

05-23-2003

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



102456135

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

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

1. Name of conveying party(ies): 5-20-03 Rockaway Bedding, Inc. [] 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: PNC Bank, National Association Internal Address: Street Address: 70 East 55 Street City: New York State: NY Zip: 10022 [] Individual(s) citizenship [x] Association [] General Partnership [] Limited Partnership [] Corporation-State [] 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 [x] No

3. Nature of conveyance: [] Assignment [] Merger [x] Security Agreement [] Change of Name [] Other Execution Date: 03/19/2003

4. Application number(s) or registration number(s): A. Trademark Application No.(s) B. Trademark Registration No.(s) 2,368,899 (continued on attached) Additional number(s) attached [x] Yes [] No

5. Name and address of party to whom correspondence concerning document should be mailed: Name: Pryor Cashman Sherman & Flynn LLP Internal Address: Lawrence Rimmel Street Address: 410 Park Avenue City: New York State: NY Zip: 10022

6. Total number of applications and registrations involved: 8 7. Total fee (37 CFR 3.41): \$ 215.00 [x] Enclosed [] Authorized to be charged to deposit account 8. Deposit account number:

DO NOT USE THIS SPACE

9. Signature. Louis M. Ciccone Name of Person Signing Signature Date: May 20, 2003 Total number of pages including cover sheet, attachments, and document: 20

05/22/2003 00000013 2368899

01 FC:8521 02 FC:8522

40.00 175.00

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

**ATTACHMENT TO TRADEMARKS RECORDATION
FORM COVER SHEET (PTO-1594)**

Page 2

Item 4.B. Trademark Registration No.(s): (continued)

1,733,754

1,728,376

1,728,378

1,728,377

1,689,430

1,661,753

1,764,518

TRADEMARK SECURITY AGREEMENT

THIS TRADEMARK SECURITY AGREEMENT (this "Agreement") dated as of March 19, 2003, by and between ROCKAWAY BEDDING, INC., ROCKAWAY BEDDING OF CONNECTICUT, INC., ROCKAWAY BEDDING OF PENNSYLVANIA, INC., ROCKAWAY BEDDING OF MARYLAND, INC., ROCKAWAY BEDDING CENTERS OF NEW YORK, INC., AND ROCKAWAY BEDDING OF 48TH STREET, INC., each a corporation organized under the laws of the State of New Jersey, and ROCKAWAY BEDDING OF DELAWARE, INC., a corporation organized under the laws of the State of Delaware (the "Grantors"), and PNC BANK, NATIONAL ASSOCIATION, ("PNC"), as Agent (PNC, in such capacity, the "Agent") for itself and the other lenders (PNC and such other lenders, collectively, the "Lenders") as are, or may from time to time become, parties to the Revolving Credit and Security Agreement dated as of even date herewith among the Grantors, the Agent and the Lenders (as amended, restated, supplemented or otherwise modified from time to time, the "Credit Agreement").

WITNESSETH:

RECITALS.

A. Each of the Grantors owns and uses certain Trademarks (as herein defined) and Trademark Licenses (as herein defined) which are registered in, or applications for registration of which have been filed in, the United States Patent and Trademark Office, or in equivalent offices of foreign countries, all as more fully described on Schedule I attached hereto and by reference made part hereof; and

B. The Lenders propose to make certain loans to the Borrowers pursuant to the Credit Agreement (capitalized terms used herein and not defined shall have the meanings ascribed to them in the Credit Agreement); and

C. Pursuant to the Credit Agreement, the Borrowers have assigned, conveyed, mortgaged, pledged, hypothecated and granted to the Agent, for its benefit and the ratable benefit of the Lenders, a security interest in the property described therein, including, without limitation, (a) all of the Grantors' General Intangibles including all of the Trademarks (as herein defined) and all of Trademark Licenses (as herein defined), whether presently existing or hereafter acquired or arising, or in which each of the Grantors now has or hereafter acquires rights and wherever located; and (b) all products and proceeds any of the foregoing, as security for all of the Obligations; and

D. As a condition precedent to the extension of such financial accommodations pursuant to the Credit Agreement, including, without limitation, for purposes of perfecting the security interests granted therein, the Lenders have required that each of the Grantors enter into this Agreement and grant to the Agent, for its benefit and the ratable benefit of Lenders, a security interest in the Property (as herein defined);

NOW, THEREFORE, in consideration of the premises and of the mutual covenants herein contained and for other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the parties hereto agree as follows:

1. For purposes of this Agreement and in addition to terms defined elsewhere in this Agreement, the following terms shall have the meanings herein specified (such meaning to be equally applicable to both the singular and plural forms of the terms defined):

“Trademark Licenses” means any written agreement or license now or hereafter in existence granting to any of the Grantors any right to use any Trademarks, including, without limitation, the agreements listed on Schedule I attached hereto.

“Trademarks” means all of the following now or hereafter in existence, now or hereafter owned by the Grantors, or in which the Grantor now or hereafter acquire any rights, title or interest, including without limitation due to estoppel or prior use: (i) all trademarks, trade names, corporate names, company names, business names, fictitious business names, service marks, logos, other source or business identifiers, and general intangibles of like nature, now existing or hereafter adopted or acquired, all registrations thereof, and all applications for registrations thereof (excluding intent to use applications prior to the filing of a Statement of Use or an Amendment to allege use), including, without limitation, registrations thereof and applications in the United States Patent and Trademark Office or in any similar office or agency of the United States, any state thereof or any other country or any political subdivision thereof, including, without limitation, those listed on Schedule I attached hereto together with all the rights, benefits and privileges derived therefrom and the goodwill of the business symbolized thereby, (ii) all reissues, extensions or renewals thereof and (iii) all proceeds of the foregoing.

2. As security for all of the Obligations, the Grantors hereby assign, grant and convey a security interest to the Agent, for its benefit and the ratable benefit of the Lenders, in all of its rights, title and interest in, to and under the following (collectively, the “Property”):

(a) all Trademarks now or hereafter owned by any of the Grantors or in which the Grantors now have or hereafter acquire rights and wherever located and the goodwill of the business of the Grantors relating thereto or represented thereby, including, without limitation, each Trademark listed to in Schedule I hereto; and

(b) all Trademark Licenses now or hereafter held by any of the Grantors or in which the Grantors now have or hereafter acquire rights and wherever located, including, without limitation, the Trademark Licenses, listed in Schedule I hereto to the fullest extent permitted thereunder by such Trademark Licenses; and

(c) all products and proceeds of the foregoing, including, without limitation, any claim by any of the Grantors against third parties for past, present or future infringement of any of the Trademarks or breach of any of the Trademark

Licenses, including, without limitation, all Trademarks or Trademark Licenses referred to in Schedule I hereto.

Notwithstanding the foregoing or anything else contained in this Agreement to the contrary, the assignment, grant and conveyance under this Section 2 shall not be effective as a transfer of title to the Property unless and until the Agent exercises the rights and remedies accorded to it under the Credit Agreement and by law with respect to the realization upon its security interest in the Property, and until such time the Grantors shall own, and may use and enjoy the Property in connection with its business operations, and exercise all incidents of ownership, including, without limitation, enforcement of its rights and remedies with respect to the Property, but with respect to all Property being used in the Grantors' businesses, only in a manner consistent with the preservation of the current substance, validity, registration and the security interest herein granted in such Property except as expressly permitted by the Credit Agreement.

3. The Grantors hereby acknowledge and affirm the representations, warranties and covenants of the Grantors with respect to the Property and the rights and remedies of the Agent with respect to the security interest in the Property made and granted hereby and as more fully set forth in the Credit Agreement, the terms and provisions of which are incorporated by reference herein as if fully set forth herein.

In addition, the Grantors covenant, represent and warrant that as of the date of this Agreement:

(a) The Trademarks are subsisting and have not been adjudged invalid or unenforceable;

(b) Each of the Trademarks is valid and enforceable;

(c) To each of the Grantors' knowledge, there is no outstanding claim, pending or threatened in writing, that the use by any of the Grantors of any of the Trademarks infringes the intellectual property rights of any third person;

(d) To each of the Grantors' knowledge, the Grantors are the sole and exclusive owner of the entire and unencumbered right, title and interest in and to each of the Trademarks, free and clear of any liens, charges and encumbrances, (including without limitation pledges, assignments, licenses, and covenants by the Grantors not to sue third persons), except for the Trademark Licenses referred to in Schedule I attached hereto, or as expressly permitted by the Credit Agreement.

(e) Each of the Grantors have the right to enter into this Agreement and perform its terms; and

(f) Each of the Grantors have used, and will continue to use for the duration of this Agreement where commercially reasonable, proper statutory notice, where appropriate, in connection with its use of the Trademarks.

4. The Grantors acknowledge and affirm, and incorporate herein by reference, the indemnification provisions set forth in paragraph 16.5 of the Credit Agreement. In addition to the indemnification provisions of paragraph 16.5 of the Credit Agreement, Grantors also covenant, represent and warrant that:

(a) each of the Grantors assume all responsibility and liability arising from the use of the Trademarks, and each of the Grantors hereby indemnify and hold the Agent and each Lender harmless from and against any claim, suit, loss, damage or expense (including reasonable attorneys' fees) arising out of the Grantors' operations of its businesses arising from the use of the Trademarks; and

(b) in any suit, proceeding or action brought by the Agent under any of the Trademark Licenses for any sum owing thereunder, or to enforce any provisions of such Trademark Licenses, the Grantors will indemnify and keep the Agent and each Lender harmless from and against all expense, loss or damage suffered by reason of any defense, set off, counterclaim, recoupment or reduction or liability whatsoever of the obligee thereunder, arising out of a breach of the Grantors of any obligation thereunder or arising out of any other agreement, indebtedness or liability at any time owing to or in favor of such obligee or its successors from the Grantors, and all such obligations of the Grantors shall be and remain enforceable against and only against the Grantors and shall not be enforceable against Agent or any Lender.

5. The Grantors acknowledge and affirm, and incorporate herein by reference, the inspection of premises provisions set forth in paragraph 4.10 of the Credit Agreement. In addition to the indemnification provisions of paragraph 4.10 of the Credit Agreement, Grantors also covenant, represent and warrant that:

(a) absent the existence of a Default, upon one Business Days' prior notice and during regular business hours, and

(b) at all times during the existence of a Default, each of the Grantors hereby grants to the Agent and its employees and agents the right to visit, inspect and audit the Grantors' plants and facilities which manufacture, inspect or store products sold under any of the Trademarks and Trademark Licenses, and to inspect the products and quality control relating thereto at reasonable times during regular business hours. The Grantors shall use its best efforts to do any and all acts required by the Agent to ensure the Grantors' compliance with this Agreement.

6. (a) If, before the Obligations shall have been paid in full, the Grantors shall obtain rights to any new Trademarks, (including, but not limited to, Intent to Use applications if a Statement of Use or an Amendment To Allege Use has been filed with the U.S. Patent and Trademark Office) the provisions of the Agreement shall automatically apply thereto and the Grantor shall give the Agent prompt written notice thereof.

(b) The Grantors grant the Agent a power-of-attorney, irrevocable so long as the Credit Agreement is in existence, to modify this Agreement by amending Schedule I to include any future Property.

7. The Grantors covenant and agree with the Agent that from and after the date of this Agreement and until the Obligations are fully satisfied:

(a) Further Documentation; Pledge of Instruments. The Grantors acknowledge and confirm, and incorporate herein by reference the execution of supplemental instruments provisions set forth in paragraph 6.7 of the Credit Agreement. In addition to the provisions of paragraph 6.7 of the Credit Agreement, Grantors also covenant, represent and warrant that at any time and from time to time, upon the written request of the Agent, each of the Grantors will promptly and duly execute and deliver any and all such further instruments and documents and take such further action as the Agent may reasonably deem desirable in obtaining the full benefits of this Agreement and of the rights and powers herein granted, including, without limitation, the filing of any financing or continuation statements under the Uniform Commercial Code with respect to the liens and security interests granted hereby. Each of the Grantors also hereby authorizes the Agent to file any such financing or continuation statement without the signature of any of the Grantors to the extent permitted by applicable law. If any amount payable under or in connection with any of the Property shall be or become evidenced by any promissory note or other instrument, such note or instrument shall be immediately pledged to the Agent hereunder, duly endorsed in a manner satisfactory to the Agent.

(b) Maintenance of Trademarks. Each of the Grantors will not do any act, or omit to do any act, whereby the Trademarks or the Trademark Licenses may become abandoned, invalidated, unenforceable, avoided, avoidable, or will otherwise diminish in value except where each of the Grantors deems such action or omission to be, in the exercise of their reasonable business judgment, commercially reasonable, and shall notify the Agent immediately if it knows of any reason or has reason to know of any ground under which this result may occur. Each of the Grantors shall, in exercising its reasonable business judgment, take appropriate action at its expense to halt the infringement of the Trademarks and shall properly exercise its duty to control the nature and quality of the goods offered by any licensees of the Trademarks in connection with the Trademark Licenses set forth in Schedule I.

8. Each of the Grantors will not, except where it deems such action or omission to be, in the exercise of its reasonable business judgment, commercially reasonable: (a) amend, modify, terminate or waive any provision of any of the Trademark Licenses in any manner which might materially adversely affect the value of such Trademark Licenses or the Trademarks, without the written consent of the Agent, (b) fail to exercise promptly and diligently each and every material right which it may have under each of the Trademark Licenses (other than any right of termination), without the prior written consent of the Agent, or (c) fail to deliver to the Agent a copy of each material demand, notice or document sent or received by it relating in any way to any Trademark Licenses or Trademarks.

9. Each of the Grantors will advise the Agent promptly, in reasonable detail: (a) of any lien or claim made or asserted against any of the Property, (b) of any material change in the composition of the Property, and (c) of the occurrence of any other event which would have a material adverse effect on the value of any of the Property or on the security interests created hereunder.

10. (a) The Grantors acknowledge and affirm, and incorporate herein by reference, the collection of receivables provisions set forth in paragraph 4.15(c) of the Credit Agreement. In addition to the provisions of paragraph 4.15(c), Grantors also covenant, represent and warrant that each of the Grantors hereby irrevocably constitutes and appoints the Agent and any officer or agent thereof, with full power of substitution, as its true and lawful attorney-in-fact with full irrevocable power and authority in the place and stead of any of the Grantors and in the name of any of the Grantors or in its own name, from time to time in the Agent's discretion, for the purposes of carrying out the terms of this Agreement, to take any and all appropriate action and to execute any and all documents and instruments which may be necessary or desirable to accomplish the purposes of this Agreement and, without limiting the generality of the foregoing, hereby gives the Agent the power and right, on behalf each of the Grantors, to do the following:

(i) Upon the occurrence and continuance of an Event of Default, to ask, demand, collect, receive and give acquittances and receipts for any and all moneys due and to become due under any of the Trademark Licenses and, in the name of any of the Grantors or its own name or otherwise, to take possession of and endorse and collect any checks, drafts, notes, acceptances or other instruments for the payment of moneys due under any of the Trademark Licenses and to file any claim or to take any other action or proceeding in any court of law or equity or otherwise deemed appropriate by the Agent for the purpose of collecting any and all such moneys due under any of the Trademark Licenses whenever payable;

(ii) To pay or discharge subject to Section 4.13 of the Credit Agreement, and upon an Event of Default any taxes, liens, security interests or other encumbrances levied or placed on or threatened against the Property, to effect any repairs or any insurance called for by the terms of this Agreement and to pay all or any part of the premiums therefor and the costs thereof; and

(iii) Upon the occurrence and continuance of an Event of Default, (A) to direct any party liable for any payment under any of the Trademark Licenses to make payment of any and all moneys due and to become due thereunder directly to the Agent or as the Agent shall direct; (B) to receive payment of and receipt for any and all moneys, claims and other amounts due and to become due at any time in respect of or arising out of any Property; (C) to commence and prosecute any suits, actions or proceedings at law or in equity in any court of competent jurisdiction to collect the Property or any part thereof and to enforce any other right in respect of any Property; (D) to defend

any suit, action or proceeding brought against any of the Grantors with respect to any Property; (E) to settle, compromise, or adjust any suit, action or proceeding described above and, in connection therewith, to give such discharges or releases as the Agent may deem appropriate; and (F) generally to sell, transfer, pledge, make any agreement with respect to or otherwise deal with any of the Property as fully and completely as though the Agent were the absolute owner thereof for all purposes, and to do, at the Agent's option all acts and things which the Agent deems necessary to protect, preserve or realize upon the Property and the Agent's security interest therein, in order to effect the intent of this Agreement, all as fully and effectively as the Grantors might do.

This power of attorney is a power coupled with an interest and shall be irrevocable. Notwithstanding the foregoing, each of the Grantors further agrees to execute any additional documents which the Agent may require in order to confirm this power of attorney, or which the Agent may deem necessary to enforce any of its rights contained in this Agreement.

(b) The powers conferred on the Agent hereunder are solely to protect its interests in the Property and shall not impose any duty upon it to exercise any such powers. The Agent shall be accountable only for amounts that it actually receives as a result of the exercise of such powers and neither it nor any of its officers, directors, employees or agents shall be responsible to any of the Grantors for any act or failure to act, except for its own gross negligence or willful misconduct.

(c) Each of the Grantors also authorize the Agent to execute, in connection with any sale provided for in this Trademark Security Agreement, any endorsements, assignments or other instruments of conveyance or transfer with respect to the Property.

(d) Concurrently with the execution and delivery hereof, each of the Grantors is executing and delivering to the Agent, in the form of Schedule II hereto, ten (10) originals of a Power of Attorney for the implementation of the assignment, sale or other disposal of the Property pursuant to this Agreement.

11. Grantors acknowledge and affirm, and incorporate herein by reference, the expenses provisions set forth in paragraph 16.9 of the Credit Agreement. In addition to the provisions of paragraph 16.9, the Grantors also covenant, represent and warrant that if any of the Grantors fail to perform or comply with any of its agreements contained herein and the Agent, as provided for by the terms of this Agreement, shall perform or comply, or otherwise cause performance or compliance, with such agreements, the expenses of the Agent incurred in connection with such performance or compliance shall be payable by such Grantor to the Agent on demand and shall constitute Obligations secured hereby.

12. This Agreement shall terminate upon termination of the Credit Agreement in accordance with the provisions thereof. At any time and from time to time prior to such

termination, the Agent may terminate its security interest in or reconvey to the Grantors any rights with respect to any or all of the Property. Upon termination of this Agreement and following a request from any of the Grantors, the Agent shall, at the expense of such Grantor, execute and deliver to such Grantor all deeds, assignments and other instruments as may be necessary or proper in the reasonable judgment of such Grantor in order to evidence such termination, subject to any disposition of the Property which may have been made by the Agent pursuant hereto or pursuant to the Credit Agreement.

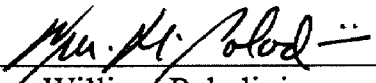
13. THIS AGREEMENT SHALL BE GOVERNED BY AND CONSTRUED IN ACCORDANCE WITH THE LAWS OF THE STATE OF NEW YORK, APPLIED TO CONTRACTS TO BE PERFORMED WHOLLY WITHIN THE STATE OF NEW YORK.

14. To the extent that any terms of this Agreement are expressly contradicted by the terms of the Credit Agreement, the terms of the Credit Agreement will apply.

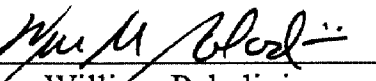
* * *

IN WITNESS WHEREOF, each of the parties hereto has caused this Agreement to be duly executed under seal by its duly authorized officers as of the date first above written.

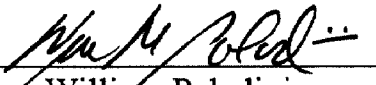
ROCKAWAY BEDDING, INC.,

By: 
Name: William Paladini
Title: President

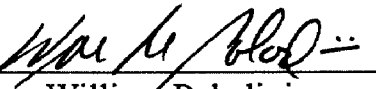
ROCKAWAY BEDDING OF CONNECTICUT, INC.

By: 
Name: William Paladini
Title: President

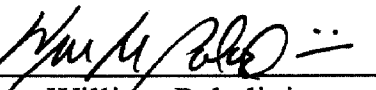
ROCKAWAY BEDDING OF DELAWARE, INC.

By: 
Name: William Paladini
Title: President


ROCKAWAY BEDDING OF MARYLAND, INC.

By: 
Name: William Paladini
Title: President


ROCKAWAY BEDDING OF PENNSYLVANIA, INC.

By: 
Name: William Paladini
Title: President

ROCKAWAY BEDDING CENTERS OF NEW YORK, INC.

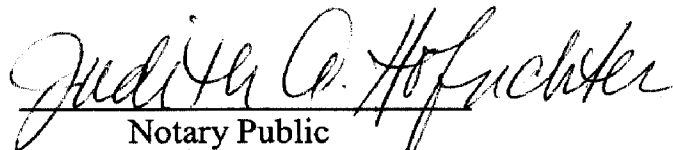
By: 
Name: William Paladini
Title: President

ROCKAWAY BEDDING OF 48TH STREET, INC.

By: 
Name: William Paladini
Title: President

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

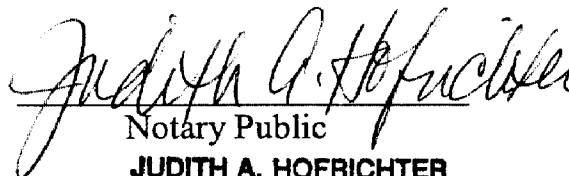
On the 19th day of March, 2003, before me personally came William Paladini, to me known, who being by me duly sworn, did depose and say that he is the President of Rockaway Bedding, Inc., the corporation described in and which executed the foregoing instrument; and that he signed his name thereto as the act and deed of such corporation by order of the board of directors of said corporation.



Notary Public
JUDITH A. HOFRICHTER
Notary Public, State of New York
No. 01HO4748064
Qualified in Queens County
Commission Expires March 30, 2007

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

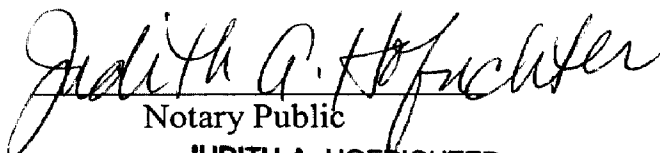
On the 19th day of March, 2003, before me personally came William Paladini, to me known, who being by me duly sworn, did depose and say that he is the President of Rockaway Bedding of Connecticut, Inc., the corporation described in and which executed the foregoing instrument; and that he signed his name thereto as the act and deed of such corporation by order of the board of directors of said corporation.



Notary Public
JUDITH A. HOFRICHTER
Notary Public, State of New York
No. 01HO4748064
Qualified in Queens County
Commission Expires March 30, 2007

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

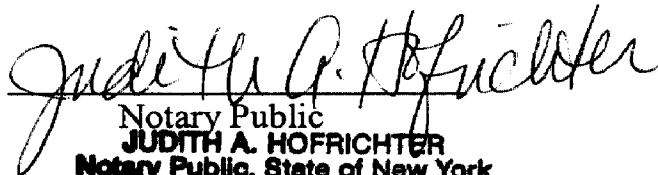
On the 19th day of March, 2003, before me personally came William Paladini, to me known, who being by me duly sworn, did depose and say that he is the President of Rockaway Bedding of Delaware, Inc., the corporation described in and which executed the foregoing instrument; and that he signed his name thereto as the act and deed of such corporation by order of the board of directors of said corporation.



Notary Public
JUDITH A. HOFRICHTER
Notary Public, State of New York
No. 01HO4748064
Qualified in Queens County
Commission Expires March 30, 2007

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


On the 19th day of March, 2003, before me personally came William Paladini, to me known, who being by me duly sworn, did depose and say that he is the President of Rockaway Bedding of Pennsylvania, Inc., the corporation described in and which executed the foregoing instrument; and that he signed his name thereto as the act and deed of such corporation by order of the board of directors of said corporation.



Notary Public
JUDITH A. HOFRICHTER
Notary Public, State of New York
No. 01HO4748064
Qualified in Queens County
Commission Expires March 30, 2007

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

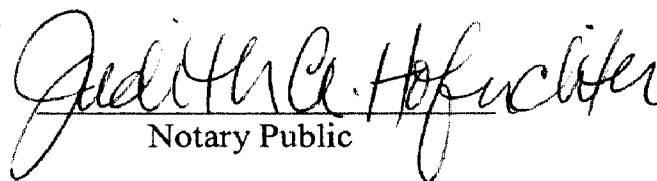
On the 19th day of March, 2003, before me personally came William Paladini, to me known, who being by me duly sworn, did depose and say that he is the President of Rockaway Bedding of Maryland, Inc., the corporation described in and which executed the foregoing instrument; and that he signed his name thereto as the act and deed of such corporation by order of the board of directors of said corporation.



Notary Public
JUDITH A. HOFRICHTER
Notary Public, State of New York
No. 01HO4748064
Qualified in Queens County
Commission Expires March 30, 2007

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

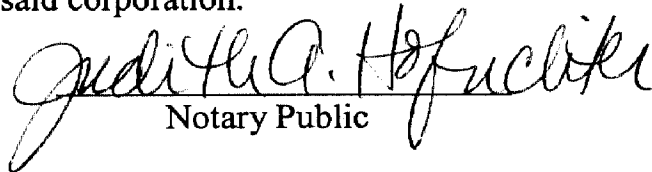
On the 19th day of March, 2003, before me personally came William Paladini, to me known, who being by me duly sworn, did depose and say that he is the President of Rockaway Bedding of 48th Street, Inc., the corporation described in and which executed the foregoing instrument; and that he signed his name thereto as the act and deed of such corporation by order of the board of directors of said corporation.



Notary Public
JUDITH A. HOFRICHTER
Notary Public, State of New York
No. 01HO4748064
Qualified in Queens County
Commission Expires March 30, 2007

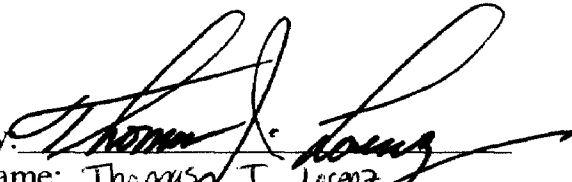
STATE OF NEW YORK)
) ss.:
COUNTY OF NEW YORK)

On the 19th day of March, 2003, before me personally came William Paladini, to me known, who being by me duly sworn, did depose and say that he is the President of Rockaway Bedding Centers of New York, Inc., the corporation described in and which executed the foregoing instrument; and that he signed his name thereto as the act and deed of such corporation by order of the board of directors of said corporation.


Notary Public

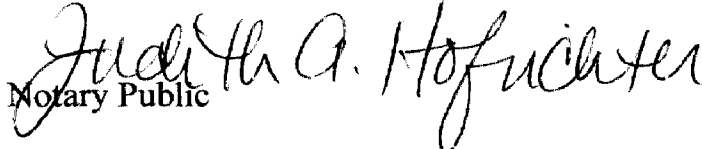
JUDITH A. HOFRICHTER
Notary Public, State of New York
No. 01HO4748064
Qualified in Queens County
Commission Expires March 30, 2007

PNC BANK, NATIONAL ASSOCIATION,
as Agent

By: 
Name: Thomas J. Lorenz
Title: Senior Vice President

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

On 19th day of March 2003 before me personally came Thomas J. Lorenz, to me personally known and known to me to be the person described in and who executed the foregoing instrument as the Senior Vice President of PNC BANK, NATIONAL ASSOCIATION; who being by me duly sworn, did depose and say that he is the Senior Vice President of PNC BANK, NATIONAL ASSOCIATION; that the said instrument was signed on behalf of said corporation in its capacity as Agent under the Credit Agreement; that he signed his name thereto at the direction of the corporation; and that he acknowledged said instrument to be the free act and deed of said corporation in its capacity as Agent under the Credit Agreement.


Notary Public

My Commission Expires:
MARCH 30, 2007

[NOTARIAL SEAL]

JUDITH A. HOFRICHTER
Notary Public, State of New York
No. 01HO4748064
Qualified in Queens County
Commission Expires March 30, 2007

REGISTERED TRADEMARKS

of Rockaway Bedding of Connecticut, Inc., Rockaway Bedding of Pennsylvania, Inc.,
Rockaway Bedding of Maryland, Inc., Rockaway Bedding Centers of New York, Inc.,
Rockaway Bedding of 48th Street, Inc. or Rockaway Bedding of Delaware, Inc.

none

PENDING TRADEMARK APPLICATIONS

of Rockaway Bedding of Connecticut, Inc., Rockaway Bedding of Pennsylvania, Inc.,
Rockaway Bedding of Maryland, Inc., Rockaway Bedding Centers of New York, Inc.,
Rockaway Bedding of 48th Street, Inc. or Rockaway Bedding of Delaware, Inc.

TRADEMARK LICENSES

Trademark Licenses with respect to which Rockaway Bedding, Inc., Rockaway Bedding of
Connecticut, Inc., Rockaway Bedding of Pennsylvania, Inc., Rockaway Bedding of Maryland,
Inc., Rockaway Bedding Centers of New York, Inc., Rockaway Bedding of 48th Street, Inc. or
Rockaway Bedding of Delaware, Inc. is a licensor:

none

Trademarks and Trademark Applications with respect to which Rockaway Bedding, Inc.,
Rockaway Bedding of Connecticut, Inc., Rockaway Bedding of Pennsylvania, Inc., Rockaway
Bedding of Maryland, Inc., Rockaway Bedding Centers of New York, Inc., Rockaway
Bedding of 48th Street, Inc. or Rockaway Bedding of Delaware, Inc. is a licensee:

none

This power of attorney is made pursuant to the Security Agreement, dated the date hereof, between Borrower and Agent, and may not be revoked until the payment in full of all Obligations as defined in such Security Agreement.

[BORROWER NAME]

By: _____
Name:
Title:

STATE OF _____)
) ss.:
COUNTY OF _____)

On the _____ day of March, 2003, before me personally came _____, to me known, who being by me duly sworn, did depose and say that __he is the _____ of [Borrower name], the corporation described in and which executed the foregoing instrument; and that __he signed his/her name thereto as the act and deed of such corporation by order of the board of directors of said corporation.

Notary Public