

Form PTO-159-4
(Rev. 6-93)
OMB No. 0651-0011 (exp. 4/94)

**RECORDATION FORM COVER SHEET
TRADEMARKS ONLY**

U.S. DEPARTMENT OF COMMERCE
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):
Learning Curve International, Inc.

Individual(s) Association
 General Partnership Limited Partnership
 Corporation Delaware
 Other _____

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

2. Name and address of receiving party(ies)
Harris Trust and Savings Bank,
Name: as administrative agent
Internal Address: _____
Street Address: 111 West Monroe Street
City: Chicago State: IL ZIP: 60603

Individual(s) citizenship _____
 Association _____
 General Partnership _____
 Limited Partnership _____
 Corporation-State Illinois
 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 names(s) & address(s) attached? Yes No

3. Nature of conveyance:
 Assignment Merger
 Security Agreement Change of Name
 Other _____

Execution Date: September 15, 2004

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

A. Trademark Application No.(s)

76/175,237 76/175,230
76/175,240 76/175,231
76/175,228 76/175,233

B. Trademark Registration No.(s)

1,000,225 2,836,823
1,966,503 2,782,397
2,037,967 2,806,952
2,776,198 2,828,224
2,832,399

Additional numbers attached? Yes No

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

Name: Robert J. Schneider
Internal Address: Chapman and Cutler LLP

Street Address: 111 West Monroe Street

City: Chicago State IL ZIP: 60603

6. Total number of applications and trademarks involved: 15

7. Total fee (37 CFR 3.41) \$ 390.00
 Enclosed
 Authorized to be charged to deposit account

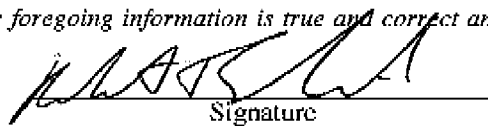
8. Deposit account number:
50-0305
(Attach duplicate copy of this page if paying by deposit account)
Attorney Docket No. 1592864

DO NOT USE THIS SPACE

9. Statement and signature:

To the best of my knowledge and belief, the foregoing information is true and correct and any attached copy is a true copy of the original document.

Robert J. Schneider
Name of Person Signing


Signature

September 30, 2004
Date

Total number of pages including cover sheet, attachments, and document: 6

MAIL DOCUMENTS TO BE RECORDED WITH REQUIRED COVER SHEET INFORMATION TO:
United States Patent and Trademark Office, Box Assignments
Washington, DC 20231

CH \$390.00 600306 76176237

TRADEMARK COLLATERAL AGREEMENT

This 15th day of September, 2004, LEARNING CURVE INTERNATIONAL, INC., a Delaware corporation ("*Debtor*"), with its principal place of business and mailing address at 1111 West 22nd Street, Oak Brook, Illinois 60523, in consideration of ten dollars (\$10.00) and other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, assigns, mortgages and pledges to HARRIS TRUST AND SAVINGS BANK, an Illinois banking corporation ("*HTSB*") with its mailing address at 111 West Monroe Street, Chicago, Illinois 60603, acting as administrative agent hereunder defined for the Secured Creditors defined in that certain Security Agreement hereinafter defined (HTSB acting as such administrative agent and any successor or successors to HTSB acting in such capacity being hereinafter referred to as "*Agent*"), and grants to Agent a continuing security interest in, the following property:

(i) Each trademark, trademark registration and trademark application listed on Schedule A-1 hereto, and all of the goodwill of the business connected with the use of, and symbolized by, each such trademark, trademark registration and trademark application; and

(ii) Each trademark license listed on Schedule A-2 hereto and all royalties and other sums due or to become due under or in respect of each such trademark license, together with the right to sue for and collect all such royalties and other sums; and

(iii) All proceeds of the foregoing, including without limitation any claim by Debtor against third parties for damages by reason of past, present or future infringement of any trademark or trademark registration listed on Schedule A-1 hereto or of any trademark licensed under a trademark license listed on Schedule A-2 or by reason of injury to the goodwill associated with any such trademark, trademark registration or trademark license, in each case together with the right to sue for and collect said damages;

to secure performance of all Secured Obligations of Debtor as set out in that certain Amended and Restated Security Agreement bearing even date herewith between Debtor, certain affiliates of Debtor and the Agent, as the same may be amended, modified, supplemented or restated from time to time (the "*Security Agreement*").

Notwithstanding anything herein to the contrary, this Trademark Collateral Agreement shall not operate as a sale, transfer, conveyance or other assignment to Agent of any applications by Debtor for a Trademark based on an intent to use the same if and so long as such application is pending without a Statement of Use having been filed and accepted (such pending applications which are based on intent to use being hereinafter referred to collectively as "*Intent-To-Use Applications*"), but rather, if and so long as Debtor's Intent-To-Use Application is pending without a Statement of Use having been filed and accepted, then this Trademark Collateral Agreement shall operate only to create a security interest for collateral purposes in favor of Agent on such Intent-To-Use Application as collateral security for the Obligations. When a

Statement of Use is filed and accepted by the Trademark Office, then that application shall cease to be partly exempted from this Agreement.

Debtor does hereby further acknowledge and affirm that the rights and remedies of Agent with respect to the assignment, mortgage, pledge and security interest in the trademarks, trademark registrations, trademark applications and trademark licenses made and granted hereby are more fully set forth in the Security Agreement.

IN WITNESS WHEREOF, Debtor has caused this Trademark Collateral Agreement to be duly executed as of the date and year last above written.

LEARNING CURVE INTERNATIONAL, INC.

By Jody L. Taylor
Name: JODY L. TAYLOR
Its: CHIEF FINANCIAL OFFICER

Accepted and agreed to at Chicago, Illinois as of the day and year last above written.

HARRIS TRUST AND SAVINGS BANK, as
administrative agent

By _____
Name: _____
Its: _____

Statement of Use is filed and accepted by the Trademark Office, then that application shall cease to be partly exempted from this Agreement.

Debtor does hereby further acknowledge and affirm that the rights and remedies of Agent with respect to the assignment, mortgage, pledge and security interest in the trademarks, trademark registrations, trademark applications and trademark licenses made and granted hereby are more fully set forth in the Security Agreement.

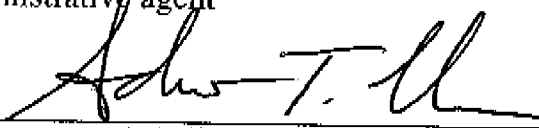
IN WITNESS WHEREOF, Debtor has caused this Trademark Collateral Agreement to be duly executed as of the date and year last above written.

LEARNING CURVE INTERNATIONAL, INC.

By _____
Name: _____
Its: _____

Accepted and agreed to at Chicago, Illinois as of the day and year last above written.

HARRIS TRUST AND SAVINGS BANK, as
administrative agent

By  _____
Name: **ANDREW T. CLaar**
Its: **VICE PRESIDENT**

**SCHEDULE A-1
TO TRADEMARK COLLATERAL AGREEMENT**

**REGISTERED TRADEMARKS
AND TRADEMARK APPLICATIONS**

FEDERAL TRADEMARK REGISTRATIONS

TRADEMARK	REGISTRATION NUMBER
EDEN	1,000,225
FELTKIDS	1,966,503
INFANT DEVELOPMENT SYSTEM	2,037,967
LEARNING CURVE (color -- stylized with shooting star design)	2,776,198
LEARNING CURVE (color -- stylized with shooting star design)	2,832,399
LEARNING CURVE (color -- stylized with shooting star design)	2,836,823
LEARNING CURVE (color -- stylized with shooting star design)	2,782,397
LEARNING CURVE (b&w -- stylized with shooting star design)	2,806,952
LEARNING CURVE (b&w -- stylized with shooting star design)	2,828,224

PENDING FEDERAL TRADEMARK APPLICATIONS

TRADEMARK	REGISTRATION NUMBER
LEARNING CURVE (color -- stylized with shooting star design)	76/175,237
LEARNING CURVE (color -- stylized with shooting star design)	76/175,240
LEARNING CURVE (b&w -- stylized with shooting star design)	76/175,228
LEARNING CURVE (b&w -- stylized with shooting star design)	76/175,230
LEARNING CURVE (b&w -- stylized with shooting star design)	76/175,231
LEARNING CURVE (b&w -- stylized with shooting star design)	76/175,233

**SCHEDULE A-2
TO TRADEMARK COLLATERAL AGREEMENT**

TRADEMARK LICENSES

NONE