Expires 06/30/99 OMB 0651-0027 MRO 10/16/00	11-02-2000 T 101503342	U.S. Department of Commerce Patent and Trademark Office TRADEMARK
TO: The Commissioner of Patents and Traden	marks: Please record the attached original document(s	o) or copy(ies).
Submission Type New Resubmission Document ID # Correction of PTO Error Reel # Frame # Corrective Document Reel # Frame #	Conveyance Type Assignment Security Agreement Merger Change of Name Other Notice of S	License Nunc Pro Tunc Assignment Effective Date Month Day Year Security Interest
Conveying Party Name Ballard Designs, Inc. Formerly Individual General Partnership Other Citizenship/State of Incorporation/Organiza	, ,	Execution Date Month Day Year 07 25 2000 Association
Receiving Party Name Fleet National Bank DBA/AKA/TA	Mark if additional name	es of receiving attached
Composed of Address (line 1) 100 Federal Street Address (line 2) MA DE 10007G	MA State/Country	02110-2010 Zip Code
Address (line 3) Boston City Individual Corporation Other National Banking Association		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.

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, Washington, D.C. 20231 and to the Office of Information and Regulatory Affairs, Office of Management and Budget, Paperwork Reduction Project (0651-0027), Washington, D.C. 20503. See OMB Information Collection Budget Package 0651-0027, 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-16 Expires 06/30/99 OMB 0651-0027	18B		Page 2	L	P.S. Department of Commerce Patent and Trademark Office TRADEMARK
Domestic Re	presentative Na	me and Address	Enter for the	e first Receiving Party of	only.
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Address (line 1)					
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Corresponde	ent Name and A	ddress	Area Code and Tele	ephone Number (617) 5	70-1292
Name	Miriam J. Rovner				
Address (line 1)	Goodwin, Procter &	Hoar LLP			
Address (line 2)	Exchange Place				
Address (line 3)	53 State Street				
Address (line 4)	Boston, MA 02109-	2881			
Pages	Enter the total r including any at		tached conveyance docume	ent # 3	
Trademark A	Application Num e Trademark Applicat	nber(s) or Registrat ion Number <u>or</u> the Registra	tion Number(s) ation Number (DO NOT EN		ional numbers attached for the same property).
T	Frademark Application	on Number(s)		Registration Numbe	er(s)
;	See attached			See attached	
Number of F	Properties	Enter the total numb	per of properties involved		# 4
Fee Amount		Fee Amount f	for Properties Listed (37 C	FR 3.41):	\$115.00
Method o	f Payment:	Enclosed	Deposit Account		
Deposit A	Account	if additional fees can be charged Deposit Account Num	to the account.)	# 07-1700	
		Authorization to charg	ge additional fees:	Yes 🔀	No 🔲
Statement ar	nd Signature				
To the be original d	st of my knowledge ar ocument. Charges to	nd belief, the foregoing info deposit account are authori	ormation is true and correct ized, as indicated herein.		
Bernard J Name and	Podargie! 1 Person Signing	13	Signature Signature	<u> 10/16/</u>	Date Signed

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SCHEDULE 1

BALLARD DESIGNS, INC.

TRADEMARKS

<u>Mark</u>	Registration or Registration No.	Filing Date Status
Queen Bee Antiques	75-784,608	Aug. 25, 1999 Pending
Ballard Designs	2,192,388	Nov. 12, 1997
Trademark Image	2,193,876	Nov. 12, 1997
Ballard's Backroom	2,221,509	Nov. 12, 1997

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NOTICE OF SECURITY INTEREST (IN U.S. TRADEMARKS)

WHEREAS, BALLARD DESIGNS, INC., a Georgia corporation (herein referred to as "Assignor"), has adopted, used and is using the trademarks listed on the annexed Schedule 1, which trademarks are registered in the United States Patent and Trademark Office, or are applications pending in the United States Patent and Trademark Office (the "Trademarks");

WHEREAS, Assignor is obligated to Fleet National Bank (herein referred to as "Assignee"), as agent for itself and for the ratable benefit of the financial institutions party from time to time to the Third Amended and Restated Loan Agreement dated as of August 24, 1998 (as amended, the "Loan Agreement") and has entered into a Trademark, Patent and Copyright Security Agreement dated the date hereof, (the "Agreement") with Assignee; and

WHEREAS, pursuant to the Agreement, Assignor has granted to Assignee a security interest in, and mortgage on, all right, title and interest of Assignor in and to the Trademarks, together with the goodwill of the business symbolized by the Trademarks and the applications and registrations thereof, and all proceeds thereof, including, without limitation, any and all causes of action which may exist by reason of infringement thereof for the full term of the Trademarks (the "Collateral"), to secure the payment, performance and observance of the Obligations, as defined in the Loan Agreement (or any guaranty thereof), now or hereafter owing by the Assignor.

NOW THEREFORE, for good and valuable consideration, receipt of which is hereby acknowledged, Assignor does hereby grant to Assignee a security interest in, and mortgage on, the Collateral to secure the prompt payment, performance and observance of the Obligations (or any guaranty thereof) now or hereafter owing by the Assignor.

Assignor does hereby further acknowledge and affirm that the rights and remedies of Assignee with respect to the grant of security interest in and mortgage on the Collateral made and granted hereby are more fully set forth in the Agreement, the terms and provisions of which are hereby incorporated herein by reference as if fully set forth herein.

Assignee's address is One Federal Street, Boston, Massachusetts 02110.

IN WITNESS WHEREOF, Assignor has caused this Notice of Security Interest to be duly executed by its officer thereunto duly authorized as of the ____ day of July, 2000.

[SEAL]

BALLARD DESIGNS, INC.

By: William T. End

Title: Vice President

COMMONWEALTH OF MASSACHUSETT

COUNTY OF SUFFOLK (Cum har land) ss

On this 25 day of July, 2000, before me appeared William T. End to me personally known, who, being by me duly sworn, did depose and say that he is a Vice President of BALLARD DESIGNS, INC., the corporation named in and which executed the foregoing instrument; that being duly authorized he did execute the foregoing instrument on behalf of the corporation therein named; and that the foregoing instrument is the free and authorized act and deed of said corporation.

Notary Public W. My commission expires:

ry commission expl (Seal)

WILLIAM T. STEWART
Notary Public, Maine
My Commission Expires October 5, 2000

SCHEDULE 1

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RECORDED: 10/16/2000