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-728-0741

(TUE) 6. 25. 96 13:42/ST. 13:40/NO. 3760326381 P 3

FORM PTO-1334 (Rev. 6-93)

RE 06-05-1998

SHEET

U.S. DEPARTMENT OF COMMERCE Patent and Trademark Office

OMB No. 0651-0011 (exp. 4/94)



Tab settings

To the Honorable Commissioner of F.

100728649

attached original documents or copy

TRADEMARK FEE PROCESS

1. Name of conveying party(ies): MRO 5-20-98

Ginsey Industries, Inc.

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

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

3. Nature of conveyance:

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

Execution Date: 3/31/98

2. Name and address of receiving party(ies)

Name: CoreStates Bank, N.A.

Internal Address:

Street Address: 370 Scotch Road

City: Pennington State: NJ ZIP: 08534

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

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 patent number(s):

A. Trademark Application No.(s)

See Schedule A attached

B. Trademark Registration No.(s)

See Schedule B attached

Additional numbers attached? Yes No

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

Name: Dean Grabelle

Internal Address: Drinker Biddle & Reath LLP

Street Address: 105 College Road East P.O. Box 627

City: Princeton State: NJ ZIP: 08542

6. Total number of applications and registrations involved: 19

7. Total fee (37 CFR 3.41).....\$ 190.00

- Enclosed
- Authorized to be charged to deposit account

8. Deposit account number:

20 00 02

(Attach duplicate copy of this page if paying by deposit account)

DO NOT USE THIS SPACE

9. Statement and signature.

To the best of my knowledge and belief, the foregoing information is true and correct and any attached copy is a true copy of the original document.

Dean E. Grabelle
Name of Person Signing

[Signature]
Signature

17 5/19/98
Date

Total number of pages including cover sheet, attachments, and document:

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

REEL: 1735 FRAME: 0897

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06/04/1998

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01 FC:461
02 FC:462

Schedule A

PENDING TRADEMARKS IN THE UNITED STATES

<i>No.</i>	<i>Trademark</i>	<i>Serial No.</i>	<i>Filing Date</i>
1.	CASCADE	73/666299	6/12/87

DSB:497405.1

TRADEMARK
REEL: 1735 FRAME: 0898

PENDING TRADEMARKS IN CANADA

<i>No.</i>	<i>Trademark</i>	<i>Registration No.</i>	<i>Filing Date</i>
1.	Surefoot-The Anywhere Comfort Mat	851,120	7/17/97

DSB:497405.1

TRADEMARK
REEL: 1735 FRAME: 0899

Schedule B

REGISTERED TRADEMARKS IN THE UNITED STATES

<i>No.</i>	<i>Trademark</i>	<i>Registration No.</i>	<i>Date of Registration</i>
1.	Classique	1,563,245	10/31/89
2.	Classique Fashion Soft Seats	1,829,814	4/5/94
3.	Cush 'N Soft	1,066,171	5/24/77
4.	Design Trends Fashion Soft Seats	2,103,391	10/7/97
5.	Elegance	1,598,446	5/29/90
6.	Ginsey	1,156,262	6/2/81
7.	Pandora	1,455,135	9/1/87
8.	Surefoot-The Anywhere Comfort Mat	2,017,366	11/19/96
9.	Soft Indulgence Fashion Seat	2,124,115	12/23/97
10.	Sit 'N Pretty	1,015,731	7/15/75
11.	The Fashion Mat	2,069,155	6/10/97
12.	The Nicest Thing That Ever Happened To A Bathroom	1,038,053	4/13/76

REGISTERED TRADEMARKS IN CANADA

<i>No.</i>	<i>Trademark</i>	<i>Registration No.</i>	<i>Date of Registration</i>
1.	Classique Fashion Soft Seats	420,627	12/10/93
2.	Cush'N Soft	238,365	2/13/79
3.	Ginsey	287,151	1/20/84
4.	Soft Indulgence Fashion Seat	481,995	9/3/97
5.	The Nicest Thing That Ever Happened To A Bathroom	238,366	12/14/79

TRADEMARK COLLATERAL SECURITY AGREEMENT

THIS TRADEMARK COLLATERAL SECURITY AGREEMENT ("Agreement") is made and entered into as of the 31st day of March, 1998 between GINSEY INDUSTRIES, INC. ("Assignor"), and CORESTATES BANK, N.A., a national banking association ("Assignee").

BACKGROUND

A. In order to induce Assignee to make available to Assignor and Ginsey Industries Canada, Inc. ("Canada" and together with Assignor, "Borrowers") credit facilities in the aggregate amount not to exceed Thirteen Million Eight Hundred Thousand Dollars (\$13,800,000.00) pursuant to a certain Loan and Security Agreement dated the date hereof between Assignee and Assignor (as amended, modified or extended from time to time, the "Loan Agreement"), Assignor has agreed to grant to Assignee a security interest in certain servicemarks, trademarks, trade names and the goodwill associated therewith, as herein provided.

B. Any term capitalized but not defined herein shall have the meaning given to such term in the Loan Agreement.

NOW THEREFORE, in consideration of the premises and of the mutual covenants of the parties hereto, and intending to be legally bound hereby, it is hereby agreed as follows:

1. Grant of Security Interest. To secure: (A) the complete and timely payment, satisfaction and performance of the liabilities, obligations, covenants and agreements of Borrowers to Assignee, whether arising out of or incurred in connection with the Loan Agreement, the Notes and/or the Loan Documents, as such liabilities, obligations, covenants and agreements may be hereafter amended, increased, decreased, supplemented or extended by any and all renewals, extensions, replacements or modifications of such Notes or Loan Documents hereafter entered into or otherwise arising or incurred; (B) the complete and timely payment, satisfaction and performance of all other existing and future liabilities, obligations, covenants and agreements of Assignor to Assignee, whether arising out of the transactions contemplated by the Loan Agreement or otherwise arising, whether absolute or contingent, direct or indirect, of any nature whatsoever, whether now existing or hereafter entered into (all of such liabilities and obligations are hereinafter collectively referred to as the "Obligations"), Assignor hereby grants and conveys to Assignee with power of sale, to the extent permitted by law, upon the occurrence and during the continuance of an Event of Default as hereinafter defined, a security interest in and to each and every one of Assignor's now owned or existing or hereafter acquired or arising servicemark applications, servicemarks (whether registered, unregistered or for which any application to register has been filed), trademark applications, trademarks (whether registered, unregistered or for

which any application to register has been filed), trade names, all of which are listed in Schedule A attached hereto and incorporated herein (as the same may be amended pursuant hereto from time to time), including, without limitation, all renewals thereof and all proceeds thereof (such as, by way of example, license royalties and proceeds of infringement suits), the right to sue for past, present and future infringements, and all rights owned by Assignor corresponding thereto throughout the world (all of the foregoing are collectively called the "Marks"), and the goodwill of the business to which such Marks may relate.

2. Warranties and Representations. Assignor covenants and warrants that, to the best of its knowledge,: (A) it is the sole and exclusive owner of the entire right, title and interest in each of the registered Marks in connection with the conduct of its business in the jurisdictions in which it is operating, subject to the language contained in the certificate of registration; (B) the Marks are free and clear of any liens, pledges, assignments or other encumbrances; (C) it has the unqualified right to enter into this Agreement and perform its terms; (D) the registered Marks are subsisting and have not been adjudged invalid or unenforceable; (E) each of the registered Marks is valid and enforceable; (F) no material claim has been made that the use of any of the Marks does or may violate the rights of any third person except for claims previously disclosed in writing to Assignee; and (G) Assignor has used, and will continue to use for the duration of this Agreement, proper statutory notice in connection with its use of the registered Marks. Assignor shall, in any event, indemnify and hold Assignee harmless from all losses, damages, costs and expenses, including reasonable legal costs and counsel fees, incurred by Assignee as the direct or indirect result of any action, claim or demand, whether or not groundless, alleging that any Mark infringes any servicemarks or trademarks held by third parties.

3. Right to Benefits. If, before the Obligations shall have been satisfied in full, Assignor shall become entitled to the benefit of any additional servicemark, trademark registration or application the provisions of paragraph 1 shall automatically apply thereto and Assignor shall give Assignee reasonably prompt written notice thereof.

4. Future Marks. Assignor authorizes Assignee to modify this Agreement by amending Schedule A to include any future servicemarks, trademarks, or trade names which are Marks under paragraph 1 or paragraph 3 hereof.

5. Events of Default.

a. It shall constitute an event of default (each, an "Event of Default") hereunder if Assignor violates or fails to

fulfill each and all of the covenants of Assignor as herein set forth and shall violation or failure is not fully cured with 20 days of the earlier of a responsible officer of Assignor becomes aware of such failure or violation or notice from Assignee of such failure or violation.

b. The occurrence of any Event of Default as defined under any of the Loan Agreement shall also constitute an Event of Default under this Agreement.

6. Assignor's Right to Use Marks. Unless and until an Event of Default shall occur, Assignor shall retain the legal and equitable title to the Marks and shall have the right to use the Marks in the ordinary course of its business but shall not be permitted to sell, assign, transfer or otherwise encumber the Marks or any part thereof except as otherwise permitted in writing by Assignee.

7. Maintenance of Marks. Assignor shall have the duty to diligently maintain all registrations of those Marks material to Assignor's business which remain in use in interstate commerce, including the timely filing of declarations of continuous use and renewals as appropriate.

8. Assignee's Rights As Secured Party. If any Event of Default shall have occurred, Assignee shall have, in addition to all other rights and remedies given it by this Agreement and the Loan Agreement, those allowed by law and the rights and remedies of a secured party under the Uniform Commercial Code as enacted in any jurisdiction in which the Marks may be located and, without limiting the generality of the foregoing, Assignee may immediately, without demand of performance and without advertisement, sell at public or private sale or otherwise realize upon, in New Jersey or elsewhere, all or a portion of the Marks and, as applicable, the goodwill associated therewith, or any interest which Assignor has therein, and after deducting from the proceeds of said sale or other disposition of the Marks all expenses (including all reasonable expenses for broker's fees and legal services), shall apply the residue of such proceeds for the payment of the Obligations. Notice of any sale or other disposition of the Marks shall be given in writing to Assignor at least ten (10) days before the time of any intended public or private sale or other disposition of the Marks is to be made, which Assignor hereby agrees shall be reasonable notice of such sale or other disposition. At any such sale or other disposition, Assignee may, to the extent permissible under applicable law, purchase the whole or any part of the Marks sold, free from any right of redemption on the part of Assignor, which right is hereby waived and released.

9. Power of Attorney. If any Event of Default shall have occurred, Assignor hereby authorizes and empowers Assignee to make, constitute and appoint any officer or agent of Assignee as Assignee may select in its exclusive discretion, as Assignor's true and lawful attorney-in-fact, with the power to endorse Assignor's names on all applications, documents, papers and instruments necessary for Assignee to use the Marks, or to grant or issue any exclusive or non-exclusive license under the Marks to any third person, or necessary for Assignee to assign, pledge, convey or otherwise transfer title in or dispose of the Marks and, as applicable, the goodwill associated therewith, to any third person. Assignor hereby ratifies all that such attorney shall lawfully do or cause to be done by virtue hereof. This power of attorney shall be irrevocable for the life of this Agreement and until all of the Obligations shall have been satisfied in full.

10. Termination. At such time as (i) Assignor shall completely satisfy all of the Obligations, and (ii) the Termination Date has occurred, this Agreement shall terminate and Assignee shall execute and deliver to Assignor all releases, deeds, assignments and other instruments as may be necessary or proper to re-vest in Assignor the full unencumbered title to the Marks, and, as applicable, the goodwill associated therewith, subject to any disposition thereof which may have been made by Assignee pursuant hereto.

11. Fees and Expenses of the Assignee. If an Event of Default shall have occurred, any and all reasonable fees, out-of-pocket costs and expenses, of whatever kind or nature, including reasonable attorneys' fees and legal expenses, incurred by Assignee in connection with the payment or discharge of any taxes, counsel fees, maintenance fees, encumbrances or otherwise protecting, maintaining or preserving the Marks, or in defending or prosecuting any actions or proceedings arising out of or related to the Marks, shall be paid by Assignor within ten (10) days of demand by Assignee, and until so paid shall be added to the principal amount of the Obligations and shall bear interest at the highest rate prescribed in the Loan Agreement.

12. Protection of Marks. If an Event of Default shall have occurred, Assignee shall have the right but shall in no way be obligated to bring suit in its own name to enforce the Marks, in which event Assignor shall at the request of Assignee do any and all lawful acts and execute any and all proper documents reasonably required by Assignee with respect to any Marks material to Assignor's business in aid of such enforcement, and Assignor shall promptly, upon demand, reimburse and indemnify Assignee for all reasonable costs and expenses incurred by Assignee in the exercise of its rights under this paragraph 12.

13. No Waiver. No course of dealing between Assignor and Assignee, nor any failure to exercise, nor any delay in exercising, on the part of Assignee, any right, power or privilege hereunder or under the Loan Agreement shall operate as a waiver thereof; nor shall any single or partial exercise of any right, power or privilege hereunder or thereunder preclude any other or further exercise or the exercise of any other right, power or privilege.

14. Severability. The provisions of this Agreement are severable, and if any clause or provision shall be half invalid and unenforceable in whole or in part in any jurisdiction, then such invalidity or unenforceability shall affect only such clause or provision, or part thereof, in such jurisdiction, and shall not in any manner affect such clause or provision in any other jurisdiction, or any other clause or provision of this Agreement in any jurisdiction.

15. Manufacture and Sale. The parties understand and agree that the collateral security agreement of the Marks as provided for in this Agreement, together with other collateral provided to Assignee pursuant to the Loan Agreement and the other Loan Documents, will permit Assignee, upon the occurrence and during the continuance of an Event of Default as provided herein, to make use of all rights to the Marks, the goodwill associated therewith and certain equipment and machinery as set forth in the Loan Documents, all of which will permit the Assignee to manufacture and sell the products or provide the services for which the use of the Marks is associated and maintain substantially the same product specifications and quality as maintained by Assignor.

16. Amendment. This Agreement is subject to modification only by a writing signed by the parties, except as provided in paragraph 4.

17. Successors and Assigns. The benefits and burdens of this Agreement shall inure to the benefit of and be binding upon the respective successors and assigns of the parties.

18. Further Acts. Assignor agrees to execute and file any documents which are or may be required in order to perfect the recordal of this Agreement in the United States Patent and Trademark Office.

19. Governing Law. The validity and interpretation of this Agreement and the rights and obligations of the parties shall be governed by the laws of the State of New Jersey.

IN WITNESS WHEREOF, and intending to be legally bound, the parties hereto have executed this Agreement the day and year first above written.

GINSEY INDUSTRIES, INC.

By: Harry S. Habel
Name: HARRY S. HABEL
Title: PRESIDENT

CORESTATES BANK, N.A.

By: Leanne Castagna, VP
Name: LEANNE CASTAGNA
Title: VICE PRESIDENT

STATE OF PENNSYLVANIA :
 : SS.
COUNTY OF PHILADELPHIA :

Be it remembered, that on this 31st day of March,
1998, before me, the subscriber, in and for said county,
personally appeared HARRY HABER of Ginsey Industries, Inc., who I
am satisfied is the person who signed the within instrument, and
he acknowledged that he signed and delivered the same as such
officer aforesaid, and that the within instrument is the
voluntary act and deed of such corporation, made by virtue of a
Resolution of its Board of Directors.



Notary Public

My Commission Expires:

NOTARIAL SEAL
ERASMITA BURGOS, Notary Public
City of Philadelphia, Phila. County
My Commission Expires April 16, 2001

Schedule A

REGISTERED TRADEMARKS IN THE UNITED STATES

<i>No.</i>	<i>Trademark</i>	<i>Registration No.</i>	<i>Date of Registration</i>
1.	Classique	1,563,245	10/31/89
2.	Classique Fashion Soft Seats	1,829,814	4/5/94
3.	Cush'N Soft	1,066,171	5/24/77
4.	Design Trends Fashion Soft Seats	2,103,391	10/7/97
5.	Elegance	1,598,446	5/29/90
6.	Ginsey	1,156,262	6/2/81
7.	Pandora	1,455,135	9/1/87
8.	Surefoot-The Anywhere Comfort Mat	2,017,366	11/19/96
9.	Soft Indulgence Fashion Seat	2,124,115	12/23/97
10.	Sit'N Pretty	1,015,731	7/15/75
11.	The Fashion Mat	2,069,155	6/10/97
12.	The Nicest Thing That Ever Happened To A Bathroom	1,038,053	4/13/76

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<i>No.</i>	<i>Trademark</i>	<i>Registration No.</i>	<i>Date of Registration</i>
1.	Classique Fashion Soft Seats	420,627	12/10/93
2.	Cush'N Soft	238,365	2/13/79
3.	Ginsey	287,151	1/20/84
4.	Soft Indulgence Fashion Seat	481,995	9/3/97
5.	The Nicest Thing That Ever Happened To A Bathroom	238,366	12/14/79

PENDING TRADEMARKS IN THE UNITED STATES

<i>No.</i>	<i>Trademark</i>	<i>Serial No.</i>	<i>Filing Date</i>
1.	CASCADE	73/666299	6/12/87

PENDING TRADEMARKS IN CANADA

<i>No.</i>	<i>Trademark</i>	<i>Registration No.</i>	<i>Filing Date</i>
1.	Surefoot-The Anywhere Comfort Mat	851,120	7/17/97

Schedule A

PENDING TRADEMARKS IN THE UNITED STATES

<i>No.</i>	<i>Trademark</i>	<i>Serial No.</i>	<i>Filing Date</i>
1.	CASCADE	73/666299	6/12/87

DSB:497405.1

TRADEMARK
REEL: 1735 FRAME: 0914

PENDING TRADEMARKS IN CANADA

<i>No.</i>	<i>Trademark</i>	<i>Registration No.</i>	<i>Filing Date</i>
1.	Surefoot-The Anywhere Comfort Mat	851,120	7/17/97

DSB:497405.1

TRADEMARK
REEL: 1735 FRAME: 0915

Schedule B

REGISTERED TRADEMARKS IN THE UNITED STATES

<i>No.</i>	<i>Trademark</i>	<i>Registration No.</i>	<i>Date of Registration</i>
1.	Classique	1,563,245	10/31/89
2.	Classique Fashion Soft Seats	1,829,814	4/5/94
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12.	The Nicest Thing That Ever Happened To A Bathroom	1,038,053	4/13/76

DSB:497405.1

TRADEMARK
REEL: 1735 FRAME: 0916

REGISTERED TRADEMARKS IN CANADA

<i>No.</i>	<i>Trademark</i>	<i>Registration No.</i>	<i>Date of Registration</i>
1.	Classique Fashion Soft Seats	420,627	12/10/93
2.	Cush'N Soft	238,365	2/13/79
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4.	Soft Indulgence Fashion Seat	481,995	9/3/97
5.	The Nicest Thing That Ever Happened To A Bathroom	238,366	12/14/79

DSB:497405.1

RECORDED: 05/20/1998

TRADEMARK
REEL: 1735 FRAME: 0917