



*MS 1-25-99*

100951231

To the Honorable Commissioner of Patents and Trademarks: Please record this document.

JAN 25 1999

1. Name of conveying party(ies):

Horizon Medical Products, Inc.

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

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

3. Nature of conveyance:

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

Execution Date: September 30, 1998

2. Name and address of receiving party(ies)

Name: NationsCredit Commercial Corporation

Internal Address: \_\_\_\_\_

Street Address: 187 Danbury Road

City Wilton State: CT Zip: 06897

- Individual(s) citizenship \_\_\_\_\_
- Association \_\_\_\_\_
- General Partnership \_\_\_\_\_
- Limited Partnership \_\_\_\_\_
- Corporation-State of 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 names(s) & address(es) attached?  Yes  No

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

A. Trademark Application No.(s)  
Please see attached schedule

B. Trademark Registration No. (s)  
Please see attached schedule

Additional numbers attached?  Yes  No

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

Name: John S. Pratt, Esq.

Internal Address: Kilpatrick Stockton LLP  
Suite 2800

Street Address: 1100 Peachtree Street

City: Atlanta State: GA Zip 30309-4530

6. Total number of applications and marks involved:

7. Total fee (37 CFR 3.41).....\$ 215.00

Enclosed The Commissioner is authorized to charge any deficiency in the required fee or credit any over payment to Deposit Account No. 11-0860.

Authorized to be charged to deposit account

8. Deposit account number:

11-0860

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

01/27/1999 DNGUYEN 00000254 1972259

01 FC:481 40.00 DP  
02 FC:482 175.00 DP

**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.

Marsha T. Shulman  
Name of Person Signing

*Marsha T. Shulman*  
Signature

January 22, 1999  
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

**TRADEMARK**  
**REEL: 1844 FRAME: 0487**

**Schedule 1**

**Trademarks**

<b>Trademark</b>	<b>Registration Number/Serial Number</b>	<b>Jurisdiction</b>	<b>Status</b>	<b>Registration Date</b>
GRICE	1,972,259/ 74-552101	US	Registered	3/25/96
IdeaCath	/75-157786	US	Allowed - Intent to Use; 1st Extension Granted	3/6/98
IFM	2,027,221/ 75-059988	US	Registered	10/8/96
Inahara-Pruitt	1,645,090/ 74-066143	US	Registered	6/23/97
Pruitt-Inahara	1,645,091/ 74-066144	US	Registered	6/21/97
Saf-T-Spand	2,148,230/ 75-109394	US	Registered	1/29/98
Compre Cath	/75-157785	US	Allowed - Intent to Use; 1st Extension Granted	3/6/98
Ideas' Port	1,803,686 /74-197783	US	Registered	11/9/93

## TRADEMARK SECURITY AGREEMENT

THIS AGREEMENT is made as of September 30, 1998, by and between **HORIZON MEDICAL PRODUCTS, INC.**, a Georgia corporation, having a mailing address at One Horizon Way, Manchester, Georgia 31816 (“**Debtor**”), and **NATIONSCREDIT COMMERCIAL CORPORATION**, a Delaware corporation having a mailing address at 187 Danbury Road, Wilton, Connecticut 06897-4079, as agent for the Lenders referred to below (the “**Secured Party**”).

### Statement of Facts

In connection with the financial accommodations to be extended to Debtor under that certain Amended and Restated Credit Agreement, dated as of May 26, 1998, among Debtor, the Lenders signatories thereto (the “**Lenders**”), and the Secured Party, as agent for such Lenders (as the same may hereafter be amended, restated, supplemented or otherwise modified from time to time, the “**Credit Agreement**”), Debtor has agreed to grant to the Secured Party a present and continuing security interest in certain trademark rights in accordance with the terms of this Agreement.

In consideration of the foregoing premises and other good and valuable consideration, Debtor hereby agrees with the Secured Party as follows:

### Statement of Terms

**Grant of Security Interest.** To secure the complete and timely satisfaction of all of Debtor’s obligations hereunder, as well as to secure all of the rights of the Secured Party hereunder, and to secure the payment and performance of any and all Obligations (as such term is defined in the Credit Agreement) (all such Obligations being herein collectively called the “**Secured Obligations**”), Debtor hereby grants to the Secured Party a present and continuing security interest in the entire right, title and interest of Debtor in and to the trademark application(s) and trademark(s) listed on Schedule 1 attached hereto together with all goodwill of Debtor’s business relating thereto and all other assets of Debtor necessary to produce the products for which such applications will be or such trademarks are used, including without limitation 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, all rights corresponding thereto throughout the world and all renewals, extensions and other proceeds thereof (collectively called the “**Trademarks**”).

**Representations and Warranties.** Debtor represents and warrants that:

The Trademarks are subsisting and have not been adjudged invalid or unenforceable, in whole or in part;

To the best of Debtor's knowledge, each of the Trademarks is valid and enforceable;

Debtor is the sole and exclusive owner of the entire and unencumbered right, title and interest in and to each of the Trademarks, free and clear of any liens, charges and encumbrances, including without limitation licenses and covenants by Debtor not to sue third persons, except for any Permitted Liens (as such term is defined in the Credit Agreement); and

Debtor has the unqualified right to enter into this Agreement and perform its terms.

**No Inconsistent Licenses.** Debtor agrees that, so long as this Agreement is in effect, it will not enter into any agreement (for example, a license or assignment agreement) which is inconsistent with Debtor's obligations under this Agreement, without the Secured Party's prior written consent.

**Event of Default.** The failure of the Debtor to perform any of its obligations hereunder, any breach in any material respect of any representation or warranty of the Debtor herein, or the occurrence of any Event of Default under (and as such term is defined in) the Credit Agreement will also constitute a default by Debtor under this Agreement (herein referred to as an "Event of Default").

**Remedies on Default.** If any Event of Default shall have occurred and be continuing, the Secured Party shall have, in addition to all other rights and remedies given it by this Agreement, those allowed by law and the rights and remedies of a secured party under the UCC (as such term is defined in the Credit Agreement) and, without limiting the generality of the foregoing, the Secured Party may immediately, without demand of performance and without other notice or demand whatsoever to Debtor, sell at public or private sale or otherwise realize upon, the whole or from time to time any part of the Trademarks, or any interest which the Debtor may have therein and, after deducting from the proceeds of sale or other disposition of the Trademarks all expenses (including all reasonable expenses for legal services actually incurred without giving effect to any statutory presumption), shall apply the residue of such proceeds toward the payment of the Secured Obligations (which application shall be made, first, to the Secured Party's costs and expenses of such collection, sale or other disposition, including reasonable attorney's fees actually incurred without giving effect to any statutory presumption, and then to the payment of the other Secured Obligations then due). Debtor shall be liable for any deficiency remaining after the application of such proceeds. Any remainder of the proceeds after payment in full of the Secured Obligations shall be paid over to the Debtor. If required by applicable law, notice of any sale or other disposition of the Trademarks shall be given to Debtor at least ten (10) days before the time

of any intended public or private sale or other disposition of the Trademarks is to be made, which Debtor hereby agrees shall be reasonable notice of such sale or other disposition. At any such sale or other disposition the Secured Party may, to the extent permissible under applicable law, purchase the whole or any part of the Trademarks sold, free from any right of redemption on the part of Debtor, which right is hereby waived and released.

**No Waiver.** No course of dealing between Debtor and the Secured Party, nor any failure to exercise, nor any delay in exercising, on the part of the Secured Party, any right, power or privilege hereunder shall operate as a waiver thereof; nor shall any single or partial exercise of any right, power or privilege hereunder preclude any other or further exercise thereof or the exercise of any other right, power or privilege.

**Severability.** The provisions of this Agreement are several, and if any clause or provision shall be held 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.

**Modification.** This Agreement is subject to modification only by a writing signed by the Debtor and the Secured Party.

**Benefit of Agreement.** The benefits and burdens of this Agreement shall inure to the benefit of and be binding upon the respective heirs, legal representatives, successors and assigns of the parties.

**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 Georgia (without giving effect to its conflict of law rules) and the United States of America.

**Terminology; Headings.** All singular terms used herein shall include the plural and vice versa, and all pronouns used herein shall be deemed to cover all genders. All section headings used herein are for convenience of reference only and do not constitute a substantive part of this Agreement.

**Termination of Agreement.** This Agreement and the assignment and security interest conveyed hereunder shall remain in full force and effect until such time as the Credit Agreement is no longer in effect and no Secured Obligations are outstanding.

**Execution in Counterparts.** This Agreement may be executed in any number of counterparts, each of which counterparts when so executed and delivered, shall be deemed to be an original, and all of which counterparts, taken together, shall constitute one and the same Agreement.

**Expenses; Indemnity.** Debtor will upon demand pay to the Secured Party the amount of any and all expenses, including reasonable attorney's fees and fees of other experts, which the Secured Party may from time to time actually incur (and calculated without giving effect to any statutory presumption) in connection with (i) the administration of this Agreement, (ii) the preservation of or the sale or other disposition of or other realization upon any of the Trademarks, (iii) the exercise or enforcement of any of the rights of the Secured Party hereunder or (iv) the failure by the Debtor to perform or observe any of the provisions hereof. Debtor also hereby agrees to indemnify the Secured Party and hold the Secured Party harmless from and against any liability, loss, damage, suit, action or proceeding ever suffered or incurred by the Secured Party as a result of (i) Debtor's failure to observe, perform or discharge Debtor's duties hereunder or (ii) the Secured Party's holding or administering this Agreement or its rights, titles or interests in the Trademarks, unless with respect to any of the above, the Secured Party is determined to have acted with gross negligence or to have engaged in wilful misconduct. The obligations of the Debtor under this paragraph 14 shall survive the termination of this Agreement.

**Security Agreement; Entire Agreement; Termination.** (a) The Secured Party also has a Lien in the Trademarks under the terms of the Security Agreement, dated as of July 15, 1997, executed by the Debtor in favor of the Secured Party, as amended by First Amendment to Security Agreement, dated as of May 26, 1998, between the Debtor and the Secured Party (the "**Security Agreement**"), and this Agreement is intended to supplement such Security Agreement, but in the event of any inconsistency between the terms of this Agreement and those of such Security Agreement, the terms of such Security Agreement shall control, and the Secured Party may elect to pursue its rights and remedies with respect to the Trademarks under either or both of this Agreement or such Security Agreement.


(b) This Agreement, together with all other instruments, agreements and certificates executed by the parties in connection herewith or with reference hereto, embodies the entire understanding and agreement between the parties hereto with respect to the subject matter hereof and supersedes all prior agreements, understandings and inducements, whether express or implied, oral or written.

[Remainder of page intentionally left blank]

**WITNESS** the execution hereof as of the day and year first above written.

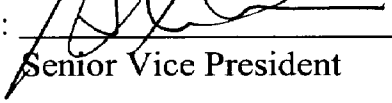
**DEBTOR:**

**HORIZON MEDICAL PRODUCTS, INC.**

By:   
\_\_\_\_\_  
President

**SECURED PARTY:**

**NATIONSCREDIT COMMERCIAL  
CORPORATION, as Agent**

By:   
\_\_\_\_\_  
Senior Vice President

STATE OF GEORGIA

COUNTY OF FULTON

**CERTIFICATE OF ACKNOWLEDGMENT**

Before me, the undersigned, a Notary Public in and for the state and county aforesaid, on this 30th day of September, 1998, personally appeared William E. Peterson, Jr., to me known personally, and who, being by me duly sworn, deposes and says that he is the President of **HORIZON MEDICAL PRODUCTS, INC.**, and that said instrument was signed on behalf of said corporation by authority of its Board of Directors, and said officer acknowledged said instrument to be the free act and deed of said corporation.

*Susan J. Foten*

\_\_\_\_\_  
Notary Public

My commission expires:

[NOTARIAL SEAL]

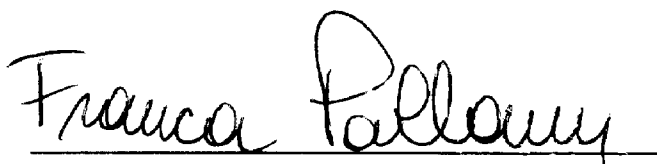


STATE OF GEORGIA

COUNTY OF FULTON

**CERTIFICATE OF ACKNOWLEDGMENT**

Before me, the undersigned, a Notary Public in and for the state and county aforesaid, on this \_\_\_ day of November, 1998, personally appeared James M. Babcock, to me known personally, and who, being by me duly sworn, deposes and says that he is Senior Vice President of **NATIONSCREDIT COMMERCIAL CORPORATION**, and that said instrument was signed on behalf of said corporation by authority of its Board of Directors, and said officer acknowledged said instrument to be the free act and deed of said corporation.

  
\_\_\_\_\_  
Notary Public

My commission expires:  
 **Notary Public, Gwinnett County, Georgia**  
**My Commission Expires July 15, 2002**

[NOTARIAL SEAL]

**Schedule 1**

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Saf-T-Spand	2,148,230/ 75-109394	US	Registered	1/29/98
Vaso-Saf	/75-109393	US	Abandoned - No Statement of Use	10/9/97
Compre Cath	/75-157785	US	Allowed- Intent to Use; 1st Extension Granted	3/6/98
Ideas' Port	1,803,686 /74-197783	US	Registered	11/9/93