

08-21-2003



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

102530926 TRADEMARKS ONLY

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

Tab settings

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

1. Name of conveying party(ies):

PEI Licensing, Inc.

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

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

3. Nature of conveyance:

- Assignment, Merger, Security Agreement, Change of Name, Other

Execution Date: June 19, 2003

2. Name and address of receiving party(ies)

Name: Israel Discount Bank of New York

Internal Address:

Street Address: 2875 N.E. 191st St., Suite 200

City: Aventura State: FL Zip: 33180

- Individual(s) citizenship, Association, General Partnership, Limited Partnership, Corporation-State

Other New York state-chartered commercial bank

If assignee is not domiciled in the United States, a domestic representative designation is attached: Yes No

Additional name(s) & address(es) attached? Yes No

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

A. Trademark Application No.(s)

Please see attached.

B. Trademark Registration No.(s)

Please see attached.

Additional number(s) attached Yes No

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

Name: Nidia Perez

Internal Address:

Street Address: c/o Akerman Senterfitt

One Southeast Third Ave., 28th Fl.

City: Miami State: FL Zip: 33131

6. Total number of applications and registrations involved: 26

7. Total fee (37 CFR 3.41): \$665.00

- Enclosed, Authorized to be charged to deposit account

8. Deposit account number:

DO NOT USE THIS SPACE

9. Signature.

Nidia Perez

Name of Person Signing

Signature

August 18, 2003

Date

Total number of pages including cover sheet, attachments, and document: 19

08/20/2003 6TON11 00000103 1416338

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

01 FC:8521 02 FC:8522

40.00 OP 625.00 OP

TRADEMARK REEL: 002806 FRAME: 0268

EXHIBIT A  
TO  
TRADEMARK COLLATERAL ASSIGNMENT  
AND SECURITY AGREEMENT

LIST OF TRADEMARKS AND TRADEMARK APPLICATIONS

PEI LICENSING, INC. TRADEMARKS

TRADEMARK	CLASS(ES)	REG. NO./APPLIC. NO.
Perry Ellis	03	1,416,338
Perry Ellis	09	1,704,748
Perry Ellis	18	1,739,844
Perry Ellis	24	1,447,578
Perry Ellis	25	1,448,617
Perry Ellis	25	1,249,025
Perry Ellis	25	1,279,975
Perry Ellis	25	1,428,486
Grand Slam	18	2,151,550
Grand Slam	25	1,418,434
Grand Slam	25	873,862
Grand Slam	24	1,710,101
Grand Slam (stylized)	25	629,148
Munsingwear	25	510,271
Munsingwear	25	2,011,287
Natural Issue	25	2,222,989
Natural Issue & design	25	2,186,104
Natural Issue	25	1,690,250
Crossings	25	2,349,606
John Henry	25	996,837
John Henry	09	1,320,443
John Henry	18,25	78/175,604
Manhattan (stylized)	25	103,906
Manhattan (New Logo)	25	1,411,407
Manhattan (stylized)	25	429,687
Manhattan (stylized)	25	140,890

EXHIBIT B  
TO  
TRADEMARK COLLATERAL ASSIGNMENT  
AND SECURITY AGREEMENT

LIST OF LICENSES GRANTED BY PEI LICENSING, INC.

LICENSEE	TRADEMARK	REG. NO. / APPLIC. NO.	CATEGORY
J.A. BESNER & SONS LTD	PERRY ELLIS	1,428,486	BOY'S AND GIRL'S SPORTSWEAR, BOY'S TAILORED CLOTHING
COBRA INTERNATIONAL	PERRY ELLIS	1,279,975	MEN'S SLIPPERS
V. FRAAS USA, INC.	PERRY ELLIS	1,428,486	MEN'S SCARVES
GEORGE WEINTRAUB & SONS	PERRY ELLIS	1,428,486	MEN'S TOP COATS
HARTMAX CORPORATION	PERRY ELLIS	1,428,486	MEN'S TAILORED SUITS, TROUSERS AND SPORT JACKETS
ISACO INTERNATIONAL, INC.	PERRY ELLIS	1,428,486	MEN'S LOUNGEWEAR, BOXERS, HOSIERY, UNDERWEAR
MALLORY & CHURCH	PERRY ELLIS	1,428,486	MEN'S NECKWEAR
OXFORD OPHTHALMIC CORP.	PERRY ELLIS	1,704,748	MEN'S AND WOMEN'S OPHTHALMIC EYEWEAR AND SUNGLASSES
PARLUX FRAGRANCES, INC.	PERRY ELLIS	1,416,338	MEN'S AND WOMEN'S FRAGRANCES
PUBLIC CLOTHING CO.	PERRY ELLIS	1,249,025	WOMEN'S DRESS CASUAL SPORTSWEAR
SALANT CORPORATION	PERRY ELLIS	1,428,486	MEN'S COLLECTION SPORTSWEAR, DRESS SHIRTS, BELTS, SUSPENDERS AND RETAIL OUTLET STORES
SHAYNE INDUSTRIES, INC.	PERRY ELLIS	1,428,486	MEN'S OUTERWEAR
WEST MILL CLOTHES, INC.	PERRY ELLIS	1,428,486	MEN'S FORMALWEAR
WESTPORT CORP.	PERRY ELLIS	1,739,844	MEN'S SMALL LEATHER GOODS
FISHMAN & TOBIN	JOHN HENRY	78/175,604	BOYS WEAR
ISACO INTERNATIONAL	JOHN HENRY	78/175,604	BOXERS, HOSIERY AND LOUNGEWEAR

{M2005021;1}

LICENSEE	TRADEMARK	REG. NO. / APPLIC. NO.	CATEGORY
ISACO INTERNATIONAL	NATURAL ISSUE	2,222,989 1,690,250	BOXERS, HOSIERY AND LOUNGEWEAR
CALIFORNIA MANUFACTURING	MUNSINGWEAR	2,011,287 510,271	OUTERWEAR
PREMIUMWEAR	MUNSINGWEAR	2,011,287 510,271	KNIT AND WOVEN SHIRTS
KNOTHE	MUNSINGWEAR	2,011,287 510,271	UNDERWEAR AND LOUNGEWEAR
WINONA KNITTING MILLS (HAMPSHIRE)	MUNSINGWEAR	2,011,287 510,271	SWEATERS
SOCKYARD, INC.	MUNSINGWEAR	2,011,287 510,271	SOCKS
SOCKYARD, INC.	GRAND SLAM	1,418,434	SOCKS
CASTLEWOOD APPAREL	GRAND SLAM	1,418,434 873,862 629,148	ACTIVE & SWIMWEAR SETS

TRADEMARK COLLATERAL ASSIGNMENT AND SECURITY AGREEMENT

THIS AGREEMENT ("Agreement"), dated as of June 19, 2003, is by and between PEI Licensing, Inc., a Delaware corporation ("Debtor"), and Israel Discount Bank of New York ("Secured Party").

W I T N E S S E T H:

WHEREAS, Debtor has adopted, used and is using, and is the owner of the entire right, title, and interest in and to the trademarks, applications and registrations therefor described in Exhibit A hereto and made a part hereof;

WHEREAS, Perry Ellis International, Inc., formerly known as Supreme International Corp., a Florida corporation ("Perry Ellis"), Supreme International, Inc., a Delaware corporation ("Supreme"), Jantzen, Inc., a Delaware corporation ("Jantzen"), Salant Corporation, a Delaware corporation ("Salant") and Salant Holding Corporation, a Delaware corporation (together with Perry Ellis, Supreme, Jantzen and Salant, each individually a "Borrower" and collectively, "Borrowers"), and Secured Party have entered or are about to enter into financing arrangements pursuant to which Secured Party may issue letters of credit for and provide other financial accommodations to Borrowers as set forth in the Letter dated June 12, 2003, from Secured Party to Perry Ellis, and agreed to and accepted by Borrowers on June 19, 2003 (as the same now exists or may hereafter be amended, modified, supplemented, extended, renewed, restated or replaced, the "Letter") and other agreements, documents and instruments referred to therein or at any time executed and/or delivered in connection therewith or related thereto (all of the foregoing, together with the Letter, as the same now exist or may hereafter be amended, modified, supplemented, extended, renewed, restated or replaced, being collectively referred to herein as the "Financing Agreements"); and

WHEREAS, Debtor is affiliated with each Borrower and will receive substantial direct and indirect economic and financial benefits as a result of the financing arrangements and financial accommodations under and pursuant to the Financing Agreements; and

WHEREAS, in order to induce Secured Party to enter into the Financing Agreements and to issue letters of credit for and provide other financial accommodations to Borrowers pursuant thereto, Debtor has agreed to grant to Secured Party certain collateral security as set forth herein;

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

1. GRANT OF SECURITY INTEREST

As collateral security for the prompt performance, observance and indefeasible payment in full of all of the Obligations (as hereinafter defined), Debtor hereby grants to Secured Party a continuing security interest in and a general lien upon, and a conditional assignment of, the following (being collectively referred to herein as the "Collateral"): (a) all of Debtor's now existing or hereafter acquired right, title, and interest in and to: all of Debtor's trademarks and all applications, registrations and recordings relating to the foregoing as may at any time be filed in

the United States Patent and Trademark Office or in any similar office or agency of the United States or any State thereof described in Exhibit A hereto, together with all rights and privileges arising under applicable law with respect to Debtor's use of the trademarks listed thereon, and all reissues, extensions, continuations and renewals thereof (all of the foregoing being collectively referred to herein as 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; (c) all income, fees, royalties and other payments at any time due or payable with respect thereto, including, without limitation, payments under all licenses at any time entered into in connection therewith; (d) the right to sue for past, present and future infringements thereof; (e) all rights corresponding thereto throughout the world; and (f) any and all other proceeds of any of the foregoing, including, without limitation, damages and payments or claims by Debtor against third parties for past or future infringement of the Trademarks.

## 2. OBLIGATIONS SECURED

The security interest, lien and other interests granted to Secured Party pursuant to this Agreement shall secure the prompt performance, observance and payment in full of any and all obligations, liabilities and indebtedness of every kind, nature and description owing by Debtor and/or any of the Borrowers to Secured Party and/or its affiliates, including principal, interest, charges, fees, costs and expenses, however evidenced, arising under this Agreement, the Letter or any of the other Financing Agreements, whether now existing or hereafter arising, whether arising before, during or after the initial or any renewal term of the Letter or after the commencement of any case with respect to Debtor or any Borrower under the United States Bankruptcy Code or any similar statute (including, without limitation, the payment of interest and other amounts which would accrue and become due but for the commencement of such case, whether or not allowed or allowable in whole or in part in any such case), whether direct or indirect, absolute or contingent, joint or several, due or not due, primary or secondary, liquidated or unliquidated, secured or unsecured, and however acquired by Secured Party (all of the foregoing being collectively referred to herein as the "Obligations").

## 3. REPRESENTATIONS, WARRANTIES AND COVENANTS

Debtor hereby represents, warrants and covenants with and to Secured Party the following (all of such representations, warranties and covenants being continuing so long as any of the Obligations are outstanding):

(a) Debtor shall pay and perform all of the Obligations according to their terms.

(b) All of the existing Collateral is valid and subsisting in full force and effect, and Debtor owns the sole, full and clear title thereto (subject to the security interests referred to below), and has the right and power to grant the security interest and conditional assignment granted hereunder. Debtor shall, at Debtor's expense, perform all acts and execute all documents necessary to maintain the existence of the Collateral consisting of registered Trademarks as registered trademarks and to maintain the existence of all of the Collateral as valid and subsisting, including, without limitation, the filing of any renewal affidavits and applications

except as otherwise permitted under Section 9.7(b)(vii) of the Loan and Security Agreement, dated October 1, 2002, by and among Congress Financial Corporation (Florida), the lenders party thereto, Borrowers and certain of their affiliates (the "Congress Loan Agreement"). The Collateral is not subject to any liens, claims, mortgages, assignments, licenses, security interests or encumbrances of any nature whatsoever, except: (i) the security interests granted hereunder, (ii) the security interests securing the Congress Loan Agreement, granted in favor of State Street Bank and Trust Company, as Collateral Agent, pursuant to Pledge and Security Agreement dated March 22, 2002, and granted in favor of Commercebank, National Association, pursuant to Trademark Collateral Assignment and Security Agreement dated March 3, 2003, and (iii) the licenses permitted under Section 3(e) below or otherwise permitted under the Congress Loan Agreement (collectively, the "Trademark Licenses").

(c) Debtor shall 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 the Collateral, or otherwise dispose of any of the Collateral, in each case without the prior written consent of Secured Party, except as otherwise permitted herein or as permitted in Section 9.7(b)(v), (vi) and (x) and Section 9.8 of the Congress Loan Agreement. Nothing in this Agreement shall be deemed a consent by Secured Party to any such action, except as such action is expressly permitted hereunder.

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

(e) As of the date hereof, Debtor has not granted any licenses with respect to the Trademarks described in Exhibit A hereto other than as set forth in Exhibit B hereto or after the date hereof as may be permitted under the Congress Loan Agreement.

(f) Debtor shall, concurrently with the execution and delivery of this Agreement, execute and deliver to Secured Party five (5) originals of a Special Power of Attorney in the form of Exhibit C annexed hereto for the implementation, at any time an Event of Default exists or has occurred and is continuing, of the assignment, sale or other disposition of the Collateral pursuant to Secured Party's exercise of the rights and remedies granted to Secured Party hereunder.

(g) Secured Party may, in its discretion, pay any amount or do any act which Debtor fails to pay or do as required hereunder or as requested by Secured Party to preserve, defend, protect, maintain, record or enforce the Obligations, the Collateral, or the security interest and conditional assignment granted hereunder, including, but not limited to, all filing or recording fees, court costs, collection charges, attorneys' fees and legal expenses. Debtor shall be liable to Secured Party for any such payment, which payment shall be deemed an advance by Secured Party to Debtor, shall be payable on demand together with interest at the rate then

applicable to the Obligations set forth in the Financing Agreements and shall be part of the Obligations secured hereby.

(h) Debtor shall provide Secured Party with a written list of any Trademarks owned or applications for any Trademarks made by Debtor after the date hereof since the last such list provided to Secured Party within forty-five (45) days after the end of each fiscal quarter or otherwise from time to time as Secured Party may reasonably request.

(i) Debtor has not abandoned any of the Trademarks and Debtor will not do any act, nor omit to do any act, whereby the Trademarks may become abandoned, cancelled, invalidated, unenforceable, avoided, or avoidable, except in accordance with Section 9.7(b)(vii) of the Congress Loan Agreement. Debtor shall notify Secured Party immediately if it knows or has reason to know of any reason why any application, registration, or recording with respect to the Trademarks may become abandoned, canceled, invalidated, unenforceable, avoided, or avoidable.

(j) Debtor shall render any assistance, as Secured Party shall determine is reasonably necessary, to Secured Party 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, any State thereof, to maintain such application and registration of the Trademarks as Debtor's exclusive property and to protect Secured Party's interest therein, including, without limitation, filing of renewals, affidavits of use, affidavits of incontestability and opposition, interference, and cancellation proceedings.

(k) No material infringement or unauthorized use presently is being made of any of the Trademarks that would adversely affect, in any material respect, the fair market value of the Collateral or the benefits of this Agreement granted to Secured Party, including, without limitation, the validity, priority or perfection of the security interest granted herein or the remedies of Secured Party hereunder. Debtor shall provide Secured Party with written notification within forty-five days after the end of each fiscal quarter or otherwise from time to time as Secured Party may reasonably request, if Debtor (or any affiliate or subsidiary thereof) learns of any use by any person of any term or design which infringes on any Trademark or is likely to cause confusion with any Trademark. If requested by Secured Party, Debtor, at Debtor's expense, shall join with Secured Party in such action as Secured Party, in Secured Party's discretion, may deem advisable for the protection of Secured Party's interest in and to the Trademarks.

(l) Debtor assumes all responsibility and liability arising from the use of the Trademarks, and Debtor hereby indemnifies and holds Secured Party harmless from and against any claim, suit, loss, damage, or expense (including attorneys' fees and legal expenses) arising out of any alleged defect in any product manufactured, promoted, or sold by Debtor (or any affiliate or subsidiary thereof) in connection with any Trademark or out of the manufacture, promotion, labeling, sale or advertisement of any such product by Debtor (or any affiliate or subsidiary thereof). The foregoing indemnity shall survive the payment of the Obligations, the termination of this Agreement and the termination or non-renewal of the Letter.



(m) Debtor shall promptly pay Secured Party for any and all reasonable expenditures made by Secured Party pursuant to the provisions of this Agreement or for the defense, protection or enforcement of the Obligations, the Collateral, or the security interests and conditional assignment granted hereunder, including, but not limited to, all filing or recording fees, court costs, collection charges, travel expenses, and reasonable attorneys' fees and legal expenses. Such expenditures shall be payable on demand, together with interest at the rate then applicable to the Obligations set forth in the Financing Agreements and shall be part of the Obligations secured hereby.

#### 4. EVENTS OF DEFAULT

All Obligations shall become immediately due and payable, without notice or demand, at the option of Secured Party, upon the occurrence of any Event of Default, as such term is defined in the Financing Agreements (each an "Event of Default" hereunder).

#### 5. RIGHTS AND REMEDIES

At any time an Event of Default exists or has occurred and is continuing, in addition to all other rights and remedies of Secured Party, whether provided under this Agreement, the Letter, the other Financing Agreements, applicable law or otherwise, Secured Party shall have, subject to the terms of the Intercreditor Agreement dated October 1, 2002 among State Street Bank and Trust Company, Congress Financial Corporation (Florida), the Secured Party and others, the following rights and remedies which may be exercised without notice to, or consent by, Debtor except as such notice or consent is expressly provided for hereunder or otherwise required by law:

(a) Secured Party may require that neither Debtor nor any affiliate or subsidiary of Debtor make any use of the Trademarks for any purpose whatsoever, except to comply with the obligations of Debtor pursuant to any of the Trademark Licenses. Secured Party may make use of any Trademarks for the sale of goods in the channels of distribution (or substantially similar channels of distribution) where the Trademarks are respectively being used at that time or otherwise in connection with enforcing any other security interest granted to Secured Party by Debtor or any subsidiary or affiliate of Debtor or for such other reason as Secured Party may determine, except that Secured Party may not use the Trademarks or any marks similar thereto in a manner that materially diminishes or degrades the value of the Trademarks.

(b) Secured Party may grant such license or licenses relating to the Collateral for such term or terms, on such conditions, and in such manner, as Secured Party shall, in its discretion, deem appropriate, provided that such right of Secured Party to grant such license or licenses as to any Trademark may be subject to the terms and conditions of any license agreement then in effect with a third party with respect to such Trademark. 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, except to the extent prohibited under the terms of any license agreement with respect thereto permitted under this Agreement or the Congress Loan Agreement.

(c) Secured Party may assign, sell or otherwise dispose of the Collateral or any part thereof, either with or without special conditions or stipulations except that if notice to Debtor of intended disposition of Collateral is required by law, the giving of five (5) days prior written notice to Debtor of any proposed disposition shall be deemed reasonable notice thereof and Debtor waives any other notice with respect thereto. Secured Party shall have the power to buy the Collateral or any part thereof in accordance with applicable law, and Secured Party shall also have the power to execute assurances and perform all other acts which Secured Party may, in its discretion, deem appropriate or proper to complete such assignment, sale, or disposition. In any such event, Debtor shall be liable for any deficiency, except as otherwise provided by applicable law.

(d) In addition to the foregoing, in order to implement the assignment, sale, or other disposition of any of the Collateral pursuant to the terms hereof, Secured Party may, at any time, execute and deliver on behalf of Debtor, pursuant to the authority granted in the Powers of Attorney described in Section 3(f) 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. Debtor agrees to pay Secured Party, on demand, all costs incurred in any such transfer of the Collateral, including, but not limited to, any taxes, fees, and attorneys' fees and legal expenses. Debtor agrees that Secured Party has no obligation to preserve rights to the Trademarks against any other parties.

(e) Secured Party may first apply the proceeds actually received from any such license, assignment, sale or other disposition of any of the Collateral to the costs and expenses thereof, including, without limitation, reasonable attorneys' fees and all reasonable legal, travel and other expenses which may be incurred by Secured Party. Thereafter, Secured Party may apply any remaining proceeds to such of the Obligations as Secured Party may, in its discretion, determine. Debtor shall remain liable to Secured Party for any of the Obligations remaining unpaid after the application of such proceeds, and Debtor shall pay Secured Party, on demand, any such unpaid amount, together with interest at the rate then applicable to the Obligations set forth in the Financing Agreements.

(f) Debtor shall supply to Secured Party or to Secured Party's designee, Debtor's knowledge and expertise relating to the manufacture, sale and distribution of the products bearing the Trademarks and Debtor's customer lists and other records relating to the Trademarks and the distribution thereof.

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

## 6. JURY TRIAL WAIVER; OTHER WAIVERS AND CONSENTS; GOVERNING LAW

(a) The validity, interpretation and enforcement of this Agreement and the other Financing Agreements and any dispute arising out of the relationship between the parties

hereto, whether in contract, tort, equity or otherwise, shall be governed by the internal laws of the State of Florida without regard to principles of conflicts of laws, but excluding any rule of law that would cause the application of the law of any jurisdiction other than the laws of the State of Florida.

(b) Debtor and Secured Party irrevocably consent and submit to the non-exclusive jurisdiction of the Circuit Court of Miami-Dade County, Florida and the United States District Court for the Southern District of Florida and waive any objection based on venue or forum non conveniens with respect to any action instituted therein arising under this Agreement or any of the other Financing Agreements or in any way connected or related or incidental to the dealings of Debtor and Secured Party in respect of this Agreement or the other Financing Agreements or the transactions related hereto or thereto, in each case whether now existing or thereafter arising, and whether in contract, tort, equity or otherwise, and agree that any dispute with respect to any such matters shall be heard only in the courts described above (except that Secured Party shall have the right to bring any action or proceeding against Debtor or its property in the courts of any other jurisdiction which Secured Party deems necessary or appropriate in order to realize on the Collateral or to otherwise enforce its rights against Debtor or its property).

(c) Debtor hereby waives personal service of any and all process upon it and consents that all such service of process may be made by certified mail (return receipt requested) directed to its address set forth herein and service so made shall be deemed to be completed five (5) days after the same shall have been so deposited in the U.S. mails, or, at Secured Party's option, by service upon Debtor in any other manner provided under the rules of any such courts. Within thirty (30) days after such service, Debtor shall appear in answer to such process, failing which Debtor shall be deemed in default and judgment may be entered by Secured Party against Debtor for the amount of the claim and other relief requested.

(d) DEBTOR AND SECURED PARTY EACH HEREBY WAIVES ANY RIGHT TO TRIAL BY JURY OF ANY CLAIM, DEMAND, ACTION OR CAUSE OF ACTION (i) ARISING UNDER THIS AGREEMENT OR ANY OF THE OTHER FINANCING AGREEMENTS OR (ii) IN ANY WAY CONNECTED WITH OR RELATED OR INCIDENTAL TO THE DEALINGS OF DEBTOR AND SECURED PARTY IN RESPECT OF THIS AGREEMENT OR ANY OF THE OTHER FINANCING AGREEMENTS OR THE TRANSACTIONS RELATED HERETO OR THERETO IN EACH CASE WHETHER NOW EXISTING OR HEREAFTER ARISING, AND WHETHER IN CONTRACT, TORT, EQUITY OR OTHERWISE. DEBTOR AND SECURED PARTY EACH HEREBY AGREES AND CONSENTS THAT ANY SUCH CLAIM, DEMAND, ACTION OR CAUSE OF ACTION SHALL BE DECIDED BY COURT TRIAL WITHOUT A JURY AND THAT DEBTOR OR SECURED PARTY MAY FILE AN ORIGINAL COUNTERPART OF A COPY OF THIS AGREEMENT WITH ANY COURT AS WRITTEN EVIDENCE OF THE CONSENT OF DEBTOR AND SECURED PARTY TO THE WAIVER OF THEIR RIGHT TO TRIAL BY JURY.

(e) Secured Party shall not have any liability to Debtor (whether in tort, contract, equity or otherwise) for losses suffered by Debtor in connection with, arising out of, or in any way related to the transactions or relationships contemplated by this Agreement, or any

act, omission or event occurring in connection herewith, unless it is determined by a final and non-appealable judgment or court order binding on Secured Party that the losses were the result of acts or omissions constituting gross negligence or willful misconduct. In any such litigation, Secured Party shall be entitled to the benefit of the rebuttable presumption that it acted in good faith and with the exercise of ordinary care in the performance by it of the terms of this Agreement and the other Financing Agreements.

7. MISCELLANEOUS

(a) All notices, requests and demands hereunder shall be in writing and deemed to have been given or made: if delivered in person, immediately upon delivery; if by telex, telegram or facsimile transmission, immediately upon sending and upon confirmation of receipt; if by nationally recognized overnight courier service with instructions to deliver the next business day, one (1) business day after sending; and if by certified mail, return receipt requested, five (5) days after mailing. All notices, requests and demands upon the parties are to be given to the following addresses (or to such other address as any party may designate by notice in accordance with this Section):

If to Debtor: Perry Ellis International, Inc.  
3000 NW 107<sup>th</sup> Avenue  
Miami, Florida 33172  
Attention: Ms. Rosemary B. Trudeau  
Telephone: 305-418-1294  
Telecopy: 305-357-1294

with a copy to: Broad and Cassel  
Suite 2700, One Financial Plaza  
100 S.E. Third Avenue  
Fort Lauderdale, Florida 33394  
Attention: William C. Phillippi, Esq.  
Telephone: (954) 764-7060  
Telecopy: (954) 761-8135

If to Secured Party: Israel Discount Bank of New York  
2875 N.E. 191<sup>st</sup> Street, Suite 200  
Aventura, Florida 33180  
Attention: Robert Munoz, Senior Vice President  
Telephone No.: 305-682-3781  
Telecopy No.: 305-682-3727

(b) All references to the plural herein shall also mean the singular and to the singular shall also mean the plural. All references to Debtor and Secured Party pursuant to the definitions set forth in the recitals hereto, or to any other person herein, shall include their respective successors and assigns. The words "hereof," "herein," "hereunder," "this Agreement" and words of similar import when used in this Agreement shall refer to this Agreement as a whole and not any particular provision of this Agreement and as this Agreement now exists or may hereafter be amended, modified, supplemented, extended, renewed, restated or replaced.

An Event of Default shall exist or continue or be continuing until such Event of Default is waived in accordance with Section 7(e) hereof. All references to the term "Person" or "person" herein shall mean any individual, sole proprietorship, partnership, corporation (including, without limitation, any corporation which elects subchapter S status under the Internal Revenue Code of 1986, as amended), limited liability company, limited liability partnership, business trust, unincorporated association, joint stock company, trust, joint venture or other entity or any government or any agency or instrumentality or political subdivision thereof.

(c) This Agreement, the other Financing Agreements and any other document referred to herein or therein to which Debtor is a party shall be binding upon Debtor and its successors and assigns and inure to the benefit of and be enforceable by Secured Party and its successors and assigns.

(d) If any provision of this Agreement is held to be invalid or unenforceable, such invalidity or unenforceability shall not invalidate this Agreement as a whole, but this Agreement shall be construed as though it did not contain the particular provision held to be invalid or unenforceable and the rights and obligations of the parties shall be construed and enforced only to such extent as shall be permitted by applicable law.

(e) Neither this Agreement nor any provision hereof shall be amended, modified, waived or discharged orally or by course of conduct, but only by a written agreement signed by an authorized officer of Secured Party. Secured Party shall not, by any act, delay, omission or otherwise be deemed to have expressly or impliedly waived any of its rights, powers and/or remedies unless such waiver shall be in writing and signed by an authorized officer of Secured Party. Any such waiver shall be enforceable only to the extent specifically set forth therein. A waiver by Secured Party of any right, power and/or remedy on any one occasion shall not be construed as a bar to or waiver of any such right, power and/or remedy which Secured Party would otherwise have on any future occasion, whether similar in kind or otherwise.

(f) This Agreement (i) may be executed in separate counterparts, each of which taken together shall constitute one and the same instrument and (ii) may be executed and delivered by telecopier with the same force and effect as if it were as a manually executed and delivered counterpart.

[REMAINDER OF PAGE INTENTIONALLY LEFT BLANK]

IN WITNESS WHEREOF, Debtor and Secured Party have executed this Agreement as of the day and year first above written.

PEI LICENSING, INC.

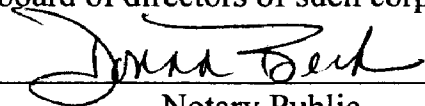
By: *Frank B. Sullivan*  
Title: Treasurer

ISRAEL DISCOUNT BANK OF NEW YORK

By: *[Signature]*  
Title: SUP / CLO

STATE OF FLORIDA NY )  
 ) ss.:  
COUNTY MIAMI-DADE NY )

On the 19th day of June, 2003, before me personally came Rosemary B. Trudeau, to me known, who being by me duly sworn, did depose, acknowledge and say that she is the Treasurer of PEI LICENSING, INC., the corporation which executed the foregoing instrument and that she signed her name thereto by order of the board of directors of such corporation.



Notary Public  
DONNA BECK  
Notary Public, State of New York  
No. 01BE4920173  
Qualified in Nassau County  
Certificate Filed in New York County  
Commission Expires February 16, 2006

STATE OF FLORIDA )  
 ) ss.:  
COUNTY OF MIAMI-DADE )

On this 19 day of June, 2003, before me personally came Robert Munoz, to me known, who, being duly sworn, did depose and say, that he is a Senior Vice President of ISRAEL DISCOUNT BANK OF NEW YORK, the bank described in and which executed the foregoing instrument; and that he signed his name thereto by order of the board of directors of said bank.

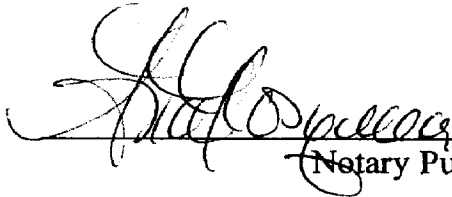
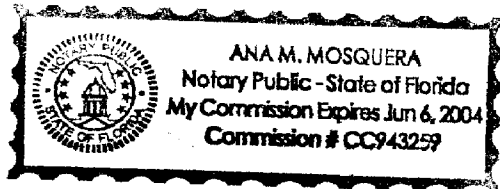
  
Notary Public

EXHIBIT A  
TO  
TRADEMARK COLLATERAL ASSIGNMENT  
AND SECURITY AGREEMENT

LIST OF TRADEMARKS AND TRADEMARK APPLICATIONS

PEI LICENSING, INC. TRADEMARKS

TRADEMARK	CLASS(ES)	REG. NO./APPLIC. NO.
Perry Ellis	03	1,416,338
Perry Ellis	09	1,704,748
Perry Ellis	18	1,739,844
Perry Ellis	24	1,447,578
Perry Ellis	25	1,448,617
Perry Ellis	25	1,249,025
Perry Ellis	25	1,279,975
Perry Ellis	25	1,428,486
Grand Slam	18	2,151,550
Grand Slam	25	1,418,434
Grand Slam	25	873,862
Grand Slam	24	1,710,101
Grand Slam (stylized)	25	629,148
Munsingwear	25	510,271
Munsingwear	25	2,011,287
Natural Issue	25	2,222,989
Natural Issue & design	25	2,186,104
Natural Issue	25	1,690,250
Crossings	25	2,349,606
John Henry	25	996,837
John Henry	09	1,320,443
John Henry	18,25	78/175,604
Manhattan (stylized)	25	103,906
Manhattan (New Logo)	25	1,411,407
Manhattan (stylized)	25	429,687
Manhattan (stylized)	25	140,890



EXHIBIT C  
TO  
TRADEMARK COLLATERAL ASSIGNMENT  
AND SECURITY AGREEMENT

SPECIAL POWER OF ATTORNEY

STATE OF FLORIDA                    )  
  ) ss.:  
COUNTY OF MIAMI-DADE         )

KNOW ALL MEN BY THESE PRESENTS, that PEI LICENSING, INC. ("Debtor"), having an office at 3000 NW 107<sup>th</sup> Avenue, Miami, Florida 33172, hereby appoints and constitutes, severally, ISRAEL DISCOUNT BANK OF NEW YORK ("Secured Party"), and each of its officers, its true and lawful attorney, with full power of substitution and with full power and authority to perform the following acts on behalf of Debtor:

1. Execution and delivery of any and all agreements, documents, instrument of assignment, or other papers which Secured Party, in its discretion, deems necessary or advisable for the purpose of assigning, selling, or otherwise disposing of all right, title, and interest of Debtor in and to any trademarks and all registrations, recordings, reissues, extensions, and renewals thereof, or for the purpose of recording, registering and filing of, or accomplishing any other formality with respect to the foregoing.

2. Execution and delivery of any and all documents, statements, certificates or other papers which Secured Party, in its discretion, deems necessary or advisable to further the purposes described in Subparagraph 1 hereof.

This Power of Attorney is made pursuant to a Trademark Collateral Assignment and Security Agreement, dated of even date herewith, between Debtor and Secured Party (the "Security Agreement") and is subject to the terms and provisions thereof. This Power of Attorney, being coupled with an interest, is irrevocable until all "Obligations", as such term is defined in the Security Agreement, are paid in full and the Security Agreement is terminated in writing by Secured Party.

Dated: \_\_\_\_\_, 2003

PEI LICENSING, INC.

By: \_\_\_\_\_

Title: \_\_\_\_\_