

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

RECORDATION FORM COVER SHEET
TRADEMARKS ONLY

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):

COLOR SPOT NURSERIES, INC.

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

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

3. Nature of conveyance:

- Assignment
- Security Agreement
- Other Amended and Restated Security Agreement and Security Interest
- Merger
- Change of Name

Execution Date: 11/10/2003

2. Name and address of receiving party(ies)

Name: CATALYST EQUITY FUND, L.P.
Internal Address: c/o Catalyst Equity Fund Partners, L.L.C.
Street Address: 101 Eisenhower Parkway, 3rd Floor
City: Roseland State: NJ Zip: 07068

- Individual(s) citizenship
- Association
- General Partnership
- Limited Partnership Delaware
- 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 No

4. Application number(s) or registration number(s):

A. Trademark Application No.(s) 78/190870; 78/185535;
75/829850; and 78/172316

B. Trademark Registration No.(s) 2,364,959; 2,347,525;
2,300,545; 2,267,711; and 2,411,189

Additional number(s) attached Yes No

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

Name: Bingham McCutchen LLP

Internal Address: Scott R. Miller

Street Address: 355 South Grand Avenue,
Suite 4400

City: Los Angeles State: CA Zip: 90071

6. Total number of applications and registrations involved: 9

7. Total fee (37 CFR 3.41).....\$ 240.00

- Enclosed
- Authorized to be charged to deposit account

8. Deposit account number:

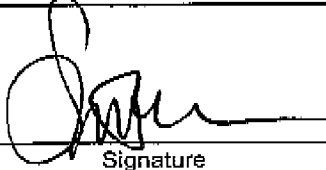
502519

DO NOT USE THIS SPACE

9. Signature.

Scott R. Miller

Name of Person Signing



Signature

11/11/2003

Date

Total number of pages including cover sheet, attachments, and document: 17

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

RECORDATION FORM COVER SHEET

CONTINUATION OF INFORMATION CONTAINED IN ITEM 2:

Name of receiving party(ies):

- (2) KZC STRUCTURED EQUITY LLC
c/o Kroll Zolfo Cooper, LLC
101 Eisenhower Parkway, 3rd Floor
Roseland, NJ 07068,

a Delaware limited liability company,

as Co-Agents

Execution Copy

THIS INSTRUMENT AND THE RIGHTS AND OBLIGATIONS EVIDENCED HEREBY ARE SUBJECT TO AND SUBORDINATE IN THE MANNER AND TO THE EXTENT SET FORTH IN THAT CERTAIN SUBORDINATION AND INTERCREDITOR AGREEMENT (THE "SUBORDINATION AGREEMENT") DATED AS OF NOVEMBER 20, 2001, AS REAFFIRMED ON NOVEMBER 10, 2003, BY AND AMONG CATALYST EQUITY FUND, L.P., KZC STRUCTURED EQUITY LLC, MICHAEL VUKELICH, JERRY HALAMUDA, COLOR SPOT NURSERIES, INC. (THE "COMPANY"), THE SUBSIDIARIES OF THE COMPANY PARTY THERETO AND FLEET CAPITAL CORPORATION, AS AGENT ("AGENT"), TO THE INDEBTEDNESS (INCLUDING INTEREST) OWED BY THE COMPANY PURSUANT TO THAT CERTAIN SECOND AMENDED AND RESTATED LOAN AND SECURITY AGREEMENT DATED AS OF NOVEMBER 10, 2003 BY AND AMONG THE COMPANY, AGENT AND THE LENDERS FROM TIME TO TIME PARTY THERETO, AS SUCH SECOND AMENDED AND RESTATED LOAN AND SECURITY AGREEMENT HAS BEEN AND HEREAFTER MAY BE AMENDED, SUPPLEMENTED OR OTHERWISE MODIFIED FROM TIME TO TIME AND TO INDEBTEDNESS REFINANCING THE INDEBTEDNESS UNDER THE SECOND AMENDED AND RESTATED LOAN AND SECURITY AGREEMENT, IN EACH CASE AS CONTEMPLATED BY THE SUBORDINATION AGREEMENT; AND EACH HOLDER OF THIS INSTRUMENT, BY ITS ACCEPTANCE HEREOF, IRREVOCABLY AGREES TO BE BOUND BY THE PROVISIONS OF THE SUBORDINATION AGREEMENT.

**AMENDED AND RESTATED
COMPANY TRADEMARK SECURITY AGREEMENT**

THIS AMENDED AND RESTATED COMPANY TRADEMARK SECURITY AGREEMENT (this "Agreement"), dated as of November 10, 2003, is entered into by and between COLOR SPOT NURSERIES, INC., a Delaware corporation (the "Company"), and CATALYST EQUITY FUND, L.P., a Delaware limited partnership and KZC STRUCTURED EQUITY LLC, a Delaware limited liability company in their capacity as Co-Agents for the Purchasers (each a "Secured Party" and collectively, the "Secured Parties"), as an inducement to Secured Parties to enter into that certain Amended and Restated Securities Purchase Agreement (the "Purchase Agreement") dated November 10, 2003, by and among the Company, Secured Parties, Michael Vukelich, Jerry Halamuda, and COLOR SPOT CHRISTMAS TREES, INC., a Delaware corporation and wholly owned subsidiary of the Company, LONE STAR, INC., a Delaware corporation and wholly-owned subsidiary of the Company, LSGR HOLDINGS, INC., a Delaware corporation and wholly-owned subsidiary of the Company, and LONE STAR GROWERS, L.P., a Delaware limited partnership and indirect wholly-owned subsidiary of the Company. Except as otherwise provided herein, terms defined in the Purchase Agreement shall have the same meanings when used herein.

RECITALS

The Company has adopted, used and is using, and is the owner of the entire right, title, and interest in and to the trademarks, trade names, terms, designs and applications therefor described in Schedule A annexed hereto and made a part hereof.

AGREEMENT

NOW, THEREFORE, for good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, the Company and Secured Parties hereby agree as follows:

1. SECURITY INTEREST. The Company hereby grants to Secured Parties, for the ratable benefit of all of the Purchasers, a security interest in:

(a) All of the Company's now existing or hereafter acquired right, title, and interest in and to: (1) all of the Company's trademarks, trade names, trade styles and service marks; (2) all prints and labels on which such trademarks, trade names, trade styles and service marks appear, have appeared or will appear; (3) all applications, registrations and recordings relating to the foregoing in the United States Patent and Trademark Office or in any similar office or agency of the United States, any State thereof, any political subdivision thereof or in any other countries; and (4) all reissues, extensions and renewals thereof including those trademarks, terms, design and applications described in Schedule A hereto (collectively, the "Trademarks");

(b) The goodwill of the business symbolized by each of the Trademarks, including, without limitation, all customer lists and other records relating to the distribution of products or services bearing the Trademarks; and

(c) Any and all proceeds of any of the foregoing, including, without limitation, any claims by the Company against third parties for infringement of the Trademarks or of any licenses with respect thereto (all of the foregoing are collectively referred to herein as the "Collateral"). It is the intention of the parties to this Agreement that the security interests granted hereby are a continuation and reaffirmation of the security interests granted under the original Securities Purchase Agreement dated as of November 20, 2001 and the Company Trademark Security Agreement dated as of November 20, 2001.

2. OBLIGATIONS SECURED. The security interests granted to Secured Parties, for the ratable benefit of all of the Purchasers, in this Agreement shall secure the prompt and indefeasible payment and performance of the Obligations.

3. WARRANTIES AND COVENANTS. The Company hereby covenants, represents and warrants that (all of such covenants, representations and warranties being continuing in nature so long as any of the Obligations (excluding any inchoate expense reimbursements or indemnification obligations) are outstanding):

(a) All of the existing Collateral is valid and subsisting in full force and effect to the Company's knowledge, and the Company owns sole, full, and clear title thereto, (subject to potential third party prior rights in confusingly similar marks, of which the Company is currently not aware) and has the right and power to grant the security interests granted hereunder. The Company will, at the Company's expense, perform all acts and execute all documents reasonably necessary to maintain the existence of the Collateral as valid and subsisting and maintain the trademark registration, including, without limitation, the filing of any renewal affidavits and applications. The Collateral is not subject to any Lien, except the security interest granted

hereunder, the licenses, if any, which are specifically described in Schedule B hereto and Permitted Liens.

(b) Other than Permitted Liens, the Company will not assign, sell, mortgage, lease, transfer, pledge, hypothecate, grant a security interest in or Lien upon, encumber, grant an exclusive or non-exclusive license relating to any of the Collateral, except to Secured Parties, or otherwise dispose of any of the Collateral without the prior written consent of Secured Parties.

(c) The Company will, at the Company's expense, perform all acts and execute all documents reasonably requested at any time by Secured Parties to evidence, perfect, maintain, record, or enforce the security interest in the Collateral granted hereunder or to otherwise further the provisions of this Agreement. The Company hereby authorizes Secured Parties to execute and file one or more financing statements (or similar documents) with respect to the Collateral. The Company further authorizes Secured Parties to have this Agreement or any other similar security agreement filed with the Commissioner of Patents and Trademarks or other appropriate federal, state or government office.

(d) The Company will, concurrently with the execution and delivery of this Agreement, execute and deliver to Secured Parties five (5) originals of a Power of Attorney in the form of Exhibit 1 annexed hereto for the implementation of the assignment, sale or other disposition of the Collateral pursuant to Secured Parties' collective exercise of the rights and remedies granted to Secured Parties hereunder. Secured Parties agrees it will only exercise the Power of Attorney upon the occurrence and during the continuation of an Event of Default under the Purchase Agreement.

(e) Secured Parties may, in their sole discretion, pay any amount or do any act which the Company fails to pay or do as required hereunder or as reasonably requested by Secured Parties to maintain and preserve the Collateral, defend, protect, record, amend or enforce the Obligations, the Collateral, or the security interest granted hereunder including but not limited to, the payment of all filing or recording fees, court costs, collection charges and reasonable attorneys' fees. The Company will be liable to Secured Parties for any such payment, which payment shall be deemed a borrowing by the Company from the Purchasers, and shall be payable on demand together with interest at the rate set forth in the Notes and shall be part of the Obligations secured hereby.

(f) As of the date hereof, the Company does not have any Trademarks registered, or subject to pending applications, in the United States Patent and Trademark Office or any similar office or agency in the United States other than those described in Schedule A annexed hereto.

(g) The Company shall notify Secured Parties in writing of the filing of any application for the registration of a Trademark with the United States Patent and Trademark Office or any similar office or agency in the United States or any state therein within fifteen (15) days of such filing. Upon request of Secured Parties, the Company shall execute and deliver to Secured Parties any and all amendments to this Agreement as may be reasonably requested by Secured Parties to evidence the security interests of Secured Parties in such Trademark.

(h) The Company has not abandoned any of the Trademarks material to the conduct of the business and the Company will not do any act, nor omit to do any act, whereby the Trademarks material to the conduct of the business may become abandoned, canceled, invalidated, unenforceable, avoided, or avoidable. The Company shall notify Secured Parties immediately if the Company knows or has reason to know of any reason why any application, registration, or recording of a material Trademark may become abandoned, canceled, invalidated, unenforceable, avoided, or avoidable.

(i) The Company will take such actions in any proceeding before the United States Patent and Trademark Office, any federal or state court, or any similar office or agency in the United States or any state therein or any other country as are reasonably necessary to maintain such application and registration of the material Trademarks as the Company's exclusive property and to protect Secured Parties' interest therein, including, without limitation, filing of renewals, affidavits of use, affidavits of incontestability and opposition, interference, and cancellation proceedings.

(j) The Company will promptly notify Secured Parties if the Company (or any affiliate or subsidiary thereof) learns of any use by any person of any term or design likely to cause confusion with any material Trademark or of any use by any person of any other process or product which infringes upon any material Trademark. The Company, at the Company's expense, shall take such action as is necessary for the protection of Secured Parties' interest in and to the Trademarks.

(k) The Company will maintain the quality of the products associated with the Trademarks at a level consistent with the quality at the time of this Agreement. The Company hereby grants to Secured Parties the right to visit the Company's nurseries and facilities which grow or store products sold under any of the Trademarks and to inspect the products and quality-control records relating thereto at such times as permitted in the Investment Documents.

4. RIGHTS AND REMEDIES. Upon the occurrence and during the continuance of a Default or Event of Default under the Purchase Agreement, Secured Parties, collectively, shall have the following rights and remedies, in addition to all other rights and remedies existing at law, in equity, or by statute or provided in the Investment Documents, which may be exercised without notice to, or consent by, the Company, except as such notice or consent is expressly provided for hereunder:

(a) Secured Parties may make use of any Trademarks for the sale of goods or rendering of services in connection with enforcing any other security interest granted to Secured Parties by the Company or any subsidiary of the Company.

(b) Secured Parties may grant such license or licenses relating to the Collateral for such term or terms, on such conditions, and in such manner as Secured Parties shall deem reasonably appropriate, except that Secured Parties agrees to provide the Company with ten (10) days prior written notice of any proposed license of the Collateral. Such license or licenses may be general, special, or otherwise and may be granted on an exclusive or non-exclusive basis throughout all or any part of the United States of America, its territories and possessions, and all foreign countries.

(c) Secured Parties may assign, sell, or otherwise dispose of the Collateral or any part thereof, either with or without special conditions or stipulations, except that Secured Parties agrees to provide the Company with ten (10) days prior written notice of any proposed disposition of the Collateral. Secured Parties shall have the power to buy the Collateral or any part thereof, and Secured Parties shall also have the power to execute assurances and perform all other acts which Secured Parties may, in Secured Parties' sole discretion, deem appropriate or proper to complete such assignment, sale or disposition. In any such event, the Company shall be liable for any deficiency.

(d) In addition to the foregoing, in order to implement the assignment, sale, or other disposition of any of the Collateral pursuant to subparagraph 4(c) hereof, Secured Parties may at any time execute and deliver on behalf of the Company, pursuant to the authority granted in the Powers of Attorney described in subparagraph 3(d) hereof, one or more instruments of assignment of the Trademarks (or any application, registration, or recording relating thereto), in form suitable for filing, recording or registration. The Company agrees to pay Secured Parties on demand all costs incurred in any such transfer of the Collateral, including, but not limited to, any taxes, fees, and reasonable attorneys' fees.

(e) Secured Parties may apply the proceeds actually received from any such license, assignment, sale or other disposition of Collateral first to the reasonable costs and expenses thereof, including, without limitation, reasonable attorneys' fees and all legal, travel, and other expenses which may be incurred by Secured Parties. Thereafter, Secured Parties may apply any remaining proceeds to such of the Obligations on a pro rata basis as Secured Parties may in their sole discretion determine. The Company shall remain liable to Secured Parties for any expenses or obligations remaining unpaid after the application of such proceeds, and the Company will pay Secured Parties on demand any such unpaid amount, together with interest at the default rate set forth in the Note.

(f) In the event that any such license, assignment, sale or disposition of the Collateral (or any part thereof) is made after the occurrence and during the continuance of an Event of Default, the Company shall supply to Secured Parties or Secured Parties' designee the Company's knowledge and expertise relating to the manufacture and sale of the products and services bearing the Trademarks and the Company's customer lists and other records relating to the Trademarks and the distribution thereof.

Nothing contained herein shall be construed as requiring Secured Parties to take any such action at any time. All of Secured Parties' rights and remedies, whether provided under law, the Agreements, this Agreement, or otherwise, shall be cumulative and none is exclusive. Such rights and remedies may be enforced alternatively, successively, or concurrently.

5. **NOTICES.** All notices or demands by any party hereto shall be in writing and shall be sent as provided in the Purchase Agreement.

6. **INDEMNIFICATION.** The Company shall indemnify Secured Parties for any and all claims and liabilities, and for damages which may be awarded or incurred by Secured Parties, and for all reasonable attorney fees, legal expenses, and other out-of-pocket expenses incurred in defending such claims, arising from or related in any manner to the negotiation,

execution, or performance by Secured Parties of this Agreement, except to the extent any such claim has been caused by such Secured Party's willful misconduct or gross negligence.

Except as otherwise provided in the Purchase Agreement, Secured Parties shall have the sole and complete control of the defense of any such claims. Secured Parties is hereby authorized to settle or otherwise compromise any such claims as Secured Parties in good faith determines shall be in their best interests.

7. TERMINATION. Upon the full and final payment in cash of the Obligations (excluding any inchoate expense reimbursements or indemnification obligations) to Purchasers; Secured Parties shall promptly terminate and release their security interest in the Collateral, execute and deliver any necessary financing statement terminations or releases, and return to the Company any Collateral that was in the possession of Secured Parties, provided that, with respect to any loss or damage that Purchasers may incur as a result of dishonored checks or other items of payment received by Purchasers and applied to the Obligations to Purchasers, Secured Parties, collectively, shall, at their option, (i) have received a written agreement, executed by the Company (as required by Secured Parties in their sole discretion) and by any person whose loans or other advances to the Company are used in whole or in part to satisfy the Obligations to Purchasers, indemnifying Purchasers from any such loss or damage; or (ii) have retained such monetary reserves or Liens on the Collateral for such period of time as Secured Parties, in their reasonable discretion, may deem necessary to protect Purchasers from any such loss or damage. All reasonable expenses incurred by Secured Parties in connection with the termination of the security interests granted to Secured Parties in connection with this Security Agreement shall be the sole expense of the Company.

8. REINSTATEMENT. Notwithstanding anything to the contrary herein contained, this Agreement and the security interest provided for herein shall continue to be effective or be reinstated, as the case may be, if at any time any payment, or any part thereof, of any or all of the Obligations is rescinded, invalidated, declared to be fraudulent or preferential or otherwise required to be restored or returned by Purchasers in connection with any bankruptcy, reorganization or similar proceeding involving the Company, any other party liable with respect to the Obligations or otherwise, if the proceeds of any Collateral are required to be returned by Purchasers under any such circumstances, or if Purchasers elects to return any such payment or proceeds or any part thereof in their sole discretion, all as though such payment had not been made or such proceeds not been received.

9. MISCELLANEOUS.

(a) Any failure or delay by Secured Parties to require strict performance by the Company of any of the provisions, warranties, terms and conditions contained herein or in any other agreement, document, or instrument, shall not affect Secured Parties' right to demand strict compliance and performance therewith, and any waiver of any Event of Default shall not waive or affect any other Event of Default, whether prior or subsequent thereto, and whether of the same or of a different type. None of the warranties, conditions, provisions, and terms contained herein or in any other agreement, document, or instrument shall be deemed to have been waived by any act or knowledge of Secured Parties, their respective agents, officers, or

employees, but only by an instrument in writing, signed by an officer of Secured Parties and directed to the Company, specifying such waiver.

(b) This Agreement is made for the sole and exclusive benefit of the Company and Secured Parties and is not intended to benefit any third party. No such third party may claim any right or benefit or seek to enforce any term or provision of this Agreement.

(c) Secured Parties and their respective officers, directors, employees, representatives, agents, and attorneys, shall not be liable to the Company or any Guarantor for incidental or consequential damages arising from or relating to any breach of contract, tort, or other wrong in connection with or relating to this Agreement or the Collateral.

(d) In the event any term or provision of this Agreement conflicts with any term or provision of the Purchase Agreement, the term or provision of the Purchase Agreement shall control.

(e) Each of the Secured Parties agree between themselves that at such time as any Secured Party exercises their rights under this Agreement upon an Event of Default under the Purchase Agreement, the proceeds from the Collateral shall be distributed to the Purchasers on a pro rata basis in accordance with the outstanding principal amount of the Notes held by each such Purchaser.

(f) IN ALL RESPECTS, INCLUDING ALL MATTERS OF CONSTRUCTION, VALIDITY AND PERFORMANCE, THIS SECURITY AGREEMENT SHALL BE GOVERNED BY, AND CONSTRUED AND ENFORCED IN ACCORDANCE WITH, THE LAWS OF THE STATE OF NEW YORK (INCLUDING SECTIONS 5-1401 AND 5-1402 OF THE GENERAL OBLIGATIONS LAW OF THE STATE OF NEW YORK) AND ANY APPLICABLE LAWS OF THE UNITED STATES OF AMERICA.

(g) THE COMPANY AND SECURED PARTY HEREBY WAIVE THEIR RESPECTIVE RIGHTS TO A JURY TRIAL OF ANY CLAIM OR CAUSE OF ACTION BASED UPON OR ARISING OUT OF THIS AGREEMENT OR ANY OF THE TRANSACTIONS CONTEMPLATED HEREIN, INCLUDING CONTRACT CLAIMS, TORT CLAIMS, BREACH OF DUTY CLAIMS, AND ALL OTHER COMMON LAW OR STATUTORY CLAIMS. THE COMPANY AND SECURED PARTY REPRESENT THAT EACH HAS REVIEWED THIS WAIVER AND EACH KNOWINGLY AND VOLUNTARILY WAIVES ITS JURY TRIAL RIGHTS FOLLOWING CONSULTATION WITH LEGAL COUNSEL. IN THE EVENT OF LITIGATION, A COPY OF THIS AGREEMENT MAY BE FILED AS A WRITTEN CONSENT TO A TRIAL BY THE COURT.

(h) Any provision of this Agreement which is prohibited or unenforceable in any jurisdiction shall, as to such jurisdiction only, be ineffective to the extent of such prohibition or unenforceability without invalidating the remaining provisions hereof, and any such prohibition or unenforceability in any jurisdiction shall not invalidate or render unenforceable such provision in any other jurisdiction.

(i) All references in this Agreement to the singular shall be deemed to include the plural if the context so requires and vice versa. References in the collective or conjunctive

shall also include the disjunctive unless the context otherwise clearly requires a different interpretation.

(j) Two or more duplicate originals of this Agreement may be signed by the parties, each duplicate of which shall be an original but all of which shall constitute one and the same Agreement. Facsimile signatures delivered hereunder shall be deemed original signatures.

(k) All agreements, representations, warranties and covenants made by the Company shall survive the execution and delivery of this Agreement, the filing and consummation of any bankruptcy proceedings, and shall continue in effect so long as any obligation to Secured Parties contemplated by this Agreement is outstanding and unpaid, notwithstanding any termination of this Agreement. All agreements, representations, warranties and covenants in this Agreement shall bind the party making the same and its heirs and successors, and shall be to the benefit of and be enforceable by each party for whom made and their respective heirs, successors and assigns.

(l) This Agreement, together with the Investment Documents, constitutes the entire agreement between the Company and Secured Parties as to the subject matter hereof and may not be altered or amended except by written agreement signed by the Company and Secured Parties. All other prior and contemporaneous agreements, arrangements, and understandings between the parties hereto as to the subject matter hereof are, except as otherwise expressly provided herein, rescinded.

(m) AS PART OF THE CONSIDERATION FOR NEW VALUE RECEIVED, AND REGARDLESS OF ANY PRESENT OR FUTURE DOMICILE OR PRINCIPAL PLACE OF BUSINESS OF THE COMPANY OR SECURED PARTY, THE COMPANY HEREBY CONSENTS AND AGREES THAT THE STATE COURTS OF NEW YORK LOCATED IN NEW YORK COUNTY, OR, AT SECURED PARTY'S OPTION, THE UNITED STATES DISTRICT COURT FOR THE SOUTHERN DISTRICT OF NEW YORK, SHALL HAVE EXCLUSIVE JURISDICTION TO HEAR AND DETERMINE ANY CLAIMS OR DISPUTES BETWEEN THE COMPANY ON THE ONE HAND AND SECURED PARTY ON THE OTHER HAND PERTAINING TO THIS AGREEMENT OR TO ANY MATTER ARISING OUT OF OR RELATED TO THIS AGREEMENT. THE COMPANY EXPRESSLY SUBMITS AND CONSENTS IN ADVANCE TO SUCH JURISDICTION IN ANY ACTION OR SUIT COMMENCED IN ANY SUCH COURT, AND THE COMPANY HEREBY WAIVES ANY OBJECTION WHICH THE COMPANY MAY HAVE BASED UPON LACK OF PERSONAL JURISDICTION, IMPROPER VENUE OR FORUM NON CONVENIENS AND HEREBY CONSENTS TO THE GRANTING OF SUCH LEGAL OR EQUITABLE RELIEF AS IS DEEMED APPROPRIATE BY SUCH COURT. THE COMPANY HEREBY WAIVES PERSONAL SERVICE OF THE SUMMONS, COMPLAINT AND OTHER PROCESS ISSUED IN ANY SUCH ACTION OR SUIT AND AGREES THAT SERVICE OF SUCH SUMMONS, COMPLAINT AND OTHER PROCESS MAY BE MADE BY REGISTERED OR CERTIFIED MAIL ADDRESSED TO THE COMPANY AT THE ADDRESS SET FORTH IN THIS AGREEMENT AND THAT SERVICE SO MADE SHALL BE DEEMED COMPLETED UPON THE EARLIER OF SUCH COMPANY PARTY'S ACTUAL RECEIPT THEREOF OR THE NEXT BUSINESS DAY IF SENT BY A NATIONALLY RECOGNIZED COURIER FOR NEXT BUSINESS DAY DELIVERY.

NOTHING IN THIS AGREEMENT SHALL BE DEEMED OR OPERATE TO AFFECT THE RIGHT OF SECURED PARTY TO SERVE LEGAL PROCESS IN ANY OTHER MANNER PERMITTED BY LAW, OR TO PRECLUDE THE ENFORCEMENT BY SECURED PARTY OF ANY JUDGMENT OR ORDER OBTAINED IN SUCH FORUM OR THE TAKING OF ANY ACTION UNDER THIS AGREEMENT TO ENFORCE SAME IN ANY OTHER APPROPRIATE FORUM OR JURISDICTION.

[remainder of page intentionally left blank]

IN WITNESS WHEREOF, the Company and Secured Parties have executed this Agreement as of the date first written above.

SECURED PARTIES:

THE COMPANY:

CATALYST EQUITY FUND, L.P.,
a Delaware limited partnership

COLOR SPOT NURSERIES, INC.,
a Delaware corporation

By: CATALYST EQUITY FUND
PARTNERS, L.L.C.,
a Delaware limited liability company

By: _____
Name:
Title:

By: M E France
Name: M E. FRANCE
Title: MANAGING MEMBER

KZC STRUCTURED EQUITY LLC,
a Delaware limited liability company

By: KROLL ZOLFO COOPER, LLC,
its sole member

By: _____
Name:
Title:

SIGNATURE PAGE TO COMPANY TRADEMARK SECURITY AGREEMENT

IN WITNESS WHEREOF, the Company and Secured Parties have executed this Agreement as of the date first written above.

SECURED PARTIES:

THE COMPANY:

CATALYST EQUITY FUND, L.P.,
a Delaware limited partnership

COLOR SPOT NURSERIES, INC.,
a Delaware corporation

By: CATALYST EQUITY FUND
PARTNERS, L.L.C.,
a Delaware limited liability company

By: _____
Name:
Title:

By: _____
Name:
Title:

KZC STRUCTURED EQUITY LLC,
a Delaware limited liability company

By: KROLL ZOLFO COOPER, LLC,
its sole member

By: George Stregas
Name: GEORGE STREGAS
Title: MANAGING DIRECTOR

SIGNATURE PAGE TO COMPANY TRADEMARK SECURITY AGREEMENT

IN WITNESS WHEREOF, the Company and Secured Parties have executed this Agreement as of the date first written above.

SECURED PARTIES:

THE COMPANY:

CATALYST EQUITY FUND, L.P.,
a Delaware limited partnership

COLOR SPOT NURSERIES, INC.,
a Delaware corporation

By: CATALYST EQUITY FUND
PARTNERS, L.L.C.,
a Delaware limited liability company

By: Michael Vukelich
Name: MICHAEL F VUKELICH
Title: CEO

By: _____
Name:
Title:

KZC STRUCTURED EQUITY LLC,
a Delaware limited liability company

By: KROLL ZOLFO COOPER, LLC
its sole member

By: _____
Name:
Title:

SIGNATURE PAGE TO COMPANY TRADEMARK SECURITY AGREEMENT