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

102520226

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

1. Name of conveying party(ies): Hallmark Holdings, Inc. 809 Broad Street Wrens, Georgia 30833

2. Name and address of receiving party(ies) Name: Fleet Capital Corporation, as Agent Internal Address: Street Address: One South Wacker, Suite 1400 City: Chicago State: IL Zip: 60606

3. Nature of conveyance: Security Agreement Execution Date: 1/31/2003

4. Application number(s) or registration number(s): A. Trademark Application No.(s) 75084440 Please see attached Schedule A

B. Trademark Registration No.(s) Please see attached Schedule A

5. Name and address of party to whom correspondence concerning document should be mailed: Name: Catherine Ho Internal Address: Street Address: Vedder, Price 222 North LaSalle Street, Suite 2400 City: Chicago State: IL Zip: 60601

6. Total number of applications and registrations involved: 58 7. Total fee (37 CFR 3.41): Enclosed Authorized to be charged to deposit account: 8. Deposit account number: Payment previously received by USPTO

DO NOT USE THIS SPACE

9. Signature. Catherine Ho Name of Person Signing Signature Date August 8, 2003

Total number of pages including cover sheet, attachments, and document: 23

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

TRADEMARK REEL: 002791 FRAME: 0430

Schedule A To Trademark and License Security Agreement between
Hallmark Holdings, Inc. and Fleet Capital Corporation, as Agent

TRADEMARK APPLICATIONS

Trademark Description	Status	Application Number/Date	Registration Number/Date
GLIT/MICROTRON	PENDING	75084440 5-Apr-1996	PENDING
TRAPMASTER	FILED WAIT EXAM	76/476660 17-Dec-2002	PENDING

TRADEMARK REGISTRATIONS

Trademark Description	Status	Application Number/Date	Registration Number/Date
GLIT	REGISTERED	73060099 11-Aug-1975	1,054,739 21-Dec-1976
GLO-MESH	REGISTERED	73061559 28-Aug-1975	1,051,295 26-Oct-1976
JACKEROO	REGISTERED	73505630 25-Oct-1984	1,356,258 27-Aug-1985
KANGAROO SYSTEM	REGISTERED	73507627 07-Nov-1984	1,340,802 11-Jun-1985
BACTOGARD	REGISTERED	73619152 10-Sept-1986	1,443,264 16-Jun-1987
GLIT	REGISTERED	73660043 11-May-1987	1,488,049 17-May-1988
KLIP 'N SAND	REGISTERED	73666144 12-Jun-1987	1,473,949 26-Jan-1988
JOEY	REGISTERED	73702505 23-Dec-1987	1,505,970 27-Sept-1988
BUCKAROO	REGISTERED	73702512 23-Dec-1987	1,505,971 27-Sept-1988
HANNAH'S HELPER	REGISTERED	74124260 18-Dec-1990	1,663,466 5-Nov-1991
HANNAH'S HELPER and Design	REGISTERED	73523777 25-Feb-1985	1,359,265 10-Sept-1985
GLIT-STIK	REGISTERED	74560490 12-Aug-1994	1,911,140 15-Aug-1995
CONTOUR	REGISTERED	74591290 27-Oct-1994	2,134,746 3-Feb-1998
SAFIRE	REGISTERED	74617537 3-Jan-1995	1,938,783 28-Nov-1995
GLIT HOUSEHOLD PRODUCTS	REGISTERED	74625022 24-Jan-1995	2,059,750 6-May-1997
COCOPAD	REGISTERED	75045187 17-Jan-1996	2,133,466 27-Jan-1998

Trademark Description	Status	Application Number/Date	Registration Number/Date
FIBER NATURALS	REGISTERED	75045052 17-Jan-1996	2,124,479 23-Dec-1997
ALL 'N I	REGISTERED	75133288 12-Jul-1996	2,069,741 10-Jun-1997
GLIT	REGISTERED	75042654 5-Jan-1996	2,036,905 11-Feb-1997
GLIT-SAND	REGISTERED	75139599 22-Jul-1996	2,081,416 22-Jul-1997
FIBER NATURALS and Design	REGISTERED	75167466 17-Sept-1996	2,165,154 16-Jun-1998
WALNUTPAD	REGISTERED	75224652 13-Jan-1997	2,198,979 20-Oct-1998
COCOJUICE	REGISTERED	75224653 13-Jan-1997	2,304,502 28-Dec-1999
BLUE ICE	REGISTERED	75843724 9-Nov-1999	2,428,255 13-Feb-2001
TOUCHSTONE	REGISTERED	75659290 16-Mar-1999	2,321,661 22-Feb-2000
GRITCLOTH (Stylized)	REGISTERED	73046193 10-Mar-1975	1,045,197 3-Aug-1976
GRITCLOTH	REGISTERED	73046192 10-Mar-1975	1,040,369 1-Jun-1976
LOREN	REGISTERED	75425404 29-Jan-1998	2,337,173 4-Apr-2000
BIG BOSS	REGISTERED	72103679 30-Aug-1960	0,717,303 20-Jun-1961
BIG BOSS II	REGISTERED	75311210 18-Jun-1997	2,300,432 14-Dec-1999
PINOSAN	REGISTERED	72321130 10-Mar-1969	890,740 12-May-1970
VANQUISH	REGISTERED	73198312 28-Dec-1978	1,136,556 3-Jun-1980
LOREN and Design	REGISTERED	75497313 2-Jun-1998	2,337,374 4-Apr-2000
BRILLO	REGISTERED	71137998 6-Oct-1920	0,141,498 26-Apr-1921
BRILLO	REGISTERED	71278153 19-Jan-1929	0,260,501 27-Aug-1929
BRILLO	REGISTERED	71418807 28-Apr-1939	0,371,687 3-Oct-1939
BRILLO and Design	REGISTERED	72127748 13-Sept-1961	0,736,958 4-Sept-1962
BRILLO	REGISTERED	72300881 20-Jun-1968	0,866,593 11-Mar-1969

Trademark Description	Status	Application Number/Date	Registration Number/Date
BRILLO SCRUBBERS	REGISTERED	74452679 1-Nov-1993	1,905,017 11-Jul-1995
BRILLO	REGISTERED	74508905 4-Apr-1994	1,919,797 19-Sept-1995
OLD DUTCH CLEANSER and Design	REGISTERED	71012635 15-Sept-1905	0,050,697 27-Mar-1906
DUTCH	REGISTERED	73393434 29-Sept-1982	1,280,397 5-Jun-1984
DUTCH	REGISTERED	75242101 13-Feb-1997	2,176,340 28-Jul-1998
BAB-O	REGISTERED	71214309 14-May-1925	0,203,724 22-Sept-1925
KURLY KATE	REGISTERED	73186425 21-Sept-1978	1,129,108 15 Jan-1980
TREND	REGISTERED	71511831 31-Oct-1946	0,430,422 10-Jun-1947
TREND	REGISTERED	71688752 2-Jun-1955	0,626,011 24-Apr-1956
TREND	REGISTERED	73323529 13-Aug-1981	1,223,857 18-Jan-1983
MICROTRON ABRASIVES	REGISTERED	74316177 22-Sept-1992	1,830,672 12-Apr-1994
HEF-T-CLEAN	REGISTERED	74316178 22-Sept-1992	1,771,514 18-May-1993
ULTRA POLYLINE	REGISTERED	74138572 29-Sept-1992	1,773,022 25-May-1993
ULTRA VALULINE	REGISTERED	74316585 22-Sept-1992	1,773,021 25-May-1993
JIF-Y-CLEAN	REGISTERED	74316586 22-Sept-1992	1,774,260 1-Jun-1993
MICROTRON ABRASIVES, INC.	REGISTERED	74459339 17-Nov-1993	1,863,438 22-Nov-1994
P/E PLUS	REGISTERED	74575554 19-Sept-1994	1,916,512 5-Sept-1995
M PLUS & DESIGN	REGISTERED	74575378 19-Sept-1994	1,923,706 3-Oct-1995

SCHEDULE A TO TRADEMARK AND LICENSE SECURITY AGREEMENT BETWEEN
HALLMARK HOLDINGS, INC. AND FLEET CAPITAL CORPORATION, AS AGENT

TRADEMARK APPLICATIONS

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M PLUS & DESIGN	REGISTERED	74575378 19-Sept-1994	1,923,706 3-Oct-1995

TRADEMARK AND LICENSE SECURITY AGREEMENT

TRADEMARK AND LICENSE SECURITY AGREEMENT ("Agreement") dated as of January 31, 2003, made by Hallmark Holdings, Inc., a Delaware corporation having its chief executive office at 809 Broad Street, Wrens, GA 30833 ("Pledgor") and FLEET CAPITAL CORPORATION, a Rhode Island corporation ("FCC"), as agent (FCC, in such capacity, being "Agent") for Lenders participating in the Loan Agreement referred to below.

WITNESSETH:

WHEREAS, Pledgor has guaranteed the obligations of Katy Industries, Inc., Woods Industries (Canada) Inc. and Contico Manufacturing Limited (collectively, "Borrowers") under a certain Loan Agreement dated as of January 31, 2003 (as the same may hereafter be amended or otherwise modified from time to time, the "Loan Agreement"), by and among Borrowers, the lenders signatory thereto ("Lenders"), an Affiliate of Fleet National Bank to be selected by the Agent, individually as a Lender and as Canadian Agent, Fleet National Bank, London U.K branch, trading as FleetBoston Financial, individually as a Lender and as U.K. Agent, Foothill Capital Corporation, as Syndication Agent, and Agent, pursuant to which such Lenders have agreed to make loans to, and issue or participate in letters of credit for the account of, the Pledgor; and

WHEREAS, Lenders have required as a condition, among others, to the making of the Loans to Borrowers, in order to secure the prompt and complete payment, observance and performance of all of Borrowers' obligations and liabilities hereunder, under the Loan Agreement, and under all of the other instruments, documents and agreements executed and delivered by Borrowers to Agent, for itself and the ratable benefit of Lenders, in connection with the Loan Agreement (all such obligations and liabilities being hereinafter referred to collectively as the "Obligations"), that Pledgor execute and deliver this Agreement to Agent, for itself and the ratable benefit of Lenders;

NOW, THEREFORE, in consideration of the premises set forth herein and for other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, Pledgor agrees as follows:

1. Defined Terms.

- (i). Unless otherwise defined herein, the capitalized terms used herein which are defined in the Loan Agreement shall have the meanings specified in the Loan Agreement.
- (ii). The words "hereof," "herein" and "hereunder" and words of like import when used in this Agreement shall refer to this Agreement as a whole and not to any particular provision of this Agreement, and section and schedule references are to this Agreement unless otherwise specified.
- (iii). All terms defined in this Agreement in the singular shall have comparable meanings when used in the plural, and vice versa, unless otherwise specified.

2. Security Interest in Trademarks. To secure the complete and timely payment, performance and satisfaction of all of the Obligations, Pledgor hereby grants to Agent, for itself and the ratable benefit of Lenders, a first priority security interest in, having priority over all other security interests, with power of sale to the extent permitted by applicable law, all of Pledgor's right, title and interest in Pledgor's now owned or existing and filed and hereafter acquired or arising and filed:

- (i). trademarks, registered trademarks and trademark applications, trade names, service marks, registered service marks and service mark applications including, without limitation, the registered trademarks, trademark applications, registered service marks and service mark applications listed on Schedule A, and (a) all renewals thereof, (b) all income, royalties, damages and payments now and hereafter due and/or payable with respect thereto, including, without limitation, payments under all licenses entered into in connection therewith and damages and payments for past or future infringements or dilutions thereof, (c) the right to sue for past, present and future infringements and dilutions thereof, and (d) all of Pledgor's rights corresponding thereto throughout the world (all of the foregoing registered trademarks, trademark applications, registered service marks and service mark applications, together with the items described in clauses (a)-(d) in this paragraph 2(i), being sometimes hereinafter individually and/or collectively referred to as the "Trademarks");
- (ii). the goodwill of Pledgor's business connected with and symbolized by the Trademarks; and
- (iii). license agreements with any other party in connection with any Trademarks or such other party's trademarks, registered trademarks and trademark applications, trade names, service marks, registered service marks and service mark applications, whether Pledgor is a licensor or licensee under any such license agreement, including, but not limited to, the license agreements listed on Schedule B, and the right upon the occurrence and during the continuance of an Event of Default to use the foregoing in connection with the enforcement of Agent's rights, for itself and the ratable benefit of Lenders under the Loan Agreement (all of the foregoing being hereinafter referred to collectively as the "Licenses"). Notwithstanding the foregoing provisions of this Section 2, the Licenses shall not include any license agreement which by its terms prohibits the grant of the security interest contemplated by this Agreement.

3. Restrictions on Future Agreements. Pledgor will not, without Agent's prior written consent, enter into any agreement, including, without limitation, any license agreement, which is inconsistent with this Agreement, and Pledgor further agrees that it will not take any action, and will use its best efforts not to permit any action to be taken by others subject to its control, including licensees, or fail to take any action, which would in any material respect affect the validity or enforcement of the rights transferred to Agent, for itself and the ratable benefit of Lenders under this Agreement or the rights associated with those Trademarks which are necessary or desirable in the operation of Pledgor's business.

4. New Trademarks. Pledgor represents and warrants that the Trademarks and Licenses listed on Schedules A and B, respectively, include all of the trademarks, trademark registrations, trademark applications, trade names, service marks, service mark registrations, service mark applications and license agreements in connection with trademarks, registered trademarks, trademark applications, trade names, service marks, registered service marks and service mark applications now owned or held by Pledgor. If, prior to the termination of this Agreement, Pledgor shall (i) obtain rights to any new trademarks, trademark registrations, trademark applications, trade names, service marks, service mark registrations, service mark applications or license agreements in connection with trademarks, registered trademarks, trademark applications, trade names, service marks, registered service marks or service mark applications or (ii) become entitled to the benefit of any trademark, trademark registration, trademark application, trade name, service mark, service mark registration or service mark application, the provisions of Section 2 shall automatically apply thereto and Pledgor shall give to Agent written notice thereof no more frequently than as permitted under the terms of the Loan Agreement. Pledgor hereby authorizes Agent to modify this Agreement by (a) amending Schedules A or B, as the case may be, to include any future trademarks, trademark registrations, trademark applications, trade names, service marks, service mark applications and license agreements in connection with trademarks, registered trademarks, trademark applications, service marks, service mark registrations, service mark applications and trade names that are Trademarks or Licenses under Section 2, or under this Section 4, and (b) filing, in addition to and not in substitution for, this Agreement, a duplicate original of this Agreement containing on Schedules A or B thereto, as the case may be, such future trademarks, trademark applications, trade names, service marks, service mark applications and license agreements in connection with trademarks, registered trademarks, trademark applications, service marks, registered service marks, service mark applications and trade names which are Trademarks or Licenses under Section 2 or this Section 4.

5. Royalties. Pledgor hereby agrees that the use by Agent, for itself and the ratable benefit of Lenders, of the Trademarks and Licenses as authorized hereunder shall be, to the extent permitted by applicable law, co-extensive with Pledgor's rights thereunder and with respect thereto and without any liability for royalties or other related charges from Agent to Pledgor.

6. Nature and Continuation of Agent's Security Interest. This Agreement is made for collateral security purposes only. This Agreement shall create a continuing security interest in the Trademarks and Licenses and shall remain in full force and effect until the Obligations have been paid in full and the Loan Agreement terminated. At such time the rights granted to Agent, for itself and the ratable benefit of Lenders, hereunder shall also terminate.

7. Right to Inspect; Further Assignments and Security Interests. Agent, for itself and the ratable benefit of Lenders, shall have the right, at any reasonable time and from time to time, to inspect Pledgor's premises and to examine Pledgor's books, records, and operations relating to the Trademarks, including, without limitation, Pledgor's quality control processes; provided, that in conducting such inspections and examinations, Agent shall use its best efforts not to disturb unnecessarily the conduct of Pledgor's ordinary business operations. From and after the occurrence of an Event of Default, and subject to the terms of the Loan Agreement, Pledgor agrees that Agent, for itself and the ratable benefit of Lenders, or a conservator appointed by Agent, shall have the right to establish such reasonable additional product quality controls as Agent or such conservator, in its sole judgment, may deem necessary to assure maintenance of the quality of products sold by Pledgor under the Trademarks. Pledgor agrees (i) not to sell or assign its respective interests in, or grant any license under, the Trademarks without the prior written consent of Agent, except to the extent such Trademarks are not used or deemed useful in the normal conduct of Pledgor's business, (ii) to maintain the quality of any and all products in connection with which the Trademarks are used, consistent with the quality of said products as of the date hereof, and (iii) not to change the quality of such products in any material respect without the prior written consent of Agent.

8. Duties of Pledgor. Pledgor shall have the duty, to the extent desirable as determined by Pledgor in the normal conduct of Pledgor's business and consistent with Pledgor's current business practices (i) to prosecute diligently any trademark applications or service mark applications that are part of the Trademarks pending as of the date hereof or thereafter until the termination of this Agreement, (ii) to make applications for trademarks and service marks as Pledgor deems appropriate, and (iii) to take reasonable steps to preserve and maintain all of Pledgor's rights in the trademark applications, service mark applications and trademark and service mark registrations that are part of the Trademarks, except to the extent such Trademarks are not used or deemed useful in the normal conduct of Pledgor's business. Any expenses incurred in connection with the foregoing shall be borne by Pledgor. Pledgor shall not abandon any material trademark or service mark which is the subject of a registered trademark, service mark or application therefore and which is or shall be necessary or economically desirable in the operation of the Pledgor's business. Pledgor agrees to retain an experienced trademark attorney for the filing and prosecution of all such applications and other proceedings. Agent shall not have any duty with respect to the Trademarks. Without limiting the generality of the foregoing, Agent shall not be under any obligation to take any steps necessary to preserve rights in the Trademarks and Licenses against any other parties, but may do so at its option during the continuance of an Event of Default, and all reasonable expenses incurred in connection therewith shall be for the sole account of Pledgor and added to the Obligations secured hereby.

9. Agent's Right to Sue. From and after the occurrence and during the continuance of an Event of Default, and subject to the terms of the Loan Agreement, Agent, for itself and the ratable benefit of Lenders, shall have the right, but shall not be obligated, to bring suit to enforce the Trademarks and the Licenses and, if Agent shall commence any such suit, Pledgor shall, at the request of Agent, do any and all lawful acts and execute any and all proper documents required by Agent in aid of such enforcement. Pledgor shall, upon demand, promptly reimburse and indemnify Agent for all costs and reasonable expenses incurred by Agent in the exercise of its rights under this Section 9 (including, without limitation, all attorneys' and paralegals' fees). If, for any reason whatsoever, Agent is not reimbursed with respect to the costs and expenses

referred to in the preceding sentence, such costs and expenses shall be added to the Obligations secured hereby.

10. Waivers. No course of dealing between Pledgor and Agent, and no failure to exercise or delay in exercising on the part of Agent any right, power or privilege hereunder or under the Loan Agreement shall operate as a waiver of any of Agent's or Lenders' rights, powers or privileges. No single or partial exercise of any right, power or privilege hereunder or under the Loan Agreement shall preclude any other or further exercise thereof or the exercise of any other right, power or privilege.

11. Agent's Exercise of Rights and Remedies Upon Default. Notwithstanding anything set forth herein to the contrary, it is hereby expressly agreed that upon the occurrence and during the continuance of an Event of Default, Agent may exercise any of the rights and remedies provided in this Agreement, the Loan Agreement, or any other agreement executed in connection therewith. Without limiting the generality of the foregoing, Pledgor acknowledges and agrees that (i) the Trademarks and Licenses comprise a portion of the Collateral and Agent, for itself and the ratable benefit of Lenders, shall have the right to exercise its rights and the Lenders' rights under the Loan Agreement with respect to the Trademarks and Licenses to the same extent as with respect to all other items of Collateral described therein, and (ii) from and after the occurrence and during the continuance of an Event of Default, Agent or its nominee may use the Trademarks and Licenses to complete the manufacture of, assemble, package, distribute, prepare for sale and sell the Inventory, or otherwise in connection with the conduct of Pledgor's business.

12. Severability. The provisions of this Agreement are severable, and if any clause or provision shall be held invalid and unenforceable in whole or in part in any jurisdiction, then such invalidity or unenforceability shall affect only such clause or provision, or part thereof, in such jurisdiction, and shall not in any manner affect such clause or provision in any other jurisdiction, or any other clause or provision of this Agreement in any jurisdiction.

13. Modification. This Agreement cannot be altered, amended or modified in any way, except as specifically provided in Sections 2 and 4 hereof or by a writing signed by the parties hereto.

14. Cumulative Remedies; Power of Attorney. All of Agent's rights and remedies, for itself and the ratable benefit of Lenders, with respect to the Trademarks and the Licenses, whether established hereby, by any other agreements or by law, shall be cumulative and may be exercised singularly or concurrently. Pledgor hereby irrevocably appoints Agent as Pledgor's attorney-in-fact, with full authority in the place and stead of Pledgor and in the name of Pledgor or otherwise to carry out the acts described below. Subject to the terms of the Loan Agreement, upon the occurrence and during the continuance of an Event of Default and the giving by Agent of written notice to Pledgor of Agent's intention to enforce its rights and claims, for itself and the ratable benefit of Lenders, against Pledgor, Pledgor hereby authorizes Agent to, in its sole discretion (i) endorse Pledgor's name on all applications, documents, papers and instruments necessary or desirable for Agent in the use of the Trademarks and the Licenses, (ii) take any other actions with respect to the Trademarks and the Licenses as Agent deems is in the best interest of itself and the Lenders, (iii) grant or issue any exclusive or nonexclusive license under

the Trademarks to anyone on commercially reasonable terms, and (iv) assign, pledge, convey or otherwise transfer title in or dispose of the Trademarks to anyone on commercially reasonable terms. Agent shall take no action pursuant to subsection (i), (ii), (iii) or (iv) of this Section 14 without taking like action with respect to the entire goodwill of Pledgor's business connected with the use of, and symbolized by, such Trademarks. Pledgor hereby ratifies all that such attorney-in-fact shall lawfully do or cause to be done by virtue hereof. This power of attorney is coupled with an interest and shall be irrevocable until this Agreement shall have been terminated pursuant to Section 6. Pledgor acknowledges and agrees that this Agreement is not intended to limit or restrict in any way the rights and remedies of Agent or Lenders under the Loan Agreement, but rather is intended to facilitate the exercise of such rights and remedies. Agent, for itself and the ratable benefit of Lenders shall have, in addition to all other rights and remedies given it by the terms of this Agreement, all rights and remedies allowed by law and the rights and remedies of a secured party under the Uniform Commercial Code as enacted in any jurisdiction in which the Trademarks may be located or deemed located.

15. Binding Effect; Benefits. This Agreement shall be binding upon Pledgor and its successors and assigns, and shall inure to the benefit of Agent and Lenders and their respective nominees, successors and assigns. Pledgor's successors and assigns shall include, without limitation, a receiver, trustee or debtor-in-possession of or for Pledgor; provided, however that Pledgor shall not voluntarily assign its obligations hereunder without the prior written consent of Agent.

16. Governing Law. This Agreement shall be governed by and construed in accordance with the internal laws (as distinguished from the conflicts of law provisions) and decisions of the State of Illinois.

17. Notices. All notices or other communications hereunder shall be given in the manner and to the addresses set forth in the Loan Agreement.

18. Section Headings. The section headings herein are for convenience of reference only, and shall not affect in any way the interpretation of any of the provisions hereof.


19. Execution in Counterparts. This Agreement may be executed in any number of counterparts and by different parties hereto in separate counterparts, each of which when so executed shall be deemed to be an original and all of which taken together shall constitute one and the same agreement.

20. Right of Recordal of Security Interest. Agent shall have the right, for itself and the ratable benefit of Lenders, but not the obligation, at the expense of Pledgor, to record this Agreement in the United States Trademark Office and with such other recording authorities deemed reasonable and proper by Agent, and Agent shall advise Pledgor of such recordals. Upon satisfaction in full of the Obligations and termination of the Loan Agreement, Pledgor shall have the right to effect recordal of such satisfaction or termination at the expense of Pledgor in the United States Trademark Office and with such other recording authorities deemed reasonable and proper by Pledgor. Agent and Pledgor shall cooperate to effect all such recordals hereunder.

(Signature Page to Trademark and License Security Agreement)

IN WITNESS WHEREOF, the parties hereto have duly executed this Agreement on the day and year first above written.

HALLMARK HOLDINGS, INC.

By: 
Name: Amir Rosenthal
Title: Secretary

Accepted and Agreed to as of the date first above written

FLEET CAPITAL CORPORATION, a
Rhode Island corporation

By: _____
Name: David Ritchay
Title: Senior Vice President

(Signature Page to Trademark and License Security Agreement)

IN WITNESS WHEREOF, the parties hereto have duly executed this Agreement on the day and year first above written.

HALLMARK HOLDINGS, INC.

By: _____

Name: Amir Rosenthal

Title: _____ Secretary

Accepted and Agreed to as of the date first above written

FLEET CAPITAL CORPORATION, a Rhode Island corporation

By:  _____

Name: David Ritchay

Title: Senior Vice President

STATE OF Georgia)
) SS
COUNTY OF Fayette)

The foregoing Trademark and License Security Agreement was executed and acknowledged before me this 31st day of January, 2003 by Amir Rosenthal, personally known to me to be the Secretary of Hallmark Holdings, Inc., a Delaware corporation, on behalf of such corporation.

(SEAL)



<u>Rebecca P. Daniel</u>
Notary Public
My Commission Expires: <u>9/12/06</u>

SCHEDULE A

to Trademark and License Security Agreement

TRADEMARKS

Trademark Description	Status	Application Number/Date	Registration Number/Date
GLIT	REGISTERED	73060099 11-Aug-1975	1,054,739 21-Dec-1976
GLO-MESH	REGISTERED	73061559 28-Aug-1975	1,051,295 26-Oct-1976
JACKEROO	REGISTERED	73505630 25-Oct-1984	1,356,258 27-Aug-1985
KANGAROO SYSTEM	REGISTERED	73507627 07-Nov-1984	1,340,802 11-Jun-1985
BACTOGARD	REGISTERED	73619152 10-Sept-1986	1,443,264 16-Jun-1987
GLIT	REGISTERED	73660043 11-May-1987	1,488,049 17-May-1988
KLIP 'N SAND	REGISTERED	73666144 12-Jun-1987	1,473,949 26-Jan-1988
JOEY	REGISTERED	73702505 23-Dec-1987	1,505,970 27-Sept-1988
BUCKAROO	REGISTERED	73702512 23-Dec-1987	1,505,971 27-Sept-1988
HANNAH'S HELPER	REGISTERED	74124260 18-Dec-1990	1,663,466 5-Nov-1991
HANNAH'S HELPER and Design	REGISTERED	73523777 25-Feb-1985	1,359,265 10-Sept-1985
GLIT-STIK	REGISTERED	74560490 12-Aug-1994	1,911,140 15-Aug-1995
CONTOUR	REGISTERED	74591290 27-Oct-1994	2,134,746 3-Feb-1998
SAFIRE	REGISTERED	74617537 3-Jan-1995	1,938,783 28-Nov-1995
GLIT HOUSEHOLD PRODUCTS	REGISTERED	74625022 24-Jan-1995	2,059,750 6-May-1997
COCOPAD	REGISTERED	75045187 17-Jan-1996	2,133,466 27-Jan-1998
FIBER NATURALS	REGISTERED	75045052 17-Jan-1996	2,124,479 23-Dec-1997
ALL 'N 1	REGISTERED	75133288 12-Jul-1996	2,069,741 10-Jun-1997
GLIT	REGISTERED	75042654 5-Jan-1996	2,036,905 11-Feb-1997

Trademark Description	Status	Application Number/Date	Registration Number/Date
GLIT/MICROTRON	PENDING	75084440 5-Apr-1996	PENDING
GLIT-SAND	REGISTERED	75139599 22-Jul-1996	2,081,416 22-Jul-1997
FIBER NATURALS and Design	REGISTERED	75167466 17-Sept-1996	2,165,154 16-Jun-1998
WALNUTPAD	REGISTERED	75224652 13-Jan-1997	2,198,979 20-Oct-1998
COCOJUICE	REGISTERED	75224653 13-Jan-1997	2,304,502 28-Dec-1999
BLUE ICE	REGISTERED	75843724 9-Nov-1999	2,428,255 13-Feb-2001
TOUCHSTONE	REGISTERED	75659290 16-Mar-1999	2,321,661 22-Feb-2000
GRITCLOTH (Stylized)	REGISTERED	73046193 10-Mar-1975	1,045,197 3-Aug-1976
GRITCLOTH	REGISTERED	73046192 10-Mar-1975	1,040,369 1-Jun-1976
LOREN	REGISTERED	75425404 29-Jan-1998	2,337,173 4-Apr-2000
BIG BOSS	REGISTERED	72103679 30-Aug-1960	0,717,303 20-Jun-1961
BIG BOSS II	REGISTERED	75311210 18-Jun-1997	2,300,432 14-Dec-1999
PINOSAN	REGISTERED	72321130 10-Mar-1969	890,740 12-May-1970
VANQUISH	REGISTERED	73198312 28-Dec-1978	1,136,556 3-Jun-1980
LOREN and Design	REGISTERED	75497313 2-Jun-1998	2,337,374 4-Apr-2000
BRILLO	REGISTERED	71137998 6-Oct-1920	0,141,498 26-Apr-1921
BRILLO	REGISTERED	71278153 19-Jan-1929	0,260,501 27-Aug-1929
BRILLO	REGISTERED	71418807 28-Apr-1939	0,371,687 3-Oct-1939
BRILLO and Design	REGISTERED	72127748 13-Sept-1961	0,736,958 4-Sept-1962
BRILLO	REGISTERED	72300881 20-Jun-1968	0,866,593 11-Mar-1969
BRILLO SCRUBBERS	REGISTERED	74452679 1-Nov-1993	1,905,017 11-Jul-1995
BRILLO	REGISTERED	74508905 4-Apr-1994	1,919,797 19-Sept-1995

Trademark Description	Status	Application Number/Date	Registration Number/Date
OLD DUTCH CLEANSER and Design	REGISTERED	71012635 15-Sept-1905	0,050,697 27-Mar-1906
DUTCH	REGISTERED	73393434 29-Sept-1982	1,280,397 5-Jun-1984
DUTCH	REGISTERED	75242101 13-Feb-1997	2,176,340 28-Jul-1998
BAB-O	REGISTERED	71214309 14-May-1925	0,203,724 22-Sept-1925
KURLY KATE	REGISTERED	73186425 21-Sept-1978	1,129,108 15 Jan-1980
TREND	REGISTERED	71511831 31-Oct-1946	0,430,422 10-Jun-1947
TREND	REGISTERED	71688752 2-Jun-1955	0,626,011 24-Apr-1956
TREND	REGISTERED	73323529 13-Aug-1981	1,223,857 18-Jan-1983
MICROTRON ABRASIVES	REGISTERED	74316177 22-Sept-1992	1,830,672 12-Apr-1994
HEF-T-CLEAN	REGISTERED	74316178 22-Sept-1992	1,771,514 18-May-1993
ULTRA POLYLINE	REGISTERED	74138572 29-Sept-1992	1,773,022 25-May-1993
ULTRA VALULINE	REGISTERED	74316585 22-Sept-1992	1,773,021 25-May-1993
JIF-Y-CLEAN	REGISTERED	74316586 22-Sept-1992	1,774,260 1-Jun-1993
MICROTRON ABRASIVES, INC.	REGISTERED	74459339 17-Nov-1993	1,863,438 22-Nov-1994
TRAPMASTER	FILED WAIT EXAM	76/476660 17-Dec-2002	PENDING
P/E PLUS	REGISTERED	74575554 19-Sept-1994	1,916,512 5-Sept-1995
M PLUS & DESIGN	REGISTERED	74575378 19-Sept-1994	1,923,706 3-Oct-1995

SCHEDULE B

to Trademark and License Security Agreement

LICENSES

None

VEDDER PRICE

CATHERINE HO
LEGAL ASSISTANT
312-609-7817
cho@vedderprice.com

VEDDER, PRICE, KAUFMAN & KAMMHOLZ
222 NORTH LASALLE STREET
CHICAGO, ILLINOIS 60601
312-609-7500
FACSIMILE: 312-609-5005

A PARTNERSHIP INCLUDING VEDDER, PRICE, KAUFMAN & KAMMHOLZ, P.C.
WITH OFFICES IN CHICAGO, NEW YORK CITY, AND LIVINGSTON, NEW JERSEY

March 6, 2003

VIA FEDERAL EXPRESS

Assistant Commissioner of Patents & Trademarks
Office of Public Records
1213 Jefferson Davis Highway, Suite 300
Arlington, Virginia 22202

Re: Trademark and License Security Agreement
Client/Matter No.02795.00.0138

Dear Sir or Madam:

Enclosed please find an original Trademark and License Security Agreement between Hallmark Holdings, Inc. and Fleet Capital Corporation, as Agent for recordation in the Assignment Branch of the United States Patent and Trademark Office together with a check in the amount of \$1465.00 for the required filing fee.

Please direct all correspondence regarding this matter to:

Catherine Ho
Vedder, Price, Kaufman & Kammholz
222 North LaSalle Street, Suite 2400
Chicago, Illinois 60601
(312) 609-7817

Respectfully submitted,



Catherine Ho
Legal Assistant

Enclosures

cc: John T. McEnroe, Esq. (w/enclosures)

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RECORDED: 03/07/2003

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