los Angeles State: CA Zip: 90064

6. Total number of applications and registrations involved: 1

7. Total fee (37 CFR 3.41): \$ 25.00

- Enclosed Authorized to be charged to deposit account IF NECESSARY, only.

8. Deposit account number:

DA 131 241

DO NOT USE THIS SPACE

9. Signature.

Jill M. Pietrini Name of Person Signing

Jill M. Signature

August 12, 2002 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 Patent & Trademarks, Box Assignments Washington, D.C. 20231

08/16/2002 LNUELLER 00000165 131241 1190130 01 FC:481 15.00 CH 25.00 OP

TRADEMARK REEL: 2564 FRAME: 0840

ADDITIONAL CONVEYING PARTIES

LaSalle Bank, N.A.

The Prudential Insurance Company of America

BILL OF SALE AGREEMENT

For value received, Fleet Capital Corporation, as agent for itself, LaSalle Bank, N.A., and The Prudential Insurance Company of America (jointly the "Lenders"), as secured party and pursuant to a UCC private sale of foreclosure, does hereby sell, transfer, and convey to Applause, L.L.C. a Delaware limited liability company ("Buyer"), pursuant to the California Commercial Code, the following described personal property of Applause, Inc. ("Applause"): all personal property subject to Lender's security interest as set forth in Exhibit A attached hereto, excluding Applause's cash and deposit accounts (including without limitation, cash on deposit at LaSalle Bank, N.A., cash on deposit at Wells Fargo Bank (including (a) cash subject to the writ of attachment of plaintiff Fine Toy Company Limited in Fine Toy Company Limited v. Applause, Inc., etc., L.A.S.C. Case No. BC 245771, and (b) cash not subject to said writ of attachment), and cash on deposit at any other financial institution) (collectively, "Property").

The above described Property has been sold by the Lenders in the exercise of their rights as secured parties under a security agreement made by Applause in favor of the Lenders. The Lenders are neither a manufacturer nor distributor of, nor dealer or merchant in, said Property.

Effective Date shall be the date on which the Buyer transfers the purchase price to Lenders.

The Lenders make no warranty of title, enforceability or collectability of said Property and no warranty that said Property is free of liens or claims in favor of others. In addition, the Lenders make no warranty of merchantability, quality or fitness or any other express or implied warranties or representations in respect to said Property, which Property is sold in an "AS IS, WHERE IS" condition, with all faults. There are no warranties which extend beyond the description on the face hereof. By acceptance of delivery of said Property, Buyer affirms that it has not relied on the Lenders' skill or judgment to select or furnish said Property for any particular purpose, and that the Lenders make no warranty that said Property is fit for any particular purpose and that there are no representations or warranties, expressed, implied or statutory, that extend beyond the description of said Property above set forth. Except as set forth below, Buyer further agrees and acknowledges that Lenders have made no representation or warranty and shall have no liability regarding (i) Lenders' ownership or interest in the Property, (ii) the right of the Buyer to acquire rights in, or to utilize, any of the Property, (iii) the right of the Buyer to compel the transfer into the Buyer's name of any of the Property, (iv) whether the Property actually exists, and if so, the quantity of the Property and (v) the value of the Property. The sale herein of the

inventory Property is a sale for resale. Sales taxes or the like, if any, shall be the responsibility of Buyer.

Lenders represent that there has not been an assignment made or suffered against its rights in or under the loan documents that impair their ability to foreclose their security interest.

Lenders agree to execute and deliver such additional documents as may be reasonably necessary to achieve the substance of this Bill of Sale and the underlying transaction, provided the Lenders incur no expense in doing so.

This is a final and exclusive expression of the agreement of the Lenders and Buyer and no course of dealing or usage of trade or course of performance shall be relevant to explain or supplement any term expressed in this agreement.

By acceptance of delivery of said Property, Buyer acknowledges that Buyer has either examined said Property, and the books and records relating thereto as fully as desired, or has been given the opportunity for such examination and has refused to make such examination.

In the event of any litigation regarding this Bill Of Sale Agreement, the prevailing party shall recover its reasonable attorneys' fees and costs.

EACH OF THE PARTIES HERETO WAIVES THE RIGHT OF TRIAL BY JURY WITH RESPECT TO THIS BILL OF SALE AGREEMENT AND ANY CLAIM, IN CONTRACT, OR IN TORT, ARISING FROM OR RELATING THERETO.

IN WITNESS WHEREOF, FLEET CAPITAL CORPORATION, AS AGENT, and
BUYER have executed this instrument this 14 day of MARCH, 2001.

FLEET CAPITAL CORPORATION,
AS AGENT

By: [Signature]
Its: Senior Vice President

BUYER

By: [Signature]
Its: Chairman / CEO

EXHIBIT A

The property of Applause subject to Lenders' security interest as described in the amended and restated Loan and Security Agreement dated as of September 9, 1997 in Section 5 which is sold by this Bill of Sale is described as any property subject to the Lenders' security interest including but not limited to

- (i) Accounts;
- (ii) Inventory (including, without limitation, the Disney Inventory);
- (iii) Equipment (including, without limitation, motor vehicles);
- (iv) General intangibles (including without limitation, all patents, copyrights, trademarks and trade names and license agreements subject to Lenders' security interest);
- (v) All investment property (as defined in the Uniform Commercial Code as in effect in California), including but not limited to, securities and security entitlements;
- (vi) To the extent applicable, any real property interest that is subject to Lenders' security interest;
- (vii) All instruments and documents;
- (viii) All accessions to, substitutions for, and all replacements, products and cash and non-cash proceeds of (i) through

(vii) above; including, without limitation, proceeds of and unearned premiums with respect to insurance policies insuring any of the collateral; and

(ix) All books and records including without limitation, customer lists, credit files, computer programs, printouts and other computer materials and records of Applause pertaining to any of the above.

Excluded from the assets transferred is Applause's cash and deposit accounts (including without limitation the cash or rights set forth in the exclusion in the first paragraph of this Bill of Sale).

Any cash received or deposited in a deposit account of Applause on or after the Effective Date of the sale will be transferred to the Buyer (excluding the cash subject to the attachment referred to in the first paragraph of this Bill of Sale).

All of the property to be transferred pursuant to the Bill of Sale to which this Exhibit A is attached shall collectively be referred to as "Property".

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