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

MDP 12-28-98

1. Name of conveying Party(ies):
NIC PUBLISHING, INC.

- Individual(s)
- General partnership
- Corporation-State New York
- 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: June 4, 1998

2. Name and address of receiving Party(ies)

Name: MCG FINANCE CORPORATION

Internal Address: Suite 800

Street Address: 1100 Wilson Boulevard

City: Arlington State: VA ZIP: 22209

- 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

(Designations must be a separate document from Assignment)

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

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

A. Trademark Application No.(s)

01/04/1999 SBURNS 00000128 1360525

01 FC:481 40.00 OP
02 FC:482 50.00 OP

B. Trademark Registration No's

1360525
1393234
810557

Additional numbers attached? Yes No

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

Name: Dana E. Stern

Internal Address: Bryan Cave LLP

Street Address:

700 Thirteenth Street, N.W., Suite 600

City: Washington State: D.C. ZIP: 20005

6. Total Number of applications and registrations involved:.....

3

7. Total fee (37 CFR 3.41):.....\$ 90.00

- Enclosed
- Authorized to be charged to deposit account

8. Deposit Account number:

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

DO NOT USE THIS SPACE

9. State 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.

Dana E. Stern

Name of Person Signing

Signature

December 16, 1998

Date

Total number of pages comprising this cover sheet: 9

Do not detach this portion

Mail documents to be recorded with required cover sheet information to:

Commissioner of Patents and Trademarks
Box Assignments
Washington, D.C. 20231

Public burden reporting for this sample cover sheet is estimated to average about 30 minutes per document to be recorded, including time for reviewing the document and gathering the data needed, and completing and reviewing the sample cover sheet. Send comments regarding this burden estimate to the U.S. Patent and Trademark Office, Office of Information Systems, PK2-1000C, Washington, D.C. 20231, and to the Office of Management and Budget, Paperwork Reduction Project (0651-0011), Washington, D.C. 20503.

INTELLECTUAL PROPERTY SECURITY AGREEMENT

THIS INTELLECTUAL PROPERTY SECURITY AGREEMENT (as may be amended, supplemented and otherwise modified from time to time, "IP Security Agreement") is made and effective as of June 4, 1998, by **NIC PUBLISHING, INC.** (formerly known as National Information Corporation) (including any successor or permitted assignee thereof, "Grantor"), in favor of MCG FINANCE CORPORATION (as assignee of certain assets of First Union National Bank and including any additional successor, participant, assignee or transferee thereof, "Lender").

RECITALS

WHEREAS, Grantor certain other affiliated entities (each, a "Borrower"; collectively, the "Borrowers") desire and have applied to Lender for a credit facility consisting of a \$500,000 line of credit arrangement and a \$2.8 million term loan credit arrangement; and

WHEREAS, pursuant to that certain Amended and Restated Credit Facility Agreement by and among Borrowers and Lender dated as of June 4, 1998 (as may be amended from time to time, "Credit Agreement"), a condition precedent to Lender's obligation to execute and perform under the Credit Agreement is that Grantor shall have executed and delivered that certain Security Agreement by and between Grantor and Lender dated as of June 4, 1998 (as may be amended from time to time, "Security Agreement") encumbering all of Grantor's tangible and intangible personal property assets in favor of Lender; and

WHEREAS, under the terms of the Security Agreement, Grantor has agreed to assign certain intellectual property to Lender for purposes of securing the obligations to Lender under the Credit Agreement and related Loan Documents; and

WHEREAS, Grantor has determined that it is in its best interest to execute this IP Security Agreement inasmuch as Grantor will derive substantial direct and indirect benefits from the funding of the Advances by Lender pursuant to the Credit Agreement;

NOW, THEREFORE, for good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, and intending to be legally bound hereby, Grantor and Lender hereby agree as follows:

1. Grant. Grantor hereby grants to Lender an absolute, present, unconditional, continuing first priority security interest in and to Grantor's entire right, title and interest in and to the following property and rights (collectively, the "Collateral"):

(a) The U.S. and foreign copyrights, associated copyright registrations and applications for copyright registration, and copyright licenses set forth on Schedule A attached hereto (collectively, the "Copyrights"); and

(b) The U.S., state and foreign trademark and service mark registrations, trademark and service mark applications, and trademark and service mark licenses set forth on Schedule B attached hereto (including all associated goodwill, collectively, the "Trademarks"); and

(c) Any and all claims and causes of action for past, present or future infringement of any of the Collateral, with the right, but not the obligation, to sue for and collect damages for infringement of the Collateral; and

(d) Any and all licenses or rights granted under any of the Collateral, and all license fees and royalties arising from such licenses or rights, to the extent permitted by such licenses or rights; and

(e) Any and all amendments, renewals, extensions, reissuances and replacements of any of the Collateral; and

(f) Any and all products and proceeds of any of the foregoing.

2. **Requested Recordation.** Grantor authorizes and requests that the Register of Copyrights and the Commissioner of Patents and Trademarks (and any state, foreign or other authorities to which this IP Security Agreement is submitted) to file and record this IP Security Agreement (and any corresponding or separate application forms of such jurisdiction) in order to publicly reflect Lender's interest in the Collateral.

3. **Assignment.** Upon the occurrence of an Event of Default (as defined in the Security Agreement), for purposes of permitting Lender to pursue its remedies under the Loan Documents and applicable law with respect to the Collateral, Grantor shall execute and deliver to Lender an absolute assignment transferring its entire right, title, and interest in and to the Collateral to Lender.

4. **Power of Attorney.** Grantor hereby irrevocably grants Lender a power of attorney, to act as Grantor's attorney-in-fact, with full authority in the name, place and stead of Grantor, from time to time in Lender's discretion, to take any action and to execute any instrument which Lender may deem reasonably necessary or advisable to accomplish the purposes of the Security Agreement or this IP Security Agreement. This authority includes, without limitation, the following:

(a) To modify or amend (in Lender's sole discretion and without first obtaining Grantor's approval of or signature thereto) Schedule A, Schedule B, and/or Schedule C hereof, as appropriate, to include references to any registered intellectual property (or application or license therefor) acquired by Grantor after the execution hereof or to delete any reference to any Collateral in which Grantor no longer has or claims any right, title or interest; and

(b) To execute, file and pursue (in Lender's sole discretion and without first obtaining Grantor's approval of or signature thereto, unless otherwise prohibited by applicable law) any application, form or other document in order to perfect, maintain, continue or otherwise protect Lender's interest or Grantor's rights in the Collateral, including, without limitation, executing and filing (i) any financing statement, any continuation statement or any amendment thereto, and (ii) any document in any proceeding before the United States Patent and Trademark Office, the United States Copyright Office or the relevant office of any state or foreign jurisdiction (including, without limitation, the filing of applications for renewal, affidavits of use, affidavits of incontestability and opposition, interference and cancellation proceedings) and to pay any fees and taxes in connection therewith or otherwise; and

(c) To execute any assignment or other document required to acknowledge, register or perfect Lender's interest in any part of the Collateral without the signature of Grantor unless prohibited by applicable law.

The foregoing power of attorney is coupled with an interest and is irrevocable.

5. **Release.** The security interest granted herein will terminate (and all rights to the Collateral will revert to Grantor) upon satisfaction of the following conditions:


(a) payment and performance in full and unconditionally of all the obligations secured hereby and (b) the termination of the Credit Agreement (and the Facilities thereunder). Upon any such termination, Lender (at Grantor's request and sole expense) will execute and deliver to Grantor (without any representation, warranty or recourse of any kind whatsoever) such documents as Grantor may reasonably request and provide to Lender to evidence such termination.

6. Miscellaneous. This IP Security Agreement has been entered into in conjunction with the provisions of and the security interest granted to Lender under the Security Agreement. The rights and remedies of Grantor and Lender with respect to the security interest granted herein are in addition and without prejudice to those set forth in the Security Agreement and the Credit Agreement, all terms and provisions of which are hereby incorporated herein by reference. This IP Security Agreement may be executed in any number of counterparts with the same effect as if all the signatures on such counterparts appeared on one document; each such counterpart will be deemed to be an original but all counterparts together will constitute one and the same instrument. In the event that any provisions of this IP Security Agreement are deemed to conflict with the Security Agreement or the Credit Agreement, the provisions of the Security Agreement or Credit Agreement shall govern.

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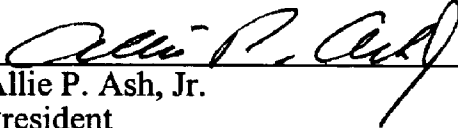
IN WITNESS WHEREOF, the parties hereto have executed this IP Security Agreement, as an instrument under seal (whether or not any such seals are physically attached hereto), through their duly authorized officers, as of the date first written above.

ATTEST:

By: 
Name: Stuart M. Spencer
Title: Secretary

[CORPORATE SEAL]

NIC PUBLISHING, INC.
(Grantor)

By: 
Name: Allie P. Ash, Jr.
Title: President

Date: September 30, 1998

Address: 1750 Old Meadow Road
Suite 300
McLean, VA 22102

Facsimile: (703) 905-8001

WITNESS:

MCG FINANCE CORPORATION
(Lender)

By: _____
Jon A. Slabaugh, Managing Director

Address: 1100 Wilson Blvd.
Suite 800
Arlington, Virginia 22209

Facsimile: (703) 247-7505

67227

IN WITNESS WHEREOF, the parties hereto have executed this IP Security Agreement, as an instrument under seal (whether or not any such seals are physically attached hereto), through their duly authorized officers, as of the date first written above.

ATTEST:

NIC PUBLISHING, INC.
(Grantor)

By: _____
Name: Stuart M. Spencer
Title: Secretary

By: _____
Name: Allie P. Ash, Jr.
Title: President

[CORPORATE SEAL]

Date: September ____, 1998
Address: 1750 Old Meadow Road
Suite 300
McLean, VA 22102

Facsimile: (703) 905-8001

WITNESS:

MCG FINANCE CORPORATION
(Lender)



By: _____
Jon A. Slabaugh, Managing Director

Address: 1100 Wilson Blvd.
Suite 800
Arlington, Virginia 22209

Facsimile: (703) 247-7505

67227

ACKNOWLEDGEMENT

STATE OF Virginia :
COUNTY OF Sauya : SS

Before me, the undersigned, a Notary Public, on this 30th day of September, 1998, personally appeared Allie P. Ash, Jr. and Stuart M. Spencer, to me known personally, who, being by me duly sworn, did each separately say that he/she is the President and Secretary (respectively, as appropriate) of **NIC Publishing, Inc.**, and that said instrument (i.e., the Intellectual Property Security Agreement) was signed on behalf of said **NIC Publishing, Inc.** by authority of its Board of Directors, and the said President and Secretary each acknowledged said instrument to be his/her free act and deed.

Kelly Beyer
Notary Public

My Commission Expires January 31, 2000

My Commission Expires: _____

ACKNOWLEDGEMENT

~~STATE OF~~ District of Columbia :
 : SS
~~COUNTY OF~~ _____ :

Before me, the undersigned, a Notary Public, on this 30th day of September, 1998, personally appeared Jon A. Slabaugh, to me known personally, who, being by me duly sworn, did say that he is the Managing Director of **MCG Finance Corporation**, and that said instrument (i.e., the Intellectual Property Security Agreement) was signed on behalf of said **MCG Finance Corporation** by authority of its Board of Directors (through its Credit Committee), and the said Jon A. Slabaugh acknowledged said instrument to be his free act and deed.

Phyllis J. Ferguson
Notary Public

PHYLLIS T. FERGUSON
Notary Public, District of Columbia
My Commission Expires: ~~February 28, 2002~~

SCHEDULE B

**To Intellectual Property Security Agreement
[NIC Publishing, Inc.]**

Trademark Collateral

REGISTRATIONS

REGISTRATION NUMBER

N.	Executive Wealth Advisory	1360525
O.	Working Smart	1393234
P.	Selectron	810557