

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
St. Cloud Capital Partners, L.P.		12/04/2007	CORPORATION:
RECEIVING PARTY DATA			
Name:	Advanced H2O, Inc.		
Street Address:	7853 SE 27th Street, Suite 283		
City:	Mercer Island		
State/Country:	WASHINGTON		
Postal Code:	98040		
Entity Type:	CORPORATION: WASHINGTON		
PROPERTY NUMBERS Total: 2			
Property Type	Number	Word Mark	
Registration Number:	2640164	MICROSTRUCTURED	
Registration Number:	2505528	ZAQUA	
CORRESPONDENCE DATA			
Fax Number:	(503)778-2200		
	<i>Correspondence will be sent via US Mail when the fax attempt is unsuccessful.</i>		
Phone:	(503) 778-2137		
Email:	trademarks@lanepowell.com		
Correspondent Name:	Lisa M. Davis		
Address Line 1:	601 SW Second Avenue, Suite 2100		
Address Line 4:	Portland, OREGON 97204		
ATTORNEY DOCKET NUMBER:	121699.14		
NAME OF SUBMITTER:	Lisa M. Davis		
Signature:	/lisa m. davis/		
Date:	12/06/2007		

OP \$65.00 2640164

Total Attachments: 2
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RELEASE OF SECURITY INTEREST

ST. CLOUD CAPITAL PARTNERS, L.P., with an address of 10866 Wilshire Boulevard, Suite 1450, Los Angeles, California 90024 ("Secured Party"), for and in consideration of the fulfillment of the obligations of ADVANCED H2O, INC., a Washington corporation, with an address of 7853 SE 27th Street, Suite 283, Mercer Island, Washington 98040 ("Borrower"), to Secured Party, and for other valuable consideration paid to Secured Party, the sufficiency and receipt of which is acknowledged, fully and forever releases and discharges any security interest Secured Party now holds in any and all intellectual property of Borrower, its trademarks, patents, copyrights, trade secrets, trade names and domain names (the "Released Collateral"), including but not limited to any and all applications, registrations, renewals, continuations, divisionals, continuations-in-part, and/or extensions of any of the foregoing and the Borrower's goodwill in its business associated with the same, and further including but not limited to the U.S. trademarks and patents described in Exhibit A attached hereto. Secured Party will not seek to obtain any liens, attachments or other security interest in the Released Collateral or the proceeds thereof.

Secured Party further agrees to execute any and all documents necessary for the recordation of this release with applicable governmental offices.

Effective as of the 4 day of December, 2007.

ST. CLOUD CAPITAL PARTNERS, L.P.

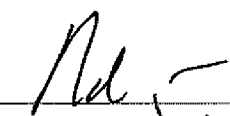
By: 
Name: ROBERT LANTZ
Title: MANAGING DIRECTOR

EXHIBIT A

Trademark	Registration Number
MICROSTRUCTURED	2,640,164
ZAQUA	2,505,528

Patent	Patent Number
Process for producing improved alkaline drinking water and the product produced thereby	6572902