

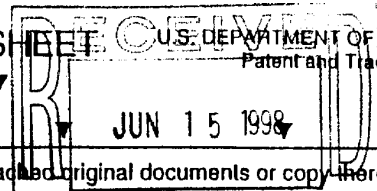
6.15-98

RI

07-08-1998



3 SHEETS



Tab settings

To the Honorable Commissioner of

100756709

attached original documents or copy thereof.

1. Name of conveying party(ies):

Net IQ Corporation

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

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

3. Nature of conveyance:

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

Execution Date: 5-15-98

2. Name and address of receiving party(ies)

Name: SILICON VALLEY BANK

Internal Address: ATTN: LOAN DOC. GROUP

Street Address: 3003 TASMAN DRIVE

City: SANTA CLARA State: CA ZIP: 95054

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

78/292,227

75/317,539

B. Trademark Registration No.(s)

2,137,942

2,118,436

Additional numbers attached? Yes No

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

SILICON VALLEY BANK

Name:

Internal Address: ATTN: LOAN DOC GROUP

NC # 816

Street Address: 3003 TASMAN DRIVE

City: SANTA CLARA State: CA ZIP: 95054

6. Total number of applications and registrations involved: 4

7. Total fee (37 CFR 3.41) \$ 115 -

Enclosed Check # 7654

Authorized to be charged to deposit account

8. Deposit account number:

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

07/08/1998 DNGUYEN 00000016 2137942

DO NOT USE THIS SPACE

01 FC:481 40.00 DP 02 FC:482 75.00 DP

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.

MAGGIE GARCIA

Name of Person Signing

Maggie Garcia

Signature

6-2-98

Date

Total number of pages including cover sheet, attachments, and document: 9

INTELLECTUAL PROPERTY SECURITY AGREEMENT

This Intellectual Property Security Agreement is entered into as of May 15, 1998 by and between SILICON VALLEY BANK ("Bank") and NetIQ Corporation ("Grantor").

RECITALS

A. Bank has agreed to make certain advances of money and to extend certain financial accommodation to Grantor (the "Loans") in the amounts and manner set forth in that certain Loan and Security Agreement by and between Bank and Grantor dated May 15, 1998 (as the same may be amended, modified or supplemented from time to time, the "Loan Agreement"; capitalized terms used herein are used as defined in the Loan Agreement). Bank is willing to make the Loans to Grantor, but only upon the condition, among others, that Grantor shall grant to Bank a security interest in certain Copyrights, Trademarks, Patents, and Mask Works to secure the obligations of Grantor under the Loan Agreement.

B. Pursuant to the terms of the Loan Agreement, Grantor has granted to Bank a security interest in all of Grantor's right, title and interest, whether presently existing or hereafter acquired, in, to and under all of the Collateral.

NOW, THEREFORE, for good and valuable consideration, receipt of which is hereby acknowledged, and intending to be legally bound, as collateral security for the prompt and complete payment when due of its obligations under the Loan Agreement, Grantor hereby represents, warrants, covenants and agrees as follows:

AGREEMENT

To secure its obligations under the Loan Agreement, Grantor grants and pledges to Bank a security interest in all of Grantor's right, title and interest in, to and under its Intellectual Property Collateral (including without limitation those Copyrights, Patents, Trademarks and Mask Works listed on Schedules A, B, C, and D hereto), and including without limitation all proceeds thereof (such as, by way of example but not by way of limitation, license royalties and proceeds of infringement suits), the right to sue for past, present and future infringements, all rights corresponding thereto throughout the world and all re-issues, divisions continuations, renewals, extensions and continuations-in-part thereof.

This security interest is granted in conjunction with the security interest granted to Bank under the Loan Agreement. The rights and remedies of Bank with respect to the security interest granted hereby are in addition to those set forth in the Loan Agreement and the other Loan Documents, and those which are now or hereafter available to Bank as a matter of law or equity. Each right, power and remedy of Bank provided for herein or in the Loan Agreement or any of the Loan Documents, or now or hereafter existing at law or in equity shall be cumulative and concurrent and shall be in addition to every right, power or remedy provided for herein and the exercise by Bank of any one or more of the rights, powers or remedies provided for in this Intellectual Property Security Agreement, the Loan Agreement or any of the other Loan Documents, or now or hereafter existing at law or in equity, shall not preclude the simultaneous or later exercise by any person, including Bank, of any or all other rights, powers or remedies.

IN WITNESS WHEREOF, the parties have cause this Intellectual Property Security Agreement to be duly executed by its officers thereunto duly authorized as of the first date written above.

Address of Grantor:

275 Saratoga Avenue #260
Santa Clara, CA 95050

Attn: _____

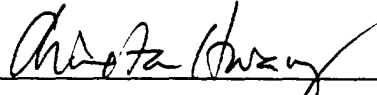
Address of Bank:

1731 Embarcadero, Ste. 220
Palo Alto, CA 94303

Attn: Gregory S. Olsen

GRANTOR:


NetIQ Corporation

By: 

Title: President

BANK:

SILICON VALLEY BANK

By: 

Title: Vice President

EXHIBIT A

Copyrights

Description

Registration/
Application
Number

Registration/
Application
Date

— See attached —

EXHIBIT B

Patents

Description

Registration/
Application
Number

Registration/
Application
Date

— see attached —

EXHIBIT C

Trademarks

Description

Registration/
Application
Number

Registration/
Application
Date

— see attached —

EXHIBIT D

Mask Works

Description

Registration/
Application
Number

Registration/
Application
Date

— not applicable —

(CONFIDENTIAL AND PRIVILEGED INFORMATION)

EXHIBITS TO THE INTELLECTUAL PROPERTY SECURITY AGREEMENT
BETWEEN SILICON VALLEY BANK AND NETIQ CORPORATION

EXHIBIT A

Copyrights

U.S. Copyright Registration: "NetIQ AppManager Suite Version 1.0"
Reg. Num. TXu 776-056
Effective Date: Jan. 9, 1997

U.S. Copyright Registration: "NetIQ AppManager Suite Version 2.0"
Reg. Num. TX 4-562-020
Effective Date: Dec. 11, 1997

EXHIBIT B

Patents

U.S. Patent Application: "Selection, Type Matching and Manipulation of Resource
Objects by a Computer Program"
Serial Num. 08/784,613
Filing Date: Jan. 21, 1997

U.S. Patent Application: "Event Signaling in a Foldable Object Tree"
Serial Num. 08/784,563
Filing Date: Jan. 21, 1997

U.S. Patent Application: "Database Updates Over a Network"
Serial Num. 08/784,593
Filing Date: Jan. 21, 1997

EXHIBIT C

Trademarks

U.S. Registered Trademark: "NETIQ"

Reg. Num. 2,137,942

Date of Registration: Feb. 17, 1998

U.S. Registered Trademark: "APPMANAGER"

Reg. Num. 2,118,436

Date of Registration: Dec. 2, 1997

U.S. Trademark Application: "KNOWLEDGE SCRIPTS"

Serial Num. 78/292,227

Date of Filing: May 15, 1997

Date of Publication: May 26, 1998

U.S. Trademark Application: "WORK SMARTER"

Serial Num. 75/317,539

Date of Filing: Jun. 30, 1997

U.S. Trademark Application: "NetIQ Partner Network (and Design)"

Date of Filing: May 1, 1998

European Community Trademark Application: "NETIQ"

Serial Num. 684571

Date of Filing: Nov. 8, 1997

European Community Trademark Application: "APPMANAGER"

Date of Filing: Mar. 16, 1998

EXHIBIT D

Mask Works

None