

07-15-1998

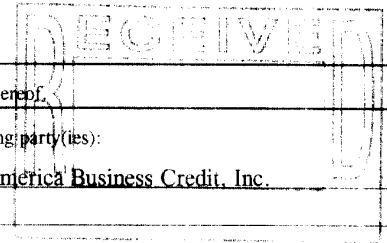


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U.S. DEPARTMENT OF COMMERCE
Patent and Trademark Office

7-9-98

R



To the Honorable Commissioner of Patents and Trademarks. Please record the attached original documents or copy thereof.

1. Name of conveying party(ies):

LOFTS SEED, INC.
Also known as LOFTS SEED COMPANY, INC.
191 Budd Blvd.
Winston Salem, NC 27114

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

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

2. Name and address of receiving party(ies):

Name: BankAmerica Business Credit, Inc.

Internal Address:

Street Address: 55 South Lake Avenue, Suite 900

City: Pasadena State: California ZIP: 91101

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

If assignee is not domiciled in the United States, a domestic representative designation is attached
 Yes No

(Designation must be a separate document from Assignment)

Additional name(s) & address(es) attached? Yes No

3. Nature of conveyance:

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

Execution Date:

4. Application number(s) or registration number(s):

A. Trademark Application No.(s)

B. Trademark Registration No.(s)

687657

Additional numbers attached? Yes No

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

Name: Tamsen Valoir
Jenkins & Gilchrist, P.C.

Internal Address:

Street Address: 1445 Ross Avenue, Suite 3200

City: Dallas State: Texas Zip: 75202-2799

6. Total number of applications and registrations involved: 1

7. Total fee (37 CFR 3.41):

\$ 40.00

- Enclosed
- Authorized to be charged to deposit account.

(If check is not received with this correspondence or additional fees are required, please charge to deposit account 10-0447.)

8. Deposit Account number:

10-0447

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

07/14/1998 JSHABAZZ 00000057 687657

DO NOT USE THIS SPACE

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40.00 00

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.

Tamsen Valoir
Name of Person Signing

July 1, 1998
Date

Total number of pages comprising cover sheet:

1

TRADEMARK AND TRADE NAME SECURITY AGREEMENT

WHEREAS, **Lofts Seed Company, Inc.**, a Nevada corporation, with its chief executive office at 191 Budd Blvd, Winston Salem, NC 27114 (hereinafter referred to as "Debtor"), has acquired, adopted and used, and is using, the trademarks and/or trade names listed in Exhibit "A" attached hereto and made a part hereof, which, as indicated in Exhibit "A", are registered in the United States Patent and Trademark Office; and

WHEREAS, Debtor and **BankAmerica Business Credit, Inc.**, a Delaware corporation, having an office at 55 South Lake Avenue, Suite 900, Pasadena, California 91101 as Agent for the Lenders (as defined and described in the Loan Agreement) (herein referred to as "Secured Party"), have entered into a Loan and Security Agreement (herein referred to as the "Loan Agreement"), of even date herewith, by which Secured Party has acquired security interests in said trademarks and trade names and the applications or registrations thereof;

NOW, THEREFORE, for good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, Debtor does hereby grant, transfer, assign and convey a security interest to Secured Party in all rights, titles and interests in and to the said trademarks and trade names, together with the goodwill of the business symbolized by the trademarks and trade names, and in the registrations or applications for registration thereof.

Debtor further covenants and warrants to Secured Party:

- (a) that Debtor is the sole and exclusive owner of the trademarks and trade names and all rights comprised in the trademarks and trade names, subject to limitations imposed by law, and has the full authority to make this assignment;
- (b) that the trademarks and trade names have not heretofore been pledged, hypothecated or otherwise encumbered, and are in all aspects free and clear of any encumbrances;
- (c) that to its knowledge the validity of the trademarks and trade names has never been questioned; and
- (d) that Debtor has not entered into any contract or made any commitment that will or may impair Secured Party's rights hereunder.

THIS TRADEMARK AND TRADE NAME SECURITY AGREEMENT HAS BEEN EXECUTED, DELIVERED AND ACCEPTED AT AND SHALL BE DEEMED TO HAVE BEEN MADE AT DALLAS, TEXAS, AND SHALL BE INTERPRETED AND THE RIGHTS AND OBLIGATIONS OF THE PARTIES HERETO DETERMINED IN ACCORDANCE WITH APPLICABLE FEDERAL LAW AND THE INTERNAL LAWS OF THE STATE OF NEW YORK, APPLICABLE TO AGREEMENTS EXECUTED, DELIVERED AND PERFORMED THEREIN.

IN WITNESS WHEREOF, Debtor and Secured Party have executed this Trademark and Trade Name Security Agreement as of this 23 day of June, 1998.

LOFTS SEED COMPANY, INC.
A Nevada Corporation

By: Henry A. Ingalls
Name: Henry A. Ingalls
Title: Vice President

BANKAMERICA BUSINESS CREDIT, INC.,
as Agent for the Lenders

By: Victor Alfirevic
Name: Victor Alfirevic
Title: Vice President

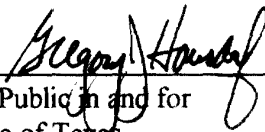
THE STATE OF TEXAS §
 §
COUNTY OF DALLAS §

BEFORE ME, the undersigned Notary Public, on this day personally appeared Henry A. Ingalls, the Vice President of Lofts Seed Company, Inc., a Nevada corporation, and proved to me to be the person and officer whose name is subscribed to the foregoing instrument and acknowledged to me that the same was the act of said corporation, and that he executed the same as the act of said corporation for the purposes and consideration therein expressed and in the capacity therein stated.

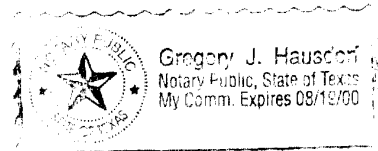
GIVEN UNDER MY HAND AND OFFICIAL SEAL this 23 day of June, 1998.

[S E A L]

My Commission Expires:



Notary Public in and for
the State of Texas



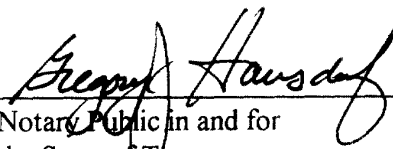
THE STATE OF TEXAS §
 §
COUNTY OF DALLAS §

BEFORE ME, the undersigned Notary Public, on this day personally appeared Victor Alfirevic, the Vice President of BankAmerica Business Credit, Inc., a Delaware corporation, as Agent for the Lenders and proved to me to be the person and officer whose name is subscribed to the foregoing instrument and acknowledged to me that the same was the act of said corporation, and that he executed the same as the act of said corporation for the purposes and consideration therein expressed and in the capacity therein stated.

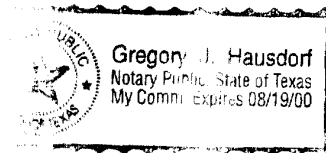
GIVEN UNDER MY HAND AND OFFICIAL SEAL this 23 day of June, 1998.

[S E A L]

My Commission Expires:



Notary Public in and for
the State of Texas



LOFTS SEED, INC.
ALSO KNOWN AS LOFTS SEED COMPANY, INC.

Exhibit "A"

Trademarks

| <u>Trademark</u> | <u>Serial/Registration Number</u> | <u>Filing/Registration Date</u> |
|---------------------|---------------------------------------|-------------------------------------|
| LOFTS MIDWEST TURF | 1353163 | 08/06/85 |
| LOFTS JERSEY TURF | 1360912 | 09/17/85 |
| LOFTS NEW YORK TURF | 1360911 | 09/17/85 |
| LOFTS PENN TURF | 1354546 | 08/13/85 |
| FAIRWAY | 592059 | 07/06/54 |
| HUDSON VALLEY | 726848 | 01/30/62 |
| LAWN CARPET | 787668 | 04/06/65 |
| FIRST AID | 803269 | 02/08/66 |
| FRONT LAWN | 855740 | 09/03/68 |
| BACK YARD | 853953 | 08/06/68 |
| MARVEL GREEN | 1036937 | 03/30/76 |
| CRYSTAL PARK | 1022815 | 10/14/75 |
| GREEN ACRES | 1120137 | 06/12/79 |
| PINTO | 1123415 | 07/31/79 |

LOFTS SEED, INC.
ALSO KNOWN AS LOFTS SEED COMPANY, INC.

| | | |
|---|-----------|---------------------------|
| SUMMER STRESS MIX | 1183169 | 12/22/81 |
| LOFTS NEW ENGLAND TURF | 136797 | 10/29/85 |
| LOFTS MUSTANG PASTURE MIX | 1385369 | 03/04/86 |
| L LOFTS | 1343084 | 06/18/85 |
| TRI-PLEX | 1391788 | 04/29/86 |
| ULTIMA | 1425883 | 01/20/87 |
| ECOSYSTEMS | 1737742 | 12/01/92 |
| REPELLENT | 1709456 | 08/18/92 |
| DEFENDER | 1746542 | 01/12/93 |
| EARTH'S TURF | 1746540 | 01/12/93 |
| CLOSE-CUT LEISURE SPORTS MIX | 1989868 | 07/30/96 |
| HEAT WAVE | 1746541 | 01/12/93 |
| RUGGED WEAR MIX | 2060394 | 05/13/97 |
| BETTER TURF | 699589 | 06/14/60 |
| GLENDALE PARK | 687657 | 11/03/59 |
| PENN VALLEY | 683473 | 08/18/59 |
| PEDIGREED'S LONG ISLAND GRASS SEED MIXTURE | 700692 | 07/05/60 |
| GARDEN GREEN | 697266 | 05/03/60 |
| CAMBRIDGE PARK | 665221 | 08/05/58 |
| PPRESTIGE | 360115 | 09/06/38 |
| HUNTINGTON | 75-254513 | Statement of Use filed |