TRADEMARK ASSIGNMENT

Electronic Version v1.1 Stylesheet Version v1.1

SUBMISSION TYPE:	NEW ASSIGNMENT
NATURE OF CONVEYANCE:	RELEASE BY SECURED PARTY

CONVEYING PARTY DATA

Name	Formerly	Execution Date	Entity Type
Black Diamond Commercial		07/20/2006	LIMITED LIABILITY
Finance, L.L.C.		07720/2006	COMPANY: UNITED STATES

RECEIVING PARTY DATA

Name:	Zila, Inc.	
Street Address:	5227 N. 7th Street	
City:	Phoenix	
State/Country:	ARIZONA	
Postal Code:	85014	
Entity Type:	CORPORATION: DELAWARE	

Name:	Zila Nutraceuticals, Inc.	
Also Known As:	AKA Oxycal Laboratories Incorporated	
Street Address:	5227 N. 7th Street	
City:	Phoenix	
State/Country:	ARIZONA	
Postal Code:	85014	
Entity Type:	CORPORATION: ARIZONA	

Name:	Zila Technical, Inc.
Street Address:	5227 N. 7th Street
City:	Phoenix
State/Country:	ARIZONA
Postal Code:	85014
Entity Type:	CORPORATION: ARIZONA

Name:	Zila Biotechnology, Inc.	
Street Address:	5227 N. 7th Street	
City:	Phoenix	

TRADEMARK "REEL: 003354 FRAME: 0326

900053999

State/Country:	ARIZONA
Postal Code:	85014
Entity Type:	CORPORATION: ARIZONA

Name:	Zila Pharmaceuticals, Inc.	
Street Address:	5227 N. 7th Street	
City:	Phoenix	
State/Country:	ARIZONA	
Postal Code:	85014	
Entity Type:	CORPORATION: NEVADA	

Name:	Zila Swab Technologies, Inc.	
Street Address:	5227 N. 7th Street	
City:	Phoenix	
State/Country:	ARIZONA	
Postal Code:	85014	
Entity Type:	CORPORATION: ARIZONA	

PROPERTY NUMBERS Total: 3

Property Type	Number	Word Mark	
Registration Number:	2833791	GMP	
Registration Number:	2580234	INNOVATIVE	
Serial Number:	78733865	INNOVATIVE SWAB TECHNOLOGIES	

CORRESPONDENCE DATA

Fax Number: (602)382-6070

Correspondence will be sent via US Mail when the fax attempt is unsuccessful.

Phone: 6023826544

Email: kdorius@swlaw.com
Correspondent Name: Snell & Wilmer L.L.P.

Address Line 1: One Arizona Center, 400 E. Van Buren St

Address Line 4: Phoenix, ARIZONA 85004-2202

ATTORNEY DOCKET NUMBER:	44903.0014
NAME OF SUBMITTER:	Kirk Dorius
Signature:	/Kirk Dorius/
Date:	07/25/2006

Total Attachments: 2

TRADEMARK REEL: 003354 FRAME: 0327 source=ZilaTM3#page1.tif source=ZilaTM3#page2.tif

TRADEMARK REEL: 003354 FRAME: 0328

NOTICE OF RELEASE OF SECURITY INTEREST IN TRADEMARKS

Reference is made to that certain Guarantee and Collateral Agreement dated as of March 24, 2006 and recorded at the United States Patent and Trademark Office at Reel 3280 and Frame 0730 on March 30, 2006, by and between (i) ZILA, INC., a Delaware corporation, ZILA NUTRACEUTICALS, INC. (formerly known as Oxycal Laboratories Incorporated), an Arizona corporation, ZILA TECHNICAL, INC., an Arizona corporation, ZILA BIOTECHNOLOGY, INC., an Arizona corporation, ZILA PHARMACEUTICALS, INC., a Nevada corporation, and ZILA SWAB TECHNOLOGIES, INC., an Arizona corporation (the "Grantor"), in favor of and (ii) BLACK DIAMOND COMMERCIAL FINANCE, L.L.C., as Administrative Agent (in such capacity, the "Administrative Agent") for the banks, financial institutions and other entities from time to time parties to the Credit Agreement, dated as of March 24, 2006 (as amended, supplemented or otherwise modified from time to time, the "Credit Agreement"), by and among the Borrowers, the Lenders and the Administrative Agent (the "Guarantee and Collateral Agreement").

Pursuant to the Guarantee and Collateral Agreement, Grantor granted to Black Diamond Commercial Finance, L.L.C a security interest in Grantor's right, title, and interest into the trademarks and trademark registrations listed on Schedule A hereto (the "Trademarks").

Black Diamond Commercial Finance, L.L.C. (the "Releasor") hereby re-assigns and releases to Grantor and terminates all right, title and interest that Releasor has in and to the Trademarks and all proceeds of the foregoing; and all general intangibles associated with the foregoing, including without limitation, all goodwill associated in any way with such Trademarks; the right to sue for past, present and future infringements, and all rights corresponding thereto associated with such trademarks.

This release shall be governed by and construed in accordance with the laws of the State of New York without regard to conflicts of law principles.

BLACK DIAMOND COMMERCIAL FINANCE, L.L.C., as Administrative Agent and Releasor

Name Stuart A. Armstrone

Title: President & CEO

Dated: 7/20/2006

TRADEMARK REEL: 003354 FRAME: 0329

SCHEDULE A

TRADEMARK	REGISTRATION NUMBER	APPLICATION NUMBER
GMP	2833791	
	04/20/2004	
INNOVATIVE	2580234	
	06/11/2002	
INNOVATIVE SWAB TECHNOLOGIES		78/733,865
Stylized		10/14/2005

LEGAL_US_E # 71385350.1

RECORDED: 07/25/2006

TRADEMARK REEL: 003354 FRAME: 0330