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10-16-00

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

10-16-2000

U.S. Patent & TMO/TM Mail Rcpt Dt. #57

1. Name and address of conveying party:

2. Name and address of receiving party:

Autotote Enterprises, Inc.  
a Delaware Corporation  
600 Long Warf Drive  
New Haven, CT 06511

DLJ Capital Funding, Inc.,  
as Administrative Agent  
277 Park Avenue  
New York, NY 10172

3. Nature of conveyance:

Grant of Trademark Security Interest

Execution Date: September 6, 2000

4. Application numbers and patent numbers:

A. Trademark Application No.

B. Trademark Registration No.

75/906,831; 75/907,524; 75/906,839; 75/907,500; 2,026,030  
76/034,077; 75/907,523; 76/034,024  
& 76/034,021

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

6. Total number of applications and registrations involved:

Catherine M. Ames, Esq.  
O'Melveny & Myers LLP  
153 East 53<sup>rd</sup> Street  
New York, NY 10022

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7. Total fee:

240.00 (Enclosed)

8. Deposit Account Number:

N/A

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 documents.

Catherine M. Ames

Name of Person Signing

Signature

10/12/00

Date

TOTAL NUMBER OF PAGES COMPRISING COVER SHEET: #5

## GRANT OF TRADEMARK SECURITY INTEREST

**WHEREAS, AUTOTOTE ENTERPRISES, INC.**, a Connecticut corporation ("**Grantor**"), owns and uses in its business, and will in the future adopt and so use, various intangible assets, including the Trademark Collateral (as defined below); and

**WHEREAS**, Autotote Corporation, a Delaware corporation ("**Company**") has entered into a Credit Agreement dated as of September 6, 2000 (said Credit Agreement, as it may heretofore have been and as it may hereafter be amended, supplemented, restated or otherwise modified from time to time, being the "**Credit Agreement**") with the financial institutions named therein (collectively, together with their respective successors and assigns party to the Credit Agreement from time to time, the "**Lenders**"), DLJ Capital Funding, Inc., as Administrative Agent, Syndication Agent, Lead Arranger and Sole Book Running Manager ("**Secured Party**"), Lehman Commercial Paper Inc., as Documentation Agent and Lehman Brothers Inc., as Co-Arranger, pursuant to which Lenders have made certain commitments, subject to the terms and conditions set forth in the Credit Agreement, to extend certain credit facilities to Company; and

**WHEREAS**, Company may from time to time enter, or may from time to time have entered, into one or more Interest Rate Agreements (collectively, the "**Lender Interest Rate Agreements**") with one or more Persons that are Lenders or Affiliates of Lenders at the time such Lender Interest Rate Agreements are entered into (in such capacity, collectively, "**Interest Rate Exchangers**"); and

**WHEREAS**, Grantor has executed and delivered that certain Subsidiary Guaranty dated as of September 6, 2000 (said Subsidiary Guaranty, as it may hereafter be amended, supplemented or otherwise modified from time to time, being the "**Guaranty**") in favor of Secured Party for the benefit of Lenders and any Interest Rate Exchangers, pursuant to which Grantor has guaranteed the prompt payment and performance when due of all obligations of Company under the Credit Agreement and the other Loan Documents and all obligations of Company under the Lender Interest Rate Agreements, including without limitation the obligation of Company to make payments thereunder in the event of early termination thereof; and

**WHEREAS**, pursuant to the terms of a Security Agreement dated as of September 6, 2000 (as amended, supplemented or otherwise modified from time to time, the "**Security Agreement**"), among Grantor, Secured Party and the other grantors named therein, Grantor has agreed to create in favor of Secured Party a secured and protected interest in, and Secured Party has agreed to become a secured creditor with respect to, the Trademark Collateral; and

**NOW, THEREFORE**, for good and valuable consideration, the receipt and adequacy of which are hereby acknowledged, subject to the terms and conditions of the Security Agreement, Grantor hereby grants to Secured Party a security interest in all of Grantor's right, title and interest in and to the following, in each case whether now or hereafter existing or in which Grantor now has or hereafter acquires an interest and wherever the same may be located

(the “**Trademark Collateral**”):

(iii) all rights, title and interest (including rights acquired pursuant to a license or otherwise but only to the extent permitted by agreements governing such license or other use) in and to all trademarks, service marks, designs, logos, indicia, tradenames, trade dress, corporate names, company names, business names, fictitious business names, trade styles, domain names and/or other source and/or business identifiers and applications pertaining thereto, owned by such Grantor, or hereafter adopted and used, in its business (including, without limitation, the trademarks specifically identified in Schedule A) (collectively, the “**Trademarks**”), all registrations that have been or may hereafter be issued or applied for thereon in the United States and any state thereof and in foreign countries (including, without limitation, the registrations and applications specifically identified in Schedule A) (the “**Trademark Registrations**”), all common law and other rights (but in no event any of the obligations) in and to the Trademarks in the United States and any state thereof and in foreign countries (the “**Trademark Rights**”), and all goodwill of such Grantor’s business symbolized by the Trademarks and associated therewith (the “**Associated Goodwill**”); and

(iv) all proceeds, products, rents and profits of or from any and all of the foregoing Trademark Collateral and, to the extent not otherwise included, all payments under insurance (whether or not Secured Party is the loss payee thereof), or any indemnity, warranty or guaranty, payable by reason of loss or damage to or otherwise with respect to any of the foregoing Trademark Collateral. For purposes of this Grant of Trademark Security Interest, the term “**proceeds**” includes whatever is receivable or received when Trademark Collateral or proceeds are sold, exchanged, collected or otherwise disposed of, whether such disposition is voluntary or involuntary.

Notwithstanding anything herein to the contrary, in no event shall the Trademark Collateral include, and Grantor shall be not deemed to have granted a security interest in, any of Grantor’s rights or interests in any license, contract or agreement to which Grantor is a party or any of its rights or interests thereunder to the extent, but only to the extent, that such a grant would, under the terms of such license, contract or agreement or otherwise, result in a breach of the terms of, or constitute a default under any license, contract or agreement to which Grantor is a party; provided, that immediately upon the ineffectiveness, lapse or termination of any such provision, the Trademark Collateral shall include, and Grantor shall be deemed to have granted a security interest in, all such rights and interests as if such provision had never been in effect.

Grantor does hereby further acknowledge and affirm that the rights and remedies of Secured Party with respect to the security interest in the Trademark Collateral granted hereby are more fully set forth in the Security Agreement, the terms and provisions of which are incorporated by reference herein as if fully set forth herein.

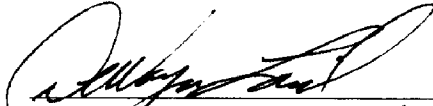
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IN WITNESS WHEREOF, Grantor has caused this Grant of Trademark Security Interest to be duly executed and delivered by its officer thereunto duly authorized as of the 6<sup>th</sup> day of ~~August~~, 2000.

*September*

**AUTOTOTE ENTERPRISES, INC.**

By:

  
Name: Dewayne Laird  
Title: Vice President

**SCHEDULE A  
TO  
GRANT OF TRADEMARK SECURITY INTEREST**

<u>Registered Owner</u>	<u>United States Trademark Description</u>	<u>Registration Number</u>
Autotote Enterprises, Inc.	SPORTS HAVEN	2,026,030
Autotote Enterprises, Inc.	RACEVIEW CENTER & Design	75/906,831
Autotote Enterprises, Inc.	BRADLEY TELETHEATER & Design	75/907,524
Autotote Enterprises, Inc.	SPORTS HAVEN & Design	75/906,839
Autotote Enterprises, Inc.	OFF TRACK BETTING & Design	75/907,500
Autotote Enterprises, Inc.	ON THE WIRE	76/034,077
Autotote Enterprises, Inc.	ON THE WIRE PHONE BETTING & Design	75/907,523
Autotote Enterprises, Inc.	RACEVIEW	76/034,024
Autotote Enterprises, Inc.	BRADLEY TELETHEATER	76/034,021