

11-09-2000

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



RECORD
TF

101510575

TO: The Commissioner of Patents and Trademarks: Please record the attached original document(s) or copy(ies).

Submission Type

- New
- Resubmission (Non-Recordation)
Document ID#
- Correction of PTO Error
Reel # Frame #
- Corrective Document
Reel # Frame #

Conveyance Type

- Assignment
- License
- Security Agreement
- Nunc Pro Tunc Assignment
Effective Date
Month Day Year
- Merger
- Change of Name
- Other

Conveying Party(ies)

Mark if additional names of conveying parties attached

Name

Execution Date
Month Day Year

Formerly

- Individual General Partnership Limited Partnership Corporation Association
- Other
- Citizenship/State of Incorporation/Organization

Receiving Party

Mark if additional names of conveying parties attached

Name

DBA/AKA/TA

Composed of

Address (line 1)

Address (line 2)

Address (line 3)

City State/Country Zip Code

- Individual General Partnership Limited Partnership Corporation Association
 - Other
 - Citizenship/State of Incorporation/Organization
- 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 is attached. (Designation must be a separate document from Assignment)

FOR OFFICE USE ONLY

11/09/2000 AAMMED1 00000024 74555087

01 FC:481
02 FC:482

40.00 OP
375.00 OP

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 nation 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

Domestic Representative Name and Address

Enter for the first Receiving Party only.

Name Otterbourg, Steindler, Houston & Rosen P.C.

Address (line 1) 230 Park Avenue

Address (line 2) New York, New York 10169

Address (line 3)

Address (line 4)

Correspondent Name and Address

Area Code and Telephone Number

212-661-9100

Name Joseph T. Makseyn

Address (line 1) Otterbourg, Steindler, Houston & Rosen, P.C.

Address (line 2) 230 Park Avenue

Address (line 3) New York, New York 10169

Address (line 4)

Pages

Enter the total number of pages of the attached conveyance document including any attachments.

29

Trademark Application Number(s) or Registration Number(s)

Mark if additional numbers attached

See annexed list.

Enter either the Trademark Application Number or the Registration Number (DO NOT ENTER BOTH numbers for the same property).

Trademark Application Number(s)

Registration Number(s)

Three empty boxes for Trademark Application Number(s).

Three empty boxes for Registration Number(s).

Number of Properties

Enter the total number of properties involved.

16

Fee Amount

Fee Amount for Properties Listed (37 CFR 3.41): \$

Empty box for Fee Amount.

Method of Payment:

Enclosed Deposit Account

Deposit Account

(Enter for payment by deposit account or if additional fees can be charged to the account)

Deposit Account Number:

#

Empty box for Deposit Account Number.

Authorization to charge additional fees:

Yes No

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. Charges to deposit account are authorized, as indicated herein.

Joseph T. Makseyn

Joseph T. Makseyn
Signature

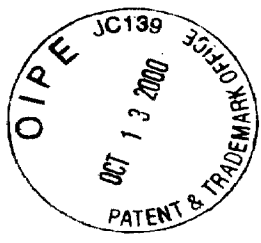
9/26/00
Date

Name of Person Signing

Signature

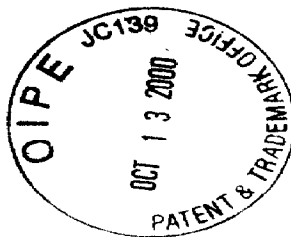
Date

COUNTRY	MARK	APPLN. NO.	REG. NO.	CLASS	GOODS	STATUS
United States (028350-096)	TRIONRX (stylized)	74/555,087	2,014,203	11	Air cleaners and air filters for household use to reduce dust and other particles.	Declaration of Use due 11/05/02; Renewal due 11/05/06.
United States (028350-002)	AIR BEAR (and design)	-	1,181,009	11	Air filtering unit for residential and light commercial air handling systems and disposable filter cartridge therefor.	Registered; Renewal due 12/8/2001.
United States (028350-084)	BIG MAC	74/553,804	1,972,262	11	Industrial media in air cleaners and filters for use therewith.	Registered; Declaration of Use due 5/7/02; Renewal due 5/7/06.



United States (028350-047)	ROLLAWAY	-	1,480,553	9	Electronic precipitators.	Registered; Renewal Due 3/15/2008.
-------------------------------	----------	---	-----------	---	---------------------------	------------------------------------

United States (028350-107)	CLEAR DAY	74/705,566	2105758	11	Commercial, industrial or residential air cleaning and purification units	Registered; Declaration of Use due 10/14/03; Renewal due 10/14/07
United States (028350-130)	FOREVER FILTER	75/181,871	2213311	11	Electronic air cleaning cell which is a component of air cleaners.	Registered; Declaration of Use due 12/22/04; Renewal due 12/22/08
United States (018350-131)	LASTS A HOUSE TIME	75/181,831	-	11	Domestic air cleaners, whole house and portable.	Pending; Statement of Use due 7/7/99.
United States (028350-127)	PERFECT FIT	75/181,825	-	11	Residential air cleaner that attaches to furnaces.	Pending; Statement of Use filed
United States (028350-132)	SUPER CLEAN	75/229,105	-	11	Portable air filter appliances for residential use	Abandoned



United States (028350-152)	SUPER CLEAN	75/497,720	-	11	Air cleaners	Pending; Response to Office Action due 8/26/99
United States (028350-157)	PERSONAL COMFORT	75/584,755	-	11	Residential whole house air cleaners	Pending

COUNTRY	MARK	APPL. NO.	REG. NO.	CLASS	GOODS	STATUS
---------	------	-----------	----------	-------	-------	--------



United States (028350-037)	TRION Logo	-	504,130	11	Electrostatic air filters.	Registered; Renewal due 11/23/2008.
United States (028350-010)	TRION (Block Letters)	-	1,046,283	9	Electrostatic precipitation and electronic air cleaners.	Registered; Renewal due 8/17/06.
United States (208350-009)	TRION (Block Letters)	-	1,057,448	9	Apparatus for electrostatic coating.	Registered; Renewal due 2/1/07.
United States (028350-103)	AIR BOSS	-	2,023,152	9	Electrostatic air cleaners for industrial and commercial use.	Registered; Declaration of Use due 12/17/02; Renewal due 12/17/06.
United States (028350-095)	TRIONRX	74/555,076	2,010,661	11	Air cleaners and air filters for household use to reduce dust and other particles.	Registered; Declaration of Use due 10/22/02; Renewal due 10/22/06.

**TRADEMARK COLLATERAL ASSIGNMENT
AND SECURITY AGREEMENT**

THIS AGREEMENT ("Agreement"), dated as of July 25, 2000, is by and between TRION, INC., a Pennsylvania corporation ("Debtor"), with its chief executive office at 101 McNeill Road, Sanford, North Carolina 27330 and CONGRESS FINANCIAL CORPORATION ("Secured Party"), having an office at 1133 Avenue of the Americas, New York, New York 10036.

WITNESSETH:

WHEREAS, Debtor has adopted, used and is using, and is the owner of the entire right, title, and interest in and to the trademarks, trade names, terms, designs and applications therefor described in Schedule A hereto and made a part hereof; and

WHEREAS, Secured Party and Debtor have entered or are about to enter into financing arrangements pursuant to which Secured Party may make loans and advances and provide other financial accommodations to Debtor as set forth in the Accounts Financing Agreement [Security Agreement], dated December 23, 1992, by and among Secured Party, Fedders North America, Inc. ("FNA"), Emerson Quiet Kool Corporation ("Emerson") and Debtor, as amended by, inter alia, Amendment No. 9 to Financing Agreements executed of even date herewith by and among Secured Party, FNA, Emerson, Debtor and other affiliates of Debtor ("Amendment No. 9"; and such Accounts Financing Agreement [Security Agreement], as the same now exists or may hereafter be amended, modified, supplemented, extended, renewed, restated or replaced, being hereinafter referred to as the "Loan Agreement") and other agreements, documents and instruments referred to therein or at any time executed and/or delivered in connection therewith or related thereto, including, but not limited to, this Agreement (all of the foregoing, together with the Loan Agreement, as the same now exist or may hereafter be amended, modified, supplemented, extended, renewed, restated or replaced, being collectively referred to herein as the "Financing Agreements"); and

WHEREAS, in order to induce Secured Party to enter into Amendment No. 9 and to make loans and advances and provide other financial accommodations to Debtor pursuant to the Financing Agreements, Debtor has agreed to grant to Secured Party certain collateral security as set forth herein;

NOW, THEREFORE, in consideration of the premises and for other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, Debtor hereby agrees as follows:

1. GRANT OF SECURITY INTEREST

As collateral security for the prompt performance, observance and indefeasible payment in full of all of the Obligations (as hereinafter defined), Debtor hereby grants to Secured Party a continuing security interest in and a general lien upon, and a conditional assignment of, the following (being collectively referred to herein as the "Collateral"): (a) all of Debtor's now existing or hereafter acquired right, title, and interest in and to: (i) all of Debtor's trademarks, tradenames, trade styles and service marks and all applications, registrations and recordings relating to the foregoing as may at any time be filed in the United States Patent and Trademark Office or in any similar office or agency of the United States, any State thereof, any political subdivision thereof or in any other country, including, without limitation, the trademarks, terms, designs and applications described in Schedule A hereto, together with all rights and privileges arising under applicable law with respect to Debtor's use of any trademarks, tradenames, trade styles and service marks, and all reissues, extensions, continuation and renewals thereof (all of the foregoing being collectively referred to herein as the "Trademarks"); and (ii) all prints and labels on which such trademarks, tradenames, tradestyles and service marks appear, have appeared or will appear, and all designs and general intangibles of a like nature; (b) the goodwill of the business symbolized by each of the Trademarks, including, without limitation, all customer lists and other records relating to the distribution of products or services bearing the Trademarks; (c) all income, fees, royalties and other payments at any time due or payable with respect thereto, including, without limitation, payments under all licenses at any time entered into in connection therewith; (d) the right to sue for past, present and future infringements thereof; (e) all rights corresponding thereto throughout the world; and (f) any and all other proceeds of any of the foregoing, including, without limitation, damages and payments or claims by Debtor against third parties for past or future infringement of the Trademarks.

2. OBLIGATIONS SECURED

The security interest, lien and other interests granted to Secured Party pursuant to this Agreement shall secure the prompt performance, observance and payment in full of any and all obligations, liabilities and indebtedness of every kind, nature and description owing by Debtor to Secured Party and/or its affiliates, including principal, interest, charges, fees, costs and expenses, however evidenced, whether as principal, surety, endorser, guarantor or otherwise, whether arising under this Agreement, the Loan Agreement, the other Financing Agreements or otherwise, whether now existing or hereafter arising, whether arising before, during or after the initial or any renewal term of the Loan Agreement or after the commencement of any case with respect to Debtor under the United States Bankruptcy Code or any similar statute (including, without limitation, the payment of interest and other amounts which would accrue and become due but for the commencement of such case), whether direct or indirect, absolute or contingent, joint or several, due or not due, primary or secondary, liquidated or unliquidated, secured or unsecured, and however acquired by Secured Party (all of the foregoing being collectively referred to herein as the "Obligations").

3. REPRESENTATIONS, WARRANTIES AND COVENANTS

Debtor hereby represents, warrants and covenants with and to Secured Party the following (all of such representations, warranties and covenants being continuing so long as any of the Obligations are outstanding):

(a) Debtor shall pay and perform all of the Obligations according to their terms.

(b) All of the existing Collateral is valid and subsisting in full force and effect, and Debtor owns the sole, full and clear title thereto, and the right and power to grant the security interest and conditional assignment granted hereunder. Debtor shall, at Debtor's expense, perform all acts and execute all documents necessary to maintain the existence of the Collateral consisting of registered Trademarks as registered trademarks and to maintain the existence of all of the Collateral as valid and subsisting, including, without limitation, the filing of any renewal affidavits and applications. The Collateral is not subject to any liens, claims, mortgages, assignments, licenses, security interests or encumbrances of any nature whatsoever, except: (i) the security interests granted hereunder and pursuant to the other Financing Agreements, (ii) the security interests permitted under the Loan Agreement, and (iii) the licenses permitted under Section 3(e) below.

(c) Debtor shall not assign, sell, mortgage, lease, transfer, pledge, hypothecate, grant a security interest in or lien upon, encumber, grant an exclusive or non-exclusive license relating to the Collateral, or otherwise dispose of any of the Collateral, in each case without the prior written consent of Secured Party, except as otherwise permitted herein or in the Loan Agreement. Nothing in this Agreement shall be deemed a consent by Secured Party to any such action, except as such action is expressly permitted hereunder.

(d) Debtor shall, at Debtor's expense, promptly perform all acts and execute all documents requested at any time by Secured Party to evidence, perfect, maintain, record or enforce the security interest in and conditional assignment of the Collateral granted hereunder or to otherwise further the provisions of this Agreement. Debtor hereby authorizes Secured Party to execute and file one or more financing statements (or similar documents) with respect to the Collateral, signed only by Secured Party or as otherwise determined by Secured Party. Debtor further authorizes Secured Party to have this Agreement or any other similar security agreement filed with the Commissioner of Patents and Trademarks or any other appropriate federal, state or government office.

(e) As of the date hereof, Debtor does not have any Trademarks registered, or subject to pending applications, in the United States Patent and Trademark Office or any similar office or agency in the United States, any State thereof, any political subdivision thereof or in any other country, other than those described in Schedule A hereto and has not granted any licenses with respect thereto other than as set forth in Schedule B hereto.

(f) Debtor shall, concurrently with the execution and delivery of this Agreement, execute and deliver to Secured Party five (5) originals of a Special Power of Attorney in the form of Exhibit 1 annexed hereto for the implementation of the assignment, sale or other disposition of the

Collateral pursuant to Secured Party's exercise of the rights and remedies granted to Secured Party hereunder.

(g) Secured Party may, in its discretion, pay any amount or do any act which Debtor fails to pay or do as required hereunder or as requested by Secured Party to preserve, defend, protect, maintain, record or enforce the Obligations, the Collateral, or the security interest and conditional assignment granted hereunder, including, but not limited to, all filing or recording fees, court costs, collection charges, attorneys' fees and legal expenses. Debtor shall be liable to Secured Party for any such payment, which payment shall be deemed an advance by Secured Party to Debtor, shall be payable on demand together with interest at the rate then applicable to the Obligations set forth in the Loan Agreement and shall be part of the Obligations secured hereby.

(h) Debtor shall not file any application for the registration of a Trademark with the United States Patent and Trademark Office or any similar office or agency in the United States, unless Debtor has given Secured Party thirty (30) days prior written notice of such action. If, after the date hereof, Debtor shall (i) obtain any registered trademark or tradename, or apply for any such registration in the United States Patent and Trademark Office or in any similar office or agency in the United States, any State thereof, any political subdivision thereof or in any other country, or (ii) become the owner of any trademark registrations or applications for trademark registration used in the United States or any State thereof, political subdivision thereof or in any other country, the provisions of Section 1 hereof shall automatically apply thereto. Upon the request of Secured Party, Debtor shall promptly execute and deliver to Secured Party any and all assignments, agreements, instruments, documents and such other papers as may be requested by Secured Party to evidence the security interest in and conditional assignment of such Trademark in favor of Secured Party.

(i) Debtor has not abandoned any of the Trademarks and Debtor will not do any act, nor omit to do any act, whereby the Trademarks may become abandoned, invalidated, unenforceable, avoided, or avoidable. Debtor shall notify Secured Party immediately if it knows or has reason to know of any reason why any application, registration, or recording with respect to the Trademarks may become abandoned, canceled, invalidated, avoided, or avoidable.

(j) Debtor shall render any assistance, as Secured Party shall determine is necessary, to Secured Party in any proceeding before the United States Patent and Trademark Office, any federal or state court, or any similar office or agency in the United States, any State thereof, any political subdivision thereof or in any other country, to maintain such application and registration of the Trademarks as Debtor's exclusive property and to protect Secured Party's interest therein, including, without limitation, filing of renewals, affidavits of use, affidavits of incontestability and opposition, interference, and cancellation proceedings.

(k) No material infringement or unauthorized use presently is being made of any of the Trademarks that would adversely affect in any material respect the fair market value of the Collateral or the benefits of this Agreement granted to Secured Party, including, without limitation, the validity, priority or perfection of the security interest granted herein or the remedies of Secured Party hereunder. Debtor shall promptly notify Secured Party if Debtor (or any affiliate or subsidiary

thereof) learns of any use by any person of any term or design which infringes on any Trademark or is likely to cause confusion with any Trademark. If requested by Secured Party, Debtor, at Debtor's expense, shall join with Secured Party in such action as Secured Party, in Secured Party's discretion, may deem advisable for the protection of Secured Party's interest in and to the Trademarks.

(l) Debtor assumes all responsibility and liability arising from the use of the Trademarks and Debtor hereby indemnifies and holds Secured Party harmless from and against any claim, suit, loss, damage, or expense (including attorneys' fees and legal expenses) arising out of any alleged defect in any product manufactured, promoted, or sold by Debtor (or any affiliate or subsidiary thereof) in connection with any Trademark or out of the manufacture, promotion, labelling, sale or advertisement of any such product by Debtor (or any affiliate or subsidiary thereof). The foregoing indemnity shall survive the payment of the Obligations, the termination of this Agreement and the termination or non-renewal of the Loan Agreement.

(m) Debtor shall promptly pay Secured Party for any and all expenditures made by Secured Party pursuant to the provisions of this Agreement or for the defense, protection or enforcement of the Obligations, the Collateral, or the security interests and conditional assignment granted hereunder, including, but not limited to, all filing or recording fees, court costs, collection charges, travel expenses, and attorneys' fees and legal expenses. Such expenditures shall be payable on demand, together with interest at the rate then applicable to the Obligations set forth in the Loan Agreements and shall be part of the Obligations secured hereby.

4. EVENTS OF DEFAULT

All Obligations shall become immediately due and payable, without notice or demand, at the option of Secured Party, upon the occurrence of any Event of Default, as such term is defined in the Loan Agreement (each an "Event of Default" hereunder).

5. RIGHTS AND REMEDIES

At any time an Event of Default exists or has occurred and is continuing, in addition to all other rights and remedies of Secured Party, whether provided under this Agreement, the Loan Agreement, the other Financing Agreements, applicable law or otherwise, Secured Party shall have the following rights and remedies which may be exercised without notice to, or consent by, Debtor except as such notice or consent is expressly provided for hereunder:

(a) Secured Party may require that neither Debtor nor any affiliate or subsidiary of Debtor make any use of the Trademarks or any marks similar thereto for any purpose whatsoever. Secured Party may make use of any Trademarks for the sale of goods, completion of work-in-process or rendering of services in connection with enforcing any other security interest granted to Secured Party by Debtor or any subsidiary or affiliate of Debtor or for such other reason as Secured Party may determine.

(b) Secured Party may grant such license or licenses relating to the Collateral for such term or terms, on such conditions, and in such manner, as Secured Party shall in its discretion deem appropriate. Such license or licenses may be general, special or otherwise, and may be granted on an exclusive or non-exclusive basis throughout all or any part of the United States of America, its territories and possessions, and all foreign countries.

(c) Secured Party may assign, sell or otherwise dispose of the Collateral or any part thereof, either with or without special conditions or stipulations except that if notice to Debtor of intended disposition of Collateral is required by law, the giving of five (5) days prior written notice to Debtor of any proposed disposition shall be deemed reasonable notice thereof and Debtor waives any other notice with respect thereto. Secured Party shall have the power to buy the Collateral or any part thereof, and Secured Party shall also have the power to execute assurances and perform all other acts which Secured Party may, in its discretion, deem appropriate or proper to complete such assignment, sale, or disposition. In any such event, Debtor shall be liable for any deficiency.

(d) In addition to the foregoing, in order to implement the assignment, sale, or other disposition of any of the Collateral pursuant to the terms hereof, Secured Party may at any time execute and deliver on behalf of Debtor, pursuant to the authority granted in the Powers of Attorney described in Section 3(f) hereof, one or more instruments of assignment of the Trademarks (or any application, registration, or recording relating thereto), in form suitable for filing, recording, or registration. Debtor agrees to pay Secured Party on demand all costs incurred in any such transfer of the Collateral, including, but not limited to, any taxes, fees, and attorneys' fees and legal expenses. Debtor agrees that Secured Party has no obligation to preserve rights to the Trademarks against any other parties.

(e) Secured Party may first apply the proceeds actually received from any such license, assignment, sale or other disposition of any of the Collateral to the costs and expenses thereof, including, without limitation, attorneys' fees and all legal, travel and other expenses which may be incurred by Secured Party. Thereafter, Secured Party may apply any remaining proceeds to such of the Obligations as Secured Party may in its discretion determine. Debtor shall remain liable to Secured Party for any of the Obligations remaining unpaid after the application of such proceeds, and Debtor shall pay Secured Party on demand any such unpaid amount, together with interest at the rate then applicable to the Obligations set forth in the Loan Agreement.

(f) Debtor shall supply to Secured Party or to Secured Party's designee, Debtor's knowledge and expertise relating to the manufacture and sale of the products and services bearing the Trademarks and Debtor's customer lists and other records relating to the Trademarks and the distribution thereof.

(g) Nothing contained herein shall be construed as requiring Secured Party to take any such action at any time. All of Secured Party's rights and remedies, whether provided under this Agreement, the other Financing Agreements, applicable law, or otherwise, shall be cumulative and none is exclusive. Such rights and remedies may be enforced alternatively, successively, or concurrently.

6. JURY TRIAL WAIVER; OTHER WAIVERS
AND CONSENTS; GOVERNING LAW

(a) The validity, interpretation and enforcement of this Agreement and the other Financing Agreements and any dispute arising out of the relationship between the parties hereto, whether in contract, tort, equity or otherwise, shall be governed by the internal laws of the State of New York (without giving effect to principles of conflicts of law).

(b) Debtor and Secured Party irrevocably consent and submit to the non-exclusive jurisdiction of the Supreme Court of the State of New York for the County of New York and the United States District Court for the Southern District of New York and waive any objection based on venue or forum non conveniens with respect to any action instituted therein arising under this Agreement or any of the other Financing Agreements or in any way connected or related or incidental to the dealings of Debtor and Secured Party in respect of this Agreement or the other Financing Agreements or the transactions related hereto or thereto, in each case whether now existing or thereafter arising, and whether in contract, tort, equity or otherwise, and agree that any dispute with respect to any such matters shall be heard only in the courts described above (except that Secured Party shall have the right to bring any action or proceeding against Debtor or its property in the courts of any other jurisdiction which Secured Party deems necessary or appropriate in order to realize on the Collateral or to otherwise enforce its rights against Debtor or its property).

(c) Debtor hereby waives personal service of any and all process upon it and consents that all such service of process may be made by certified mail (return receipt requested) directed to its address set forth herein and service so made shall be deemed to be completed five (5) days after the same shall have been so deposited in the U.S. mails, or, at Secured Party's option, by service upon Debtor in any other manner provided under the rules of any such courts. Within thirty (30) days after such service, Debtor shall appear in answer to such process, failing which Debtor shall be deemed in default and judgment may be entered by Secured Party against Debtor for the amount of the claim and other relief requested.

(d) DEBTOR AND SECURED PARTY EACH HEREBY WAIVES ANY RIGHT TO TRIAL BY JURY OF ANY CLAIM, DEMAND, ACTION OR CAUSE OF ACTION (i) ARISING UNDER THIS AGREEMENT OR ANY OF THE OTHER FINANCING AGREEMENTS OR (ii) IN ANY WAY CONNECTED WITH OR RELATED OR INCIDENTAL TO THE DEALINGS OF DEBTOR AND SECURED PARTY IN RESPECT OF THIS AGREEMENT OR ANY OF THE OTHER FINANCING AGREEMENTS OR THE TRANSACTIONS RELATED HERETO OR THERETO IN EACH CASE WHETHER NOW EXISTING OR HEREAFTER ARISING, AND WHETHER IN CONTRACT, TORT, EQUITY OR OTHERWISE. DEBTOR AND SECURED PARTY EACH HEREBY AGREES AND CONSENTS THAT ANY SUCH CLAIM, DEMAND, ACTION OR CAUSE OF ACTION SHALL BE DECIDED BY COURT TRIAL WITHOUT A JURY AND THAT DEBTOR OR SECURED PARTY MAY FILE AN ORIGINAL COUNTERPART OF A COPY OF THIS AGREEMENT WITH ANY COURT AS WRITTEN EVIDENCE OF THE CONSENT OF DEBTOR AND SECURED PARTY TO THE WAIVER OF THEIR RIGHT TO TRIAL BY JURY.

(e) Secured Party shall not have any liability to Debtor (whether in tort, contract, equity or otherwise) for losses suffered by Debtor in connection with, arising out of, or in any way related to the transactions or relationships contemplated by this Agreement, or any act, omission or event occurring in connection herewith, unless it is determined by a final and non-appealable judgment or court order binding on Secured Party that the losses were the result of acts or omissions constituting gross negligence or willful misconduct. In any such litigation, Secured Party shall be entitled to the benefit of the rebuttable presumption that it acted in good faith and with the exercise of ordinary care in the performance by it of the terms of this Agreement and the other Financing Agreements.

7. MISCELLANEOUS

(a) All notices, requests and demands hereunder shall be in writing and deemed to have been given or made: if delivered in person, immediately upon delivery; if by telex, telegram or facsimile transmission, immediately upon sending and upon confirmation of receipt; if by nationally recognized overnight courier service with instructions to deliver the next business day, one (1) business day after sending; and if by certified mail, return receipt requested, five (5) days after mailing. All notices, requests and demands upon the parties are to be given to the following addresses (or to such other address as any party may designate by notice in accordance with this Section):

If to Debtor: TRION, INC.
c/o Fedders North America, Inc.
505 Martinsville Road
P.O. Box 813
Liberty Corner, New Jersey 07938
Attention: Ms. Nancy DiGiovanni

If to Secured Party: CONGRESS FINANCIAL CORPORATION
1133 Avenue of the Americas
New York, New York 10036
Attention: Mr. John Williammee

(b) All references to the plural herein shall also mean the singular and to the singular shall also mean the plural. All references to Debtor and Secured Party pursuant to the definitions set forth in the recitals hereto, or to any other person herein, shall include their respective successors and assigns. The words "hereof," "herein," "hereunder," "this Agreement" and words of similar import when used in this Agreement shall refer to this Agreement as a whole and not any particular provision of this Agreement and as this Agreement now exists or may hereafter be amended, modified, supplemented, extended, renewed, restated or replaced. An Event of Default shall exist or continue or be continuing until such Event of Default is waived in accordance with Section 7(e) hereof. All references to the term "Person" or "person" herein shall mean any individual, sole proprietorship, partnership, corporation (including, without limitation, any corporation which elects subchapter S status under the Internal Revenue Code of 1986, as amended), limited liability

company, limited liability partnership, business trust, unincorporated association, joint stock company, trust, joint venture or other entity or any government or any agency or instrumentality or political subdivision thereof.

(c) This Agreement, the other Financing Agreements and any other document referred to herein or therein shall be binding upon Debtor and its successors and assigns and inure to the benefit of and be enforceable by Secured Party and its successors and assigns.

(d) If any provision of this Agreement is held to be invalid or unenforceable, such invalidity or unenforceability shall not invalidate this Agreement as a whole, but this Agreement shall be construed as though it did not contain the particular provision held to be invalid or unenforceable and the rights and obligations of the parties shall be construed and enforced only to such extent as shall be permitted by applicable law.

(e) Neither this Agreement nor any provision hereof shall be amended, modified, waived or discharged orally or by course of conduct, but only by a written agreement signed by an authorized officer of Debtor and Secured Party. Secured Party shall not, by any act, delay, omission or otherwise be deemed to have expressly or impliedly waived any of its rights, powers and/or remedies unless such waiver shall be in writing and signed by an authorized officer of Secured Party. Any such waiver shall be enforceable only to the extent specifically set forth therein. A waiver by Secured Party of any right, power and/or remedy on any one occasion shall not be construed as a bar to or waiver of any such right, power and/or remedy which Secured Party would otherwise have on any future occasion, whether similar in kind or otherwise.

IN WITNESS WHEREOF, Debtor and Secured Party have executed this Agreement as of the day and year first above written.

TRION, INC.

By: Nancy D. Geronzi

Title: Treasurer

CONGRESS FINANCIAL CORPORATION

By: John Williamson Jr.

Title: Assistant Vice President

STATE OF New Jersey)
) ss.:
COUNTY OF Somerset)

On this 25 day of April, 2000, before me personally came Nancy D. Surverri, to me known, who being duly sworn, did depose and say, that he is the Treasurer of TRION, INC., the corporation described in and which executed the foregoing instrument; and that he signed his name thereto by order of the Board of Directors of said corporation.

Anna Kostak

Notary Public

**ANNA KOSTAK
NOTARY PUBLIC OF NEW JERSEY
MY COMMISSION EXPIRES APRIL 18, 2004**

STATE OF NEW YORK)
) ss.:
COUNTY OF NEW YORK)

On this 17 day of July, 2000, before me personally came John William P., to me known, who, being duly sworn, did depose and say, that he is the A.V.P. of CONGRESS FINANCIAL CORPORATION, the corporation described in and which executed the foregoing instrument; and that he signed his name thereto by order of the Board of Directors of said corporation.

Maria Nunez

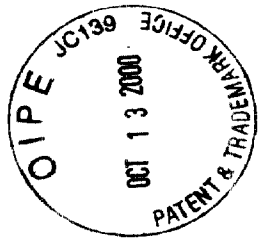
Notary Public

**MARIA NUNEZ
NOTARY PUBLIC, State of New York
No. 01NU5086952
Qualified in Queens County
Cert. Filed in New York County
Commission Expires Oct. 27, 2001**

**Schedule A
TO
TRADEMARK COLLATERAL ASSIGNMENT
AND SECURITY AGREEMENT**

LIST OF TRADEMARKS AND TRADEMARK APPLICATIONS

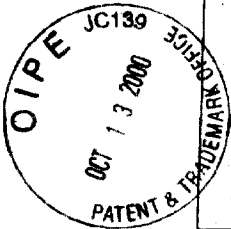
See attached.



TRADEMARK REGISTRATIONS AND APPLICATIONS OF TRION, INC.

March 11, 1999

TRADEMARK REGISTRATIONS AND APPLICATIONS OF TRION, INC.



COUNTRY	MARK	APPL. NO.	REG. NO.	CLASS	GOODS	STATUS
Australia (028350-021)	TRION & Design	-	A187,521	7	Electrostatic separators, filters being parts of engines, motors or machines, for the cleaning of air or gas.	Registered; Renewal due 5/4/99. (Associated with 187,523; 448,847 & 448,848).
Australia (028350-020)	TRION & Design	-	A187,523	11	Electrostatic filters for the cleaning of air and exhaust gases in industrial plants.	Registered; Renewal due 5/4/99. (Associated with 187,521; 448,847 & 448,848).
Australia (028350-043)	TRION (Block Letters)	607,297	A607,297	7	Electrostatic coating apparatus and all other goods in this class.	Registered; Renewal due 7/21/00.
Australia (028350-044)	TRION (Block Letters)	607,298	A607,298	11	Electrostatic air cleaners, media air cleaners, air purifying apparatus and machines, air filtering apparatus and installations and all other goods in this class.	Registered; Renewal due 7/21/00.
Austria (028350-033)	TRION Logo	-	109,551	9, 11, 21	Class 9: Electrical cleaning apparatus, cleaning apparatus by means of electrostatic precipitation, electronic cleaning apparatus, apparatus for electrostatic coating. Class 11: Air cleaning apparatus, electrostatic air filters.	Registered; Renewal due 7/31/05.

COUNTRY	MARK	APPL. NO.	REG. NO.	CLASS	GOODS	STATUS
Austria (028350-105)	TRION	AM610/95	159,110	9,11	<p><u>Class 21:</u> Non-electric cleaning apparatus.</p> <p><u>Class 9:</u> Electrostatic air cleaners, media air cleaners and apparatus for electrostatic coating for industrial, commercial and residential use.</p> <p><u>Class 11:</u> Electrostatic and media air filters for industrial, commercial and residential use.</p>	Registered; Renewal due 8/31/05.
Benelux (028350-034)	TRION Logo	-	406,795	9, 11	<p><u>Class 9:</u> Electrostatic precipitation and electronic cleaners, and apparatus for electrostatic coating.</p> <p><u>Class 11:</u> Electrostatic air filters.</p>	Expired; Renewal due 12/20/94. Allowed to lapse. Refiled in block letters.

COUNTRY	MARK	APPLN. NO.	REG. NO.	CLASS	GOODS	STATUS
Benelux (028350-092)	TRION (Block Letters)	828,354	557,813	9,11	Class 9: Electrostatic air cleaners, media air cleaners, and apparatus for electrostatic coating for industrial, commercial and residential use. Class 11: Electrostatic and media air filters for industrial use.	Registered; Renewal due 6/7/04.
Brazil (028350-003)	TRION Logo (Colors Reversed)	-	770083650	9.50	Electrical apparatus for personal use and electric domestic appliances.	Abandoned 9/30/91.
Canada (028350-006)	AIRBEAR & Design	-	275,073	11	Air filtering unit for residential and light commercial air handling systems and disposable filter cartridge therefor.	Renewal due 12/17/12
Canada (028350-049)	TEPCO (T & Design)	-	218,733		Electronic air cleaners.	Registered; Renewal due 2/4/2007
Canada (028350-072)	POWER ACTION	699,141	422,070	-	Table-top air cleaners and table-top cleaners	Registered; Renewal due 1/14/2009.
Canada (028350-140)	AIR BOSS	847,137	493,052	-	Air cleaners for industrial and commercial use	Registered; Renewal due 4/16/13
Canada (028350-134)	SUPER CLEAN	-	-	-	Portable air filter appliances for residential use	Abandoned

COUNTRY	MARK	APPLN. NO.	REG. NO.	CLASS	GOODS	STATUS
Chile (028350-079)	TRION (Block Letters)	226,680	408,839	7	Electronic air cleaners, electrostatic precipitators, apparatus for electrostatic coating, and all other goods in Class 7.	Registered; Renewal due 7/2/2003.
Chile (028350-080)	TRION Logo	226,681	408,840	7	Electronic air cleaners, electrostatic precipitators, apparatus for electrostatic coating, and all other goods in Class 7.	Registered; Renewal due 7/2/2003
Denmark (028350-051)	TRION Logo	-	04 917-1989	7, 11	Class 7: Electrostatic precipitators and electromechanical apparatus for electrostatic coating. Class 11: Electronic air cleaners and filters.	Registered; Renewal due 8/18/99
Finland (028350-018)	TRION & Globe Design	-	72,488	7, 11	Class 7: Electrostatic precipitation air cleaners and electronic air cleaners and apparatus for electrostatic coating Class 11: Electrostatic air filters and gas cleaners.	Registered; Renewal due 3/20/2000.

COUNTRY	MARK	APPLN. NO.	REG. NO.	CLASS	GOODS	STATUS
Finland (028350-061)	TRION Logo	-	116,009	7, 11	Class 7: Apparatus for electrostatic coating. Class 11: Electrostatic precipitation air cleaners and electronic air cleaners and electrostatic air filters.	Registered; Renewal due 1/7/2002.
France (028350-035)	TRION Logo	-	1,293,739	7, 9, 11	Electrostatic precipitation and electronic cleaners, and apparatus for electrostatic coating; electrostatic air filters.	Registered; Renewal due 7/5/04.
France (028350-094)	TRION (Block Letters)	94/527,909	94/527,909	9, 11	Class 9: Electrostatic air cleaners, media air cleaners, and apparatus for electrostatic coating for industrial and residential use. Class 11: Electrostatic and media air filters for industrial, commercial and residential use.	Registered; Renewal due 7/5/04.
France (028350-137)	SUPER CLEAN	97/675816	97/675816	11	Portable air filter appliances for residential use	Registered; Renewal due 4/29/07
France (028350-143)	AIR BOSS	97/667140	97/667140	11	Electronic air cleaners for industrial and commercial use	Registered; Renewal due 3/5/07

COUNTRY	MARK	APPL. NO.	REG. NO.	CLASS	GOODS	STATUS
Germany (028350-022)	TRION (Block Letters)	T35181/11 WZ	2,092,655	11	Apparatus for electrostatic coating principally consisting of an ionizing chamber, oil mist area, high-voltage power and supply and control device. Electrostatic and media air cleaners principally consisting of an ionizer, collector, activated charcoal, high-voltage power supply and control device.	Registered; Renewal due 7/13/03.
Germany (028350-038)	TRION Logo	-	1,095,096	9, 11	Class 9: Electrostatic precipitation and electronic cleaners, apparatus for electrostatic coating. Class 11: Electrostatic air filters.	Not renewed.
Germany (028350-144)	AIR BOSS	39712408.2	39712408	11	Electric and electronic air cleaners for industrial and commercial use	Registered; Renewal due 3/19/07
Germany (028350-138)	SUPER CLEAN	39709465.5	-	11	Portable air filter appliances for residential use	Abandoned

COUNTRY	MARK	APPLN. NO.	REG. NO.	CLASS	GOODS	STATUS
Italy (028350-036)	TRION Logo	-	437,251	9, 11	Class 9: Electrostatic precipitation and electronic cleaners, and apparatus for electrostatic coating. Class 11: Electrostatic air filters.	Registered; Renewal due 1/14/2005.
Italy (028350-104)	TRION	MI-95COO312	722790	9	Electrostatic precipitation and electronic air filters	Registered; Renewal due 1/13/05
Japan (028350-126)	TRION	128937/95		7	Apparatus for electrostatic coating	Abandoned
Japan (028350-013)	TRION (Block Letters)	43,528/93	-	11	Electrostatic air cleaners and filters, media air cleaners, and apparatus for electrostatic coating.	Registered; Renewal due 11/29/06.
Japan (028350-135)	SUPER CLEAN	2217297	-	11	Portable air filter applicances for residential use	Abandoned
Japan (028350-141)	AIR BOSS	2217397	4166008	11	Air cleaners for industrial and commercial use	Registered; Renewal due 7/10/08
Korea (028350-057)	TRION Logo	89-6346	204236	Korean Cl. 39	Electrostatic precipitation air cleaners, electronic air cleaners, apparatus for electrostatic coating, and electrostatic air filters, which are used for household purpose.	Registered; Renewal due 11/6/2000.

COUNTRY	MARK	APPLN. NO.	REG. NO.	CLASS	GOODS	STATUS
Korea (028350-071)	TRION Logo	90-13723	-	Korean Cl. 38	Electrostatic precipitation air cleaners, electronic air cleaners, apparatus for electrostatic coating, and electrostatic air filters, which are used for industrial purpose.	Abandoned 12/6/90 due to refusal of registration.
Korea (028350-136)	SUPER CLEAN	97-9201	-	Korean Cl. 39	Portable air filter appliances for residential use	Abandoned
Korea (028350-142)	AIR BOSS	97-9200	406661	Korean Cl. 38	Electronic air cleaners for industrial and commercial use	Registered; Renewal due 6/27/08
New Zealand (028350-019)	TRION Logo	-	75486	9	Electrostatic precipitators including electrostatic filters and electrostatic gas-cleaning installations.	Renewal due 3/25/99.
Norway (028350-055)	TRION Logo	-	141,923	7, 11	<u>Class 7:</u> Electrostatic precipitation and apparatus for electrostatic coating. <u>Class 11:</u> Electronic air filters and electronic air cleaners.	Registered; Renewal due 7/5/2000.
Sweden (028350-023)	TRION & Globe Design	-	147,690	9, 11	Electrostatic filters and gas cleaners, etc.	Registered; Renewal due 6/20/04.

COUNTRY	MARK	APPL. NO.	REG. NO.	CLASS	GOODS	STATUS
Sweden (028350-093)	TRION (Block Letters)	94-06066	303,107	9, 11	<p><u>Class 9:</u> Electrostatic air cleaners, media air cleaners, and apparatus for electrostatic coating for industrial, commercial and residential use.</p> <p><u>Class 11:</u> Electrostatic and media air filters for industrial use.</p>	Registered; Renewal due 6/22/05.
Switzerland (028350-024)	TRION (Block Letters)	9471/1993.2	415,267	9, 11	<p><u>Class 9:</u> Electrostatic air cleaners, media air cleaners and apparatus for electrostatic coating.</p> <p><u>Class 11:</u> Electrostatic and media air filters.</p>	Registered; Renewal due 7/29/2003.
United Kingdom (028350-004)	TRION & Globe Design	-	B1,050,192	9	Electrostatic precipitators; electrostatic filters, parts and fittings included in Class 9 for all the aforesaid goods.	Registered; Renewal due 7/29/06.
United Kingdom (028350-014)	TRION	-	B1,179,276	9	Scientific, electrical, and electronic apparatus and instruments; filters included in Class 9; parts and fittings included in Class 9 for all the aforesaid goods.	Registered; Renewal due 7/28/2003.

COUNTRY	MARK	APPLN. NO.	REG. NO.	CLASS	GOODS	STATUS
United Kingdom (028350-015)	TRION (Block Letters)	-	B1,179,277	7	Machines and apparatus included in Class 7, all for electrostatic coating, spraying, cleaning and surface finishing and parts and fittings included in Class 7 for all the aforesaid goods.	Registered; Renewal due 7/28/2003.
United Kingdom (028350-026)	TRION Logo	-	B1,179,278	9	Scientific, electrical and electronic apparatus and instruments; filters included in Class 9; parts and fittings included in Class 9 for all the aforesaid goods.	Registered; Renewal due 7/28/2003.
United Kingdom (028350-027)	TRION Logo	-	B1,179,279	11	Installations and apparatus, all for ventilating and/or purifying air or gases; installations and apparatus included in Class 11, all for heating, cooling, and drying of air or gases; parts and fittings included in Class 11 for all the aforesaid goods.	Registered; Renewal due 7/28/2003.
United Kingdom (028350-008)	TRION & Globe Design	-	B1,057,012	11	Gas-cleaning installations and parts and fittings therefor included in Class 11.	Per client's instructions, allowed to lapse.
United Kingdom (028350-139)	SUPER CLEAN	2125941	-	11	Portable air filter appliances for residential use	Abandoned

COUNTRY	MARK	APPLN. NO.	REG. NO.	CLASS	GOODS	STATUS
United Kingdom (028350-145)	AIR BOSS	2125942	2125942	11	Electronic air cleaners for industrial and commercial use	Registered; Renewal due 3/4/07
United States (028350-002)	AIR BEAR (and design)	-	1,181,009	11	Air filtering unit for residential and light commercial air handling systems and disposable filter cartridge therefor.	Registered; Renewal due 12/8/2001.
United States (028350-084)	BIG MAC	74/553,804	1,972,262	11	Industrial media ia air cleaners and filters for use therewith.	Registered; Declaration of Use due 5/7/02; Renewal due 5/7/06.
United States (028350-097)	CLEAN AIR SPECIALISTS	-	-	9, 11	Class 9: Electrostatic air cleaners, media air cleaners and apparatus for electrostatic coating for industrial, commercial and residential use. Class 11: Electrostatic and media air filters for industrial and residential use.	Not filed.
United States (028350-064)	POWER ACTION	-	1,713,417	11	Table-top air cleaners.	allowed to lapse
United States (028350-047)	ROLLAWAY	-	1,480,553	9	Electronic precipitators.	Registered; Renewal Due 3/15/2008.
United States (028350-067)	SUPER CLEAN	74/090,344	-	11	Portable air filter appliances for residential use.	Abandoned 1992.
United States (028350-068)	SUPER CLEAN II	74/090,345	-	11	Residential electronic room air cleaners.	Abandoned 1992.

COUNTRY	MARK	APPL. NO.	REG. NO.	CLASS	GOODS	STATUS
United States (028350-069)	SUPER CLEAN PLUS	74/091,750		11	Residential odor and gas cartridge room air cleaners.	Abandoned 1992.
United States (028350-048)	TEPCO	-	1,068,451	9	Electronic air cleaners.	Per client's instructions, registration allowed to lapse.
United States (028350-098)	TRION CLEAN AIR SPECIALISTS	-	-	9, 11	<u>Class 9:</u> Electrostatic air cleaners, media air cleaners and apparatus for electrostatic coating for industrial, commercial and residential use. <u>Class 11:</u> Electrostatic and media air filters for industrial, commercial and residential use.	Not filed yet.
United States (028350-037)	TRION Logo	-	504,130	11	Electrostatic air filters.	Registered; Renewal due 11/23/2008.
United States (028350-010)	TRION (Block Letters)	-	1,046,283	9	Electrostatic precipitation and electronic air cleaners.	Registered; Renewal due 8/17/06.
United States (208350-009)	TRION (Block Letters)	-	1,057,448	9	Apparatus for electrostatic coating.	Registered; Renewal due 2/1/07.
United States (028350-103)	AIR BOSS	-	2,023,152	9	Electrostatic air cleaners for industrial and commercial use.	Registered; Declaration of Use due 12/17/02; Renewal due 12/17/06.
United States (028350-095)	TRIONRX	74/555,076	2,010,661	11	Air cleaners and air filters for household use to reduce dust and other particles.	Registered; Declaration of Use due 10/22/02; Renewal due 10/22/06.

COUNTRY	MARK	APPLN. NO.	REG. NO.	CLASS	GOODS	STATUS
United States (028350-115)	CLEANAIRE RX	74/706,798	-	11	Electronic residential air cleaners.	Abandoned per client's instructions.
United States (028350-107)	CLEAR DAY	74/705,566	2105758	11	Commercial, industrial or residential air cleaning and purification units	Registered; Declaration of Use due 10/14/03; Renewal due 10/14/07
United States (028350-130)	FOREVER FILTER	75/181,871	2213311	11	Electronic air cleaning cell which is a component of air cleaners.	Registered; Declaration of Use due 12/22/04; Renewal due 12/22/08
United States (018350-131)	LASTS A HOUSE TIME	75/181,831	-	11	Domestic air cleaners, whole house and portable.	Pending; Statement of Use due 7/7/99.
United States (028350-127)	PERFECT FIT	75/181,825	-	11	Residential air cleaner that attaches to furnaces.	Pending; Statement of Use filed
United States (028350-132)	SUPER CLEAN	75/229,105	-	11	Portable air filter appliances for residential use	Abandoned
United States (028350-111)	FBI	-	-	11	Table mounted mechanical air cleaners	Application sent to client for signature 5/10/95
United States (028350-112)	KGB	-	-	11	Kitchen grill booth air cleaners	Application sent to client for signature 5/10/95
United States (028350-113)	CIA	-	-	11	Above ceiling air cleaning system comprised of two media filters and two electronic cleaning units	Application sent to client for signature 5/10/95
United States (028350-152)	SUPER CLEAN	75/497,720	-	11	Air cleaners	Pending; Response to Office Action due 8/26/99
United States (028350-157)	PERSONAL COMFORT	75/584,755	-	11	Residential whole house air cleaners	Pending

COUNTRY	MARK	APPLN. NO.	REG. NO.	CLASS	GOODS	STATUS
United States (028350-096)	TRIONRX (stylized)	74/555,087	2,014,203	11	Air cleaners and air filters for household use to reduce dust and other particles.	Declaration of Use due 11/05/02; Renewal due 11/05/06.

**Schedule B
TO
TRADEMARK COLLATERAL ASSIGNMENT
AND SECURITY AGREEMENT**

LIST OF LICENSES

None

STATE OF New Jersey)
) SS.:
COUNTY OF Essex)

On this 25 day of April, 2000, before me personally came Randy B. Romano, to me known, who being duly sworn, did depose and say, that he is the Treasurer of TRION, INC., the corporation described in and which executed the foregoing instrument; and that he signed his name thereto by order of the Board of Directors of said corporation.

Anna Kostak

Notary Public

ANNA KOSTAK
NOTARY PUBLIC OF NEW JERSEY
MY COMMISSION EXPIRES APRIL 18, 2004