

S-201

05-10-2001



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Form PTO-101 (Rev. 03/01) OMB No. 0651-0027 (exp. 5/31/2002)

RECORDATION FORM COVER SHEET TRADEMARKS ONLY

U.S. DEPARTMENT OF COMMERCE U.S. Patent and Trademark Office

Tab settings

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

1. Name of conveying party(ies): Beckett Corporation 5931 Campus Circle Drive West Irving, TX 75093

2. Name and address of receiving party(ies) Name: PNC Bank, National Association Internal Address: Street Address: Two Tower Center Blvd. City: E. Brunswick State: NJ Zip: 08816

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

3. Nature of conveyance: Assignment Merger Security Agreement Change of Name Other

Execution Date: February 21, 2001

Individual(s) citizenship Association National General Partnership Limited Partnership Corporation-State Other

If assignee is not domiciled in the United States, a domestic representative designation is attached: Yes No

4. Application number(s) or registration number(s): A. Trademark Application No.(s) 75/490,056 75/490,057 75/557,789

B. Trademark Registration No.(s) 2036114 1570658 1559564

Additional number(s) attached Yes No

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

Name: Crystal A. Gothard Internal Address: Street Address: Patton Boggs LLP 2550 M St., NW City: Washington State: DC Zip: 20037

6. Total number of applications and registrations involved: 10

7. Total fee (37 CFR 3.41) \$ 265.00 Enclosed Authorized to be charged to deposit account

8. Deposit account number: 50-0709

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

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.

George M. Borababy Name of Person Signing

Signature

4/30/01 Date

Total number of pages including cover sheet, attachments, and document: 15

Mail documents to be recorded with required cover sheet information to: Commissioner of Patent & Trademarks, Box Assignments Washington, D.C. 20231

05/10/2001 LKULLER 00000155 500703 75490056 03 PD:48: 40.00 CH 02 PD:48: 825.00 CH

CONTINUATION SHEET

Question 4

75/557,788

75/832,001

75/862,074

75/810,867

PATENT AND TRADEMARK SECURITY AGREEMENT

This Agreement, dated as of February 21, 2001, is made by and between BECKETT CORPORATION, a Texas corporation (the "Debtor"), and PNC Bank, National Association as agent (the "Secured Party").

Recitals

The Debtor and the Secured Party have entered into a Revolving Credit, Term Loan and Security Agreement of even date herewith (as the same may hereafter be amended, supplemented or restated from time to time, the "Credit Agreement") setting forth the terms on which the Secured Party may now or hereafter make certain loans or other financial accommodations to or for the account of the Debtor.

As a further condition to making any loan or other financial accommodation under the Credit Agreement or otherwise, the Secured Party has required the execution and delivery of this Agreement by the Debtor.

ACCORDINGLY, in consideration of the mutual covenants contained in the Credit Agreement and herein, the parties hereby agree as follows:

1. Definitions. All terms defined in the Recitals hereto or in the Credit Agreement that are not otherwise defined herein shall have the meanings given to them therein. In addition, the following terms have the meanings set forth below:

"Patents" means all of the Debtor's right, title and interest in and to patents or applications for patents, fees or royalties with respect to each, and including without limitation the right to sue for past, present and future infringement and all proceeds of infringements suits, and licenses thereunder, all as presently existing or hereafter arising or acquired, including without limitation the patents listed on Exhibit A.

"Trademarks" means all of the Debtor's right, title and interest in and to trademarks, service marks, collective membership marks, the respective goodwill associated with each, all accounts, registrations and applications appurtenant thereto hereafter acquired, the right to sue for past, present and future infringements and all proceeds of infringement suits, licenses thereunder, all accounts, contract rights and general intangibles arising under and relating to each and every license, proceeds and products of any of the foregoing, all as presently existing or hereafter arising or acquired, including, without limitation, the marks listed on Exhibit B.

2. Security Interest. As collateral security to secure payment of the Obligations (as defined in the Credit Agreement), Debtor hereby grants, conveys to Lender a security interest (the "Security Interest"), a general lien in and to, and a conditional assignment of the Patents and Trademarks.

3. Representations, Warranties and Agreements. The Debtor hereby represents, warrants and agrees as follows:

(a) ***Existence; Authority.*** The Debtor is a corporation, having full power to and authority to make and deliver this Agreement. The execution, delivery and performance of this Agreement by the Debtor have been duly authorized by all necessary action of the Debtor's board of directors, and if necessary its stockholders, and do not and will not violate the provisions of, or constitute a default under, any presently applicable law or its articles of incorporation or bylaws or any agreement presently binding on it. This Agreement has been duly executed and delivered by the Debtor and constitutes the Debtor's lawful, binding and legally enforceable obligation. The correct name of the Debtor is Davenport Industries, LLC. The authorization, execution, delivery and performance of this Agreement do not require notification to, registration with, or consent or approval by, any federal, state or local regulatory body or administrative agency.

(b) ***Patents.*** Exhibit A lists all Patents owned or controlled by the Debtor as of the date hereof and accurately reflects the existence and status of registrations pertaining to the Patents as of the date hereof.

(c) ***Trademarks.*** Exhibit B lists all Trademarks owned or controlled by the Debtor as of the date hereof and accurately reflects the existence and status of Trademarks and all registrations pertaining thereto as of the date hereof.

(d) ***Title.*** The Debtor has right title and interest to each Patent and each Trademark listed on Exhibits A and B, free and clear of all security interests, liens and encumbrances, except the Security Interest. The Debtor (i) will have, at the time the Debtor acquires any rights in Patents or Trademarks hereafter arising, right title and interest to each such Patent or Trademark free and clear of all security interests, liens and encumbrances, except the Security Interest, and (ii) will keep all Patents and Trademarks free and clear of all security interests, liens and encumbrances except Permitted Encumbrances (as defined in the Credit Agreement).

(e) ***No Sale.*** The Debtor will not sell or otherwise dispose of the Patents or Trademarks, or any interest therein, without the Secured Party's prior written consent.

(f) ***Defense.*** To the extent reasonably advisable in its business, the Debtor will at its own expense, and using its best efforts, protect and defend the Patents and Trademarks against all claims or demands of all persons other than the Secured Party.

(g) ***Maintenance.*** The Debtor will at its own expense maintain the Patents and the Trademarks to the extent reasonably advisable in its business including, but not limited to, filing all applications to register and all affidavits and renewals possible with respect to issued registrations. The Debtor covenants that it will not

abandon nor fail to pay any maintenance fee or annuity due and payable on any Patent or Trademark, nor fail to file any required affidavit in support thereof, without first providing the Secured Party: (i) sufficient written notice, as provided in the Credit Agreement, to allow the Secured Party to timely pay any such maintenance fees or annuity which may become due on any of said Patents or Trademarks, or to file any affidavit with respect thereto, and (ii) a separate written power of attorney or other authorization to pay such maintenance fees or annuities, or to file such affidavit, should such be necessary or desirable.

(h) ***Secured Party's Right to Take Action.*** If the Debtor fails to perform or observe any of its covenants or agreements set forth in this Section 3, and if such failure continues for a period of ten (10) calendar days after the Secured Party gives the Debtor written notice thereof (or, in the case of the agreements contained in subsection (g), immediately upon the occurrence of such failure, without notice or lapse of time), the Secured Party may (but need not) perform or observe such covenant or agreement on behalf and in the name, place and stead of the Debtor (or, at the Secured Party's option, in the Secured Party's own name) and may (but need not) take any and all other actions which the Secured Party may reasonably deem necessary to cure or correct such failure.

(i) ***Costs and Expenses.*** Except to the extent that the effect of such payment would be to render any loan or forbearance of money usurious or otherwise illegal under any applicable law, the Debtor shall pay the Secured Party on demand the amount of all moneys expended and all costs and expenses (including reasonable attorneys' fees) incurred by the Secured Party in connection with or as a result of the Secured Party's taking action under subsection (h) or exercising its rights under Section 6, together with interest thereon from the date expended or incurred by the Secured Party at the highest rate then applicable to any of the Obligations.

(j) ***Power of Attorney.*** To facilitate the Secured Party's taking action under subsection (h) and exercising its rights under Section 6, the Debtor hereby irrevocably appoints (which appointment is coupled with an interest) the Secured Party, or its delegate, as the attorney-in-fact of the Debtor with the right (but not the duty) from time to time to create, prepare, complete, execute, deliver, endorse or file, in the name and on behalf of the Debtor, any and all instruments, documents, applications, financing statements, and other agreements and writings required to be obtained, executed, delivered or endorsed by the Debtor under this Section 3, or, necessary for the Secured Party, after an Event of Default, to enforce or use the Patents or Trademarks or to grant or issue any exclusive or non-exclusive license under the Patents or Trademarks to any third party, or to sell, assign, transfer, pledge, encumber or otherwise transfer title in or dispose of the Patents or Trademarks to any third party. The Debtor hereby ratifies all that such attorney shall lawfully do or cause to be done by virtue hereof. The power of attorney granted herein shall terminate

upon the termination of the Credit Agreement as provided therein and the payment and performance of all Obligations.

4. Debtor's Use of the Patents and Trademarks. The Debtor shall be permitted to control and manage the Patents and Trademarks, including the right to exclude others from making, using or selling items covered by the Patents and Trademarks and any licenses thereunder, in the same manner and with the same effect as if this Agreement had not been entered into, so long as no Event of Default occurs and remains uncured.

5. Events of Default. Each of the following occurrences shall constitute an event of default under this Agreement (herein called "Event of Default"): (a) an Event of Default, as defined in the Credit Agreement, shall occur; or (b) the Debtor shall fail promptly to observe or perform any covenant or agreement herein binding on it; or (c) any of the representations or warranties contained in Section 3 shall prove to have been incorrect in any material respect when made.

6. Remedies. Upon the occurrence of an Event of Default and at any time thereafter, the Secured Party may, at its option, take any or all of the following actions:

(a) The Secured Party may exercise any or all remedies available under the Credit Agreement.

(b) The Secured Party may sell, assign, transfer, pledge, encumber or otherwise dispose of the Patents and Trademarks.

(c) The Secured Party may enforce the Patents and Trademarks and any licenses thereunder, and if Secured Party shall commence any suit for such enforcement, the Debtor shall, at the request of Secured Party, do any and all lawful acts and execute any and all proper documents required by Secured Party in aid of such enforcement.

7. Miscellaneous. This Agreement has been duly and validly authorized by all necessary action, corporate or otherwise. This Agreement can be waived, modified, amended, terminated or discharged, and the Security Interest can be released, only explicitly in a writing signed by the Secured Party. A waiver signed by the Secured Party shall be effective only in the specific instance and for the specific purpose given. Mere delay or failure to act shall not preclude the exercise or enforcement of any of the Secured Party's rights or remedies. All rights and remedies of the Secured Party shall be cumulative and may be exercised singularly or concurrently, at the Secured Party's option, and the exercise or enforcement of any one such right or remedy shall neither be a condition to nor bar the exercise or enforcement of any other. The Secured Party shall not be obligated to preserve any rights the Debtor may have against prior parties, to realize on the Patents and Trademarks at all or in any particular manner or order, or to apply any cash proceeds of Patents and Trademarks in any particular order of application. This Agreement shall be

binding upon and inure to the benefit of the Debtor and the Secured Party and their respective participants, successors and assigns and shall take effect when signed by the Debtor and delivered to the Secured Party, and the Debtor waives notice of the Secured Party's acceptance hereof. The Secured Party may execute this Agreement if appropriate for the purpose of filing, but the failure of the Secured Party to execute this Agreement shall not affect or impair the validity or effectiveness of this Agreement. A carbon, photographic or other reproduction of this Agreement or of any financing statement signed by the Debtor shall have the same force and effect as the original for all purposes of a financing statement. This Agreement shall be governed by the internal law of Pennsylvania without regard to conflicts of law provisions. If any provision or application of this Agreement is held unlawful or unenforceable in any respect, such illegality or unenforceability shall not affect other provisions or applications which can be given effect and this Agreement shall be construed as if the unlawful or unenforceable provision or application had never been contained herein or prescribed hereby. All representations and warranties contained in this Agreement shall survive the execution, delivery and performance of this Agreement and the creation and payment of the Obligations.

THE PARTIES WAIVE ANY RIGHT TO TRIAL BY JURY IN ANY ACTION OR PROCEEDING BASED ON OR PERTAINING TO THIS AGREEMENT.

[REMAINDER OF PAGE INTENTIONALLY LEFT BLANK.]

IN WITNESS WHEREOF, the parties have executed this Patent and Trademark Security Agreement as of the date written above.

PNC Bank, National Association,
as Agent

By: William P. Bogatay
William P. Bogatay
Vice President

BECKETT CORPORATION

By: Wingate Sung
Wingate Sung
President

STATE OF TEXAS §
 §
COUNTY OF DALLAS §

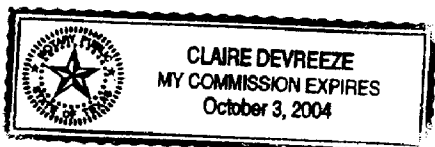
The foregoing instrument was acknowledged before me this 21st day of February, 2001, by Wingate Sung, President of BECKETT CORPORATION, a Texas corporation, on behalf of the corporation.



Claire Devreeze
Notary Public

STATE OF TEXAS §
 §
COUNTY OF DALLAS §

The foregoing instrument was acknowledged before me this 21st day of February, 2001, by William P. Bogatay, a Vice President of PNC Bank, National Association, on behalf of the Secured Party.



Claire Devreeze
Notary Public

EXHIBIT A

UNITED STATES ISSUED PATENTS

See attached.

Exhibit A

EXHIBIT A**UNITED STATES ISSUED PATENTS**

Title	Case Number /Status	Application Number/Date	Patent No./Issue Date
Modifiable Backbone Apparatus and Attachment Method	1125581000 Pending	60/209080 02-Jun-2000	
Submersible Pump	1125581002 Abandoned	07/291689 29-Dec-1988	
Fountain	1125581004 Pending	60/206411 23-May-2000	
Method for Making a Submersible Pump	1125581005 Abandoned	06/310918 13-Oct-1981	
Patio Pond	1125581006 Granted	08/562880 27-Nov-1995	5713085 03-Feb-1998
Submersible Fountain Pump Design	1125581007 Granted	09/023608 13-Feb-1998	6106225 22-Aug-2000
Table Top Fountain	1125581008 Granted	09/223980 04-Jan-1999	6029899 29-Feb-2000
Fountain	1125581009 Abandoned	29/114880 02-Dec-1999	
Lighted Flower Pot	1125581010 Pending	09/374342 13-Aug-1999	
Drain Pump	1125584000 Granted	29/103004 06-Apr-1999	D419161 18-Jan-2000
Pump	1125584002 Granted	29/080928 19-Dec-1997	DES403329 29-Dec-1998
Fountain	1125584003 Granted	29/098535 30-Dec-1998	DES422048 28-Mar-2000
Condensate Pump	1125584004 Granted	29/012467 03-Sep-1993	DES354754 24-Jan-1995

Patio Pond	1125584005 Granted	29/045406 18-Oct-1995	DES383853 16-Sep-1997
Pottery Fountain Spitter	1125584001 Pending	29/124313 02-Jun-2000	

EXHIBIT B

UNITED STATES ISSUED TRADEMARKS, SERVICE MARKS

AND COLLECTIVE MEMBERSHIP MARKS

See attached.

Exhibit B

TRADEMARK
REEL: 002292 FRAME: 0584

EXHIBIT B**UNITED STATES ISSUED TRADEMARKS, SERVICE MARKS**
AND COLLECTIVE MEMBERSHIP MARKS

Trademark Name	Case Number /Status	Application Number/Date	Registration No./Date
Beckett Water Gardening & Design	112558-3002 Pending	112558-3002 22-May-1998	
Simply Natural. Simply Beautiful. Simply Beckett.	112558-3003 Pending	75/490057 22-May-1998	
Pond Plus	112558-3005 Pending	75/557789 21-Sep-1998	
Beckett	112558-3007 Pending	75/557788 21-Sep-1998	
Bamco	112558-3008 Abandoned	75/557787 21-Sep-1998	
Unigarden	112558-3112 Abandoned	75/832002 26-Oct-1999	
Durium	112558-3113 Pending	75/832001 26-Oct-1999	
Flower Bed Fountain	112558-3114 Pending	75/862074 26-Oct-1999	
Pond Feast	112558-3115 Published	75/810867 29-Sep-1999	
COPS	112558-3123 Registered	74/653265 28-Mar-1995	2036114 04-Feb-1997
Versa Pumps	112558-3124 Registered	73/751418 12-Sep-1988	1570658 12-Dec-1989
Low Pro	112558-3126 Registered	73/779353 06-Feb-1989	1559564 10-Oct-1989