Electronic Version v1.1 Stylesheet Version v1.1

SUBMISSION TYPE: **NEW ASSIGNMENT**

NATURE OF CONVEYANCE: SECURITY INTEREST

CONVEYING PARTY DATA

Name	Formerly	Execution Date	Entity Type
Trade Am International, Inc.		12/26/2006	CORPORATION: TEXAS

RECEIVING PARTY DATA

Name:	Cratos Capital Management, LLC		
Street Address:	3440 Preston Ridge Road		
Internal Address:	Suite 400		
City:	Alpharetta		
State/Country:	GEORGIA		
Postal Code:	30005		
Entity Type:	LIMITED LIABILITY COMPANY: GEORGIA		

PROPERTY NUMBERS Total: 5

Property Type	Number	Word Mark
Serial Number:	74638825	TRADE AM
Serial Number:	75976520	CANVAS ONE
Serial Number:	78610112	NARTURAL
Serial Number:	78610261	NURTURAL
Serial Number:	78610275	NATURE'S WAY

CORRESPONDENCE DATA

Fax Number: (404)685-5137

Correspondence will be sent via US Mail when the fax attempt is unsuccessful.

Phone: 404-815-2137

Email: lashanajimmar@paulhastings.com LaShana C. Jimmar, Sr. Paralegal Correspondent Name:

Address Line 1: 600 Peachtree Street, NE

Address Line 2: **Suite 2400**

Address Line 4: Atlanta, GEORGIA 30308

> TRADEMARK REEL: 003453 FRAME: 0944

900065841

NAME OF SUBMITTER:	LaShana C. Jimmar			
Signature:	/LaShana C. Jimmar/			
Date:	01/02/2007			
Total Attachments: 6 source=Trade Am (Trademark Security Agreement)#page1.tif source=Trade Am (Trademark Security Agreement)#page2.tif source=Trade Am (Trademark Security Agreement)#page3.tif source=Trade Am (Trademark Security Agreement)#page4.tif source=Trade Am (Trademark Security Agreement)#page5.tif source=Trade Am (Trademark Security Agreement)#page6.tif				

TRADEMARK SECURITY AGREEMENT

This TRADEMARK SECURITY AGREEMENT (this "Trademark Security Agreement") is made this 26th day of December, 2006, among the Grantor listed on the signature pages hereof (the "Grantor"), and CRATOS CAPITAL MANAGEMENT, LLC, as administrative agent for the Lenders (as defined in the Credit Agreement described below) ("Agent").

WITNESSETH:

WHEREAS, pursuant to that certain Credit Agreement dated as of December 26, 2006 (as amended, restated, supplemented or otherwise modified from time to time, the "Credit Agreement"), among Trade Am International, Inc., a Texas corporation ("Parent"), each of Parent's Subsidiaries identified on the signature pages thereto (such Subsidiaries, together with Parent, are referred hereinafter each individually as a "Borrower," and individually and collectively, jointly and severally, as the "Borrowers"), each lender from time to time party thereto (collectively, the "Lenders" and individually, a "Lender") and Agent, Agent and the Lenders are willing to make the Commitments (as defined in the Credit Agreement) available to Borrowers pursuant to the terms and conditions thereof;

WHEREAS, the Lenders are willing to make the Loans as provided for in the Credit Agreement, but only upon the condition, among others, that the Grantor shall have executed and delivered to Agent, for the benefit of the Secured Parties, that certain Security Agreement dated as of December 26, 2006 (including all annexes, exhibits or schedules thereto, as from time to time amended, restated, supplemented or otherwise modified, the "Security Agreement"); and

WHEREAS, pursuant to the Security Agreement, the Grantor is required to execute and deliver to Agent, for the benefit of the Secured Parties, 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, the Grantor hereby agrees as follows:

- 1. <u>DEFINED TERMS</u>. 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. The Grantor hereby grants to Agent, for the benefit of the Secured Parties, a continuing first priority security interest in all of the 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 Intellectual Property Licenses to which it is a party including those referred to on Schedule I hereto;
 - (b) all reissues, continuations or extensions of the foregoing;

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- (c) all goodwill of the business connected with the use of, and symbolized by, each Trademark and each Trademark Intellectual Property License; and
- (d) all products and proceeds of the foregoing, including any claim by the Grantor against third parties for past, present or future (i) infringement or dilution of any Trademark or any Trademark licensed under any Intellectual Property License or (ii) injury to the goodwill associated with any Trademark or any Trademark licensed under any Intellectual Property License.
- 3. <u>SECURITY AGREEMENT</u>. The security interests granted pursuant to this Trademark Security Agreement are granted in conjunction with the security interests granted to Agent, for the benefit of the Secured Parties, pursuant to the Security Agreement. The Grantor hereby acknowledges and affirms that the rights and remedies of Agent with respect to the security interest in the Trademark Collateral made and granted hereby are more fully set forth in the Security Agreement, the terms and provisions of which are incorporated by reference herein as if fully set forth herein.
- 4. <u>AUTHORIZATION TO SUPPLEMENT</u>. If any Grantor shall obtain rights to any new trademarks, the provisions of this Trademark Security Agreement shall automatically apply thereto. The Grantor shall give prompt notice in writing to Agent with respect to any such new trademarks or renewal or extension of any trademark registration. Without limiting the Grantor's obligations under this <u>Section 4</u>, the Grantor hereby authorizes Agent unilaterally to modify this Trademark Security Agreement by amending <u>Schedule I</u> to include any such new trademark rights of such Grantor. Notwithstanding the foregoing, no failure to so modify this Trademark Security Agreement or amend <u>Schedule I</u> shall in any way affect, invalidate or detract from Agent's continuing security interest in all Collateral, whether or not listed on <u>Schedule I</u>.
- 5. <u>COUNTERPARTS</u>. This Trademark Security Agreement may be executed in any number of counterparts, each of which shall be deemed to be an original, but all such separate counterparts shall together constitute but one and the same instrument. In proving this Trademark Security Agreement or any other Loan Document in any judicial proceedings, it shall not be necessary to produce or account for more than one such counterpart signed by the party against whom such enforcement is sought. Any signatures delivered by a party by facsimile transmission or by e-mail transmission shall be deemed an original signature hereto.

[signature page follows]

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IN WITNESS WHEREOF, each 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.

Title:

S-I

TRADE AM INTERNATIONAL, INC., as Grantor Name: Ashutosh Ladha Title: President ACCEPTED AND ACKNOWLEDGED BY: CRATOS CAPITAL MANAGEMENT, LLC, as Agent Name:

IN WITNESS WHEREOF, each 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.

TRADE AM INTERNATIONAL, INC., as Grantor

By:_____

Name: Ashutosh Ladha

Title: President

ACCEPTED AND ACKNOWLEDGED

BY:

CRATOS CAPITAL MANAGEMENT,

LLC, as Agent

Varne: Phyliss Hasen

Title: Director

SCHEDULE I

to

TRADEMARK SECURITY AGREEMENT

Trademark Registrations/Applications

See attached

Trade Names

Home Interiors and Home Accents

Common Law Trademarks

None

Trademarks Not Currently In Use

None

Trademark Licenses

None

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SCHEDULE 1

TRADEMARK SECURITY AGREEMENT

Trademark Registrations/Applications

GRANTOR	COUNTRY	MARK	SERIAL NO. AND/OR REGISTRATION NO.	FILING/REGISTRATION DATE
Trade Am International, Inc.	USA	Trade Am	74638825/1941330	12/12/1995 (Reg.)
Trade Am International, Inc., and last listed owner (Bueno of California, Inc.) Corporation by Assignment	USA	Canvas One	75976520/2106029	12/31/1996 (Reg.)
Trade Am International, Inc.	USA	NARTURAL	78610112	4/15/2005
Trade Am International, Inc.	USA	NURTURAL	78610261	4/15/2005
Trade Am International, Inc.	USA	NATURE'S WAY	78610275	4/15/2005

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RECORDED: 01/02/2007