FORM PTO-1618A Expires 06/30/99 10MD 0651-0027

11-01-2000



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U.S. Department of Commerce Patent and Trademark Office TRADEMARK

RECORDATION FORM COVER SHEET

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TO: The Commissioner of Patents and Trademarks: Please record the attached original document(s) or copy(les).						
Submission Type	Conveyance Type					
X New	Assignment License					
Resubmission (Non-Recordation) Document ID # Correction of PTO Error	X Security Agreement Nunc Pro Tunc Assignment Effective Date Month Day Year					
Reel # Frame # Corrective Document	Change of Name					
Reel # Frame #	Other					
Conveying Party Mark if additional names of conveying parties attached Execution Date Month Day Year						
Name Beeline Networks, Inc.	8/25/00					
Formerly						
Individual General Partnership	Limited Partnership X Corporation Association					
Other						
Citizenship/State of Incorporation/Organizat	Citizenship/State of Incorporation/Organization USA					
Receiving Party	Mark if additional names of receiving parties attached					
Receiving Party Name Venture Lending & Leasing III,	Mark if additional names of receiving parties attached					
	Mark if additional names of receiving parties attached					
Name Venture Lending & Leasing III,	Mark if additional names of receiving parties attached					
Name Venture Lending & Leasing III,	Mark if additional names of receiving parties attached					
Name Venture Lending & Leasing III, DBA/AKA/TA Composed of	Mark if additional names of receiving parties attached					
Name Venture Lending & Leasing III, DBA/AKA/TA Composed of Address (line 1) 2010 North First Street Address (line 2) Suite 2310 Address (line 3) San Jose	Mark if additional names of receiving parties attached Inc. California 95131					
Name Venture Lending & Leasing III, DBA/AKA/TA Composed of Address (line 1) 2010 North First Street Address (line 2) Suite 2310	Mark if additional names of receiving parties attached Inc. California State/Country H document to be recorded is an assignment and the receiving party is					
Name Venture Lending & Leasing III, DBA/AKA/TA Composed of Address (line 1) 2010 North First Street Address (line 2) Suite 2310 Address (line 3) San Jose City Individual General Partnership X Corporation Association	Mark if additional names of receiving parties attached Inc. California State/Country If document to be recorded is an assignment and the receiving party is not domiciled in the United States, an appointment of a domestic representative should be attached.					
Name Venture Lending & Leasing III, DBA/AKA/TA Composed of Address (line 1) 2010 North First Street Address (line 2) Suite 2310 Address (line 3) San Jose City Individual General Partnership X Corporation Association Other	Mark if additional names of receiving parties attached Inc. California State/Country Limited Partnership If document to be recorded is an assignment and the receiving party is not domiciled in the United States, an appointment of a domestic representative should be attached. (Designation must be a separate document from Assignment.)					
Name Venture Lending & Leasing III, DBA/AKA/TA Composed of Address (line 1) 2010 North First Street Address (line 2) Suite 2310 Address (line 3) San Jose City Individual General Partnership X Corporation Association Other Citizenship/State of Incorporation/Organizate	Mark if additional names of receiving parties attached Inc. California State/Country Limited Partnership If document to be recorded is an assignment and the receiving party is not domiciled in the United States, an appointment of a domestic representative should be attached. (Designation must be a separate document from Assignment.)					

Public burden reporting for this collection of information is estimated to average approximately 30 minutes per Cover Sheet to be recorded, including time for reviewing the document and gathering the data needed to complete the Cover Sheet. Send comments regarding this burden estimate to the U.S. Patent and Trademark Office, Chief Information Officer, Mashington, D.C. 20231 and to the Office of Information and Regulatory Affairs, Office of Management and Budget, Paperwork Reduction Project (9651-9027), Washington, D.C. 20503. Size OMB Information Collection Budget Package 9651-0027, Patent and Trademark Assignment Practice. DO NOT SEND REQUESTS TO RECORD ASSIGNMENT DOCUMENTS TO THIS ADDRESS.

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

FORM PTO- Expires 06/30/99 OMB 0651-0027	1618B	Page 2	U.S. Department of Commerce Patent and Trademark Office TRADEMARK
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Address (line 1)			
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Correspond	lent Name and Addres	Area Code and Telephone Number 4	15-981-1400
Name	Russell D. Pollock		
Address (line 1)	Greene Radovsky Mal	loney & Share LLP	
Address (line 2)	Four Embarcadero Ce	enter, Suite 4000	
Address (line 3)			
Address (line 4)	San Francisco, CA	94111	
Pages	Enter the total number of including any attachment	pages of the attached conveyance doo ts.	cument # 3
Trademark /	Application Number(s)	or Registration Number(s)	Mark if additional numbers attached
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Russell	D. Pollock	Jenus follech	10-11-2000
	of Person Signing	Signature	Date Signed

INTELLECTUAL PROPERTY SECURITY AGREEMENT

This Intellectual Property Security Agreement is entered into as of August 25, 2000 by and between Venture Lending & Leasing III, Inc. ("Lender") as Lender and BeeLine Networks, Inc. ("Grantor").

RECITALS

- A. Lender 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 Lender and Grantor dated of even date herewith (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).
- B. Lender is willing to make the Loans to Grantor, but only upon the condition, among others, that Grantor shall grant to Lender a security interest in certain Copyrights, Trademarks and Patents to secure the obligations of Grantor under the Loan Agreement.
- C. Pursuant to the terms of the Loan Agreement, Grantor has granted to Lender 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 and all other agreements now existing or hereafter arising between Grantor and Lender, Grantor hereby represents, warrants, covenants and agrees as follows:

AGREEMENT

To secure its obligations under the Loan Agreement and under any other agreement now existing or hereafter arising between Lender and Grantor, Grantor grants and pledges to Lender, 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 and Trademarks listed on Exhibits A, B and C 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 and all goodwill associated therewith.

This security interest is granted in conjunction with the security interest granted to Lender under the Loan Agreement. The rights and remedies of Lender 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 Lender as a matter of law or equity. Each right, power and remedy of Lender 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 Lender 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 a Lender, of any or all other rights, powers or remedies.

Grantor represents and warrants that Exhibits A, B, and C attached hereto set forth any and all intellectual property in which Grantor has an interest. Grantor shall use its commercially reasonable judgement to determine whether it is in the best interest of the Grantor to register or cause to be registered with the United States Patent and Trademark Office or the United States Copyright Office, as applicable, the intellectual property rights listed on such exhibits andany additional intellectual property developed or acquired by Grantor in connection with any product. If so, from time to time hereafter, Grantor shall register, on an expedited basis, such additional intellectual property

prior to the sale or licensing of such product to any third party or inclusion of such product in any other product sold or licensed to any third party.

IN WITNESS WHEREOF, the parties have caused 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:

830 E. El Camino Real Mountain View, CA 94040

Address of Lender:

2010 North First Street, Suite 310 San Jose, CA 95131

Attn: Chief Financial Officer

BEELINE NETWORKS, INC.

By: Colo Killelan

Title: President + CED

VENTURE LENDING & LEASING III, INC.

зу: <u>////</u>

Title: OEC

BEELINE NETWORKS CAPITALIZED COSTS AND DEPRECIATION/AMORTIZATION

9/12/00 14:04

PATENTS			PURCHASE
DESCRIPTION	QUANTITY SERIAL OR ID NUME	VENDOR NAME	DATE
State Transition Strategy for Handling Secure	Communicatio ?	Michael Einschlag	7/31/00
Handling Secure Communications in a Non-P	roxy Mode	Michael Einschlag	7/31/00
Apparatus for Handling Secure Communication	ons in a Non-Proxy Mode	Michael Einschlag	7/31/00
Enhancing Secure Communications		Michael Einschlag	7/31/00
Optimizing Layer I/Layer J Connections in a N	letwork Having Intermediary Agents	Michael Einschlag	4/28/00

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Trademark/Service Mark *BEELINE NETWORKS*	78/013272 TEAS (TRADEMARK	6/19/00
Trademark/Service Mark "SSL Everywhere"	78/014641 TEAS (TRADEMARK	6/27/00
Trademark/Service Mark "Packet SSL"	78/021107 TEAS (TRADEMARK	8/25/00
Trademark/Service Mark "Pacetized SSL"	78/021102 TEAS (TRADEMARK	8/25/00

TOTAL

PLEASE NOTE: All above are pending.

RECORDED: 10/16/2000