

Form PTO-1594 (Rev. 10/02) OMB No. 0651-0027 (exp. 6/30/2005)

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

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

1. Name of conveying party(ies): Klaussner Furniture Industries, Inc. 405 Lewellan Road Asheboro, N.C. 27203 [] Individual(s) [] Association [] General Partnership [] Limited Partnership [x] Corporation-State [] Other Additional name(s) of conveying party(ies) attached? [] Yes [x] No

2. Name and address of receiving party(ies) Name: Jennifer Convertibles Inc. Internal Address: Street Address: 419 Crossway Park Drive City: Woodbury State: NY Zip: 11797 [] Individual(s) citizenship [] Association [] General Partnership [] Limited Partnership [x] Corporation-State, Delaware [] Other If assignee is not domiciled in the United States, a domestic representative designation is attached: [] Yes [] No (Designations must be a separate document from assignment) Additional name(s) & address(es) attached? [] Yes [] No

3. Nature of conveyance: [] Assignment [] Merger [] Security Agreement [] Change of Name [x] Other, Release of Security Interest Execution Date: 4-30-2003

4. Application number(s) or registration number(s): A. Trademark Application No.(s) B. Trademark Registration No.(s) 1,267,181; 1,699,582 Additional number(s) attached [] Yes [x] No

5. Name and address of party to whom correspondence concerning document should be mailed: Name: Michelle DiBenedetto, Esq. Internal Address: Street Address: Mintz Levin, et al 666 Third Avenue City: New York State: NY Zip: 10017

6. Total number of applications and registrations involved: 2 7. Total fee (37 CFR 3.41) \$ 90.00 [] Enclosed [x] Authorized to be charged to deposit account 8. Deposit account number: 50-0311

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9. Signature: Michelle DiBenedetto, Esq. Name of Person Signing Signature Date 5/2/03 Total number of pages including cover sheet, attachments, and document: 2

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

RELEASE OF LIENS

Klaussner Furniture Industries, Inc., as the Collateral Agent for Lenders, a corporation organized and existing under the laws of the state of North Carolina and having a principal place of business at 405 Lewallen Road, Asheboro, North Carolina 27203, hereby releases the liens placed upon U.S. Trademark Registration No. 1,267,181 and U.S. Service Mark Registration No. 1,699,582, registered in the name of Jennifer Convertibles Inc., a corporation organized and existing under the laws of the state of Delaware and having a principal place of business at 419 Crossways Park Drive, Woodbury, New York 11797, said liens having been established with the recordation of the Assignment for Security, dated March 1, 1996, in the United States Patent and Trademark Office on March 20, 1996, Reel/Frame No.: 1445/0014.

Dated: _____

April 30, 2003

KLAUSSNER FURNITURE INDUSTRIES, INC.,
AS COLLATERAL AGENT

By: David Q. Boyer

Title: SVP

NYC 258104v1