

TRADEMARK ASSIGNMENT

Electronic Version v1.1
 Stylesheet Version v1.1

| | | | |
|----------------------------------|--|-----------------------|-----------------------|
| SUBMISSION TYPE: | NEW ASSIGNMENT | | |
| NATURE OF CONVEYANCE: | SECURITY INTEREST | | |
| CONVEYING PARTY DATA | | | |
| Name | Formerly | Execution Date | Entity Type |
| Hayes Bicycle Group, Inc. | | 06/10/2005 | CORPORATION: DELAWARE |
| RECEIVING PARTY DATA | | | |
| Name: | M&I Marshall & Ilsley Bank | | |
| Street Address: | 770 North Water Street | | |
| City: | Milwaukee | | |
| State/Country: | WISCONSIN | | |
| Postal Code: | 53202 | | |
| Entity Type: | CORPORATION: WISCONSIN | | |
| PROPERTY NUMBERS Total: 4 | | | |
| Property Type | Number | Word Mark | |
| Registration Number: | 2343931 | DISC BRAKES HAYES | |
| Registration Number: | 2339320 | | |
| Registration Number: | 2312256 | DISC BRAKES HAYES | |
| Serial Number: | 78419232 | EL CAMINO | |
| CORRESPONDENCE DATA | | | |
| Fax Number: | (414)978-8675 | | |
| | <i>Correspondence will be sent via US Mail when the fax attempt is unsuccessful.</i> | | |
| Phone: | 414.277.5000 | | |
| Email: | msl@quarles.com | | |
| Correspondent Name: | Marta S. Levine | | |
| Address Line 1: | Quarles & Brady LLP | | |
| Address Line 2: | 411 East Wisconsin Avenue | | |
| Address Line 4: | Milwaukee, WISCONSIN 53202 | | |
| NAME OF SUBMITTER: | Marta S. Levine | | |
| Signature: | /MartaLevine/ | | |

CH \$115.00 2343931

Date:

06/14/2005

Total Attachments: 5

source=SecIntTMHayesBicycleGroup#page1.tif

source=SecIntTMHayesBicycleGroup#page2.tif

source=SecIntTMHayesBicycleGroup#page3.tif

source=SecIntTMHayesBicycleGroup#page4.tif

source=SecIntTMHayesBicycleGroup#page5.tif

CONFIRMATORY GRANT OF SECURITY INTEREST
IN UNITED STATES TRADEMARKS

THIS CONFIRMATORY GRANT OF SECURITY INTEREST IN UNITED STATES TRADEMARKS (the "Confirmatory Grant") is made effective as of the 10th day of June, 2005 by and from Hayes Bicycle Group, Inc. (the "Grantor"), a Delaware corporation, whose principal address is 5800 West Donges Bay Road, Mequon, Wisconsin 53092, to and in favor of M&I MARSHALL & ILSLEY BANK, for itself and as Agent for the Lenders (as defined in the Security Agreement referenced below) (M&I Marshall & Ilsley Bank, for itself and as Agent for the Lenders, is hereinafter referred to as the "Grantee").

WHEREAS, Grantor and Grantee have entered into a Security Agreement of even date herewith (as amended from time to time, the "Security Agreement").

WHEREAS, the Grantor has adopted, used and is using the trademarks (the "Trademarks") listed on Exhibit A attached hereto, which Trademarks are registered or pending registration with the United States Patent and Trademark Office.

WHEREAS, this Confirmatory Grant has been granted in conjunction with the security interest granted to Grantee under the Security Agreement. The rights and remedies of Grantee with respect to the security interest granted herein are without prejudice to and are in addition to those set forth in the Security Agreement, all terms and provisions of which are incorporated herein by reference. In the event that any provisions of this Confirmatory Grant are deemed to conflict with the Security Agreement, the provisions of the Security Agreement shall govern.


NOW, THEREFORE, in consideration of the mutual covenants and agreements set forth herein and for other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, it is hereby agreed that:

- 1) Definitions. All capitalized terms not defined herein shall have the respective meaning given to them in the Security Agreement.
- 2) The Security Interest.
 - (a) This Confirmatory Grant is made to secure the satisfactory performance and payment of all the Obligations of Grantor and the other Borrowers (as defined in the Security Agreement), pursuant to the Security Agreement. Upon the payment in full of all Obligations, Grantee shall, upon such satisfaction, execute, acknowledge, and deliver to Grantor an instrument in writing releasing the security interest in the Trademarks acquired under this Confirmatory Grant.

- (b) The Grantor hereby grants to Grantee a security interest in (1) all of Grantor's right, title and interest in and to the Trademarks set forth in Exhibit A now owned or from time to time after the date hereof owned or acquired by the Grantor, together with (2) all proceeds and products of the Trademarks, (3) the goodwill of the businesses with which the Trademarks are associated, and (4) all causes of action arising prior to or after the date hereof for infringement of any of the Trademarks or unfair competition regarding the same.

IN WITNESS WHEREOF, the Grantor has executed this Confirmatory Grant of Security Interest effective as of the above-indicated date.

HAYES BICYCLE GROUP, INC.

By: 
Name: Rod Fostner
Title: Chief Financial Officer


Signature Page for Confirmatory Grant of
Security Interest in United States Trademarks

TRADEMARK
REEL: 003103 FRAME: 0233

STATE OF WISCONSIN)
MILWAUKEE COUNTY)

Rod Fostner, known to me to be the Chief Financial Officer of HAYES BICYCLE GROUP, INC., personally came before me this 8th day of June, 2005, and executed or acknowledged to me that he executed the foregoing Confirmatory Grant of Security Interest in United States Trademarks on behalf of said corporation and pursuant to authority duly received .

(SEAL)



Notary Public, State of Wisconsin
My Commission Expires: 1-8-06

CONFIRMATORY GRANT OF SECURITY INTEREST
IN UNITED STATES TRADEMARKS
Exhibit A - SCHEDULE OF TRADEMARKS

TRADEMARK REGISTRATIONS AND APPLICATIONS FOR REGISTRATION

| Registrant | Mark | Registration No. | Registration Date |
|---------------------------|---------------------------------|-------------------------|--------------------------|
| Hayes Bicycle Group, Inc. | DISC BRAKES HAYES and Design | 2,343,931 | April 18, 2000 |
| Hayes Bicycle Group, Inc. | Miscellaneous Design (Disc) | 2,339,320 | April 4, 2000 |
| Hayes Bicycle Group, Inc. | DISC BRAKES HAYES and Design | 2,312,256 | January 25, 2000 |

| Applicant | Mark | Application No. | Application Date |
|---------------------------|-------------|------------------------|-------------------------|
| Hayes Bicycle Group, Inc. | EL CAMINO | 78/419,232 | May 14, 2004 |