-OP \$190.00 24673;

TRADEMARK ASSIGNMENT

Electronic Version v1.1 Stylesheet Version v1.1

SUBMISSION TYPE: NEW ASSIGNMENT

NATURE OF CONVEYANCE: Notice of Grant of Security Interest

CONVEYING PARTY DATA

Name	Formerly	Execution Date	Entity Type
BIOENTERICS CORPORATION		07/25/2003	CORPORATION: CALIFORNIA

RECEIVING PARTY DATA

Name:	UNION BANK OF CALIFORNIA, N.A., as Administrative Agent	
Street Address:	445 S. Figueroa Street	
Internal Address:	San Frenando Corporate Office	
City:	Los Angeles	
State/Country:	CALIFORNIA	
Postal Code:	90071	
Entity Type:	National Association: UNITED STATES	

PROPERTY NUMBERS Total: 7

Property Type	Number	Word Mark
Registration Number:	2467329	SEP-TUM
Registration Number:	2397535	BIB
Registration Number:	2373933	ARP
Registration Number:	2081593	GASTROSTENOMETER
Registration Number:	2079308	ENDOLUMINA
Registration Number:	1937093	LAP-BAND
Registration Number:	1707960	BIOENTERICS

CORRESPONDENCE DATA

Fax Number: (919)286-8199

Correspondence will be sent via US Mail when the fax attempt is unsuccessful.

Phone: (919) 286-8122

Email: PTO_TMconfirmation@mvalaw.com

Correspondent Name: Moore & Van Allen PLLC
Address Line 1: 2200 W. Main Street

Address Line 2: Suite 800

TRADEMARK
REEL: 002721 FRAME: 0054

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Address Line 4: Durham, NORTH CAROLINA 27705		
ATTORNEY DOCKET NUMBER:	017625.2329	
NAME OF SUBMITTER:	Steven D. Thomas	
Total Attachments: 4 source=NGSI-T Bioenterics Corporation#page1.tif source=NGSI-T Bioenterics Corporation#page2.tif source=NGSI-T Bioenterics Corporation#page3.tif source=NGSI-T Bioenterics Corporation#page4.tif		

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NOTICE

OF

GRANT OF SECURITY INTEREST

IN

TRADEMARKS

United States Patent and Trademark Office

Gentlemen:

Please be advised that pursuant to the Security Agreement dated as of July 25, 2003 (the "Agreement") by and among the Obligors party thereto (each an "Obligor" and collectively, the "Obligors") and Union Bank of California, N.A., as Administrative Agent (the "Administrative Agent") for the Lenders referenced therein (the "Lenders"), the undersigned Obligor has granted a continuing security interest in and continuing lien upon, the trademarks and trademark applications shown below to the Administrative Agent for the ratable benefit of the Lenders:

TRADEMARKS

Trademark No.

Description of Trademark Item

Date of Trademark

[see attached schedule 1]

TRADEMARK APPLICATIONS

Trademark

<u>Applications No.</u>

Description of Trademark
Applied For

Date of Trademark Applications

[none]

The Obligors and the Administrative Agent, on behalf of the Lenders, hereby acknowledge and agree that the security interest in the foregoing trademarks and trademark applications (i) may only be terminated in accordance with the terms of the Agreement and (ii) is not to be construed as an assignment of any trademark or trademark application.

Very truly yours,

BIOENTERICS CORPORATION

By:	sphNewcut	
Name:	JOSEPH NEWCOMB	
Title:_	SECRETARY	

Acknowledged and Accepted:

UNION BANK OF CALIFORNIA, N.A., as Administrative Agent

By:	
Name:	
Title:	

The Obligors and the Administrative Agent, on behalf of the Lenders, hereby acknowledge and agree that the security interest in the foregoing trademarks and trademark applications (i) may only be terminated in accordance with the terms of the Agreement and (ii) is not to be construed as an assignment of any trademark or trademark application.

Very truly yours,

BIOENTERICS CORPORATION

Ву:	
Name:	
Title:	

Acknowledged and Accepted:

UNION BANK OF CALIFORNIA, N.A., as Administrative Agent

By: //www.a.// Name: Karim Teymourtache

Title: Regional Vice President

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Schedule 1

BioEnterics Corporation (California Corporation)

U.S. Trademarks

Registered Marks

MARK MARK	Registration No.	Registration Date
SEP-TUM	2467329	7/10/01
BIB	2397535	10/24/00
ARP	2373933	8/1/00
GASTROSTENOMETER	2081593	7/22/97
ENDOLUMINA	2079308	7/15/97
LAP-BAND	1937093	11/21/95
BIOENTERICS	1707960	8/18/92

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RECORDED: 09/26/2003

TRADEMARK REEL: 002721 FRAME: 0059