

10-22-2002



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

10-22-02

Tab settings

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

1. Name of conveying party(ies): **KIK HOLDCO COMPANY**
MRD 10-22-02
 Individual(s) Association
 General Partnership Limited Partnership
 Corporation-State
 Other Nova Scotia unlimited liability company
Additional name(s) of conveying party(ies) attached? Yes No

2. Name and address of receiving party(ies):
Name: Canadian Imperial Bank of Commerce, as Administrative
Internal Address: _____
Street Address: 425 Lexington Avenue
City: New York State: NY ZIP: 10016
 Individual(s) citizenship _____
 Association _____
 General Partnership _____
 Limited Partnership _____
 Corporation-State _____
 Other Canadian-chartered bank acting through New York agent
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: August 23, 2002

4. Application number(s) or registration number(s):
A. Trademark Application No.(s) 75/756,956
Additional numbers attached? Yes No

B. Trademark Registration No.(s) 2,468,720 ; 2,424,398

5. Name and address of party to whom correspondence concerning document should be mailed:
Name: Robyn Rahbar, Esq.
Internal Address: Simpson Thacher & Bartlett
Street Address: 425 Lexington Avenue
City: New York State: NY ZIP: 10017

6. Total number of applications and registrations involved: 3
7. Total fee (37 CFR 3.41): \$ 90.00
 Enclosed
 Authorized to be charged to credit card.
8. Deposit account number: _____

10/22/2002 DBYRNE 00000212 75756956
FC: 4521 40.00 OP
FC: 8523 50.00 OP

DO NOT USE THIS SPACE

Robyn Rahbar, Esq.
Name of Person Signing

Robyn Rahbar
Signature

10/21/02
Date

Total number of pages including cover sheet, attachments, and documents: 7

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

TRADEMARK
REEL: 002603 FRAME: 0355

GRANT OF SECURITY INTEREST IN TRADEMARK RIGHTS

THIS GRANT OF SECURITY INTEREST IN TRADEMARK RIGHTS ("Agreement"), dated as of August 23, 2002 is made by KIK Holdco Company, a Nova Scotia unlimited liability company, (the "Grantor"), in favour of CANADIAN IMPERIAL BANK OF COMMERCE, as Administrative Agent (in such capacity, the "Agent") for the financial institutions (the "Lenders"), from time to time parties to the Credit Agreement, dated as of August 23, 2002 (as amended, restated, supplemented or otherwise modified from time to time, the "Credit Agreement"), among the Grantor, the other entities listed on the signature pages as guarantors thereto, the financial institutions from time to time parties to the Credit Agreement (the "Lenders"), National Bank Financial Inc., as co-arranger and syndication agent (in such capacity, the "Syndication Agent"), and the Agent.

WITNESSETH:

WHEREAS, pursuant to the Credit Agreement, the Lenders have severally agreed to make certain credit facilities available to the Grantor upon the terms and subject to the conditions set forth therein;

WHEREAS, in connection with the Credit Agreement, the Grantor and certain other related entities have executed and delivered a Security Agreement, dated as of August 23, 2002 in favour of the Agent for the Lenders (together with all amendments, restatements, supplements and modifications, if any, from time to time thereafter made thereto, the "Security Agreement");

WHEREAS, pursuant to the Security Agreement, the Grantor granted to the Agent, for the ratable benefit of the Lenders, a security interest in all Intellectual Property now owned or at any time hereafter acquired by Grantor or in which such Grantor now has or at any time in the future may acquire any right, title or interest, including the Trademarks; and

WHEREAS, the Grantor has duly authorized the execution, delivery and performance of this Agreement;

NOW, THEREFORE, in consideration of the premises and to induce the Agent and the Lenders to enter into the Credit Agreement and to induce the Lenders to make their respective extensions of credit to the Grantor thereunder, the Grantor hereby agrees with the Agent, for the ratable benefit of the Lenders, as follows:

SECTION 1. Definitions. Unless otherwise defined herein or the context otherwise requires, terms used in this Agreement, including its preamble and recitals, have the meanings provided or provided by reference in the Credit Agreement and the Security Agreement.

SECTION 2. Grant of Security Interest. The Grantor hereby grants a security interest in, and a right of setoff against, and effective upon demand made upon the occurrence and during the continuance of an Event of Default assigns, transfers and conveys, the Trademarks (including, without limitation, those items listed on Schedule A hereto), to the Agent

for the ratable benefit of the Lenders to secure payment, performance and observance of the Obligations.

SECTION 3. Purpose. This Agreement has been executed and delivered by the Grantor for the purpose of recording the grant of security interest herein with the United States Patent and Trademark Office. The security interest granted hereby has been granted to the Lenders in connection with the Security Agreement and is expressly subject to the terms and conditions thereof. In the event of any inconsistency between the terms of this Agreement and the terms of the Security Agreement, the terms of the Security Agreement shall be controlling. The Security Agreement (and all rights and remedies of the Lenders thereunder) shall remain in full force and effect in accordance with its terms.

SECTION 4. Acknowledgment. The Grantor does hereby further acknowledge and affirm that the rights and remedies of the Lenders with respect to the security interest in the Trademarks granted hereby are more fully set forth in the Credit Agreement and the Security Agreement, the terms and provisions of which (including the remedies provided for therein) are incorporated by reference herein as if fully set forth herein.

SECTION 5. Counterparts. This Agreement may be executed in counterparts, each of which will be deemed an original, but all of which together constitute one and the same original.


IN WITNESS WHEREOF, the parties hereto have caused this Agreement to be duly executed and delivered by their respective officers thereunto duly authorized as of the day and year first above written.

KIK HOLDCO COMPANY

By: 
Name:
Title:

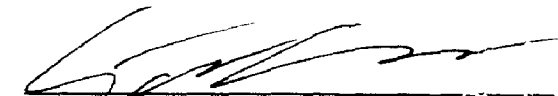
CANADIAN IMPERIAL BANK OF COMMERCE
as Administrative Agent for the Lenders

By: 
Name: Mark Chandler
Title: Executive Director


IAN McINNES
Executive Director

STATE OF)
) ss
COUNTY OF)

On the 22 day of August, 2002, before me personally came D. Cymanon, who is personally known to me to be the Pres. of KIK HOLDCO COMPANY, a Nova Scotia unlimited liability company; who, being duly sworn, did depose and say that she/he is the Pres. in such corporation, the corporation described in and which executed the foregoing instrument; that she/he executed and delivered said instrument pursuant to authority given by the Board of Directors of such corporation; and that she/he acknowledged said instrument to be the free act and deed of said corporation.

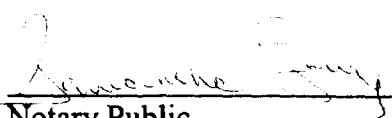

Notary Public

(PLACE STAMP AND SEAL ABOVE)

STATE OF)
) ss
COUNTY OF)

Mark
C...
L...
H...

On the 23rd day of August, 2002, before me personally came
Executive Director, who is personally known to me to be the Executive Director of
CANADIAN IMPERIAL BANK OF COMMERCE; who, being duly sworn, did depose and say
that she/he is the Executive Director in such corporation, the corporation described in
and which executed the foregoing instrument; that she/he executed and delivered said instrument
pursuant to authority given by the Board of Directors of such corporation; and that she/he
acknowledged said instrument to be the free act and deed of said corporation.



Notary Public

(PLACE STAMP AND SEAL ABOVE)

SCHEDULE A

U.S. Trademarks Registrations and Applications

<u>Trademark</u>	<u>Owner/Assignee</u>	<u>Registration or Serial Number</u>	<u>Status</u>
DESIGN ONLY	KIK Holdco Company	75/756,956	Pending
FABRIC FRIENDLY	KIK Holdco Company	2,468,720	Registered
FIBER FRIENDLY	KIK Holdco Company	2,424,398	Registered