

RE 1		
----------------	---	--

To the Director of the U. S. Patent and Tr. **102881487** nents or the new address(es) below.

1. Name of conveying party(ies)/Execution Date(s):
The Pacific Lumber Company

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

Citizenship (see guidelines) Delaware

Execution Date(s) April 19, 2005

Additional names of conveying parties attached? Yes No

3. Nature of conveyance:

- Assignment Merger
 Security Agreement Change of Name
 Other _____

2. Name and address of receiving party(ies)

Additional names, addresses, or citizenship attached? Yes No

The CIT Group/Business Credit,
Name: Inc., as Administrative Agent

Internal

Address: _____

Street Address: 1211 Avenue of the Americas

City: New York

State: NY

Country: USA Zip: 10036

Association Citizenship _____

General Partnership Citizenship _____

Limited Partnership Citizenship _____

Corporation Citizenship New York

Other _____ Citizenship _____

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)

4. Application number(s) or registration number(s) and identification or description of the Trademark.

A. Trademark Application No. (s)

B. Trademark Registration No. (s)

See Continuation of item 4 attached hereto

Additional sheet(s) attached? Yes No

C. Identification or Description of Trademark(s) (and Filing Date if Application or Registration Number is unknown):

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

Name: Linda R. Kastner

Internal Address: c/o Latham & Watkins
Suite 5800

Street Address: 233 S. Wacker Dr.

City: Chicago

State: IL Zip: 60606

Phone Number: 312/876-7628

Fax Number: 312/993-9767

Email Address: Linda.Kastner@LW.com

6. Total number of applications and registrations involved:

11

7. Total fee (37 CFR 2.6(b)(6) & 3.41) \$ 290.00

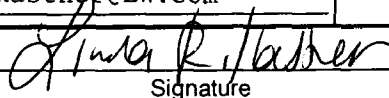
- Authorized to be charged by credit card
 Authorized to be charged to deposit account
 Enclosed

8. Payment Information:

a. Credit Card Last 4 Numbers _____
Expiration Date _____

b. Deposit Account Number _____
Authorized User Name _____

9. Signature:



April 20, 2005

Signature

Date

Linda R. Kastner

Total number of pages including cover sheet, attachments, and document: **10**

0000104 2833677 Name of Person Signing

04/25/2005 DBYRNE

01 FC:8521
02 FC:8522

Documents to be recorded (including cover sheet) should be faxed to (703) 306-5995, or mailed to:
Mail Stop Assignment/Recordation Services, Director of the USPTO, P.O. Box 1450, Alexandria, VA 22313-1450

04/25/2005 DBYRNE 00000105 2833677

01 FC:8523

120.00 DP

Continuation of Item 4

2,833,677

2,683,542

2,590,377

2,370,981

2,053,140

2,028,422

1,910,091

1,362,640

1,208,406

734,786

734,785

TRADEMARK SECURITY AGREEMENT

TRADEMARK SECURITY AGREEMENT, dated as of April 19, 2005, by THE PACIFIC LUMBER COMPANY, a Delaware corporation (“Grantor”), in favor of THE CIT GROUP/BUSINESS CREDIT, INC., in its capacity as the Administrative Agent for Lenders.

WITNESSETH:

WHEREAS, pursuant to that certain Revolving Credit Agreement dated as of April 19, 2005 by and among Grantor, the other Persons named therein as Loan Parties, Administrative Agent and the Persons signatory thereto from time to time as Lenders (including all annexes, exhibits or schedules thereto, as from time to time amended, restated, supplemented or otherwise modified, the “Credit Agreement”), Lenders have agreed to make the Loans and to incur Letter of Credit obligations for the benefit of Grantor and the other Borrowers party thereto;

WHEREAS, Administrative Agent and Lenders are willing to make the Loans and to incur Letter of Credit obligations as provided for in the Credit Agreement, but only upon the condition, among others, that Grantor shall have executed and delivered to Administrative Agent, for itself and the benefit of Lenders, that certain Guarantee and Collateral Agreement dated as of April 19, 2005 (including all annexes, exhibits or schedules thereto, as from time to time amended, restated, supplemented or otherwise modified, the “Guarantee and Collateral Agreement”);

WHEREAS, pursuant to the Guarantee and Collateral Agreement, Grantor is required to execute and deliver to Administrative Agent, for itself and the benefit of Lenders, this Trademark Security Agreement;

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

1. DEFINED TERMS. All capitalized terms used but not otherwise defined herein have the meanings given to them in the Credit Agreement.

2. GRANT OF SECURITY INTEREST IN TRADEMARK COLLATERAL. Grantor hereby grants to Administrative Agent, on behalf of itself and Lenders, a continuing security interest in all of Grantor’s right, title and interest in, to and under the following, whether presently existing or hereafter created or acquired (collectively, the “Trademark Collateral”):

- (a) all of its Trademarks and Trademark Licenses to which it is a party including those referred to on Schedule I hereto;
- (b) all reissues, continuations or extensions of the foregoing;
- (c) all goodwill of the business connected with the use of, and symbolized by, each Trademark and each Trademark License; and

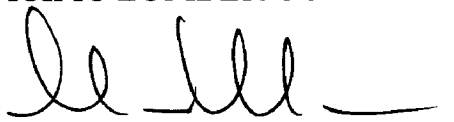
(d) all products and proceeds of the foregoing, including, without limitation, any claim by Grantor against third parties for past, present or future (i) infringement or dilution of any Trademark or Trademark licensed under any Trademark License or (ii) injury to the goodwill associated with any Trademark or any Trademark licensed under any Trademark License.

3. GUARANTEE AND COLLATERAL AGREEMENT. The security interests granted pursuant to this Trademark Security Agreement are granted in conjunction with the security interests granted to Administrative Agent, on behalf of itself and Lenders, pursuant to the Guarantee and Collateral Agreement. Grantor hereby acknowledges and affirms that the rights and remedies of Administrative Agent with respect to the security interest in the Trademark Collateral made and granted hereby are more fully set forth in the Guarantee and Collateral Agreement, the terms and provisions of which are incorporated by reference herein as if fully set forth herein.

[signature page follows]

IN WITNESS WHEREOF, Grantor has caused this Trademark Security Agreement to be executed and delivered by its duly authorized officer as of the date first set forth above.

THE PACIFIC LUMBER COMPANY

By: 

Name: Gary L. Clark

Title: VP Finance & Administration and CFO

ACCEPTED AND ACKNOWLEDGED BY:

THE CIT GROUP/BUSINESS CREDIT, INC.,
as Administrative Agent

By: _____

Name: _____

IN WITNESS WHEREOF, Grantor has caused this Trademark Security Agreement to be executed and delivered by its duly authorized officer as of the date first set forth above.

THE PACIFIC LUMBER COMPANY

By: _____

Name:

Title:

ACCEPTED AND ACKNOWLEDGED BY:

THE CIT GROUP/BUSINESS CREDIT, INC.,
as Administrative Agent

By: Charles F. Sauter
Name: CHARLES F. SAUTER
VICE PRESIDENT

Signature Page to Palco Trademark Security Agreement

TRADEMARK
REEL: 003073 FRAME: 0856

**Schedule I
(to Trademark Security Agreement)**

See attached list of trademarks.

United States	PALCO BLOCK & Design	19	2,590,377	7/9/2002	Registered	STRUCTURAL AND DECORATIVE CONCRETE PRODUCTS, NAMELY, PIER BLOCKS, BUILDING BLOCKS, BRICKS, PAVERS, STEPPING STONES, TRAILER PADS, WALL ENDS AND WALL CAPS
United States	PALCO BLOCK	19	2,370,981	7/25/2000	Registered	STRUCTURAL AND DECORATIVE CONCRETE PRODUCTS, NAMELY, PIER BLOCKS, BUILDING BLOCKS, BRICKS, PAVERS, STEPPING STONES, PADS FOR SUPPORTING TRAILERS, WALL ENDS AND WALL CAPS
United States	STEELHEAD	19	2,053,140	4/15/1997	Registered	Lumber products, namely rails, framing lumber, trim, decking, posts, studs, fencing, lath, lattice panels and planter boxes
United States	THE PACIFIC LUMBER COMPANY	19	2,028,422	1/7/1997	Registered	Lumber products, namely, rough and surfaced flooring and ceiling fascia; stepping; moulding; shiplap; louvers; tongue and groove; saw textured; beveled and drop siding; bevel sills; panelling; pattern; rails and studs
United States	PALCO PRIME & Design	19	1,910,091	8/8/1995	Registered	Lumber products, namely, interior and exterior wood siding, fascia, trim and molding
United States	SCOTIA INN	42	1,362,640	9/24/1985	Registered	HOTEL AND RESTAURANT SERVICES
United States	PALCO	19	1,208,406	9/14/1982	Registered	LUMBER PRODUCTS-NAMELY, PATTERNS, SIDINGS, MOULDINGS, ((BOX SHOOK, POSTS,)) BOARDS, DIMENSION LUMBER, FINGERJOINTS, PANELING, ((PICKETS,)) TRIM, FASCIA, ((ROUGH LUMBER, CUT STOCK,)) AND FLOORING
United States	PALCO	19	734,786	7/24/1962	Registered	Douglas Fir Lumber Products, Consisting of Lumber in Boards, Dimension Lumber, Planks and Joists, and Beams and Timber

United States

PALCO-LOC

19

734,785

7/24/1962

Registered

Finger Jointed End Glued and/or
Edge Glued Redwood and
Douglas Fir Glued Lumber
Products-Namely, Boards and
Dimension Lumber