

**TRADEMARK ASSIGNMENT**

Electronic Version v1.1  
 Stylesheet Version v1.1

|                              |                          |
|------------------------------|--------------------------|
| <b>SUBMISSION TYPE:</b>      | NEW ASSIGNMENT           |
| <b>NATURE OF CONVEYANCE:</b> | RELEASE BY SECURED PARTY |

**CONVEYING PARTY DATA**

| Name   | Formerly | Execution Date | Entity Type           |
|--|----------|----------------|-----------------------|
| Heller Financial Leasing, Inc.<br>acquired by General Electric Capital Corporation |          | 02/25/2005     | CORPORATION: DELAWARE |

**RECEIVING PARTY DATA**

|                        |                        |
|------------------------|------------------------|
| <b>Name:</b>           | Williams Foods, Inc.   |
| <b>Street Address:</b> | 13301 West 99th Street |
| <b>City:</b>           | Lenexa                 |
| <b>State/Country:</b>  | KANSAS                 |
| <b>Postal Code:</b>    | 66215                  |
| <b>Entity Type:</b>    | CORPORATION: MISSOURI  |

**PROPERTY NUMBERS Total: 89**

| Property Type        | Number   | Word Mark                |
|----------------------|----------|--------------------------|
| Registration Number: | 2066497  | AMERICA'S #1 SPICE VALUE |
| Serial Number:       | 75314583 | BAG `N BAKE              |
| Registration Number: | 2156820  | BLUE TICK DRESSING       |
| Registration Number: | 2216769  | BOG BOTTOM               |
| Serial Number:       | 76196619 | BOG BOTTOM BBQ           |
| Registration Number: | 1535550  | BUTTER MAGIC             |
| Registration Number: | 1864845  | CAROLINA CEDAR SPRAY     |
| Serial Number:       | 76196618 | CAROLINA EGRET EGGS      |
| Registration Number: | 1983949  | CAROLINA FIRE FLIES      |
| Registration Number: | 1986983  | CAROLINA JUNE BUGS       |
| Registration Number: | 2233718  | CAROLINA MUDD PUPPIES    |
| Registration Number: | 1986981  | CAROLINA NIGHT CRAWLERS  |
| Registration Number: | 1849998  | CAROLINA PINE TAR        |

CH \$2240.00 2066497

|                      |          |  |
|----------------------|----------|--|
| Registration Number: | 1845810  | CAROLINA RED TIDE  |
| Serial Number:       | 76196617 | CAROLINA SAND FIDDLERS   |
| Registration Number: | 1849999  | CAROLINA SWAMP STUFF   |
| Registration Number: | 1845809  | CAROLINA TADPOLE TEA   |
| Registration Number: | 2149478  | CEDAR SPRAY  |
| Registration Number: | 2241851  | COCOA PLEASURES  |
| Registration Number: | 1434862  | COUNTRY STORE  |
| Serial Number:       | 75231631 | COFFEE PLEASURES   |
| Registration Number: | 1433102  | COUNTRY STORE  |
| Registration Number: | 1921292  | DELUXE ENGLISH MUFFINS   |
| Registration Number: | 2046218  |  |
| Registration Number: | 1863857  | DUCK PUDDLE FARM   |
| Registration Number: | 1645429  | EL SCORCHO!  |
| Serial Number:       | 75304198 | GIFTS FROM THE HEARTLAND   |
| Serial Number:       | 75304200 | GIFTS FROM THE HEARTLAND   |
| Serial Number:       | 71434432 | GRANDMA'S SPANISH SEASONING  |
| Registration Number: | 1934046  | HERBE ROYALE   |
| Registration Number: | 2221760  | HOME PORT GALLEY   |
| Registration Number: | 1900050  | ISLAND PLEASURE  |
| Registration Number: | 2383660  | ISLAND PLEASURE  |
| Registration Number: | 1905768  | JOHN WAGNER & SONS, INC.   |
| Registration Number: | 2216773  | LIME DANCE   |
| Registration Number: | 2228879  | Longbay  |
| Registration Number: | 1661274  | MAGNIFLAVOR  |
| Registration Number: | 2248630  | MILK WEED  |
| Registration Number: | 2062036  | MILK WEED  |
| Registration Number: | 2136743  |  |
| Registration Number: | 2230811  | MOBAY  |
| Serial Number:       | 76227673 | MUNCH-A-RONI   |
| Registration Number: | 1927112  | NOT FRENCH NOT ITALIAN NOT RUSSIAN FINALLY AMERICAN A REVOLUTIONARY SALAD DRESSING   |
| Registration Number: | 1857811  | NOT FRENCH NOT ITALIAN NOT RUSSIAN FINALLY AN AMERICAN SALAD DRESSING WITH A MULTINATIONAL TASTE FOR A MULTINATIONAL COUNTRY |
| Registration Number: | 2149474  | PINE TAR   |
| Registration Number: | 2149477  | RED TIDE   |

|                      |          |  |
|----------------------|----------|--|
| Registration Number: | 2213509  | SCORPION   |
| Registration Number: | 2242205  | SEASON `N BAKE                                   |
| Serial Number:       | 76196620 | SEAWEED SLOSH                                    |
| Registration Number: | 1939889  | SPICE RACK                                       |
| Registration Number: | 1926607  | SPIN-4-SPICE                                     |
| Registration Number: | 1838448  | SUN BIRD   |
| Registration Number: | 2121797  | SUN BIRD   |
| Registration Number: | 1124991  | SUN-BIRD   |
| Registration Number: | 1582810  | SUN-BIRD   |
| Registration Number: | 1451080  | SUN-BIRD   |
| Registration Number: | 2216770  | SWAMP MARY                                       |
| Registration Number: | 1977299  | SWAMP SAUCE                                      |
| Registration Number: | 2149473  | TADPOLE TEA                                      |
| Registration Number: | 2216772  | TAHITIAN RED WAVE                                |
| Registration Number: | 1903708  | THE BIG DIFFERENCE IN ENGLISH MUFFINS            |
| Serial Number:       | 75464060 | THE BIG DIFFERENCE IN ENGLISH MUFFINS.           |
| Registration Number: | 1554940  | THE BROWN ADOBE THE NEW MEXICAN CONNECTION       |
| Serial Number:       | 75489611 | THE RESTAURANT MARKETPLACE                       |
| Registration Number: | 1439394  | THE ULTIMATE ENGLISH MUFFIN                      |
| Registration Number: | 2239636  | W  |
| Serial Number:       | 75315543 | W  |
| Serial Number:       | 75315544 | W  |
| Serial Number:       | 75315536 | W  |
| Serial Number:       | 75315534 | W  |
| Registration Number: | 2237163  | WAGNER GOURMET FOODS                             |
| Registration Number: | 2241077  | WAGNER GOURMET FOODS SINCE 1847                  |
| Registration Number: | 2140193  | WAGNER'S   |
| Registration Number: | 1905767  | WAGNER'S   |
| Registration Number: | 1937821  | WAGNER'S   |
| Serial Number:       | 72198447 | WAGNER'S   |
| Registration Number: | 1504172  | WILLIAMS   |
| Registration Number: | 2250942  | WOLFERTMAN'S                                     |
| Registration Number: | 2169739  | WOLFERTMAN'S                                     |
| Serial Number:       | 71593511 | WOLFERTMAN'S "GOOD THINGS TO EAT"                |
| Registration Number: | 2243589  | WOLFERTMAN'S A TRADITION OF FINE FOOD SINCE 1888 |

**TRADEMARK**

**REEL: 003694 FRAME: 0650**

|                      |          |  |
|----------------------|----------|--|
| Registration Number: | 2254234  | WOLFERSMAN'S A TRADITION OF FINE FOOD SINCE 1888 |
| Registration Number: | 1792771  | WOLFERSMAN'S FINE BREADS SINCE 1888              |
| Registration Number: | 1827599  | WOLFERSMAN'S FINE BREADS SINCE 1888              |
| Registration Number: | 1792772  | WOLFERSMAN'S FINE BREADS SINCE 1888              |
| Registration Number: | 2166021  | WOLFERSMAN'S GOOD THINGS TO EAT SINCE 1888       |
| Registration Number: | 2169740  | WOLFERSMAN'S GOOD THINGS TO EAT SINCE 1888       |
| Registration Number: | 1605803  | WOLFERSMAN'S ORIGINAL ENGLISH MUFFINS            |
| Serial Number:       | 76227672 | MUNCHILLA  |

**CORRESPONDENCE DATA**

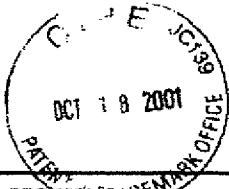
Fax Number: (816)983-8080  
*Correspondence will be sent via US Mail when the fax attempt is unsuccessful.*  
Phone: 816-983-8000  
Email: pto-kc@blackwellsanders.com  
Correspondent Name: Kristine L. Kappel  
Address Line 1: 4801 Main Street, Suite 1000  
Address Line 4: Kansas City, MISSOURI 64112

|                         |                      |
|-------------------------|----------------------|
| ATTORNEY DOCKET NUMBER: | 60208-2              |
| NAME OF SUBMITTER:      | Kristine L. Kappel   |
| Signature:              | /Kristine L. Kappel/ |
| Date:                   | 01/11/2008           |

**Total Attachments: 52**

source=ReleaseofSecurityAgreement#page1.tif  
source=ReleaseofSecurityAgreement#page2.tif  
source=ReleaseofSecurityAgreement#page3.tif  
source=ReleaseofSecurityAgreement#page4.tif  
source=ReleaseofSecurityAgreement#page5.tif  
source=ReleaseofSecurityAgreement#page6.tif  
source=ReleaseofSecurityAgreement#page7.tif  
source=ReleaseofSecurityAgreement#page8.tif  
source=ReleaseofSecurityAgreement#page9.tif  
source=ReleaseofSecurityAgreement#page10.tif  
source=ReleaseofSecurityAgreement#page11.tif  
source=ReleaseofSecurityAgreement#page12.tif  
source=ReleaseofSecurityAgreement#page13.tif  
source=ReleaseofSecurityAgreement#page14.tif  
source=ReleaseofSecurityAgreement#page15.tif  
source=ReleaseofSecurityAgreement#page16.tif  
source=ReleaseofSecurityAgreement#page17.tif  
source=ReleaseofSecurityAgreement#page18.tif  
source=ReleaseofSecurityAgreement#page19.tif  
source=ReleaseofSecurityAgreement#page20.tif

source=ReleaseofSecurityAgreement#page21.tif  
source=ReleaseofSecurityAgreement#page22.tif  
source=ReleaseofSecurityAgreement#page23.tif  
source=ReleaseofSecurityAgreement#page24.tif  
source=ReleaseofSecurityAgreement#page25.tif  
source=ReleaseofSecurityAgreement#page26.tif  
source=ReleaseofSecurityAgreement#page27.tif  
source=ReleaseofSecurityAgreement#page28.tif  
source=ReleaseofSecurityAgreement#page29.tif  
source=ReleaseofSecurityAgreement#page30.tif  
source=ReleaseofSecurityAgreement#page31.tif  
source=ReleaseofSecurityAgreement#page32.tif  
source=ReleaseofSecurityAgreement#page33.tif  
source=ReleaseofSecurityAgreement#page34.tif  
source=ReleaseofSecurityAgreement#page35.tif  
source=ReleaseofSecurityAgreement#page36.tif  
source=ReleaseofSecurityAgreement#page37.tif  
source=ReleaseofSecurityAgreement#page38.tif  
source=ReleaseofSecurityAgreement#page39.tif  
source=ReleaseofSecurityAgreement#page40.tif  
source=ReleaseofSecurityAgreement#page41.tif  
source=ReleaseofSecurityAgreement#page42.tif  
source=ReleaseofSecurityAgreement#page43.tif  
source=ReleaseofSecurityAgreement#page44.tif  
source=ReleaseofSecurityAgreement#page45.tif  
source=ReleaseofSecurityAgreement#page46.tif  
source=ReleaseofSecurityAgreement#page47.tif  
source=ReleaseofSecurityAgreement#page48.tif  
source=ReleaseofSecurityAgreement#page49.tif  
source=ReleaseofSecurityAgreement#page50.tif  
source=ReleaseofSecurityAgreement#page51.tif  
source=ReleaseofSecurityAgreement#page52.tif



03-15-2002



102010077

Form: PTO-1594 TRADEMARK OFFICE REC 1  
(Rev. 03/01)  
OMB No. 0651-0027 (exp. 5/31/2002)  
Tab settings

U.S. DEPARTMENT OF COMMERCE  
U.S. 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): Williams Foods, Inc. 10-18-01  
 Individual(s)  Association  
 General Partnership  Limited Partnership  
 Corporation-State Missouri  
 Other \_\_\_\_\_  
Additional name(s) of conveying party(ies) attached?  Yes  No

2. Name and address of receiving party(ies)  
Name: Heller Financial Leasing, Inc.  
Internal Address: \_\_\_\_\_  
Street Address: 500 West Monroe St.  
City: Chicago State: IL Zip: 60661  
 Individual(s) citizenship \_\_\_\_\_  
 Association \_\_\_\_\_  
 General Partnership \_\_\_\_\_  
 Limited Partnership \_\_\_\_\_  
 Corporation-State Delaware  
 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 name(s) & address(es) attached?  Yes  No

3. Nature of conveyance:  
 Assignment  Merger  
 Security Agreement  Change of Name  
 Other \_\_\_\_\_  
Execution Date: September 14, 2001

4. Application number(s) or registration number(s):  
A. Trademark Application No.(s)  
See Attached  
Additional number(s) attached  Yes  No

B. Trademark Registration No.(s)  
See Attached

5. Name and address of party to whom correspondence concerning document should be mailed:  
Name: Sean M. Gillen, Esq.  
Internal Address: Kutak Rock LLP  
Street Address: 1650 Farnam St.  
City: Omaha State: NE Zip: 68102

6. Total number of applications and registrations involved: 12  
7. Total fee (37 CFR 3.41).....\$ 2,315.00  
 Enclosed  
 Authorized to be charged to deposit account  
8. Deposit account number: \_\_\_\_\_  
(Attach duplicate copy of this page if paying by deposit account)

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.*  
Sean M. Gillen \_\_\_\_\_  
Name of Person Signing Signature Date October 17, 2001

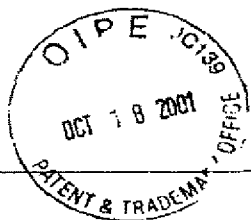
DO NOT USE THIS SPACE

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

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

10/26/2001 BBYRNE 00000661 75035078  
01 FC:481 40.00 DP  
02 FC:482 2275.00 DP

TRADEMARK  
REEL: 2429 FRAME: 0786  
TRADEMARK  
REEL: 003694 FRAME: 0653



| <u>Mark</u>                        | <u>Classes</u> | <u>App. #</u> | <u>Reg. #</u> |
|------------------------------------|----------------|---------------|---------------|
| AMERICA'S #1 SPICE VALUE           | 30             | 75/035,078    | 2,066,497     |
| BAG 'N BAKE                        | 16             | 75/314,583    |               |
| BLUE TICK DRESSING                 | 30             | 75/291,066    | 2,156,820     |
| BOG BOTTOM                         | 30             | 75/381,685    | 2,216,769     |
| BOG BOTTOM BBQ                     | 30             | 76/196,619    |               |
| BUTTER MAGIC                       | 29             | 73/746,406    | 1,535,550     |
| CAROLINA CEDAR SPRAY (stylized)    | 30             | 74/442,101    | 1,864,845     |
| CAROLINA EGRET EGGS                | 30             | 76/196,618    |               |
| CAROLINA FIRE FLIES (stylized)     | 30             | 74/686,839    | 1,983,949     |
| CAROLINA JUNE BUGS (stylized)      | 30             | 74/686,979    | 1,986,983     |
| CAROLINA MUDD PUPPIES              | 30             | 75/382,217    | 2,233,718     |
| CAROLINA NIGHT CRAWLERS (stylized) | 30             | 74/686,841    | 1,986,981     |
| CAROLINA PINE TAR (stylized)       | 30             | 74/442,208    | 1,849,998     |
| CAROLINA RED TIDE (stylized)       | 30             | 74/442,490    | 1,845,810     |
| CAROLINA SAND FIDDLERS             | 30             | 76/196,617    |               |
| CAROLINA SWAMP SNACKS              | 30             |               |               |
| CAROLINA SWAMP STUFF               | 16             |               |               |
| CAROLINA SWAMP STUFF (stylized)    | 30             | 74/442,489    | 1,849,999     |
| CAROLINA TADPOLE TEA (stylized)    | 30             | 74/442,488    | 1,845,809     |
| CEDAR SPRAY                        | 30             | 75/291,149    | 2,149,478     |
| COCOA PLEASURES                    | 30             | 75/231,634    | 2,241,851     |
| COFFEE PLEASURES                   | 30             | 75/231,631    |               |
| COUNTRY STORE                      | 29             | 73/597,839    | 1,434,862     |

|   |        |            |           |
|---|--------|------------|-----------|
| COUNTRY STORE   | 29     | 73/565,186 | 1,433,102 |
| DELUXE ENGLISH MUFFINS  | 30     | 74/426,483 | 1,921,292 |
| DESIGN ONLY (spice jar)   | 30     | 74/436,931 | 2,046,218 |
| DUCK PUDDLE FARM  | 30     | 74/466,562 | 1,863,857 |
| EL SCORCHO! (stylized)  | 30     | 74/065,321 | 1,645,429 |
| GIFTS FROM THE HEARTLAND  | 29     | 75/304,198 |           |
| GIFTS FROM THE HEARTLAND  | 39     | 75/304,200 |           |
| GRANDMA'S SPANISH SEASONING<br>(and design)   | 30     | 71/434,432 | 394,876   |
| HERBE ROYALE  | 30     | 74/484,171 | 1,934,046 |
| HOME PORT   | 29, 30 |            |           |
| HOME PORT GALLEY  | 29     | 75/451,557 | 2,221,760 |
| ISLAND PLEASURE   | 30     | 74/462,032 | 1,900,050 |
| ISLAND PLEASURE   | 32     | 75/382,221 | 2,383,660 |
| JOHN WAGNER & SONS, INC.  | 29     | 74/466,561 | 1,905,768 |
| LIME DANCE  | 32     | 75/381,899 | 2,216,773 |
| LongBAY   | 29     | 75/472,353 | 2,228,879 |
| MAGNIFLAVOR   | 1      | 74/023,744 | 1,661,274 |
| MILK WEED   | 30     | 75/290,950 | 2,248,630 |
| MILK WEED (stylized)  | 30     | 74/686,838 | 2,062,036 |
| MISCELLANEOUS DESIGN (Lion Logo)  | 30     | 75/151,475 | 2,136,743 |
| MOBAY   | 30     | 75/472,354 | 2,230,811 |
| MUNCH-A-RONI  | 30     | 76/227,673 |           |
| MUNCHILLA   | 30     | 76/227,672 |           |
| NOT FRENCH NOT ITALIAN NOT RUSSIAN<br>FINALLY AMERICAN A REVOLUTIONARY<br>SALAD DRESSING (and design)   | 30     | 74/489,109 | 1,927,112 |
| NOT FRENCH NOT ITALIAN NOT<br>RUSSIAN FINALLY AN AMERICAN SALAD<br>DRESSING WITH A MULTINATIONAL<br>TASTE FOR A MULTINATIONAL<br>COUNTRY (and design) | 30     | 74/368,070 | 1,857,811 |
| PINE TAR  | 30     | 75/290,951 | 2,149,474 |



|   |        |            |           |
|---|--------|------------|-----------|
| RED TIDE  | 30     | 75/291,012 | 2,149,477 |
| SCORPION  | 30     | 75/381,893 | 2,213,509 |
| SEASON 'N BAKE  | 16     | 75/314,047 | 2,242,205 |
| SEAWEED SLOSH   | 30     | 76/196,620 |           |
| SPICE RACK  | 30     | 74/615,251 | 1,939,889 |
| SPIN-4-SPICE  | 30     | 74/420,109 | 1,926,607 |
| SUN BIRD (and design)                                   | 30     | 74/070,412 | 1,838,448 |
| SUN BIRD (stylized)                                     | 29, 30 | 75/233,015 | 2,121,797 |
| SUN-BIRD  | 30     | 73/184,723 | 1,124,991 |
| SUN-BIRD (stylized)                                     | 29, 30 | 73/809,414 | 1,582,810 |
| SUN-BIRD (stylized)                                     | 29     | 73/635,462 | 1,451,080 |
| SWAMP MARY  | 32     | 75/381,699 | 2,216,770 |
| SWAMP SAUCE   | 30     | 74/554,097 | 1,977,229 |
| TADPOLE TEA   | 30     | 75/290,949 | 2,149,473 |
| TAHITIAN RED WAVE                                       | 30     | 75/381,891 | 2,216,772 |
| THE BIG DIFFERENCE IN ENGLISH MUFFINS                   | 30     | 74/391,246 | 1,903,708 |
| THE BIG DIFFERENCE IN ENGLISH MUFFINS (and design)      | 30     | 75/464,060 |           |
| THE BROWN ADOBE THE NEW MEXICAN CONNECTION (and design) | 30     | 73/772,061 | 1,554,940 |
| THE RESTAURANT MARKETPLACE                              | 35     | 75/489,611 |           |
| THE ULTIMATE ENGLISH MUFFIN                             | 30     | 73/614,800 | 1,439,394 |
| W (stylized)  | 29     | 75/315,535 | 2,239,636 |
| W (stylized)  | 16     | 75/315,543 |           |
| W (stylized)  | 8, 21  | 75/315,544 |           |
| W (stylized)  | 25     | 75/315,536 |           |
| W (stylized)  | 30     | 75/315,534 |           |
| WAGNER GOURMET FOODS                                    | 29, 30 | 75/151,229 | 2,237,163 |
| WAGNER GOURMET FOODS SINCE 1847 (and design)            | 29, 30 | 75/231,632 | 2,241,077 |
| WAGNER'S  | 29, 30 | 75/151,084 | 2,140,193 |
| WAGNER'S  | 29, 30 | 74/466,560 | 1,905,767 |
| WAGNER'S (and design)                                   | 29, 30 | 74/490,904 | 1,937,821 |

|   |        |            |           |
|---|--------|------------|-----------|
| WAGNER'S (stylized)   | 30     | 72/198,447 | 833,756   |
| WILLIAMS (stylized)   | 30     | 73/656,077 | 1,504,172 |
| WOLFERMAN'S   | 16, 39 | 75/348,794 | 2,250,942 |
| WOLFERMAN'S   | 29,30  | 75/348,795 | 2,169,739 |
| WOLFERMAN'S "GOOD THINGS TO EAT"<br>(stylized)                  | 29, 30 | 71/593,511 | 577,179   |
| WOLFERMAN'S A TRADITION OF FINE<br>FOOD SINCE 1888 (and design) | 29     | 75/315,541 | 2,243,589 |
| WOLFERMAN'S A TRADITION OF FINE<br>FOOD SINCE 1888 (and design) | 30     | 75/315,533 | 2,254,234 |
| WOLFERMAN'S FINE BREADS SINCE 1888                              | 29, 30 | 74/283,761 | 1,792,771 |
| WOLFERMAN'S FINE BREADS SINCE 1888<br>(and design)              | 30     | 74/180,641 | 1,827,599 |
| WOLFERMAN'S FINE BREADS SINCE 1888<br>(and design)              | 29     | 74/283,762 | 1,792,772 |
| WOLFERMAN'S GOOD THINGS TO EAT<br>SINCE 1888                    | 16     | 75/348,796 | 2,166,021 |
| WOLFERMAN'S GOOD THINGS TO EAT<br>SINCE 1888                    | 35     | 75/348,797 | 2,169,740 |
| WOLFERMAN'S ORIGINAL ENGLISH<br>MUFFINS (stylized)              | 30     | 73/770,347 | 1,605,803 |



## MASTER SECURITY AGREEMENT

This Master Security Agreement (this "Agreement") is entered into as of September 14, 2001, by and between WILLIAMS FOODS, INC., a Missouri corporation whose business address is 13301 West 99th Street, Lenexa, Kansas 66215, ("Borrower"), and HELLER FINANCIAL LEASING, INC., a Delaware corporation, whose address is 500 West Monroe Street, Chicago, IL 60661 ("Lender"). Capitalized terms used in this Agreement and not otherwise defined shall have the meanings set forth in Section 15 of this Agreement.

1. **Secure Payment.** To secure payment of all Indebtedness, Borrower hereby grants and conveys to Lender a continuing lien and security interest in the Collateral, provided, however, if Lender assigns any Notes, then, the term "Indebtedness" as used herein with respect to any assignee shall mean only the Indebtedness evidenced by or related to Notes held by the assignee, and the term Collateral as used herein with respect to such assignee shall mean only the Collateral described on the Schedules that specifically refer to the Notes held by such assignee. Each advance of principal under a Note shall be on and subject to the terms and conditions set forth in the Loan Documents.

2. **Representations, Warranties and Covenants.** Borrower represents, warrants and covenants to Lender that the following statements are true, correct and complete and, unless specifically limited, shall remain so until payment in full of all Indebtedness:

(a) **Perform Obligations.** Borrower shall pay and perform all Indebtedness as and when due. Borrower shall use the loan proceeds evidenced by the Notes for business purposes only, in accordance with the terms of the Loan Documents.

(b) **Collateral Free and Clear.** Borrower shall keep the Collateral free and clear of any and all Liens, except for Permitted Liens.

(c) **Possession and Operation of Collateral.** Borrower shall retain possession of the Collateral at all times and shall not sell, exchange, assign, loan, deliver, lease, mortgage or otherwise dispose of the Collateral or any part thereof without the prior written consent of Lender. Borrower shall at all times keep the Collateral at the locations specified on the Schedules (except for removals therefrom in the usual course of business for temporary periods); provided, however, that Borrower shall be allowed to dispose of up to an aggregate of \$100,000 of Collateral (valued as of the date hereof) which becomes obsolete without the prior written consent of Lender. Borrower shall keep the Collateral, at Borrower's sole cost and expense, in good repair and condition and not misuse, abuse, waste, or allow it to deteriorate except for normal wear and tear. Borrower shall make the Collateral available for inspection by Lender at all reasonable times. The Collateral at all times shall be operated by competent, properly trained and, if applicable, legally licensed operators. In the event the Collateral or any part thereof is vehicles, Borrower shall at all times operate such vehicles only in the United States and if any vehicle is not in use, Borrower shall keep it at the location specified in the Schedules.

(d) **Insurance.** With respect to its business and properties, Borrower maintains, and shall continue to maintain, adequate insurance for public liability, property damage and product liability, against loss or damage of the kinds customarily carried or maintained by companies of established reputation engaged in similar businesses and in amounts acceptable to Lender. Borrower shall cause Lender to be named as loss payee on all insurance policies relating to any Collateral and shall cause Lender to be named as additional insured under all liability policies, in each case pursuant to appropriate endorsements in form and substance satisfactory to Lender. No notice of cancellation has been received with respect to such policies and Borrower is, and shall continue to be, in full compliance with all requirements and conditions contained in such policies. Borrower shall give immediate written notice to Lender and to insurers of loss or damage to the Collateral and shall promptly file

proofs of loss with insurers. Borrower hereby irrevocably appoints Lender as Borrower's attorney-in-fact, coupled with an interest, for the purpose of obtaining, adjusting and canceling any such insurance and endorsing settlement drafts. Borrower hereby assigns to Lender, as additional security for the Indebtedness, all sums which may become payable under such insurance.

(e) In the event Borrower fails to provide Lender with evidence of the insurance coverage required by this Agreement, Lender may purchase insurance at Borrower's expense to protect Lender's interests in the Collateral. This insurance may, but need not, protect Borrower's interests. The coverage purchased by Lender may not pay any claim made by Borrower or any claim that is made against Borrower in connection with the Collateral. Borrower may later cancel any insurance purchased by Lender, but only after providing Lender with evidence that Borrower has obtained insurance as required by this Agreement. If Lender purchases insurance for the Collateral, Borrower shall be responsible for the costs of that insurance, including interest and other charges imposed by Lender in connection with the placement of the insurance, until the effective date of the cancellation or expiration of the insurance. The costs of the insurance may be added to the Indebtedness. The costs of the insurance may be more than the cost of insurance Borrower is able to obtain on its own.

(f) **If Collateral Attaches to Real Estate.** If the Collateral or any part thereof has been attached to or is to be attached to real estate, a description of the real estate and the name and address of the record owner is set forth on the Schedules and Borrower shall promptly following request therefor furnish Lender with a disclaimer or waiver of any interest in the Collateral satisfactory to Lender. Notwithstanding the foregoing, the Collateral shall remain personal property and shall not be affixed to realty without the prior written consent of Lender.

(g) **Financial Statements.** If at any time Borrower or any Corporate Guarantor is required to file Forms 10-K and 10-Q with the SEC, Borrower shall cause to be delivered to Lender copies of such forms within ten days of the filing thereof. If Borrower or any Corporate Guarantor is not required to file such forms, Borrower shall deliver and shall cause each Corporate Guarantor to deliver to Lender for Borrower and each such Corporate Guarantor respectively: (i) as soon as practicable, and in any event within 60 days after the end of each fiscal quarter, unaudited financial statements including in each instance, balance sheets, income statements, and statements of cash flow, on a consolidated and consolidating basis, as appropriate, and separate profit and loss statements as of and for the quarterly period then ended and for the fiscal year to date, prepared in accordance with GAAP, and certified by Borrower's CFO to be true and correct, and (ii) as soon as practicable, and in any event within 90 days after the end of each fiscal year, annual audited financial statements, including balance sheets, income statements and statements of cash flow for the fiscal year then ended, on a consolidated and consolidating basis, as appropriate, which have been prepared by its independent accountants in accordance with GAAP. Such audited financial statements shall be accompanied by the independent accountant's opinion, which opinion shall be in form generally recognized as "unqualified." Borrower shall cause each Individual Guarantor to deliver such financial information as Lender shall require from time to time.

(h) **Authorization.** Borrower is now, and shall at all times remain, duly licensed, qualified to do business and in good standing in every jurisdiction where failure to be so licensed or

qualified and in good standing would have a material adverse effect on its business, properties or assets. The execution and delivery of the Loan Documents have been duly authorized by Borrower and the Loan Documents constitute the legal valid and binding obligations of Borrower, enforceable against Borrower in accordance with their respective terms. Borrower shall not, without 30 days prior written notice to Lender, (1) change its name or its structure such that any financing statement or other record notice becomes misleading or (2) change its principal place of business or chief executive or accounting offices from the address stated herein.

(l) Litigation. Except as disclosed by Borrower to Lender in writing as of the date of this Agreement, there are no judgments outstanding against or affecting Borrower, its officers, directors or affiliates or any part of the Collateral and no Litigation exists. Borrower shall furnish to Lender all information regarding any material Litigation as Lender shall reasonably request and in any event Borrower shall promptly notify Lender in writing of Litigation against it if the outcome of such Litigation may materially or adversely affect the finances or operations of Borrower (for purposes of this provision, \$100,000.00 shall be deemed material).

(j). No Conflicts. Borrower represents and warrants that Borrower is not in violation of any material term or provision of its by-laws, or of any material agreement or instrument applicable to it or any Applicable Law. The execution, delivery, and performance of the Loan Documents do not and shall not violate, constitute a default under, or otherwise conflict with any such term or provision or result in the creation of any Lien upon any of the properties or assets of Borrower, except for the security interest created hereunder.

(k) Compliance with Laws. In all material respects, Borrower is, as of the date of each Schedule, in compliance with all existing Applicable Laws, and shall remain at all times in compliance with all Applicable Laws.

(l) Taxes. Should any stamp, excise, or other tax, including mortgage, conveyance, deed, intangible, or recording taxes become payable in respect of any Loan Documents, Borrower shall pay the taxes (including interest and penalties, if any) and shall hold Lender harmless with respect thereto.

(m) Regulations. No proceeds of the loans or any other financial accommodations under the Loan Documents shall be used, directly or indirectly, for the purpose of purchasing or carrying any margin security, as that term is defined in Regulation U of the Board of Governors of the Federal Reserve System.

(n) No Liability. Borrower acknowledges and agrees that Lender shall not be liable for any acts or omissions nor for any error of judgment or mistake of fact or law other than as a result of Lender's gross negligence or willful misconduct.

(o) Setoff. Without limiting any other right of Lender, whenever Lender has the right to declare any Indebtedness to be immediately due and payable (whether or not it has so declared), Lender is hereby authorized at any time to the fullest extent permitted by law, to set off and apply against any and all of the Indebtedness, any and all monies then or thereafter owed to Borrower by Lender in any capacity, whether or not the obligation to pay such monies owed by Lender is then due. Lender shall be deemed to have exercised such right of set-off immediately at the time of such election even though any charge therefor is made or entered on Lender's records subsequent thereto.

(p) Books and Records. Borrower shall maintain, at all times, true and complete books, records and accounts in which true and correct entries are made of its transactions in accordance with GAAP and consistent with those applied in the preparation of Borrower's financial statements. At all reasonable times, upon reasonable notice, and during normal business hours, Borrower shall permit Lender or its agents to audit, examine and make extracts from

or copies of any of its books, ledgers, reports, correspondence, and other records.

(q) Indemnity. Borrower shall indemnify, defend and hold harmless Lender, its parent, officers, directors, agents, employees, and consultants from and against any loss, expense (including reasonable attorneys' fees and costs), damage or liability arising directly or indirectly from (i) any breach of any representation, warranty or covenant contained herein and in the other Loan Documents, (ii) any claim or cause of action that would deny Lender the full benefit or protection of any provision herein and in the Loan Documents and (iii) the ownership, possession, lease, operation, use, condition, sale, return, or other disposition of the Collateral, except to the extent the loss, expense, damage or liability arises solely and directly from Lender's gross negligence or willful misconduct. If after receipt of any payment of all or any part of the Indebtedness, Lender is for any reason compelled to surrender such payment to any person or entity, because such payment is determined to be void or voidable as a preference, an impermissible set-off or for any other reason, the Loan Documents shall continue in full force and effect and Borrower shall be liable to Lender for the amount of such payment surrendered together with interest at the applicable rate. The provisions of this paragraph shall survive termination of the Loan Documents.

(r) Collateral Documentation. Borrower shall deliver to Lender prior to any advance of principal under a Note, satisfactory documentation regarding the Collateral to be financed, including, but not limited to, invoices, canceled checks evidencing payments therefore, or other documentation as may be reasonably requested by Lender. Immediately prior to any advance, Borrower shall satisfy Lender that Borrower's business and financial information is as represented and there has been no material change in Borrower's business, financial condition or operations since the date of the most recent audited financial statement delivered under this Agreement.

(s) Expenses and Attorneys' Fees. Borrower shall be liable for all charges, costs, expenses and attorneys' fees incurred by Lender (including allocated costs of internal counsel): (i) in perfecting, defending, protecting or terminating its security interest in the Collateral, or any part thereof, including all costs of registration or of titling the Collateral; (ii) in the negotiation, execution, delivery, administration, amendment or enforcement of the Loan Documents or any provision thereof or the collection of any amounts due under any Note or other Loan Document; (iii) in any lawsuit or other legal proceeding in any way connected with any of the Loan Documents, including, any contract or tort or other actions, any arbitration or other alternative dispute resolution proceeding, all appeals and judgment enforcement actions and any bankruptcy proceeding (including any relief from stay and/or adequate protection motions, cash collateral disputes, assumption/rejection motions and disputes or objections to any proposed disclosure statement or reorganization plan). The provisions of this paragraph shall survive the termination of the Loan Documents and any judgment with respect to the Indebtedness or any part thereof.

(t) Complete Information. No representation or warranty made by Borrower in this Agreement and no other document or statement furnished to Lender by or on behalf of Borrower contains any material misstatement of a material fact or omits to state any material fact necessary in order to make the statements contained herein or therein not misleading.

(u) Financial Covenants. (i) If EBITDA (as defined below) for the 12 months ending December 31, 2001 is less than \$4,880,000.00, as determined by Lender from Borrower's audited fiscal year-end financial statements, then Borrower shall pay to Lender a non-refundable covenant fee equal to one percent (1%) of the original principal amount of the Note dated as of the date hereof (the "Covenant Fee"). The Covenant Fee, if required, shall be due on April 1, 2002 and shall be in addition to all other payments to be made and obligations to be performed by Borrower.

(ii) So long as any indebtedness remains outstanding, Borrower shall:

(A) Tangible Net Worth. Maintain Tangible Net Worth of not less than the following:

| <u>Period Ending</u>                                  | <u>Minimum Tangible Net Worth</u> |
|---|-----------------------------------|
| December 31, 2001                                     | \$6,250,000.00                    |
| March 31, 2002  | \$3,275,000.00                    |
| June 30, 2002   | \$2,000,000.00                    |
| September 30, 2002                                    | \$2,100,000.00                    |
| December 31, 2002 and each fiscal year end thereafter | \$7,800,000.00                    |

(B) Leverage Ratio. Maintain a ratio of total Debt to Tangible Net Worth of not more than the following:

| <u>Period Ending</u>                                  | <u>Maximum Leverage Ratio</u> |
|---|-------------------------------|
| December 31, 2001                                     | 2.5 to 1.0                    |
| March 31, 2002  | 5.0 to 1.0                    |
| June 30, 2002   | 8.0 to 1.0                    |
| September 30, 2002                                    | 11.5 to 1.0                   |
| December 31, 2002 and each fiscal year end thereafter | 2.0 to 1.0                    |

(C) Capital Expenditures. Not make Capital Expenditures which exceed an aggregate amount of (1) \$400,000.00 for the fiscal year ending December 31, 2001, and (2) \$750,000.00 for the fiscal year ending December 31, 2002 and all fiscal years thereafter.

(D) Debt Service Coverage. Maintain a ratio of EBITDA to principal and interest paid on the Obligations, all other Senior Debt and all capital expenditures not financed by Lender, calculated quarterly and based upon the prior four fiscal quarters (rolling), at least (1) 2.0 to 1.0 during each fiscal quarter during its fiscal year ending December 31, 2001, and (2) 1.5 to 1.0 during each fiscal quarter thereafter with the exception of the September 30, 2002 fiscal quarter end, for which quarter the ratio shall be 1.35:1.0.

(E) Minimum Stockholders Equity. Maintain a minimum stockholders equity of not less than the following:

| <u>Period Ending</u>                                  | <u>Minimum Stockholders Equity</u> |
|---|------------------------------------|
| December 31, 2001                                     | \$4,900,000.00                     |
| March 31, 2002  | \$1,750,000.00                     |
| June 30, 2002   | \$300,000.00                       |
| September 30, 2002                                    | \$250,000.00                       |
| December 31, 2002 and each fiscal year end thereafter | \$5,900,000.00                     |

(F) Senior Debt to EBITDA. Maintain a ratio of Senior Debt to EBITDA, as of each fiscal quarter, of not more than the following:

| <u>Relevant Period Ending</u>   | <u>Maximum Senior Debt to EBITDA</u> |
|---|--------------------------------------|
| December 31, 2001 (FYE)   | 1.60 to 1.0                          |
| Quarter Ending March 31, 2002 (and each quarter ending on March 31 of each year thereafter) | 2.30 to 1.0                          |
| Quarter Ending June 30, 2002  |                                      |

|   |             |
|---|-------------|
| (and each quarter ending on June 30 of each year thereafter)  | 2.50 to 1.0 |
| Quarter Ending September 30, 2002 (and each quarter ending on September 30 of each year thereafter) | 3.20 to 1.0 |
| Quarter Ending December 31, 2002 (and each quarter ending on December 31 of each year thereafter)   | 1.30 to 1.0 |

With respect to the above calculations and the application of the terms Senior Debt and EBITDA, all quarterly calculations done shall be based upon the prior four fiscal quarters (rolling).

As used in this Section 2(u), the following terms shall have the following meanings: "Capital Expenditures" means expenditures made and liabilities incurred for the direct or indirect acquisition of any fixed assets or improvements, replacements, substitutions or additions thereto which have a useful life of more than one year, including, without limitation, payments with respect to capitalized lease obligations. "Debt" means, with respect to the Borrower, without duplication, (i) indebtedness for borrowed money or for the deferred purchase price of property or services in respect of which the Borrower is liable, contingently or otherwise, as an obligor, guarantor or otherwise, or in respect of which the Borrower otherwise assures a creditor against loss, (ii) all other obligations or items which, in accordance with GAAP, would be shown on the liability side of a balance sheet as of the date of incurrence thereof, (iii) obligations under leases which shall have been or should be, in accordance with GAAP, recorded as capital leases in respect of which obligations the Borrower is liable, contingently or otherwise, as an obligor, guarantor or otherwise, or in respect of which obligations the Borrower otherwise assures a creditor against loss, and (iv) unfunded vested benefits under each Plan maintained for employees of the Borrower. "EBITDA" means, for any period, net income for any Person as determined in accordance with GAAP for such period plus all amounts deducted in the computation thereof on account of (a) interest expense, (b) depreciation and amortization expenses and other non-cash charges and (c) income and profits taxes. "GAAP" means generally accepted accounting principles set forth from time to time in the opinions and pronouncements of the Accounting Principles Board and the American Institute of Certified Public Accountants and statements and pronouncements of the Financial Accounting Standards Board (or agencies with similar functions of comparable stature and authority within the U.S. accounting profession), which are applicable to the circumstances as of the date of determination. "Obligations" means all debts, liabilities, obligations, covenants and duties owing, arising, due or payable from the Borrower to Lender of any kind or nature, present or future, whether or not evidenced by any note, letter of credit, guaranty or other instrument, whether arising under this Agreement or any of the other Loan Documents or otherwise and whether direct or indirect (including, without limitation, those acquired by assignment), absolute or contingent, primary or secondary, joint, several or joint and several due or to become due, now existing or hereafter arising and however acquired, and all replacements, renewals, extensions and other modifications of any of the foregoing. The term "Obligations" includes, without limitation, all interest, charges, expenses, fees, attorneys' fees and any other sums chargeable to the Borrower under any of the Loan Documents. The term also includes any of the foregoing that arise after the filing of a petition by or against the Borrower under any bankruptcy or similar law, even if the Obligations do not accrue because of the automatic stay under Bankruptcy Code § 362 or otherwise. "Person" means an individual, corporation, partnership, trust, governmental entity or any other entity, organization or group whatsoever. "Senior Debt" means all interest bearing Debt which is not subordinated to the Obligations pursuant to the terms of a subordination agreement in form and substance acceptable to Lender in its sole discretion. "Tangible Net Worth" means, at any date of

determination, the Borrower's total tangible assets minus the Borrower's total liabilities plus Debt which is, in the reasonable opinion of the Lender, adequately subordinated to any Senior Debt, each as determined in accordance with GAAP.

(iii) Borrower shall be permitted to pay income taxes payable by Conrad Hock, Jr. on account of the one-time withdrawal from his Investment Retirement Account, the proceeds of which have been loaned to Borrower in the form of subordinated debt, provided that (A) Borrower's payment of such income taxes will not cause a breach the financial covenant contained in (ii)(D) above, as of December 31, 2001, and (B) the payment of such taxes shall be deducted from the calculation of Borrower's EBITDA for the purposes of determining Borrower's compliance with such covenant pursuant to this subsection (iii).

(v) Trademarks. Borrower shall, at its own cost, unless otherwise consented to in writing by Lender: (i) take all actions necessary to properly maintain and renew all registrations for Trademarks which are or may become subject to this Agreement for the full term or terms allowed by law including but not limited to the appropriate and timely payment of any required fees and the appropriate and timely filing of any documents or declarations necessary to maintain and renew said registrations for Trademarks (including the filing of a declaration of incontestability under § 15 of the United States Trademark Act where possible) which may be necessary or appropriate under applicable law; (ii) file new applications to register and protect under applicable law all Trademarks acquired by Borrower but for which applications have not previously been filed or to take all other actions necessary to cause registrations for Trademarks to be issued as a result of said applications; and (iii) protect such Trademarks from infringement, unfair competition or dilution or damage by all appropriate actions including the commencement of legal action to prevent and recover damages for said infringement and to defend such Trademarks from claims of infringement, unfair competition or damage including the defense or any legal actions making such claims.

3. Prepayment. Borrower may not prepay the Indebtedness, whether in whole or in part, at any time during the term of this Agreement except as set forth in the Notes.

4. Events of Default. Each of the following events shall constitute an Event of Default: (a) Borrower fails to pay any part of the indebtedness within ten calendar days of its due date, (b) any warranty or representation of Borrower in any Loan Document is materially untrue, misleading or inaccurate at the time it is made, (c) Borrower shall fail to pay or perform as and when due any obligations of Borrower arising under Sections 2(b), 2(c), 2(d) or 2(u), (d) Borrower or any Guarantor shall fail to pay or perform any obligations to Lender arising under or in connection with this Agreement or any of the other Loan Documents (other than obligations covered by subsections (a), (b), (c), (m), (n), (o), (p), (q) or (r) of this section) and such failure is not remedied to Lender's satisfaction within 10 days of Lender's written notice thereof to Borrower, (e) Borrower or any Guarantor breaches or defaults in the payment or performance of any debt or other obligation owed by it to Lender or any affiliate of Lender, and Lender has (without being obligated to do so) declared such event, an Event of Default hereunder, (f) Borrower breaches or defaults in the payment or performance of any debt or other obligation, whether now or hereafter existing, with an outstanding principal balance in excess of \$1,000,000.00, and the same is subsequently accelerated, or any Guarantor breaches or defaults in the payment or performance of any debt or other obligation, whether now or hereafter existing, with an outstanding principal balance in excess of \$1,000,000.00, and the same is subsequently accelerated, (g) there shall be a change in the beneficial ownership and control, directly or indirectly, of the majority of the outstanding voting securities or other interests entitled to elect or appoint members of the board of directors or other managing body of

Borrower or any Corporate Guarantor (a "change of control"), or there is any merger, consolidation, dissolution, liquidation, winding up or sale or other transfer of all or substantially all of the assets of Borrower or any Corporate Guarantor pursuant to which there is a change of control or cessation of Borrower or the Corporate Guarantor or the business of either, (h) death or incompetency of any individual Guarantor or Borrower if Borrower is a natural person, (i) any money judgment is entered or filed against Borrower or any Guarantor in excess of \$1,000,000.00, (j) the appointment of a receiver for all or any part of the property of Borrower or any Guarantor, or any assignment for the benefit of creditors by Borrower or any Guarantor, (k) the filing of a petition by Borrower or any Guarantor under any bankruptcy, insolvency or similar law, or the filing of any such petition against Borrower or any Guarantor if the same is not dismissed within 45 days of such filing, (l) any event shall occur which creates a Material Adverse Effect, (m) the taxable income of Conrad Hock, Jr. paid by Borrower (other than certain conditional bonuses approved by Lender) shall exceed (i) \$131,250.00 for the fourth fiscal quarter of fiscal year ending December 31, 2001 or (ii) \$525,000.00 in any fiscal year thereafter, (n) a default or an event of default (however defined) occurs under the Bank Loan Facility, (o) Borrower, as lessee, makes lease payments to Conrad Hock, Jr. or Conrad Hock Jr. Revocable Trust, as applicable, as lessor, with respect to the two facilities in Lenexa, KS leased by Borrower, in excess of \$65,000.00, in aggregate, in any month, (p) Borrower fails to obtain or Bank fails to make any of the scheduled advances under the Bank Loan Facility, including, without limitation, an over-advance in the amount of \$1,500,000.00 for the months of June, 2001, July, 2001, August, 2001, September, 2001, October, 2001, November, 2001 and December, 2001, (q) Borrower pays any dividends or distributions to any shareholders other than for the payment of taxes or (r) Borrower or Guarantor or any other creditor breaches or defaults in the performance of any agreement or covenant contained in the Debt Subordination Agreement.

5. Remedies. Upon the occurrence of an Event of Default, in addition to all rights and remedies of a Lender under the UCC and under any other applicable law, Lender may, at its option, at any time (a) declare the indebtedness to be immediately due and payable without notice to Borrower or any Guarantor; (b) without demand or legal process, enter any premises where the Collateral may be and take possession and/or remove the Collateral all without charge to or liability on the part of Lender, (c) require Borrower to assemble the Collateral, crate, pack, ship, and deliver the Collateral to Lender in such manner and at such place as Lender may require, all at Borrower's sole cost and expense, (d) render the Collateral unusable at the Borrower's premises and dispose of such Collateral on such premises without liability for rent or costs (e) sell the Collateral at public or private sales, in whole or in part, and have the right to bid and purchase at said sale, and/or (f) lease or otherwise dispose of all or part of the Collateral, applying proceeds therefrom to the Indebtedness. Any notice which Lender is required to give to Borrower under any Applicable Law of the time and place of any public sale or the time after which any private sale or other intended disposition of the Collateral is to be made shall be deemed to constitute reasonable notice if such notice given to the last known address of Borrower at least five days prior to such action. Borrower shall remain fully liable for any deficiency, with interest thereon at the applicable rate set forth in the related Notes.

6. Cumulative Remedies. Lender's remedies hereunder or otherwise are cumulative, are in addition to any other remedies provided for by law or in equity and may, to the extent permitted by law, be exercised concurrently or separately, and the exercise of any one remedy shall not be deemed an election of such remedy or to preclude the exercise of any other remedy. No failure on the part of Lender to exercise, and no delay in exercising any right or remedy, shall operate as a waiver thereof or in any way modify or be deemed to modify the terms of this Agreement or the other Loan Documents or the indebtedness, nor shall any single or partial exercise by Lender of any right or remedy preclude any other or further exercise of the same or any other right or remedy. Lender shall not be under any obligation

to marshal any assets in favor of Borrower, any Guarantor or any other person or against or in payment of any or all of the indebtedness. If Borrower shall fail to comply with any provision of any of the Loan Documents, Lender shall have the right, but shall not be obligated, to take action to address such non-compliance, in whole or in part, and all expenses and obligations incurred or assumed by Lender together with interest thereon at the applicable rate shall be added to the indebtedness and paid by Borrower upon demand.

7. **Assignment.** Lender may transfer or assign all or any part of the indebtedness and the Loan Documents without releasing Borrower or the Collateral, and upon such transfer or assignment the assignee or holder shall be entitled to all the rights, powers, privileges and remedies of Lender to the extent assigned or transferred. The obligations of Borrower shall not be subject, as against any such assignee or assignee, to any defense, set-off, or counter-claim available to Borrower against Lender and any such defense, set-off, or counter-claim may be asserted only against Lender.

8. **Governing Law.** THE LOAN DOCUMENTS SHALL BE GOVERNED BY AND SHALL BE CONSTRUED AND ENFORCED IN ACCORDANCE WITH THE INTERNAL LAWS OF THE STATE OF ILLINOIS, WITHOUT REGARD TO CONFLICTS OF LAW PRINCIPLES.

9. **Consent to Jurisdiction.** BORROWER HEREBY CONSENTS TO THE JURISDICTION OF ANY STATE OR FEDERAL COURT LOCATED WITHIN THE COUNTY OF COOK, STATE OF ILLINOIS, AND IRREVOCABLY AGREES THAT, SUBJECT TO LENDER'S ELECTION, ALL ACTIONS OR PROCEEDINGS ARISING OUT OF OR RELATING TO THE LOAN DOCUMENTS SHALL BE LITIGATED IN SUCH COURTS. BORROWER EXPRESSLY SUBMITS AND CONSENTS TO THE JURISDICTION OF THE AFORESAID COURTS AND WAIVES ANY DEFENSE OF FORUM NON CONVENIENS. BORROWER HEREBY WAIVES PERSONAL SERVICE OF ANY AND ALL PROCESS AND AGREES THAT ALL SUCH SERVICE OF PROCESS MAY BE MADE UPON BORROWER BY CERTIFIED OR REGISTERED MAIL, RETURN RECEIPT REQUESTED, ADDRESSED TO BORROWER, AT THE ADDRESS SET FORTH IN THIS AGREEMENT AND SERVICE SO MADE SHALL BE COMPLETE TEN (10) DAYS AFTER THE SAME HAS BEEN POSTED.

10. **Further Assurance; Notice.** Borrower shall, at its expense, execute, and deliver such documents and do such further acts as Lender may from time to time reasonably require to assure and confirm the rights created or intended to be created under the Loan Documents to facilitate the performance of the Loan Documents or to assure the validity, perfection, continuing first priority or enforceability of any security interest created hereunder. Borrower agrees to execute any instrument or instruments necessary or expedient for filing, recording, registering, perfecting, notifying, foreclosing, and/or liquidating of Lender's interest in the Collateral upon request of, and as determined by, Lender, and Borrower hereby specifically authorizes Lender to prepare and file UCC financing statements and other documents necessary to perfect Lender's interests hereunder, and to execute same for and on behalf of Borrower as Borrower's attorney-in-fact, irrevocably and coupled with an interest, for such purposes. Any written notice to be given under this Agreement shall be in writing addressed to the respective party as set forth in the heading to this Agreement (or such other address as may have been designated in a written notice) and shall be deemed to have been given: (a) if delivered in person, when delivered; (b) if delivered by telecopy, on the date of transmission if transmitted on a business day before 4:00 p.m. Central Standard time or, if not, on the next succeeding business day; (c) if delivered by overnight courier, two days after delivery to such courier properly addressed; or (d) if by U.S. Mail, four business days after depositing in the United States mail, with postage prepaid and properly addressed.

11. **Joint and Several Obligation.** If this Agreement is executed by more than one person as Borrower, each such person hereby

acknowledges it is jointly and severally liable for and unconditionally guarantees the prompt and full payment and performance of all obligations of each other Borrower hereunder and under the other Loan Documents.

12. **Waiver of Jury Trial.** BORROWER AND LENDER HEREBY WAIVE THEIR RESPECTIVE RIGHTS TO A JURY TRIAL OF ANY CLAIM OR CAUSE OF ACTION BASED UPON OR ARISING OUT OF THE LOAN DOCUMENTS. BORROWER AND LENDER ACKNOWLEDGE THAT THIS WAIVER IS A MATERIAL INDUCEMENT TO ENTER INTO A BUSINESS RELATIONSHIP, THAT EACH HAS RELIED ON THE WAIVER IN ENTERING INTO THE LOAN DOCUMENTS AND THAT EACH WILL CONTINUE TO RELY ON THE WAIVER IN THEIR RELATED FUTURE DEALINGS. BORROWER AND LENDER WARRANT AND REPRESENT THAT EACH HAS HAD THE OPPORTUNITY OF REVIEWING THIS JURY WAIVER WITH LEGAL COUNSEL, AND THAT EACH KNOWINGLY AND VOLUNTARILY WAIVES ITS JURY TRIAL RIGHTS.

13. **Entire Agreement.** THE LOAN DOCUMENTS EMBODY THE ENTIRE AGREEMENT AMONG THE PARTIES HERETO AND SUPERSEDE ALL PRIOR COMMITMENTS, AGREEMENTS, REPRESENTATIONS, AND UNDERTAKINGS, WHETHER WRITTEN OR ORAL, RELATING TO THE SUBJECT MATTER HEREOF, AND MAY NOT BE CONTRADICTED OR VARIED BY EVIDENCE OF PRIOR CONTEMPORANEOUS, OR SUBSEQUENT ORAL AGREEMENTS OR DISCUSSIONS OF THE PARTIES HERETO THIS AGREEMENT MAY NOT BE AMENDED OR MODIFIED EXCEPT BY INSTRUMENT IN WRITING EXECUTED BY ALL PARTIES HERETO.

14. **Execution in Counterparts.** This Agreement and each Schedule may be executed in several counterparts, each of which shall be an original and all of which shall constitute one and the same instrument and any of the parties hereto may execute this Agreement or any Schedule by signing any such counterpart, provided that only the original of this Agreement or any Schedule marked "Original: 1 of 3" on the execution page thereof shall constitute chattel paper under the UCC.

15. **Certain Defined Terms.** The following terms used in this Agreement shall have the following meanings:

"Applicable Laws" means any and all existing and future laws, rules, regulations, ordinances, decrees and codes relating to Borrower's business and operations including, without limitation, all Environmental Laws.

"Bank" means (a) with respect to Schedule No. 1, Southwest Bank of St. Louis, a Missouri bank, having a place of business at 13205 Manchester Road, St. Louis, MO 63179-0178, and (b) with respect to any other Schedule, the Bank identified on such Schedule.

"Bank Loan Facility" means (a) with respect to Schedule No. 1, the financial accommodations to be provided by Bank, including, without limitation, (i) a \$10,000,000.00 general line of credit, (ii) a \$1,700,000.00 line of credit relating to Borrower's facilities located in Ivyland, PA and (iii) a \$1,500,000.00 seasonal over-advance for the months of June, 2001, July, 2001, August, 2001, September, 2001, October, 2001, November, 2001 and December, 2001, and (b) with respect to any other Schedule, as identified on such Schedule.

"Collateral" means the property described on each Schedule, together with all attachments, accessories, substitutions, additions, and replacements therefor and all proceeds thereof, including insurance proceeds, and any and all accounts, chattel paper, contract rights and general intangibles arising from the sale, lease or other disposition thereof.

"Corporate Guarantor" means any guarantor of all or any part of the indebtedness that is not an Individual Guarantor.



**"Debt Subordination Agreement"** means the Debt Subordination Agreement dated as of the date hereof, executed by Borrower and Conrad Hock, Jr., and any other debt subordination agreement delivered in connection with a Note, and any amendment or supplement thereto.

**"Environmental Laws"** means all present and future federal, state, and local laws, rules, regulations, orders, and decrees relating to pollution, hazardous substances, waste disposal or the protection of human health or safety, plant life or animal life, national resources or the environment, all as amended from time to time.

**"GAAP"** means generally accepted accounting principles, applied consistently with past periods.

**"Guarantor"** means collectively, Individual Guarantors and Corporate Guarantors.

**"Individual Guarantor"** means any guarantor of all or any part of the indebtedness that is a natural person.

**"Indebtedness"** means all obligations, liabilities and indebtedness of every nature of Borrower from time to time owed to Lender evidenced by the Notes or otherwise incurred pursuant to this Agreement or the other Loan Documents, now existing or hereafter arising including, without limitation, all interest, fees, cost and expenses accrued or incurred after the filing of any petition under any bankruptcy or insolvency law.

**"Lien or Liens"** means any lien, mortgage, pledge, security interest, charge or encumbrance of any kind, whether voluntary or involuntary, (including any conditional sale or other title retention agreement, any lease in the nature thereof, and any agreement to give any security interest).

**"Litigation"** means any and all actions, charges, claims, demands, suits, proceedings, or governmental investigations now pending or threatened against Borrower or any of Borrower's property.

**"Loan Documents"** means this Agreement, the Schedules, the Notes, the Conditions Rider, if any, and any other documents and instruments executed contemporaneously with or delivered pursuant to this Agreement or the Notes, all as amended, modified, extended or renewed from time to time.

**"Material Adverse Effect"** means a material adverse effect upon (a) the business, operations, prospects, properties, assets or condition (financial or otherwise) of Borrower or any Guarantor or (b) the ability of Borrower or any Guarantor to perform its obligations under any Loan Document to which it is a party or (c) the ability of Lender to enforce its security interests or collect any of the Indebtedness.

**"Note" or "Notes"** means any and all promissory notes which Borrower has executed and delivered or will execute and deliver to Lender and which are identified on a Schedule evidencing Indebtedness.

**"Permitted Liens"** means the following types of Liens, claims, charges, taxes, and assessments of any kind: (a) Liens (other than Liens relating to Environmental Laws) for taxes, assessments or other governmental charges not yet due and payable; (b) statutory Liens of landlords, carriers, warehousemen, mechanics, materialmen and other similar Liens imposed by law, which are incurred in the ordinary course of business for sums not more than 30 days delinquent; (c) Liens in favor of Lender; and (d) Liens set forth on any Schedule.

**"Schedule" or "Schedules"** means any and all Schedules which Borrower has executed and delivered or will execute and deliver to Lender in connection with this Agreement. Schedules shall be numbered consecutively beginning with "1".

**"SEC"** means the Securities and Exchange Commission.

**"Trademarks"** means all trademarks, trademark registrations and trademark applications and the goodwill underlying those trademarks of the Grantor, including but not limited to those set forth in the Schedules, and (a) any similar marks or amendments, modifications and renewals thereof and the goodwill represented by those trademarks thereon and any legal equivalent in a foreign country for the full term or terms for which the same may be granted; (b) all rights to income, royalties, profits, damages, or other rights relating to said trademarks including the right to sue for past, present or future infringement; and (c) any other rights and benefits relating to said trademarks including any rights as a licensor of said trademark.

**"UCC"** means the Uniform Commercial Code as in effect on the date hereof in the State of Illinois, as amended from time to time, and any successor statute.

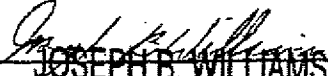
[REMAINDER OF PAGE INTENTIONALLY BLANK; EXECUTION PAGE FOLLOWS]



IN WITNESS WHEREOF, Lender and Borrower have each signed this Master Security Agreement as of the day and year first above written.

LENDER

HELLER FINANCIAL LEASING, INC., a Delaware corporation

By:   
Name: JOSEPH B. WILLIAMS  
Title: VICE PRESIDENT

BORROWER

WILLIAMS FOODS, INC., a Missouri corporation

By: \_\_\_\_\_  
Conrad Hock, Jr., Chief Executive Officer

Original: 1 of 3

[EXECUTION PAGE OF MASTER SECURITY AGREEMENT]

TRADEMARK  
REEL: 2429 FRAME: 0797  
TRADEMARK  
REEL: 003694 FRAME: 0664

IN WITNESS WHEREOF, Lender and Borrower have each signed this Master Security Agreement as of the day and year first above written.

**LENDER**

HELLER FINANCIAL LEASING, INC., a Delaware corporation

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

Name: \_\_\_\_\_

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

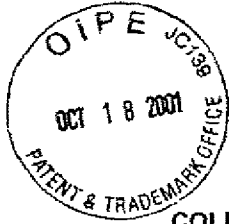
**BORROWER**

WILLIAMS FOODS, INC., a Missouri corporation

By: *Conrad Hock, Jr.*  
Conrad Hock, Jr., Chief Executive Officer

Original: 1 of 3

[EXECUTION PAGE OF MASTER SECURITY AGREEMENT]



EXECUTION COPY

Loan No.: 196-0180-001

**COLLATERAL SCHEDULE No. 1**

**to Master Security Agreement**

Collateral Schedule No. 1 annexed to and made a part of a certain Master Security Agreement dated September 14, 2001 (the "Agreement"), or related documentation by and between the undersigned. (Capitalized terms used in this Collateral Schedule and not otherwise defined shall having the meaning ascribed to them in the Agreement.) This Collateral Schedule incorporates all of the terms and conditions of the Loan Documents. Borrower agrees the Collateral set forth below together with all additions, attachments, accessories and accessions thereto, replacements or substitutions therefor and all products and proceeds thereof, if any, including insurance proceeds and any and all accounts, chattel paper, contract rights and general intangibles arising from the sale, lease or other disposition thereof or thereto (for purposes of this Collateral Schedule, collectively, the "Scheduled Collateral") is given to secure payment of (i) all indebtedness arising under or in connection with that certain Note dated September 14, 2001, in the amount of \$7,000,000.00, made by Borrower in favor of Lender and any renewals, extensions and modifications thereof or thereto (for purposes of this Collateral Schedule, collectively, the "Scheduled Note") and (ii) payment and performance of all other obligations constituting any part of the indebtedness; provided, however, that if Lender transfers the Scheduled Note, then, the term "indebtedness" with respect to any transferee shall mean only the indebtedness evidenced by or related to the Scheduled Note and any other Note held by the transferee and the term "Collateral" as used in the Agreement with respect to such transferee shall mean only the Scheduled Collateral and any Collateral described on any Schedule that specifically identifies any other Note held by the transferee.

Attached as Exhibit A, which is incorporated herein by reference, is the list of collateral in which Lender shall have a first priority perfected security interest (the "Lender Priority Collateral") for this Collateral Schedule No. 1. Attached as Exhibit B, which is incorporated herein by reference, is the list of collateral in which Lender shall have a second priority perfected security interest (the "Lender Secondary Collateral") for this Collateral Schedule No. 1. Attached as Exhibit C, which is incorporated herein by reference, is the list of collateral in which Lender and Bank shall have pro rata rights pursuant to the Intercreditor Agreement (the "Pro Rata Collateral") for this Collateral Schedule No. 1. The Lender Priority Collateral, the Lender Secondary Collateral and the Pro Rata Collateral are referred to herein collectively as the "Collateral" for this Collateral Schedule No. 1.

Permitted Liens shall include the Liens of Bank; provided, however, that Bank shall subordinate its interest in the Lender Priority Collateral pursuant to the Intercreditor Agreement dated as of the date hereof between Lender and Bank.

[REMAINDER OF PAGE INTENTIONALLY BLANK; EXECUTION PAGE FOLLOWS]

"Lender"

"Borrower"

HELLER FINANCIAL LEASING, INC., a Delaware corporation

WILLIAMS FOODS, INC., a Missouri corporation

By: Joseph B. Williams  
JOSEPH B. WILLIAMS

By: \_\_\_\_\_  
Conrad Hock, Jr., Chief Executive Officer

Name: \_\_\_\_\_  
VICE PRESIDENT

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

Original: 1 of 3

[EXECUTION PAGE OF COLLATERAL SCHEDULE NO. 1 TO MASTER SECURITY AGREEMENT]

TRADEMARK  
REEL: 2429 FRAME: 0800  
TRADEMARK  
REEL: 003694 FRAME: 0667

"Lender"

HELLER FINANCIAL LEASING, INC., a Delaware corporation

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

Name: \_\_\_\_\_

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

"Borrower"

WILLIAMS FOODS, INC., a Missouri corporation

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

Conrad Hock, Jr., Chief Executive Officer

Original: 1 of 3

[EXECUTION PAGE OF COLLATERAL SCHEDULE NO. 1 TO MASTER SECURITY AGREEMENT]

TRADEMARK  
REEL: 2429 FRAME: 0801  
TRADEMARK  
REEL: 003694 FRAME: 0668

EXHIBIT A TO COLLATERAL SCHEDULE NO. 1

LIST OF LENDER PRIORITY COLLATERAL

The following properties, assets and rights of Borrower, wherever located, whether now owned or hereafter acquired or arising: (a) all equipment, furniture, fixtures, improvements, plant and office equipment as well as all other fixed assets of the Borrower excepting the interests of Southwest in Borrower's Bucks County, Pennsylvania facility; (b) any intellectual property, including, without limitation, foreign and domestic copyrights, copyright applications, copyrightable materials, of any kind or nature, all trademarks, trademark registrations and trademark applications and the goodwill underlying those trademarks of Borrower, including but not limited to those set forth in Attachment 1 attached hereto and by this reference incorporated herein, and any similar marks or amendments, modifications and renewals thereof and the goodwill represented by those trademarks thereon and any legal equivalent in a foreign country for the full term or terms for which the same may be granted; all rights to income, royalties, profits, damages, or other rights relating to said trademarks including the right to sue for past, present or future infringement; and any other rights and benefits relating to said trademarks including any rights as a licensor of said trademark, trade names, trade dress, patents, patent applications, or any other item of like kind or similar nature, now owned or hereafter acquired by Borrower, whether or not formally perfected, registered, filed or otherwise with any state, federal or foreign agency or department, including all common-law rights relating to any of the foregoing, software, engineering drawings, customer lists; (c) all general intangibles related to any of the foregoing; (d) all additions, attachments, accessories and accessions to any of the foregoing; (e) replacements or substitutions for any of the foregoing and (f) all Proceeds (as defined in Section 9-102(a)(64) of the UCC) of any of the foregoing.

**ATTACHMENT 1 TO EXHIBIT A**

**LIST OF TRADEMARKS**

[SEE ATTACHED]

| Client               | Mark                                  | Int. Cl. | Client File #                                 | Classes | App. #     | App. Date  | Reg. #    | Reg. Date  | TM Status       | Sub Status    | Mark Type     |
|----------------------|---------------------------------------|----------|---|---------|------------|------------|-----------|------------|-----------------|---------------|---------------|
| Williams Foods, Inc. |                                       |          | 13301 West 99th Street<br>Lenexa, KS 66215 US |         |            |            |           |            |                 |               |               |
| 1,328                | AMERICANS #1 SPICE VALUE              | (851) US | 4555000-20-88                                 | 30      | 757035,078 | 12/20/1995 | 2,066,497 | 06/03/1997 | Registered      | Principal I   | Word Mark     |
| 877                  | BAG 'N BAKE                           | (599) US | 4555000-20-11                                 | 16      | 757314,583 | 06/25/1997 |           |            | Abandon         |               | Word Mark     |
| 1,289                | BLUE TICK DRESSING                    | (816) US | 4555000-20-60                                 | 30      | 757291,066 | 05/13/1997 | 2,156,820 | 05/12/1998 | Registered      | Principal I   | Word Mark     |
| 1,290                | BOG BOTTOM                            | (817) US | 4555000-20-61                                 | 30      | 757381,685 | 10/30/1997 | 2,216,769 | 01/05/1999 | Registered      | Lapse         | Word Mark     |
| 1,360                | BOG BOTTOM BBQ                        | (866) US | 4555000-20-94                                 | 30      | 767196,619 | 01/19/2001 |           |            | Pending A Filed |               | Word Mark     |
| 872                  | BUTTER MAGIC                          | (595) US | 4555000-20-08                                 | 29      | 737746,406 | 08/15/1988 | 1,535,550 | 04/18/1989 | Registered      | Incontestable | Word Mark     |
| 1,180                | CAROLINA CEDAR SPRAY<br>(stylized)    | (745) US | 4555000-20-49                                 | 30      | 747442,101 | 09/30/1993 | 1,864,845 | 11/29/1994 | Expired         | Principal I   | Stylized Mark |
| 1,377                | CAROLINA EGRET EGGS                   | (877) US | 4555000-20-98                                 | 30      | 767196,618 | 01/19/2001 |           |            | Pending A Filed |               | Word Mark     |
| 1,291                | CAROLINA FIRE FLIES<br>(stylized)     | (818) US | 4555000-20-62                                 | 30      | 747686,839 | 06/12/1995 | 1,983,949 | 07/02/1996 | Registered      | Principal I   | Stylized Mark |
| 1,292                | CAROLINA JUNE BUGS<br>(stylized)      | (819) US | 4555000-20-63                                 | 30      | 747686,979 | 06/12/1995 | 1,986,983 | 07/16/1996 | Registered      | Principal I   | Stylized Mark |
| 1,293                | CAROLINA MUDD PUPPIES<br>(stylized)   | (820) US | 4555000-20-64                                 | 30      | 757382,217 | 10/30/1997 | 2,233,718 | 03/23/1999 | Registered      | Principal I   | Word Mark     |
| 1,294                | CAROLINA NIGHT CRAWLERS<br>(stylized) | (821) US | 4555000-20-65                                 | 30      | 747686,841 | 06/12/1995 | 1,986,981 | 07/16/1996 | Registered      | Principal I   | Stylized Mark |
| 1,181                | CAROLINA PINE TAR (stylized)          | (746) US | 4555000-20-50                                 | 30      | 747442,208 | 09/30/1993 | 1,849,998 | 08/16/1994 | Expired         | Principal I   | Stylized Mark |
| 1,184                | CAROLINA RED TIDE (stylized)          | (748) US | 4555000-20-53                                 | 30      | 747442,490 | 09/30/1993 | 1,845,810 | 07/19/1994 | Expired         | Principal I   | Stylized Mark |
| 1,376                | CAROLINA SAND FIDDLERS                | (878) US | 4555000-20-97                                 | 30      | 767196,617 | 01/19/2001 |           |            | Pending A Filed |               | Word Mark     |
| 1,361                | CAROLINA SWAMP SNACKS                 | (867) US | 4555000-20-95                                 | 30      |            |            |           |            | Not Pursu       |               | Word Mark     |
| 1,363                | CAROLINA SWAMP STUFF                  | (869) US | 4555000-20-96                                 | 16      |            |            |           |            | Proposed M      |               | Word Mark     |
| 1,288                | CAROLINA SWAMP STUFF<br>(stylized)    | (749) US | 4555000-20-59                                 | 30      | 747442,489 | 09/30/1993 | 1,849,999 | 08/16/1994 | Registered      | Principal I   | Stylized Mark |
| 1,185                | CAROLINA TADPOLE TEA<br>(stylized)    | (750) US | 4555000-20-54                                 | 30      | 747442,488 | 09/30/1993 | 1,845,809 | 07/19/1994 | Expired         | Principal I   | Stylized Mark |
| 1,296                | CEDAR SPRAY                           | (822) US | 4555000-20-66                                 | 30      | 757291,149 | 05/13/1997 | 2,149,478 | 04/07/1998 | Registered      | Principal I   | Word Mark     |
| 1,297                | COCOA PLEASURES                       | (823) US | 4555000-20-67                                 | 30      | 757231,634 | 01/27/1997 | 2,241,851 | 04/27/1999 | Registered      | Principal I   | Word Mark     |
| 1,186                | COFFEE PLEASURES                      | (751) US | 4555000-20-55                                 | 30      | 757231,631 | 01/27/1997 |           |            | Abandon         | Principal I   | Word Mark     |
| 978                  | COUNTRY STORE                         | (656) CO | 4555000-20-17                                 | 29      | 342274     | 06/06/1991 |           |            | Abandon         |               | Word Mark     |
| 1,032                | COUNTRY STORE                         | (656) US | 4555000-20-45                                 | 29      | 737597,839 | 03/23/1986 | 1,434,862 | 03/23/1987 | Registered      | Principal I   | Word Mark     |
| 1,033                | COUNTRY STORE                         | (656) US | 4555000-20-46                                 | 29      | 737565,186 | 10/25/1985 | 1,433,102 | 03/17/1987 | Registered      | Lapse         | Word Mark     |
| 976                  | DELUXE ENGLISH MUFFINS                | (654) CA | 4555000-20-15                                 |         | 872288     | 03/16/1998 |           |            | Abandon         |               | Word Mark     |
| 1,003                | DELUXE ENGLISH MUFFINS                | (654) US | 4555000-20-42                                 | 30      | 747426,483 | 08/20/1993 | 1,921,292 | 09/19/1995 | Registered      | Lapse         | Word Mark     |
| 1,310                | DESIGN ONLY (spice jar)               | (853) US | 4555000-20-90                                 | 30      | 747436,931 | 09/20/1993 | 2,016,218 | 03/18/1997 | Registered      | Lapse         | Design Mark   |
| 1,179                | DUCK PUDDLE FARM                      | (744) US | 4555000-20-48                                 | 30      | 747466,562 | 12/07/1993 | 1,863,857 | 11/22/1994 | Registered      | Principal I   | Word Mark     |
| 1,299                | EL SCORCHO! (stylized)                | (823) US | 4555000-20-69                                 | 30      | 747065,321 | 06/04/1990 | 1,645,429 | 05/21/1991 | Expired         | Lapse         | Stylized Mark |
| 990                  | GIFTS FROM THE<br>HEARTLAND           | (661) US | 4555000-20-30                                 | 29      | 757304,198 | 06/05/1997 |           |            | Abandon         |               | Word Mark     |



| Report No.  | Class | Country | Serial No.     | Reg. No. | Reg. Date  | Reg. Fee   | Reg. Status     | Reg. Type | Reg. Mark       |
|---|-------|---------|----------------|----------|------------|------------|-----------------|-----------|-----------------|
| 991   | US    | US      | 4555000-20-31  | 39       | 06/05/1997 | 75/004,200 | Abandoned       |           | Word Mark       |
| GIFTS FROM THE HEARTLAND  |       |         |                |          |            |            |                 |           |                 |
| 1,034   | US    | US      | 4555000-20-47  | 30       | 07/29/1940 | 394,876    | Registered      | Lapse     | Word and Design |
| GRANDMA'S SPANISH SEASONING (and design)  |       |         |                |          |            |            |                 |           |                 |
| 1,129   | US    | US      | 4555000-20-89  | 30       | 01/31/1994 | 1,934,046  | Registered      | Lapse     | Word Mark       |
| HERBE ROYALE  |       |         |                |          |            |            |                 |           |                 |
| 1,189   | US    | US      | 4555000-20-20  | 29, 30   |            |            | Not Pursu       |           | Word Mark       |
| HOME PORT   |       |         |                |          |            |            |                 |           |                 |
| 1,300   | US    | US      | 4555000-20-70  | 29       | 03/17/1998 | 2,221,760  | Registered      | Principal | Word Mark       |
| HOME PORT GALLEY  |       |         |                |          |            |            |                 |           |                 |
| 1,182   | US    | US      | 4555000-20-51  | 30       | 11/10/1993 | 1,900,030  | Cancelled       | Lapse     | Word Mark       |
| ISLAND PLEASURE   |       |         |                |          |            |            |                 |           |                 |
| 1,183   | US    | US      | 4555000-20-52  | 32       | 10/30/1997 | 2,383,660  | Registered      | Lapse     | Word Mark       |
| ISLAND PLEASURE   |       |         |                |          |            |            |                 |           |                 |
| 1,301   | US    | US      | 4555000-20-71  | 29       | 12/07/1993 | 1,905,768  | Expired         | Lapse     | Word Mark       |
| JOHN WAGNER & SONS, INC.  |       |         |                |          |            |            |                 |           |                 |
| 1,302   | US    | US      | 4555000-20-72  | 32       | 10/30/1997 | 2,216,773  | Registered      | Lapse     | Word Mark       |
| LIME DANCE  |       |         |                |          |            |            |                 |           |                 |
| 1,303   | US    | US      | 4555000-20-73  | 29       | 04/22/1998 | 2,228,879  | Registered      | Lapse     | Word Mark       |
| LONGBAY   |       |         |                |          |            |            |                 |           |                 |
| 873   | US    | US      | 4555000-20-09  | 1        | 01/29/1990 | 1,661,274  | Registered      | Incontest | Word Mark       |
| MAGNIFLAVOR   |       |         |                |          |            |            |                 |           |                 |
| 1,304   | US    | US      | 4555000-20-74  | 30       | 05/13/1997 | 2,248,630  | Registered      | Principal | Word Mark       |
| MILK WEED   |       |         |                |          |            |            |                 |           |                 |
| 1,305   | US    | US      | 4555000-20-75  | 30       | 06/12/1995 | 2,062,036  | Registered      | Lapse     | Stylized Mark   |
| MILK WEED (stylized)  |       |         |                |          |            |            |                 |           |                 |
| 1,298   | US    | US      | 4555000-20-68  | 30       | 08/16/1996 | 2,136,743  | Registered      | Principal | Design Mark     |
| MISCELLANEOUS DESIGN (Lion Logo)  |       |         |                |          |            |            |                 |           |                 |
| 1,306   | US    | US      | 4555000-20-76  | 30       | 04/22/1998 | 2,230,811  | Registered      | Lapse     | Word Mark       |
| MOBAY   |       |         |                |          |            |            |                 |           |                 |
| 1,398   | US    | US      | 4555000-20-99  | 30       | 03/20/2001 |            | Pending A Filed |           | Word Mark       |
| MUNCH-A-RONI  |       |         |                |          |            |            |                 |           |                 |
| 1,399   | US    | US      | 4555000-20-100 | 30       | 03/20/2001 |            | Pending A Filed |           | Word Mark       |
| MUNCHILLA   |       |         |                |          |            |            |                 |           |                 |
| 1,030   | US    | US      | 4555000-20-43  | 30       | 02/14/1994 | 1,927,112  | Registered      | Lapse     | Word and Design |
| NOT FRENCH NOT ITALIAN NOT RUSSIAN FINALLY AMERICAN A REVOLUTIONARY SALAD DRESSING (and design)   |       |         |                |          |            |            |                 |           |                 |
| 1,031   | US    | US      | 4555000-20-44  | 30       | 03/15/1993 | 1,857,811  | Registered      | Lapse     | Word and Design |
| NOT FRENCH NOT ITALIAN NOT RUSSIAN FINALLY AN AMERICAN SALAD DRESSING WITH A MULTINATIONAL TASTE FOR A MULTINATIONAL COUNTRY (and design) |       |         |                |          |            |            |                 |           |                 |
| 1,286   | US    | US      | 4555000-20-58  | 30       | 05/13/1997 | 2,149,474  | Registered      | Principal | Word Mark       |
| PINE TAR  |       |         |                |          |            |            |                 |           |                 |
| 1,284   | US    | US      | 4555000-20-56  | 30       | 05/13/1997 | 2,149,477  | Registered      | Principal | Word Mark       |
| RED TIDE  |       |         |                |          |            |            |                 |           |                 |
| 1,307   | US    | US      | 4555000-20-77  | 30       | 10/30/1997 | 2,213,509  | Registered      | Lapse     | Word Mark       |
| SCORPION  |       |         |                |          |            |            |                 |           |                 |
| 878   | US    | US      | 4555000-20-12  | 16       | 06/24/1997 | 2,242,205  | Registered      | Suppleme  | Word Mark       |
| SEASON 'N BAKE  |       |         |                |          |            |            |                 |           |                 |
| 1,350   | US    | US      | 4555000-20-93  | 30       | 01/19/2001 |            | Pending A Filed |           | Word Mark       |
| SEAWEBB SLOSH   |       |         |                |          |            |            |                 |           |                 |
| 1,331   | US    | US      | 4555000-20-91  | 30       | 12/27/1994 | 1,919,889  | Registered      | Principal | Word Mark       |
| SPICE RACK  |       |         |                |          |            |            |                 |           |                 |
| 1,332   | US    | US      | 4555000-20-92  | 30       | 08/03/1993 | 1,926,607  | Registered      | Lapse     | Word Mark       |
| SPIN-4-SPICE  |       |         |                |          |            |            |                 |           |                 |
| 749   | US    | US      | 4555000-20-03  | 30       | 06/18/1990 | 1,838,448  | Registered      | Principal | Word and Design |
| SUN BIRD (and design)   |       |         |                |          |            |            |                 |           |                 |
| 977   | EE    | EE      | 4555000-20-06  | 29, 30   | 04/01/1996 | 84863      | Registered      |           | Word and Design |
| SUN BIRD (and design)   |       |         |                |          |            |            |                 |           |                 |

| Client Reference Number | Trademark   | Class | Country | Serial Number | Registration Number | Registration Date | Status     | Design Type |
|-------------------------|---|-------|---------|---------------|---------------------|-------------------|------------|-------------|
| 748                     | SUN BIRD (stylized)                                     | (513) | US      | 4555000-20-01 | 29, 30              | 757233,015        | 01/29/1997 | 2,121,797   |
| 749                     | SUN-BIRD  | (515) | US      | 4555000-20-02 | 30                  | 73184,723         | 09/05/1978 | 1,124,991   |
| 751                     | SUN-BIRD (stylized)                                     | (514) | US      | 4555000-20-04 | 29, 30              | 737809,414        | 06/27/1989 | 1,582,810   |
| 753                     | SUN-BIRD (stylized)                                     | (514) | US      | 4555000-20-05 | 29                  | 737635,462        | 12/15/1986 | 1,451,080   |
| 1,308                   | SWAMP MARY  | (834) | US      | 4555000-20-78 | 32                  | 757381,699        | 10/30/1997 | 2,216,770   |
| 1,309                   | SWAMP SAUCE   | (835) | US      | 4555000-20-79 | 30                  | 747554,097        | 07/27/1994 | 1,977,229   |
| 1,285                   | TADPOLE TEA   | (811) | US      | 4555000-20-57 | 30                  | 757290,949        | 05/11/1997 | 2,149,473   |
| 1,310                   | TAHITIAN RED WAVE                                       | (836) | US      | 4555000-20-80 | 30                  | 757381,891        | 10/30/1997 | 2,216,772   |
| 977                     | THE BIG DIFFERENCE IN ENGLISH MUFFINS                   | (655) | CA      | 4555000-20-16 |                     | 872289            | 03/16/1998 | TMA513,686  |
| 1,000                   | THE BIG DIFFERENCE IN ENGLISH MUFFINS                   | (655) | US      | 4555000-20-39 | 30                  | 747391,246        | 05/17/1993 | 1,903,708   |
| 1,001                   | THE BIG DIFFERENCE IN ENGLISH MUFFINS (and design)      | (669) | US      | 4555000-20-40 | 30                  | 757464,060        | 04/07/1998 |             |
| 1,311                   | THE BROWN ADOBE THE NEW MEXICAN CONNECTION (and design) | (837) | US      | 4555000-20-81 | 30                  | 73772,061         | 12/28/1988 | 1,554,940   |
| 883                     | THE RESTAURANT MARKETPLACE                              | (604) | US      | 4555000-20-13 | 35                  | 757489,611        | 05/22/1998 |             |
| 998                     | THE ULTIMATE ENGLISH MUFFIN                             | (666) | US      | 4555000-20-38 | 30                  | 757614,800        | 08/15/1986 | 1,439,394   |
| 920                     | W (stylized)  | (631) | US      | 4555000-20-18 | 29                  | 757315,535        | 06/26/1997 | 2,239,636   |
| 987                     | W (stylized)  | (631) | US      | 4555000-20-26 | 16                  | 757315,543        | 06/26/1997 |             |
| 988                     | W (stylized)  | (631) | US      | 4555000-20-27 | 8, 21               | 757315,544        | 06/26/1997 |             |
| 989                     | W (stylized)  | (631) | US      | 4555000-20-28 | 25                  | 757315,536        | 06/26/1997 |             |
| 1,029                   | W (stylized)  | (631) | US      | 4555000-20-29 | 30                  | 757315,534        | 06/26/1997 |             |
| 1,312                   | WAGNER GOURMET FOODS                                    | (838) | US      | 4555000-20-82 | 29, 30              | 757151,229        | 08/16/1996 | 2,237,163   |
| 1,313                   | WAGNER GOURMET FOODS SINCE 1847 (and design)            | (839) | US      | 4555000-20-83 | 29, 30              | 757231,632        | 01/27/1997 | 2,241,077   |
| 1,314                   | WAGNER'S  | (840) | US      | 4555000-20-84 | 29, 30              | 757151,084        | 08/16/1996 | 2,140,193   |
| 1,315                   | WAGNER'S  | (840) | US      | 4555000-20-85 | 29, 30              | 747466,560        | 12/07/1993 | 1,905,767   |
| 1,316                   | WAGNER'S (and design)                                   | (842) | US      | 4555000-20-86 | 29, 30              | 747490,904        | 02/14/1994 | 1,937,821   |
| 1,317                   | WAGNER'S (stylized)                                     | (841) | US      | 4555000-20-87 | 30                  | 721198,447        | 07/23/1984 | 833,736     |
| 874                     | WILLIAMS (stylized)                                     | (598) | US      | 4555000-20-10 | 30                  | 737656,077        | 04/20/1987 | 1,504,172   |
| 982                     | WOLFERMAN'S   | (659) | US      | 4555000-20-21 | 16, 39              | 757348,794        | 08/28/1997 | 2,250,942   |
| 983                     | WOLFERMAN'S   | (659) | US      | 4555000-20-22 | 29, 30              | 757348,795        | 08/28/1997 | 2,169,739   |
| 992                     | WOLFERMAN'S "GOOD THINGS TO EAT" (stylized)             | (662) | US      | 4555000-20-52 | 29, 30              | 717593,511        | 03/06/1990 | 577,179     |
| 984                     | WOLFERMAN'S (stylized)                                  | (660) | JP      | 4555000-20-23 | 29                  | 68566/1990        | 06/15/1990 | 2532675     |
| 985                     | WOLFERMAN'S (stylized)                                  | (660) | JP      | 4555000-20-24 | 31                  | 68568/1990        | 06/15/1990 | 2497988     |
| 986                     | WOLFERMAN'S (stylized)                                  | (660) | JP      | 4555000-20-25 | 30                  | 68567/1990        | 06/15/1990 | 2503215     |

**TM RIGHTS (Grouped by Client Reference Number)**

| Client   | Reg. No.                   | Reg. Date  | Reg. Class | Reg. Type | Reg. Status | Sub Status | Mark Type     |
|--|----------------------------|------------|------------|-----------|-------------|------------|---------------|
| 979 WOLFERMAN'S A TRADITION (657) US<br>OF FINE FOOD SINCE 1888 (and design) | 4555000-20-19              | 75/315,341 | 06/26/1997 | 2,243,589 | 05/04/1999  | Registered | Principal     |
|  | 4555000-20-20              | 75/315,531 | 06/26/1997 | 2,254,234 | 06/15/1999  | Registered | Principal     |
|  | 4555000-20-35              | 74/283,761 | 06/11/1992 | 1,792,771 | 09/14/1993  | Expired    | Lapse         |
|  | 4555000-20-36              | 74/180,641 | 07/01/1991 | 1,827,599 | 03/22/1994  | Expired    | Lapse         |
|  | 4555000-20-37              | 74/283,762 | 06/11/1992 | 1,792,772 | 09/14/1993  | Expired    | Lapse         |
|  | 4555000-20-33              | 75/348,796 | 08/28/1997 | 2,166,021 | 06/16/1998  | Registered | Lapse         |
|  | 4555000-20-34              | 75/348,797 | 08/28/1997 | 2,169,740 | 06/30/1998  | Registered | Lapse         |
|  | 4555000-20-41              | 75/770,347 | 12/19/1988 | 1,605,803 | 07/10/1990  | Expired    |               |
|  | 670) US                    |            |            |           |             |            | Stylized Mark |
|  | ENGLISH MUFFINS (stylized) |            |            |           |             |            |               |

Client: Williams Foods/Wolfe  
 ID: MARK  
 975 WOLFERMAN'S "GOOD THINGS TO EAT"  
 13301 West 99th Street  
 Lenexa, KS 66215 US  
 Reg. Date: 03/16/1998  
 Reg. Class: 30  
 Reg. Type: Word Mark  
 Sub Status: Pending A Lapse

**EXHIBIT B TO COLLATERAL SCHEDULE NO. 1**

**LIST OF LENDER SECONDARY COLLATERAL**

(a) All property owned by Borrower and located at the Bucks County, Pennsylvania facility owned by Williams Foods Realty, Inc.; (b) All accounts, accounts receivable, other receivables, any right to payment of a monetary obligation, whether or not earned by performance, leases and lease payments, contract rights, any other obligations or indebtedness owed to Borrower from whatever source arising, all other rights of Borrower to receive performance or any payments in money or kind whether or not earned by performance, all guaranties security interests and supporting obligations of any the foregoing and insurance policies and proceeds relating thereto, and all rights of Borrower as an unpaid seller of goods and services, including, but not limited to, the rights to stoppage in transit, replevin, reclamation, and resale, all rights to payment for money or funds advanced or sold; (c) All inventory, merchandise, raw materials, goods in process, work in progress, finished goods, component materials, and all supplies, incidentals, office supplies, packaging materials and materials used or consumed in the operation of the business of Borrower or which contribute to the finished products or to the sale, promotion and shipment thereof, all property held by Borrower for sale or lease or to be furnished under a contract of service, or furnished by Borrower under a contract for service and all documents evidencing any part of any of the foregoing; (d) All chattel paper, instruments, notes, promissory notes, deposit accounts, investment property, securities, letters of credit, letter-of-credit rights, documents, payment intangibles, financial assets, all supporting obligations for any of the foregoing and any other current assets of Borrower; (e) All general intangibles related to any of the above (other than any general intangibles constituting Lender priority Collateral); and (f) All Proceeds (as defined in Section 9-102(a)(64) of the UCC) of all of the foregoing.

EXHIBIT C TO COLLATERAL SCHEDULE NO. 1

LIST OF PRO RATA COLLATERAL

The following properties, assets and rights of Borrower, wherever located, whether now owned or hereafter acquired or arising: (a) all proceeds, distribution and rights of any nature under policy #4279227 issued by Massachusetts Mutual Life Insurance Company on the life of Conrad Hock, Jr. and any replacement policies therefor, (b) and any payments or sums recovered or obtained by Bank or Lender pursuant to any subordination or similar agreements executed by Conrad Hock, Jr. subordinating obligations of Borrower to him in favor of Bank and/or Lender, (c) any security interest or pledge by anyone in favor of Bank and/or Lender in any of the Common Stock (voting or nonvoting) of Borrower and (d) any other property of Borrower other than the Lender Priority Collateral or Lender Secondary Collateral.

01-356054.08

TRADEMARK  
REEL: 2429 FRAME: 0809  
TRADEMARK  
REEL: 003694 FRAME: 0676



| <u>Mark</u>                        | <u>Classes</u> | <u>App. #</u> | <u>Reg. #</u> |
|------------------------------------|----------------|---------------|---------------|
| AMERICA'S #1 SPICE VALUE           | 30             | 75/035,078    | 2,066,497     |
| BAG 'N BAKE                        | 16             | 75/314,583    |               |
| BLUE TICK DRESSING                 | 30             | 75/291,066    | 2,156,820     |
| BOG BOTTOM                         | 30             | 75/381,685    | 2,216,769     |
| BOG BOTTOM BBQ                     | 30             | 76/196,619    |               |
| BUTTER MAGIC                       | 29             | 73/746,406    | 1,535,550     |
| CAROLINA CEDAR SPRAY (stylized)    | 30             | 74/442,101    | 1,864,845     |
| CAROLINA EGRET EGGS                | 30             | 76/196,618    |               |
| CAROLINA FIRE FLIES (stylized)     | 30             | 74/686,839    | 1,983,949     |
| CAROLINA JUNE BUGS (stylized)      | 30             | 74/686,979    | 1,986,983     |
| CAROLINA MUDD PUPPIES              | 30             | 75/382,217    | 2,233,718     |
| CAROLINA NIGHT CRAWLERS (stylized) | 30             | 74/686,841    | 1,986,981     |
| CAROLINA PINE TAR (stylized)       | 30             | 74/442,208    | 1,849,998     |
| CAROLINA RED TIDE (stylized)       | 30             | 74/442,490    | 1,845,810     |
| CAROLINA SAND FIDDLERS             | 30             | 76/196,617    |               |
| CAROLINA SWAMP SNACKS              | 30             |               |               |
| CAROLINA SWAMP STUFF               | 16             |               |               |
| CAROLINA SWAMP STUFF (stylized)    | 30             | 74/442,489    | 1,849,999     |
| CAROLINA TADPOLE TEA (stylized)    | 30             | 74/442,488    | 1,845,809     |
| CEDAR SPRAY                        | 30             | 75/291,149    | 2,149,478     |
| COCOA PLEASURES                    | 30             | 75/231,634    | 2,241,851     |
| COFFEE PLEASURES                   | 30             | 75/231,631    |               |
| COUNTRY STORE                      | 29             | 73/597,839    | 1,434,862     |

|   |        |            |           |
|---|--------|------------|-----------|
| COUNTRY STORE   | 29     | 73/565,186 | 1,433,102 |
| DELUXE ENGLISH MUFFINS  | 30     | 74/426,483 | 1,921,292 |
| DESIGN ONLY (spice jar)   | 30     | 74/436,931 | 2,046,218 |
| DUCK PUDDLE FARM  | 30     | 74/466,562 | 1,863,857 |
| EL SCORCHO! (stylized)  | 30     | 74/065,321 | 1,645,429 |
| GIFTS FROM THE HEARTLAND  | 29     | 75/304,198 |           |
| GIFTS FROM THE HEARTLAND  | 39     | 75/304,200 |           |
| GRANDMA'S SPANISH SEASONING<br>(and design)   | 30     | 71/434,432 | 394,876   |
| HERBE ROYALE  | 30     | 74/484,171 | 1,934,046 |
| HOME PORT   | 29, 30 |            |           |
| HOME PORT GALLEY  | 29     | 75/451,557 | 2,221,760 |
| ISLAND PLEASURE   | 30     | 74/462,032 | 1,900,050 |
| ISLAND PLEASURE   | 32     | 75/382,221 | 2,383,660 |
| JOHN WAGNER & SONS, INC.  | 29     | 74/466,561 | 1,905,768 |
| LIME DANCE  | 32     | 75/381,899 | 2,216,773 |
| LONGBAY   | 29     | 75/472,353 | 2,228,879 |
| MAGNIFLAVOR   | 1      | 74/023,744 | 1,661,274 |
| MILK WEED   | 30     | 75/290,950 | 2,248,630 |
| MILK WEED (stylized)  | 30     | 74/686,838 | 2,062,036 |
| MISCELLANEOUS DESIGN (Lion Logo)  | 30     | 75/151,475 | 2,136,743 |
| MOBAY   | 30     | 75/472,354 | 2,230,811 |
| MUNCH-A-RONI  | 30     | 76/227,673 |           |
| MUNCHILLA   | 30     | 76/227,672 |           |
| NOT FRENCH NOT ITALIAN NOT RUSSIAN<br>FINALLY AMERICAN A REVOLUTIONARY<br>SALAD DRESSING (and design)   | 30     | 74/489,109 | 1,927,112 |
| NOT FRENCH NOT ITALIAN NOT<br>RUSSIAN FINALLY AN AMERICAN SALAD<br>DRESSING WITH A MULTINATIONAL<br>TASTE FOR A MULTINATIONAL<br>COUNTRY (and design) | 30     | 74/368,070 | 1,857,811 |
| PINE TAR  | 30     | 75/290,951 | 2,149,474 |

|   |        |            |           |
|---|--------|------------|-----------|
| RED TIDE  | 30     | 75/291,012 | 2,149,477 |
| SCORPION  | 30     | 75/381,893 | 2,213,509 |
| SEASON 'N BAKE  | 16     | 75/314,047 | 2,242,205 |
| SEA WEED SLOSH  | 30     | 76/196,620 |           |
| SPICE RACK  | 30     | 74/615,251 | 1,939,889 |
| SPIN-4-SPICE  | 30     | 74/420,109 | 1,926,607 |
| SUN BIRD (and design)                                   | 30     | 74/070,412 | 1,838,448 |
| SUN BIRD (stylized)                                     | 29, 30 | 75/233,015 | 2,121,797 |
| SUN-BIRD  | 30     | 73/184,723 | 1,124,991 |
| SUN-BIRD (stylized)                                     | 29, 30 | 73/809,414 | 1,582,810 |
| SUN-BIRD (stylized)                                     | 29     | 73/635,462 | 1,451,080 |
| SWAMP MARY  | 32     | 75/381,699 | 2,216,770 |
| SWAMP SAUCE   | 30     | 74/554,097 | 1,977,229 |
| TADPOLE TEA   | 30     | 75/290,949 | 2,149,473 |
| TAHITIAN RED WAVE                                       | 30     | 75/381,891 | 2,216,772 |
| THE BIG DIFFERENCE IN ENGLISH MUFFINS                   | 30     | 74/391,246 | 1,903,708 |
| THE BIG DIFFERENCE IN ENGLISH MUFFINS (and design)      | 30     | 75/464,060 |           |
| THE BROWN ADOBE THE NEW MEXICAN CONNECTION (and design) | 30     | 73/772,061 | 1,554,940 |
| THE RESTAURANT MARKETPLACE                              | 35     | 75/489,611 |           |
| THE ULTIMATE ENGLISH MUFFIN                             | 30     | 73/614,800 | 1,439,394 |
| W (stylized)  | 29     | 75/315,535 | 2,239,636 |
| W (stylized)  | 16     | 75/315,543 |           |
| W (stylized)  | 8, 21  | 75/315,544 |           |
| W (stylized)  | 25     | 75/315,536 |           |
| W (stylized)  | 30     | 75/315,534 |           |
| WAGNER GOURMET FOODS                                    | 29, 30 | 75/151,229 | 2,237,163 |
| WAGNER GOURMET FOODS SINCE 1847 (and design)            | 29, 30 | 75/231,632 | 2,241,077 |
| WAGNER'S  | 29, 30 | 75/151,084 | 2,140,193 |
| WAGNER'S  | 29, 30 | 74/466,560 | 1,905,767 |
| WAGNER'S (and design)                                   | 29, 30 | 74/490,904 | 1,937,821 |



|   |        |            |           |
|---|--------|------------|-----------|
| WAGNER'S (stylized)   | 30     | 72/198,447 | 833,756   |
| WILLIAMS (stylized)   | 30     | 73/656,077 | 1,504,172 |
| WOLFERMAN'S   | 16, 39 | 75/348,794 | 2,250,942 |
| WOLFERMAN'S   | 29,30  | 75/348,795 | 2,169,739 |
| WOLFERMAN'S "GOOD THINGS TO EAT"<br>(stylized)                  | 29, 30 | 71/593,511 | 577,179   |
| WOLFERMAN'S A TRADITION OF FINE<br>FOOD SINCE 1888 (and design) | 29     | 75/315,541 | 2,243,589 |
| WOLFERMAN'S A TRADITION OF FINE<br>FOOD SINCE 1888 (and design) | 30     | 75/315,533 | 2,254,234 |
| WOLFERMAN'S FINE BREADS SINCE 1888                              | 29, 30 | 74/283,761 | 1,792,771 |
| WOLFERMAN'S FINE BREADS SINCE 1888<br>(and design)              | 30     | 74/180,641 | 1,827,599 |
| WOLFERMAN'S FINE BREADS SINCE 1888<br>(and design)              | 29     | 74/283,762 | 1,792,772 |
| WOLFERMAN'S GOOD THINGS TO EAT<br>SINCE 1888                    | 16     | 75/348,796 | 2,166,021 |
| WOLFERMAN'S GOOD THINGS TO EAT<br>SINCE 1888                    | 35     | 75/348,797 | 2,169,740 |
| WOLFERMAN'S ORIGINAL ENGLISH<br>MUFFINS (stylized)              | 30     | 73/770,347 | 1,605,803 |



EXECUTION COPY

## MASTER SECURITY AGREEMENT

This Master Security Agreement (this "Agreement") is entered into as of September 14, 2001, by and between WILLIAMS FOODS, INC., a Missouri corporation whose business address is 13301 West 99th Street, Lenexa, Kansas 66215, ("Borrower"), and HELLER FINANCIAL LEASING, INC., a Delaware corporation, whose address is 500 West Monroe Street, Chicago, IL 60661 ("Lender"). Capitalized terms used in this Agreement and not otherwise defined shall have the meanings set forth in Section 15 of this Agreement.

1. Secure Payment. To secure payment of all indebtedness, Borrower hereby grants and conveys to Lender a continuing lien and security interest in the Collateral, provided, however, if Lender assigns any Notes, then, the term "indebtedness" as used herein with respect to any assignee shall mean only the indebtedness evidenced by or related to Notes held by the assignee, and the term Collateral as used herein with respect to such assignee shall mean only the Collateral described on the Schedules that specifically refer to the Notes held by such assignee. Each advance of principal under a Note shall be on and subject to the terms and conditions set forth in the Loan Documents.

2. Representations, Warranties and Covenants. Borrower represents, warrants and covenants to Lender that the following statements are true, correct and complete and, unless specifically limited, shall remain so until payment in full of all indebtedness:

(a) Perform Obligations. Borrower shall pay and perform all indebtedness as and when due. Borrower shall use the loan proceeds evidenced by the Notes for business purposes only, in accordance with the terms of the Loan Documents.

(b) Collateral Free and Clear. Borrower shall keep the Collateral free and clear of any and all Liens, except for Permitted Liens.

(c) Possession and Operation of Collateral. Borrower shall retain possession of the Collateral at all times and shall not sell, exchange, assign, loan, deliver, lease, mortgage or otherwise dispose of the Collateral or any part thereof without the prior written consent of Lender. Borrower shall at all times keep the Collateral at the locations specified on the Schedules (except for removals therefrom in the usual course of business for temporary periods); provided, however, that Borrower shall be allowed to dispose of up to an aggregate of \$100,000 of Collateral (valued as of the date hereof) which becomes obsolete without the prior written consent of Lender. Borrower shall keep the Collateral, at Borrower's sole cost and expense, in good repair and condition and not misuse, abuse, waste, or allow it to deteriorate except for normal wear and tear. Borrower shall make the Collateral available for inspection by Lender at all reasonable times. The Collateral at all times shall be operated by competent, properly trained and, if applicable, legally licensed operators. In the event the Collateral or any part thereof is vehicles, Borrower shall at all times operate such vehicles only in the United States and if any vehicle is not in use, Borrower shall keep it at the location specified in the Schedules.

(d) Insurance. With respect to its business and properties, Borrower maintains, and shall continue to maintain, adequate insurance for public liability, property damage and product liability, against loss or damage of the kinds customarily carried or maintained by companies of established reputation engaged in similar businesses and in amounts acceptable to Lender. Borrower shall cause Lender to be named as loss payee on all insurance policies relating to any Collateral and shall cause Lender to be named as additional insured under all liability policies, in each case pursuant to appropriate endorsements in form and substance satisfactory to Lender. No notice of cancellation has been received with respect to such policies and Borrower is, and shall continue to be, in full compliance with all requirements and conditions contained in such policies. Borrower shall give immediate written notice to Lender and to insurers of loss or damage to the Collateral and shall promptly file

proofs of loss with insurers. Borrower hereby irrevocably appoints Lender as Borrower's attorney-in-fact, coupled with an interest, for the purpose of obtaining, adjusting and canceling any such insurance and endorsing settlement drafts. Borrower hereby assigns to Lender, as additional security for the indebtedness, all sums which may become payable under such insurance.

(e) In the event Borrower fails to provide Lender with evidence of the insurance coverage required by this Agreement, Lender may purchase insurance at Borrower's expense to protect Lender's interests in the Collateral. This insurance may, but need not, protect Borrower's interests. The coverage purchased by Lender may not pay any claim made by Borrower or any claim that is made against Borrower in connection with the Collateral. Borrower may later cancel any insurance purchased by Lender, but only after providing Lender with evidence that Borrower has obtained insurance as required by this Agreement. If Lender purchases insurance for the Collateral, Borrower shall be responsible for the costs of that insurance, including interest and other charges imposed by Lender in connection with the placement of the insurance, until the effective date of the cancellation or expiration of the insurance. The costs of the insurance may be added to the indebtedness. The costs of the insurance may be more than the cost of insurance Borrower is able to obtain on its own.

(f) If Collateral Attaches to Real Estate. If the Collateral or any part thereof has been attached to or is to be attached to real estate, a description of the real estate and the name and address of the record owner is set forth on the Schedules and Borrower shall promptly following request therefor furnish Lender with a disclaimer or waiver of any interest in the Collateral satisfactory to Lender. Notwithstanding the foregoing, the Collateral shall remain personal property and shall not be affixed to realty without the prior written consent of Lender.

(g) Financial Statements. If at any time Borrower or any Corporate Guarantor is required to file Forms 10-K and 10-Q with the SEC, Borrower shall cause to be delivered to Lender copies of such forms within ten days of the filing thereof. If Borrower or any Corporate Guarantor is not required to file such forms, Borrower shall deliver and shall cause each Corporate Guarantor to deliver to Lender for Borrower and each such Corporate Guarantor respectively: (i) as soon as practicable, and in any event within 60 days after the end of each fiscal quarter, unaudited financial statements including in each instance, balance sheets, income statements, and statements of cash flow, on a consolidated and consolidating basis, as appropriate, and separate profit and loss statements as of and for the quarterly period then ended and for the fiscal year to date, prepared in accordance with GAAP, and certified by Borrower's CFO to be true and correct, and (ii) as soon as practicable, and in any event within 90 days after the end of each fiscal year, annual audited financial statements, including balance sheets, income statements and statements of cash flow for the fiscal year then ended, on a consolidated and consolidating basis, as appropriate, which have been prepared by its independent accountants in accordance with GAAP. Such audited financial statements shall be accompanied by the independent accountant's opinion, which opinion shall be in form generally recognized as "unqualified." Borrower shall cause each Individual Guarantor to deliver such financial information as Lender shall require from time to time.

(h) Authorization. Borrower is now, and shall at all times remain, duly licensed, qualified to do business and in good standing in every jurisdiction where failure to be so licensed or

qualified and in good standing would have a material adverse effect on its business, properties or assets. The execution and delivery of the Loan Documents have been duly authorized by Borrower and the Loan Documents constitute the legal valid and binding obligations of Borrower, enforceable against Borrower in accordance with their respective terms. Borrower shall not, without 30 days prior written notice to Lender, (1) change its name or its structure such that any financing statement or other record notice becomes misleading or (2) change its principal place of business or chief executive or accounting offices from the address stated herein.

(i) Litigation. Except as disclosed by Borrower to Lender in writing as of the date of this Agreement, there are no judgments outstanding against or affecting Borrower, its officers, directors or affiliates or any part of the Collateral and no Litigation exists. Borrower shall furnish to Lender all information regarding any material Litigation as Lender shall reasonably request and in any event Borrower shall promptly notify Lender in writing of Litigation against it if the outcome of such Litigation may materially or adversely affect the finances or operations of Borrower (for purposes of this provision, \$100,000.00 shall be deemed material).

(j) No Conflicts. Borrower represents and warrants that Borrower is not in violation of any material term or provision of its by-laws, or of any material agreement or instrument applicable to it or any Applicable Law. The execution, delivery, and performance of the Loan Documents do not and shall not violate, constitute a default under, or otherwise conflict with any such term or provision or result in the creation of any Lien upon any of the properties or assets of Borrower, except for the security interest created hereunder.

(k) Compliance with Laws. In all material respects, Borrower is, as of the date of each Schedule, in compliance with all existing Applicable Laws, and shall remain at all times in compliance with all Applicable Laws.

(l) Taxes. Should any stamp, excise, or other tax, including mortgage, conveyance, deed, intangible, or recording taxes become payable in respect of any Loan Documents, Borrower shall pay the taxes (including interest and penalties, if any) and shall hold Lender harmless with respect thereto.

(m) Regulations. No proceeds of the loans or any other financial accommodations under the Loan Documents shall be used, directly or indirectly, for the purpose of purchasing or carrying any margin security, as that term is defined in Regulation U of the Board of Governors of the Federal Reserve System.

(n) No Liability. Borrower acknowledges and agrees that Lender shall not be liable for any acts or omissions nor for any error of judgment or mistake of fact or law other than as a result of Lender's gross negligence or willful misconduct.

(o) Setoff. Without limiting any other right of Lender, whenever Lender has the right to declare any indebtedness to be immediately due and payable (whether or not it has so declared), Lender is hereby authorized at any time to the fullest extent permitted by law, to set off and apply against any and all of the indebtedness, any and all monies then or thereafter owed to Borrower by Lender in any capacity, whether or not the obligation to pay such monies owed by Lender is then due. Lender shall be deemed to have exercised such right of set-off immediately at the time of such election even though any charge therefor is made or entered on Lender's records subsequent thereto.

(p) Books and Records. Borrower shall maintain, at all times, true and complete books, records and accounts in which true and correct entries are made of its transactions in accordance with GAAP and consistent with those applied in the preparation of Borrower's financial statements. At all reasonable times, upon reasonable notice, and during normal business hours, Borrower shall permit Lender or its agents to audit, examine and make extracts from

or copies of any of its books, ledgers, reports, correspondence, and other records.

(q) Indemnity. Borrower shall indemnify, defend and hold harmless Lender, its parent, officers, directors, agents, employees, and consultants from and against any loss, expense (including reasonable attorneys' fees and costs), damage or liability arising directly or indirectly from (i) any breach of any representation, warranty or covenant contained herein and in the other Loan Documents, (ii) any claim or cause of action that would deny Lender the full benefit or protection of any provision herein and in the Loan Documents and (iii) the ownership, possession, lease, operation, use, condition, sale, return, or other disposition of the Collateral, except to the extent the loss, expense, damage or liability arises solely and directly from Lender's gross negligence or willful misconduct. If after receipt of any payment of all or any part of the Indebtedness, Lender is for any reason compelled to surrender such payment to any person or entity, because such payment is determined to be void or voidable as a preference, an impermissible set-off or for any other reason, the Loan Documents shall continue in full force and effect and Borrower shall be liable to Lender for the amount of such payment surrendered together with interest at the applicable rate. The provisions of this paragraph shall survive termination of the Loan Documents.

(r) Collateral Documentation. Borrower shall deliver to Lender prior to any advance of principal under a Note, satisfactory documentation regarding the Collateral to be financed, including, but not limited to, invoices, canceled checks evidencing payments therefor, or other documentation as may be reasonably requested by Lender. Immediately prior to any advance, Borrower shall satisfy Lender that Borrower's business and financial information is as represented and there has been no material change in Borrower's business, financial condition or operations since the date of the most recent audited financial statement delivered under this Agreement.

(s) Expenses and Attorneys' Fees. Borrower shall be liable for all charges, costs, expenses and attorneys' fees incurred by Lender (including allocated costs of internal counsel): (i) in perfecting, defending, protecting or terminating its security interest in the Collateral, or any part thereof, including all costs of registration or of titling the Collateral; (ii) in the negotiation, execution, delivery, administration, amendment or enforcement of the Loan Documents or any provision thereof or the collection of any amounts due under any Note or other Loan Document; (iii) in any lawsuit or other legal proceeding in any way connected with any of the Loan Documents, including, any contract or tort or other actions, any arbitration or other alternative dispute resolution proceeding, all appeals and judgment enforcement actions and any bankruptcy proceeding (including any relief from stay and/or adequate protection motions, cash collateral disputes, assumption/rejection motions and disputes or objections to any proposed disclosure statement or reorganization plan). The provisions of this paragraph shall survive the termination of the Loan Documents and any judgment with respect to the indebtedness or any part thereof.

(t) Complete Information. No representation or warranty made by Borrower in this Agreement and no other document or statement furnished to Lender by or on behalf of Borrower contains any material misstatement of a material fact or omits to state any material fact necessary in order to make the statements contained herein or therein not misleading.

(u) Financial Covenants. (i) If EBITDA (as defined below) for the 12 months ending December 31, 2001 is less than \$4,860,000.00, as determined by Lender from Borrower's audited fiscal year-end financial statements, then Borrower shall pay to lender a non-refundable covenant fee equal to one percent (1%) of the original principal amount of the Note dated as of the date hereof (the "Covenant Fee"). The Covenant Fee, if required, shall be due on April 1, 2002 and shall be in addition to all other payments to be made and obligations to be performed by Borrower.

(ii) So long as any indebtedness remains outstanding, Borrower shall:

(A) Tangible Net Worth. Maintain Tangible Net Worth of not less than the following:

| <u>Period Ending</u>                                  | <u>Minimum Tangible Net Worth</u> |
|---|-----------------------------------|
| December 31, 2001                                     | \$6,250,000.00                    |
| March 31, 2002  | \$3,275,000.00                    |
| June 30, 2002   | \$2,000,000.00                    |
| September 30, 2002                                    | \$2,100,000.00                    |
| December 31, 2002 and each fiscal year end thereafter | \$7,600,000.00                    |

(B) Leverage Ratio. Maintain a ratio of total Debt to Tangible Net Worth of not more than the following:

| <u>Period Ending</u>                                  | <u>Maximum Leverage Ratio</u> |
|---|-------------------------------|
| December 31, 2001                                     | 2.5 to 1.0                    |
| March 31, 2002  | 5.0 to 1.0                    |
| June 30, 2002   | 8.0 to 1.0                    |
| September 30, 2002                                    | 11.5 to 1.0                   |
| December 31, 2002 and each fiscal year end thereafter | 2.0 to 1.0                    |

(C) Capital Expenditures. Not make Capital Expenditures which exceed an aggregate amount of (1) \$400,000.00 for the fiscal year ending December 31, 2001, and (2) \$750,000.00 for the fiscal year ending December 31, 2002 and all fiscal years thereafter.

(D) Debt Service Coverage. Maintain a ratio of EBITDA to principal and interest paid on the Obligations, all other Senior Debt and all capital expenditures not financed by Lender, calculated quarterly and based upon the prior four fiscal quarters (rolling), at least (1) 2.0 to 1.0 during each fiscal quarter during its fiscal year ending December 31, 2001, and (2) 1.5 to 1.0 during each fiscal quarter thereafter with the exception of the September 30, 2002 fiscal quarter end, for which quarter the ratio shall be 1.35:1.0.

(E) Minimum Stockholders Equity. Maintain a minimum stockholders equity of not less than the following:

| <u>Period Ending</u>                                  | <u>Minimum Stockholders Equity</u> |
|---|------------------------------------|
| December 31, 2001                                     | \$4,900,000.00                     |
| March 31, 2002  | \$1,750,000.00                     |
| June 30, 2002   | \$300,000.00                       |
| September 30, 2002                                    | \$250,000.00                       |
| December 31, 2002 and each fiscal year end thereafter | \$5,900,000.00                     |

(F) Senior Debt to EBITDA. Maintain a ratio of Senior Debt to EBITDA, as of each fiscal quarter, of not more than the following:

| <u>Relevant Period Ending</u>  | <u>Maximum Senior Debt to EBITDA</u> |
|--|--------------------------------------|
| December 31, 2001 (FYE)<br>Quarter Ending March 31, 2002<br>(and each quarter ending on<br>March 31 of each year thereafter) | 1.60 to 1.0                          |
| Quarter Ending June 30, 2002   | 2.30 to 1.0                          |

|  |             |
|--|-------------|
| (and each quarter ending on<br>June 30 of each year thereafter)  | 2.50 to 1.0 |
| Quarter Ending September 30, 2002<br>(and each quarter ending on<br>September 30 of each year<br>thereafter) | 3.20 to 1.0 |
| Quarter Ending December 31, 2002<br>(and each quarter ending on<br>December 31 of each year<br>thereafter)   | 1.30 to 1.0 |

With respect to the above calculations and the application of the terms Senior Debt and EBITDA, all quarterly calculations done shall be based upon the prior four fiscal quarters (rolling).

As used in this Section 2(u), the following terms shall have the following meanings: "Capital Expenditures" means expenditures made and liabilities incurred for the direct or indirect acquisition of any fixed assets or improvements, replacements, substitutions or additions thereto which have a useful life of more than one year, including, without limitation, payments with respect to capitalized lease obligations. "Debt" means, with respect to the Borrower, without duplication, (i) indebtedness for borrowed money or for the deferred purchase price of property or services in respect of which the Borrower is liable, contingently or otherwise, as an obligor, guarantor or otherwise, or in respect of which the Borrower otherwise assures a creditor against loss, (ii) all other obligations or items which, in accordance with GAAP, would be shown on the liability side of a balance sheet as of the date of incurrence thereof, (iii) obligations under leases which shall have been or should be, in accordance with GAAP, recorded as capital leases in respect of which obligations the Borrower is liable, contingently or otherwise, as an obligor, guarantor or otherwise, or in respect of which obligations the Borrower otherwise assures a creditor against loss, and (iv) unfunded vested benefits under each Plan maintained for employees of the Borrower. "EBITDA" means, for any period, net income for any Person as determined in accordance with GAAP for such period plus all amounts deducted in the computation thereof on account of (a) interest expense, (b) depreciation and amortization expenses and other non-cash charges and (c) income and profits taxes. "GAAP" means generally accepted accounting principles set forth from time to time in the opinions and pronouncements of the Accounting Principles Board and the American Institute of Certified Public Accountants and statements and pronouncements of the Financial Accounting Standards Board (or agencies with similar functions of comparable stature and authority within the U.S. accounting profession), which are applicable to the circumstances as of the date of determination. "Obligations" means all debts, liabilities, obligations, covenants and duties owing, arising, due or payable from the Borrower to Lender of any kind or nature, present or future, whether or not evidenced by any note, letter of credit, guaranty or other instrument, whether arising under this Agreement or any of the other Loan Documents or otherwise and whether direct or indirect (including, without limitation, those acquired by assignment), absolute or contingent, primary or secondary, joint, several or joint and several due or to become due, now existing or hereafter arising and however acquired, and all replacements, renewals, extensions and other modifications of any of the foregoing. The term "Obligations" includes, without limitation, all interest, charges, expenses, fees, attorneys' fees and any other sums chargeable to the Borrower under any of the Loan Documents. The term also includes any of the foregoing that arise after the filing of a petition by or against the Borrower under any bankruptcy or similar law, even if the Obligations do not accrue because of the automatic stay under Bankruptcy Code § 362 or otherwise. "Person" means an individual, corporation, partnership, trust, governmental entity or any other entity, organization or group whatsoever. "Senior Debt" means all interest bearing Debt which is not subordinated to the Obligations pursuant to the terms of a subordination agreement in form and substance acceptable to Lender in its sole discretion. "Tangible Net Worth" means, at any date of

determination, the Borrower's total tangible assets minus the Borrower's total liabilities plus Debt which is, in the reasonable opinion of the Lender, adequately subordinated to any Senior Debt, each as determined in accordance with GAAP.

(iii) Borrower shall be permitted to pay income taxes payable by Conrad Hock, Jr. on account of the one-time withdrawal from his Investment Retirement Account, the proceeds of which have been loaned to Borrower in the form of subordinated debt, provided that (A) Borrower's payment of such income taxes will not cause a breach of the financial covenant contained in (ii)(D) above, as of December 31, 2001, and (B) the payment of such taxes shall be deducted from the calculation of Borrower's EBITDA for the purposes of determining Borrower's compliance with such covenant pursuant to this subsection (iii).

(v) Trademarks. Borrower shall, at its own cost, unless otherwise consented to in writing by Lender: (i) take all actions necessary to properly maintain and renew all registrations for Trademarks which are or may become subject to this Agreement for the full term or terms allowed by law including but not limited to the appropriate and timely payment of any required fees and the appropriate and timely filing of any documents or declarations necessary to maintain and renew said registrations for Trademarks (including the filing of a declaration of incontestability under § 15 of the United States Trademark Act where possible) which may be necessary or appropriate under applicable law; (ii) file new applications to register and protect under applicable law all Trademarks acquired by Borrower but for which applications have not previously been filed or to take all other actions necessary to cause registrations for Trademarks to be issued as a result of said applications; and (iii) protect such Trademarks from infringement, unfair competition or dilution or damage by all appropriate actions including the commencement of legal action to prevent and recover damages for said infringement and to defend such Trademarks from claims of infringement, unfair competition or damage including the defense or any legal actions making such claims.

3. Prepayment. Borrower may not prepay the indebtedness, whether in whole or in part, at any time during the term of this Agreement except as set forth in the Notes.

4. Events of Default. Each of the following events shall constitute an Event of Default: (a) Borrower fails to pay any part of the indebtedness within ten calendar days of its due date, (b) any warranty or representation of Borrower in any Loan Document is materially untrue, misleading or inaccurate at the time it is made, (c) Borrower shall fail to pay or perform as and when due any obligations of Borrower arising under Sections 2(b), 2(c), 2(d) or 2(u), (d) Borrower or any Guarantor shall fail to pay or perform any obligations to Lender arising under or in connection with this Agreement or any of the other Loan Documents (other than obligations covered by subsections (a), (b), (c), (m), (n), (o), (p), (q) or (r) of this section) and such failure is not remedied to Lender's satisfaction within 10 days of Lender's written notice thereof to Borrower, (e) Borrower or any Guarantor breaches or defaults in the payment or performance of any debt or other obligation owed by it to Lender or any affiliate of Lender, and Lender has (without being obligated to do so) declared such event, an Event of Default hereunder, (f) Borrower breaches or defaults in the payment or performance of any debt or other obligation, whether now or hereafter existing, with an outstanding principal balance in excess of \$1,000,000.00, and the same is subsequently accelerated, or any Guarantor breaches or defaults in the payment or performance of any debt or other obligation, whether now or hereafter existing, with an outstanding principal balance in excess of \$1,000,000.00, and the same is subsequently accelerated, (g) there shall be a change in the beneficial ownership and control, directly or indirectly, of the majority of the outstanding voting securities or other interests entitled to elect or appoint members of the board of directors or other managing body of

Borrower or any Corporate Guarantor (a "change of control"), or there is any merger, consolidation, dissolution, liquidation, winding up or sale or other transfer of all or substantially all of the assets of Borrower or any Corporate Guarantor pursuant to which there is a change of control or cessation of Borrower or the Corporate Guarantor or the business of either, (h) death or incompetency of any individual Guarantor or Borrower if Borrower is a natural person, (i) any money judgment is entered or filed against Borrower or any Guarantor in excess of \$1,000,000.00, (j) the appointment of a receiver for all or any part of the property of Borrower or any Guarantor, or any assignment for the benefit of creditors by Borrower or any Guarantor, (k) the filing of a petition by Borrower or any Guarantor under any bankruptcy, insolvency or similar law, or the filing of any such petition against Borrower or any Guarantor if the same is not dismissed within 45 days of such filing, (l) any event shall occur which creates a Material Adverse Effect, (m) the taxable income of Conrad Hock, Jr. paid by Borrower (other than certain conditional bonuses approved by Lender) shall exceed (i) \$131,250.00 for the fourth fiscal quarter of fiscal year ending December 31, 2001 or (ii) \$525,000.00 in any fiscal year thereafter, (n) a default or an event of default (however defined) occurs under the Bank Loan Facility, (o) Borrower, as lessee, makes lease payments to Conrad Hock, Jr. or Conrad Hock Jr. Revocable Trust, as applicable, as lessor, with respect to the two facilities in Lenexa, KS leased by Borrower, in excess of \$65,000.00, in aggregate, in any month, (p) Borrower fails to obtain or Bank fails to make any of the scheduled advances under the Bank Loan Facility, including, without limitation, an over-advance in the amount of \$1,500,000.00 for the months of June, 2001, July, 2001, August, 2001, September, 2001, October, 2001, November, 2001 and December, 2001, (q) Borrower pays any dividends or distributions to any shareholders other than for the payment of taxes or (r) Borrower or Guarantor or any other creditor breaches or defaults in the performance of any agreement or covenant contained in the Debt Subordination Agreement.

5. Remedies. Upon the occurrence of an Event of Default, in addition to all rights and remedies of a Lender under the UCC and under any other applicable law, Lender may, at its option, at any time (a) declare the indebtedness to be immediately due and payable without notice to Borrower or any Guarantor; (b) without demand or legal process, enter any premises where the Collateral may be and take possession and/or remove the Collateral all without charge to or liability on the part of Lender, (c) require Borrower to assemble the Collateral, crate, pack, ship, and deliver the Collateral to Lender in such manner and at such place as Lender may require, all at Borrower's sole cost and expense, (d) render the Collateral unusable at the Borrower's premises and dispose of such Collateral on such premises without liability for rent or costs (e) sell the Collateral at public or private sales, in whole or in part, and have the right to bid and purchase at said sale, and/or (f) lease or otherwise dispose of all or part of the Collateral, applying proceeds therefrom to the indebtedness. Any notice which Lender is required to give to Borrower under any Applicable Law of the time and place of any public sale or the time after which any private sale or other intended disposition of the Collateral is to be made shall be deemed to constitute reasonable notice if such notice given to the last known address of Borrower at least five days prior to such action. Borrower shall remain fully liable for any deficiency, with interest thereon at the applicable rate set forth in the related Notes.

6. Cumulative Remedies. Lender's remedies hereunder or otherwise are cumulative, are in addition to any other remedies provided for by law or in equity and may, to the extent permitted by law, be exercised concurrently or separately, and the exercise of any one remedy shall not be deemed an election of such remedy or to preclude the exercise of any other remedy. No failure on the part of Lender to exercise, and no delay in exercising any right or remedy, shall operate as a waiver thereof or in any way modify or be deemed to modify the terms of this Agreement or the other Loan Documents or the indebtedness, nor shall any single or partial exercise by Lender of any right or remedy preclude any other or further exercise of the same or any other right or remedy. Lender shall not be under any obligation

to marshal any assets in favor of Borrower, any Guarantor or any other person or against or in payment of any or all of the indebtedness. If Borrower shall fail to comply with any provision of any of the Loan Documents, Lender shall have the right, but shall not be obligated, to take action to address such non-compliance, in whole or in part, and all expenses and obligations incurred or assumed by Lender together with interest thereon at the applicable rate shall be added to the indebtedness and paid by Borrower upon demand.

7. **Assignment.** Lender may transfer or assign all or any part of the indebtedness and the Loan Documents without releasing Borrower or the Collateral, and upon such transfer or assignment the assignee or holder shall be entitled to all the rights, powers, privileges and remedies of Lender to the extent assigned or transferred. The obligations of Borrower shall not be subject, as against any such assignee or assignee, to any defense, set-off, or counter-claim available to Borrower against Lender and any such defense, set-off, or counter-claim may be asserted only against Lender.

8. **Governing Law.** THE LOAN DOCUMENTS SHALL BE GOVERNED BY AND SHALL BE CONSTRUED AND ENFORCED IN ACCORDANCE WITH THE INTERNAL LAWS OF THE STATE OF ILLINOIS, WITHOUT REGARD TO CONFLICTS OF LAW PRINCIPLES.

9. **Consent to Jurisdiction.** BORROWER HEREBY CONSENTS TO THE JURISDICTION OF ANY STATE OR FEDERAL COURT LOCATED WITHIN THE COUNTY OF COOK, STATE OF ILLINOIS, AND IRREVOCABLY AGREES THAT, SUBJECT TO LENDER'S ELECTION, ALL ACTIONS OR PROCEEDINGS ARISING OUT OF OR RELATING TO THE LOAN DOCUMENTS SHALL BE LITIGATED IN SUCH COURTS. BORROWER EXPRESSLY SUBMITS AND CONSENTS TO THE JURISDICTION OF THE AFORESAID COURTS AND WAIVES ANY DEFENSE OF FORUM NON CONVENIENS. BORROWER HEREBY WAIVES PERSONAL SERVICE OF ANY AND ALL PROCESS AND AGREES THAT ALL SUCH SERVICE OF PROCESS MAY BE MADE UPON BORROWER BY CERTIFIED OR REGISTERED MAIL, RETURN RECEIPT REQUESTED, ADDRESSED TO BORROWER, AT THE ADDRESS SET FORTH IN THIS AGREEMENT AND SERVICE SO MADE SHALL BE COMPLETE TEN (10) DAYS AFTER THE SAME HAS BEEN POSTED.

10. **Further Assurance; Notice.** Borrower shall, at its expense, execute, and deliver such documents and do such further acts as Lender may from time to time reasonably require to assure and confirm the rights created or intended to be created under the Loan Documents to facilitate the performance of the Loan Documents or to assure the validity, perfection, continuing first priority or enforceability of any security interest created hereunder. Borrower agrees to execute any instrument or instruments necessary or expedient for filing, recording, registering, perfecting, notifying, foreclosing, and/or liquidating of Lender's interest in the Collateral upon request of, and as determined by, Lender, and Borrower hereby specifically authorizes Lender to prepare and file UCC financing statements and other documents necessary to perfect Lender's interests hereunder, and to execute same for and on behalf of Borrower as Borrower's attorney-in-fact, irrevocably and coupled with an interest, for such purposes. Any written notice to be given under this Agreement shall be in writing addressed to the respective party as set forth in the heading to this Agreement (or such other address as may have been designated in a written notice) and shall be deemed to have been given: (a) if delivered in person, when delivered; (b) if delivered by telecopy, on the date of transmission if transmitted on a business day before 4:00 p.m. Central Standard time or, if not, on the next succeeding business day; (c) if delivered by overnight courier, two days after delivery to such courier properly addressed; or (d) if by U.S. Mail, four business days after depositing in the United States mail, with postage prepaid and properly addressed.

11. **Joint and Several Obligation.** If this Agreement is executed by more than one person as Borrower, each such person hereby

acknowledges it is jointly and severally liable for and unconditionally guarantees the prompt and full payment and performance of all obligations of each other Borrower hereunder and under the other Loan Documents.

12. **Waiver of Jury Trial.** BORROWER AND LENDER HEREBY WAIVE THEIR RESPECTIVE RIGHTS TO A JURY TRIAL OF ANY CLAIM OR CAUSE OF ACTION BASED UPON OR ARISING OUT OF THE LOAN DOCUMENTS. BORROWER AND LENDER ACKNOWLEDGE THAT THIS WAIVER IS A MATERIAL INDUCEMENT TO ENTER INTO A BUSINESS RELATIONSHIP, THAT EACH HAS RELIED ON THE WAIVER IN ENTERING INTO THE LOAN DOCUMENTS AND THAT EACH WILL CONTINUE TO RELY ON THE WAIVER IN THEIR RELATED FUTURE DEALINGS. BORROWER AND LENDER WARRANT AND REPRESENT THAT EACH HAS HAD THE OPPORTUNITY OF REVIEWING THIS JURY WAIVER WITH LEGAL COUNSEL, AND THAT EACH KNOWINGLY AND VOLUNTARILY WAIVES ITS JURY TRIAL RIGHTS.

13. **Entire Agreement.** THE LOAN DOCUMENTS EMBODY THE ENTIRE AGREEMENT AMONG THE PARTIES HERETO AND SUPERSEDE ALL PRIOR COMMITMENTS, AGREEMENTS, REPRESENTATIONS, AND UNDERTAKINGS, WHETHER WRITTEN OR ORAL, RELATING TO THE SUBJECT MATTER HEREOF, AND MAY NOT BE CONTRADICTED OR VARIED BY EVIDENCE OF PRIOR CONTEMPORANEOUS, OR SUBSEQUENT ORAL AGREEMENTS OR DISCUSSIONS OF THE PARTIES HERETO. THIS AGREEMENT MAY NOT BE AMENDED OR MODIFIED EXCEPT BY INSTRUMENT IN WRITING EXECUTED BY ALL PARTIES HERETO.

14. **Execution in Counterparts.** This Agreement and each Schedule may be executed in several counterparts, each of which shall be an original and all of which shall constitute one and the same instrument and any of the parties hereto may execute this Agreement or any Schedule by signing any such counterpart, provided that only the original of this Agreement or any Schedule marked "Original: 1 of 3" on the execution page thereof shall constitute chattel paper under the UCC.

15. **Certain Defined Terms.** The following terms used in this Agreement shall have the following meanings:

"Applicable Laws" means any and all existing and future laws, rules, regulations, ordinances, decrees and codes relating to Borrower's business and operations including, without limitation, all Environmental Laws.

"Bank" means (a) with respect to Schedule No. 1, Southwest Bank of St. Louis, a Missouri bank, having a place of business at 13205 Manchester Road, St. Louis, MO 63179-0178, and (b) with respect to any other Schedule, the Bank identified on such Schedule.

"Bank Loan Facility" means (a) with respect to Schedule No. 1, the financial accommodations to be provided by Bank, including, without limitation, (i) a \$10,000,000.00 general line of credit, (ii) a \$1,700,000.00 line of credit relating to Borrower's facilities located in Ivyland, PA and (iii) a \$1,500,000.00 seasonal over-advance for the months of June, 2001, July, 2001, August, 2001, September, 2001, October, 2001, November, 2001 and December, 2001, and (b) with respect to any other Schedule, as identified on such Schedule.

"Collateral" means the property described on each Schedule, together with all attachments, accessories, substitutions, additions, and replacements therefor and all proceeds thereof, including insurance proceeds, and any and all accounts, chattel paper, contract rights and general intangibles arising from the sale, lease or other disposition thereof.

"Corporate Guarantor" means any guarantor of all or any part of the indebtedness that is not an Individual Guarantor.

"Debt Subordination Agreement" means the Debt Subordination Agreement dated as of the date hereof, executed by Borrower and Conrad Hock, Jr., and any other debt subordination agreement delivered in connection with a Note, and any amendment or supplement thereto.

"Environmental Laws" means all present and future federal, state, and local laws, rules, regulations, orders, and decrees relating to pollution, hazardous substances, waste disposal or the protection of human health or safety, plant life or animal life, national resources or the environment, all as amended from time to time.

"GAAP" means generally accepted accounting principles, applied consistently with past periods.

"Guarantor" means collectively, Individual Guarantors and Corporate Guarantors.

"Individual Guarantor" means any guarantor of all or any part of the Indebtedness that is a natural person.

"Indebtedness" means all obligations, liabilities and indebtedness of every nature of Borrower from time to time owed to Lender evidenced by the Notes or otherwise incurred pursuant to this Agreement or the other Loan Documents, now existing or hereafter arising including, without limitation, all interest, fees, cost and expenses accrued or incurred after the filing of any petition under any bankruptcy or insolvency law.

"Lien or Liens" means any lien, mortgage, pledge, security interest, charge or encumbrance of any kind, whether voluntary or involuntary, (including any conditional sale or other title retention agreement, any lease in the nature thereof, and any agreement to give any security interest).

"Litigation" means any and all actions, charges, claims, demands, suits, proceedings, or governmental investigations now pending or threatened against Borrower or any of Borrower's property.

"Loan Documents" means this Agreement, the Schedules, the Notes, the Conditions Rider, if any, and any other documents and instruments executed contemporaneously with or delivered pursuant to this Agreement or the Notes, all as amended, modified, extended or renewed from time to time.

"Material Adverse Effect" means a material adverse effect upon (a) the business, operations, prospects, properties, assets or condition (financial or otherwise) of Borrower or any Guarantor or (b) the ability of Borrower or any Guarantor to perform its obligations under any Loan Document to which it is a party or (c) the ability of Lender to enforce its security interests or collect any of the Indebtedness.

"Note" or "Notes" means any and all promissory notes which Borrower has executed and delivered or will execute and deliver to Lender and which are identified on a Schedule evidencing Indebtedness.

"Permitted Liens" means the following types of Liens, claims, charges, taxes, and assessments of any kind: (a) Liens (other than Liens relating to Environmental Laws) for taxes, assessments or other governmental charges not yet due and payable; (b) statutory Liens of landlords, carriers, warehousemen, mechanics, materialmen and other similar Liens imposed by law, which are incurred in the ordinary course of business for sums not more than 30 days delinquent; (c) Liens in favor of Lender; and (d) Liens set forth on any Schedule.

"Schedule" or "Schedules" means any and all Schedules which Borrower has executed and delivered or will execute and deliver to Lender in connection with this Agreement. Schedules shall be numbered consecutively beginning with "1".

"SEC" means the Securities and Exchange Commission.

"Trademarks" means all trademarks, trademark registrations and trademark applications and the goodwill underlying those trademarks of the Grantor, including but not limited to those set forth in the Schedules, and (a) any similar marks or amendments, modifications and renewals thereof and the goodwill represented by those trademarks thereon and any legal equivalent in a foreign country for the full term or terms for which the same may be granted; (b) all rights to income, royalties, profits, damages, or other rights relating to said trademarks including the right to sue for past, present or future infringement; and (c) any other rights and benefits relating to said trademarks including any rights as a licensor of said trademark.


"UCC" means the Uniform Commercial Code as in effect on the date hereof in the State of Illinois, as amended from time to time, and any successor statute.

[REMAINDER OF PAGE INTENTIONALLY BLANK; EXECUTION PAGE FOLLOWS]

IN WITNESS WHEREOF, Lender and Borrower have each signed this Master Security Agreement as of the day and year first above written.

LENDER

HELLER FINANCIAL LEASING, INC., a Delaware corporation

By:   
Name: JOSEPH B. WILLIAMS  
Title: VICE PRESIDENT

BORROWER

WILLIAMS FOODS, INC., a Missouri corporation

By: \_\_\_\_\_  
Conrad Hock, Jr., Chief Executive Officer

Original: 1 of 3

[EXECUTION PAGE OF MASTER SECURITY AGREEMENT]

TRADEMARK  
REEL: 2429 FRAME: 0821  
TRADEMARK  
REEL: 003694 FRAME: 0687



IN WITNESS WHEREOF, Lender and Borrower have each signed this Master Security Agreement as of the day and year first above written.

**LENDER**

**HELLER FINANCIAL LEASING, INC.**, a Delaware corporation

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

Name: \_\_\_\_\_

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

**BORROWER**

**WILLIAMS FOODS, INC.**, a Missouri corporation

By: Conrad Hock, Jr.  
Conrad Hock, Jr., Chief Executive Officer

Original: 1 of 3

[EXECUTION PAGE OF MASTER SECURITY AGREEMENT]

**TRADEMARK**  
**REEL: 2429 FRAME: 0822**  
**TRADEMARK**  
**REEL: 003694 FRAME: 0688**



EXECUTION COPY

Loan No.: 196-0180-001

**COLLATERAL SCHEDULE No. 1  
to Master Security Agreement**

Collateral Schedule No. 1 annexed to and made a part of a certain Master Security Agreement dated September 14, 2001 (the "Agreement"), or related documentation by and between the undersigned. (Capitalized terms used in this Collateral Schedule and not otherwise defined shall have the meaning ascribed to them in the Agreement.) This Collateral Schedule incorporates all of the terms and conditions of the Loan Documents. Borrower agrees the Collateral set forth below together with all additions, attachments, accessories and accessions thereto, replacements or substitutions therefor and all products and proceeds thereof, if any, including insurance proceeds and any and all accounts, chattel paper, contract rights and general intangibles arising from the sale, lease or other disposition thereof or thereto (for purposes of this Collateral Schedule, collectively, the "Scheduled Collateral") is given to secure payment of (i) all indebtedness arising under or in connection with that certain Note dated September 14, 2001, in the amount of \$7,000,000.00, made by Borrower in favor of Lender and any renewals, extensions and modifications thereof or thereto (for purposes of this Collateral Schedule, collectively, the "Scheduled Note") and (ii) payment and performance of all other obligations constituting any part of the Indebtedness; provided, however, that if Lender transfers the Scheduled Note, then, the term "Indebtedness" with respect to any transferee shall mean only the indebtedness evidenced by or related to the Scheduled Note and any other Note held by the transferee and the term "Collateral" as used in the Agreement with respect to such transferee shall mean only the Scheduled Collateral and any Collateral described on any Schedule that specifically identifies any other Note held by the transferee.


Attached as Exhibit A, which is incorporated herein by reference, is the list of collateral in which Lender shall have a first priority perfected security interest (the "Lender Priority Collateral") for this Collateral Schedule No. 1. Attached as Exhibit B, which is incorporated herein by reference, is the list of collateral in which Lender shall have a second priority perfected security interest (the "Lender Secondary Collateral") for this Collateral Schedule No. 1. Attached as Exhibit C, which is incorporated herein by reference, is the list of collateral in which Lender and Bank shall have pro rata rights pursuant to the intercreditor Agreement (the "Pro Rata Collateral") for this Collateral Schedule No. 1. The Lender Priority Collateral, the Lender Secondary Collateral and the Pro Rata Collateral are referred to herein collectively as the "Collateral" for this Collateral Schedule No. 1.

Permitted Liens shall include the Liens of Bank; provided, however, that Bank shall subordinate its interest in the Lender Priority Collateral pursuant to the intercreditor Agreement dated as of the date hereof between Lender and Bank.

[REMAINDER OF PAGE INTENTIONALLY BLANK; EXECUTION PAGE FOLLOWS]

"Lender"

HELLER FINANCIAL LEASING, INC., a Delaware corporation

By:  JOSEPH D. WILLIAMS

Name: VICE PRESIDENT

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

"Borrower"

WILLIAMS FOODS, INC., a Missouri corporation

By: \_\_\_\_\_  
Conrad Hock, Jr., Chief Executive Officer

Original: 1 of 3

[EXECUTION PAGE OF COLLATERAL SCHEDULE NO. 1 TO MASTER SECURITY AGREEMENT]

TRADEMARK  
REEL: 2429 FRAME: 0824  
TRADEMARK  
REEL: 003694 FRAME: 0690

"Lender"

HELLER FINANCIAL LEASING, INC., a Delaware corporation

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

Name: \_\_\_\_\_

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

"Borrower"

WILLIAMS FOODS, INC., a Missouri corporation

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

Conrad Hock, Jr., Chief Executive Officer

Original: 1 of 3

(EXECUTION PAGE OF COLLATERAL SCHEDULE NO. 1 TO MASTER SECURITY AGREEMENT)

TRADEMARK  
REEL: 2429 FRAME: 0825  
TRADEMARK  
REEL: 003694 FRAME: 0691

EXHIBIT A TO COLLATERAL SCHEDULE NO. 1

LIST OF LENDER PRIORITY COLLATERAL

The following properties, assets and rights of Borrower, wherever located, whether now owned or hereafter acquired or arising: (a) all equipment, furniture, fixtures, improvements, plant and office equipment as well as all other fixed assets of the Borrower excepting the interests of Southwest in Borrower's Bucks County, Pennsylvania facility; (b) any intellectual property, including, without limitation, foreign and domestic copyrights, copyright applications, copyrightable materials, of any kind or nature, all trademarks, trademark registrations and trademark applications and the goodwill underlying those trademarks of Borrower, including but not limited to those set forth in Attachment 1 attached hereto and by this reference incorporated herein, and any similar marks or amendments, modifications and renewals thereof and the goodwill represented by those trademarks thereon and any legal equivalent in a foreign country for the full term or terms for which the same may be granted; all rights to income, royalties, profits, damages, or other rights relating to said trademarks including the right to sue for past, present or future infringement; and any other rights and benefits relating to said trademarks including any rights as a licensor of said trademark, trade names, trade dress, patents, patent applications, or any other item of like kind or similar nature, now owned or hereafter acquired by Borrower, whether or not formally perfected, registered, filed or otherwise with any state, federal or foreign agency or department, including all common-law rights relating to any of the foregoing, software, engineering drawings, customer lists; (c) all general intangibles related to any of the foregoing; (d) all additions, attachments, accessories and accessions to any of the foregoing; (e) replacements or substitutions for any of the foregoing and (f) all Proceeds (as defined in Section 9-102(a)(64) of the UCC) of any of the foregoing.

**ATTACHMENT 1 TO EXHIBIT A**

**LIST OF TRADEMARKS**

[SEE ATTACHED]

| Client | Mark                               | Int. CI  | Client File # | Class | App. #     | App. Date  | West 99th Street | Lenexa | Reg. Date  | Int. Status | Sub-Status    | Mark Type     | KS | 66215 | US |
|--------|------------------------------------|----------|---------------|-------|------------|------------|------------------|--------|------------|-------------|---------------|---------------|----|-------|----|
| 1,328  | AMERICAS #1 SPICE VALUE            | (851) US | 4555000-20-88 | 30    | 75035,078  | 12/20/1995 | 2,066,497        |        | 06/03/1997 | Registered  | Principal     | Word Mark     |    |       |    |
| 877    | BAG 'N BAKE                        | (599) US | 4555000-20-11 | 16    | 750314,583 | 06/23/1997 |                  |        |            | Abandon     |               | Word Mark     |    |       |    |
| 1,289  | BLUE TICK DRESSING                 | (816) US | 4555000-20-40 | 30    | 750291,066 | 05/13/1997 | 2,156,820        |        | 05/12/1998 | Registered  | Principal     | Word Mark     |    |       |    |
| 1,290  | BOG BOTTOM                         | (817) US | 4555000-20-61 | 30    | 750381,685 | 10/30/1997 | 2,216,769        |        | 01/05/1999 | Registered  | Lapse         | Word Mark     |    |       |    |
| 1,360  | BOG BOTTOM BBQ                     | (866) US | 4555000-20-94 | 30    | 76196,619  | 01/19/2001 |                  |        |            | Pending A   | Filed         | Word Mark     |    |       |    |
| 872    | BUTTER MAGIC                       | (593) US | 4555000-20-08 | 29    | 730746,406 | 08/15/1988 | 1,535,550        |        | 04/18/1989 | Registered  | Incontestable | Word Mark     |    |       |    |
| 1,180  | CAROLINA CEDAR SPRAY (stylized)    | (745) US | 4555000-20-49 | 30    | 740442,101 | 09/30/1993 | 1,864,845        |        | 11/29/1994 | Expired     | Principal     | Stylized Mark |    |       |    |
| 1,377  | CAROLINA EGRET EGGS                | (877) US | 4555000-20-98 | 30    | 76196,618  | 01/19/2001 |                  |        |            | Pending A   | Filed         | Word Mark     |    |       |    |
| 1,291  | CAROLINA FIRE FLIES (stylized)     | (818) US | 4555000-20-62 | 30    | 740686,839 | 06/12/1995 | 1,983,949        |        | 07/02/1996 | Registered  | Principal     | Stylized Mark |    |       |    |
| 1,292  | CAROLINA JUNE BUGS (stylized)      | (819) US | 4555000-20-63 | 30    | 740686,979 | 06/12/1995 | 1,986,983        |        | 07/16/1996 | Registered  | Principal     | Stylized Mark |    |       |    |
| 1,293  | CAROLINA MUDD PUPPIES (stylized)   | (820) US | 4555000-20-64 | 30    | 750382,217 | 10/30/1997 | 2,233,718        |        | 03/23/1999 | Registered  | Principal     | Word Mark     |    |       |    |
| 1,294  | CAROLINA NIGHT CRAWLERS (stylized) | (821) US | 4555000-20-65 | 30    | 740686,841 | 06/12/1995 | 1,986,981        |        | 07/16/1996 | Registered  | Principal     | Stylized Mark |    |       |    |
| 1,181  | CAROLINA PINE TAR (stylized)       | (746) US | 4555000-20-50 | 30    | 740442,208 | 09/30/1993 | 1,849,998        |        | 08/16/1994 | Expired     | Principal     | Stylized Mark |    |       |    |
| 1,184  | CAROLINA RED TIDE (stylized)       | (748) US | 4555000-20-53 | 30    | 740442,490 | 09/30/1993 | 1,845,810        |        | 07/19/1994 | Expired     | Principal     | Stylized Mark |    |       |    |
| 1,376  | CAROLINA SAND FIDDLERS             | (878) US | 4555000-20-97 | 30    | 76196,617  | 01/19/2001 |                  |        |            | Pending A   | Filed         | Word Mark     |    |       |    |
| 1,361  | CAROLINA SWAMP SNACKS              | (867) US | 4555000-20-95 | 30    |            |            |                  |        |            | Not Pursu   |               | Word Mark     |    |       |    |
| 1,363  | CAROLINA SWAMP STUFF               | (869) US | 4555000-20-96 | 16    |            |            |                  |        |            | Proposed N  |               | Word Mark     |    |       |    |
| 1,288  | CAROLINA SWAMP STUFF (stylized)    | (749) US | 4555000-20-59 | 30    | 740442,489 | 09/30/1993 | 1,849,999        |        | 08/16/1994 | Registered  | Principal     | Stylized Mark |    |       |    |
| 1,185  | CAROLINA TADPOLE TEA (stylized)    | (750) US | 4555000-20-54 | 30    | 740442,488 | 09/30/1993 | 1,845,809        |        | 07/19/1994 | Expired     | Principal     | Stylized Mark |    |       |    |
| 1,296  | CEDAR SPRAY                        | (822) US | 4555000-20-66 | 30    | 750291,149 | 05/13/1997 | 2,149,478        |        | 04/07/1998 | Registered  | Principal     | Word Mark     |    |       |    |
| 1,297  | COCOA PLEASURES                    | (823) US | 4555000-20-67 | 30    | 750231,634 | 01/27/1997 | 2,241,851        |        | 04/27/1999 | Registered  | Principal     | Word Mark     |    |       |    |
| 1,186  | COFFEE PLEASURES                   | (751) US | 4555000-20-55 | 30    | 750231,631 | 01/27/1997 |                  |        |            | Abandon     | Principal     | Word Mark     |    |       |    |
| 978    | COUNTRY STORE                      | (656) CO | 4555000-20-17 | 29    | 342274     | 06/06/1991 |                  |        |            | Abandon     |               | Word Mark     |    |       |    |
| 1,032  | COUNTRY STORE                      | (656) US | 4555000-20-45 | 29    | 730597,839 | 05/23/1986 | 1,434,862        |        | 03/31/1987 | Registered  | Principal     | Word Mark     |    |       |    |
| 1,033  | COUNTRY STORE                      | (656) US | 4555000-20-46 | 29    | 730565,186 | 10/25/1985 | 1,433,102        |        | 03/17/1987 | Registered  | Lapse         | Word Mark     |    |       |    |
| 976    | DELUXE ENGLISH MUFFINS             | (654) CA | 4555000-20-15 |       | 872288     | 03/16/1998 |                  |        |            | Abandon     |               | Word Mark     |    |       |    |
| 1,003  | DELUXE ENGLISH MUFFINS             | (654) US | 4555000-20-42 | 30    | 740426,483 | 08/20/1993 | 1,921,292        |        | 09/19/1995 | Registered  | Lapse         | Word Mark     |    |       |    |
| 1,330  | DESIGN ONLY (spice jar)            | (853) US | 4555000-20-90 | 30    | 740436,931 | 09/20/1993 | 2,046,218        |        | 03/18/1997 | Registered  | Lapse         | Design Mark   |    |       |    |
| 1,179  | DUCK PUDDLE FARM                   | (744) US | 4555000-20-48 | 30    | 740466,562 | 12/07/1993 | 1,863,857        |        | 11/22/1994 | Registered  | Principal     | Word Mark     |    |       |    |
| 1,299  | EL SCORCHOI (stylized)             | (822) US | 4555000-20-69 | 30    | 740665,321 | 06/04/1998 | 1,645,429        |        | 05/21/1991 | Expired     | Lapse         | Stylized Mark |    |       |    |
| 990    | GIFTS FROM THE HEARTLAND           | (661) US | 4555000-20-30 | 29    | 750304,198 | 06/05/1997 |                  |        |            | Abandon     |               | Word Mark     |    |       |    |

**AMERICAN S. GROUP, INC. Client Reference Number**

Report Date: 09/06/2001

| Client Reference Number   | US       | Abandon    | Registered Lapse | Word Mark       |
|---|----------|------------|------------------|-----------------|
| 991 GIFTS FROM THE HEARLAND   | (661) US | 75/304,200 | 06/05/1997       | Word and Design |
| 1,034 GRANDMA'S SPANISH SEASONING (and design)  | (685) US | 71/434,432 | 07/29/1940       | Word Mark       |
| 1,129 HERBIE ROYALE   | (852) US | 74/484,171 | 01/31/1994       | Word Mark       |
| 1,189 HOME PORT   | (754) US | 75/451,557 | 03/17/1998       | Word Mark       |
| 1,300 HOME PORT GALLEY  | (826) US | 74/462,032 | 11/10/1993       | Word Mark       |
| 1,182 ISLAND PLEASURE   | (747) US | 75/382,221 | 10/30/1997       | Word Mark       |
| 1,183 ISLAND PLEASURE   | (747) US | 74/466,561 | 12/07/1993       | Word Mark       |
| 1,301 JOHN WAGNER & SONS, INC.  | (827) US | 75/381,899 | 10/30/1997       | Word Mark       |
| 1,302 LIME DANCER   | (828) US | 75/472,353 | 04/22/1998       | Word Mark       |
| 1,303 LONGBAY   | (829) US | 74/023,744 | 01/29/1990       | Word Mark       |
| 873 MAGNIFLAVOR   | (596) US | 75/290,950 | 05/13/1997       | Word Mark       |
| 1,304 MILK WEBB   | (830) US | 74/686,818 | 06/12/1995       | Word Mark       |
| 1,305 MILK WEBB (stylized)  | (831) US | 75/151,475 | 08/16/1996       | Word Mark       |
| 1,298 MISCELLANEOUS DESIGN (Lion Logo)  | (824) US | 75/472,354 | 04/22/1998       | Word Mark       |
| 1,306 MOBAY   | (832) US | 76/227,673 | 03/20/2001       | Word Mark       |
| 1,398 MUNCH-A-RONI  | (894) US | 76/227,672 | 03/20/2001       | Word Mark       |
| 1,399 MUNCHILLA   | (895) US | 74/489,109 | 02/14/1994       | Word and Design |
| 1,030 NOT FRENCH NOT ITALIAN NOT RUSSIAN FINALLY AMERICAN A REVOLUTIONARY SALAD DRESSING (and design) | (684) US | 74/368,070 | 03/15/1993       | Word and Design |
| 1,286 PINE TAR  | (812) US | 75/290,951 | 05/13/1997       | Word Mark       |
| 1,284 RED TIDE  | (810) US | 75/291,012 | 05/13/1997       | Word Mark       |
| 1,307 SCORPION  | (833) US | 75/381,893 | 10/30/1997       | Word Mark       |
| 878 SEASON 'N BAKE  | (603) US | 75/314,047 | 06/24/1997       | Word Mark       |
| 1,350 SEAWEBB SLOSH   | (862) US | 76/196,620 | 01/19/2001       | Word Mark       |
| 1,331 SPICE RACK  | (854) US | 74/615,251 | 12/27/1994       | Word Mark       |
| 1,332 SPIN-4-SPICE  | (853) US | 74/420,109 | 08/03/1993       | Word Mark       |
| 749 SUN BIRD (and design)   | (516) US | 74/070,412 | 06/18/1990       | Word and Design |
| 877 SUN BIRD (and design)   | (516) EU | 84863      | 04/01/1996       | Word and Design |

TRADEMARK

REEL: 2429 FRAME: 0829

TRADEMARK

REEL: 003694 FRAME: 0695



**TRADEMARKS (Grouped by Serial Reference Number)**

| Serial Number | Classification | Mark Description  | Registration Date | Registration Number | Registration Status | Registration Type | Registration Mark |
|---------------|----------------|---|-------------------|---------------------|---------------------|-------------------|-------------------|
| 748           | (513) US       | SUN BIRD (stylized)                                     | 01/29/1997        | 2,121,797           | Registered          | Principal         | Stylized Mark     |
| 749           | (515) US       | SUN-BIRD  | 09/05/1978        | 1,124,991           | Registered          | Incontestable     | Word Mark         |
| 751           | (514) US       | SUN-BIRD (stylized)                                     | 06/27/1989        | 1,582,810           | Expired             | Incontestable     | Stylized Mark     |
| 753           | (514) US       | SUN-BIRD (stylized)                                     | 12/15/1986        | 1,451,080           | Cancelled           |                   | Stylized Mark     |
| 1,308         | (834) US       | SWAMP MARY  | 10/30/1997        | 2,216,770           | Registered          | Lapse             | Word Mark         |
| 1,309         | (835) US       | SWAMP SAUCE   | 07/27/1994        | 1,977,229           | Registered          | Principal         | Word Mark         |
| 1,285         | (811) US       | TADPOLE TEA   | 05/11/1997        | 2,149,473           | Registered          | Lapse             | Word Mark         |
| 1,310         | (836) US       | TAHITIAN RED WAVE                                       | 10/30/1997        | 2,216,772           | Registered          | Lapse             | Word Mark         |
| 977           | (655) CA       | THE BIG DIFFERENCE IN ENGLISH MUFFINS                   | 03/16/1998        | TMA-515,686         | Registered          | Lapse             | Word Mark         |
| 1,000         | (655) US       | THE BIG DIFFERENCE IN ENGLISH MUFFINS                   | 05/17/1993        | 1,903,708           | Registered          | Principal         | Word Mark         |
| 1,001         | (669) US       | THE BIG DIFFERENCE IN ENGLISH MUFFINS (and design)      | 04/07/1998        |                     | Abandons            |                   | Word and Design   |
| 1,311         | (837) US       | THE BROWN ADOBB THE NEW MEXICAN CONNECTION (and design) | 12/28/1988        | 1,554,940           | Registered          | Lapse             | Word and Design   |
| 883           | (604) US       | THE RESTAURANT MARKETPLACE                              | 05/22/1998        |                     | Abandons            | Lapse             | Word Mark         |
| 998           | (666) US       | THE ULTIMATE ENGLISH MUFFIN                             | 08/15/1986        | 1,439,394           | Registered          | Lapse             | Word Mark         |
| 920           | (631) US       | W (stylized)  | 06/26/1997        | 2,239,636           | Registered          | Principal         | Stylized Mark     |
| 987           | (631) US       | W (stylized)  | 06/26/1997        |                     | Abandons            |                   | Stylized Mark     |
| 988           | (631) US       | W (stylized)  | 06/26/1997        |                     | Abandons            |                   | Stylized Mark     |
| 989           | (631) US       | W (stylized)  | 06/26/1997        |                     | Abandons            |                   | Stylized Mark     |
| 1,029         | (631) US       | W (stylized)  | 06/26/1997        |                     | Abandons            |                   | Stylized Mark     |
| 1,312         | (838) US       | WAGNER GOURMET FOODS                                    | 08/16/1996        | 2,237,163           | Registered          | Principal         | Word Mark         |
| 1,313         | (839) US       | WAGNER GOURMET FOODS SINCE 1847 (and design)            | 01/27/1997        | 2,241,077           | Registered          | Principal         | Word and Design   |
| 1,314         | (840) US       | WAGNERS   | 08/16/1996        | 2,140,193           | Registered          | Principal         | Word Mark         |
| 1,315         | (840) US       | WAGNERS   | 12/07/1993        | 1,905,767           | Registered          | Principal         | Word Mark         |
| 1,316         | (842) US       | WAGNERS (and design)                                    | 02/14/1994        | 1,917,821           | Registered          | Lapse             | Word and Design   |
| 1,317         | (841) US       | WAGNERS (stylized)                                      | 07/23/1964        | 833,756             | Registered          | Lapse             | Stylized Mark     |
| 874           | (598) US       | WILLIAMS (stylized)                                     | 04/20/1987        | 1,504,172           | Registered          | Incontestable     | Stylized Mark     |
| 982           | (659) US       | WOLFERMAN'S   | 08/28/1997        | 2,230,942           | Registered          | Principal         | Word Mark         |
| 983           | (659) US       | WOLFERMAN'S   | 08/28/1997        | 2,169,739           | Registered          | Principal         | Word Mark         |
| 992           | (662) US       | WOLFERMAN'S "GOOD THINGS TO EAT" (stylized)             | 03/06/1950        | 577,179             | Registered          | Lapse             | Stylized Mark     |
| 984           | (660) JP       | WOLFERMAN'S (stylized)                                  | 06/15/1990        | 2,332,675           | Registered          | Lapse             | Stylized Mark     |
| 985           | (660) JP       | WOLFERMAN'S (stylized)                                  | 06/15/1990        | 2,497,988           | Registered          | Lapse             | Stylized Mark     |
| 1,668         | (660) JP       | WOLFERMAN'S (stylized)                                  | 06/15/1990        | 2,503,215           | Registered          | Lapse             | Stylized Mark     |

**TM RIGHTS (Grouped by client reference number)**

Report Date: 09/06/2009

| Client ID     | Trademark   | Class | Serial No.    | Reg. No. | Reg. Date  | Reg. Status | Mark Type |                      |   |    |               |    |            |            |           |                      |  |    |               |        |            |            |           |           |  |    |               |    |            |            |           |                 |  |    |               |    |            |            |           |                 |
|---------------|---|-------|---------------|----------|------------|-------------|-----------|----------------------|---|----|---------------|----|------------|------------|-----------|----------------------|--|----|---------------|--------|------------|------------|-----------|-----------|--|----|---------------|----|------------|------------|-----------|-----------------|--|----|---------------|----|------------|------------|-----------|-----------------|
| 979           | WOLFERMAN'S A TRADITION (and design)<br>OF FINE FOOD SINCE 1888 | US    | 4555000-20-19 | 29       | 75015,341  | 06/26/1997  | 2,243,589 | Registered Principal |   |    |               |    |            |            |           |                      |  |    |               |        |            |            |           |           |  |    |               |    |            |            |           |                 |  |    |               |    |            |            |           |                 |
|               |   |       |               |          |            |             |           | Word and Design      |   |    |               |    |            |            |           |                      |  |    |               |        |            |            |           |           |  |    |               |    |            |            |           |                 |  |    |               |    |            |            |           |                 |
|               |   |       |               |          |            |             |           | 980                  | WOLFERMAN'S A TRADITION (and design)<br>OF FINE FOOD SINCE 1888 | US | 4555000-20-20 | 30 | 75015,333  | 06/26/1997 | 2,254,234 | Registered Principal |  |    |               |        |            |            |           |           |  |    |               |    |            |            |           |                 |  |    |               |    |            |            |           |                 |
|               |   |       |               |          |            |             |           |                      |   |    |               |    |            |            |           | Word and Design      |  |    |               |        |            |            |           |           |  |    |               |    |            |            |           |                 |  |    |               |    |            |            |           |                 |
|               |   |       |               |          |            |             |           |                      |   |    |               |    |            |            |           | 995                  | WOLFERMAN'S FINE BREADS (and design)<br>SINCE 1888 | US | 4555000-20-35 | 29, 30 | 74/283,761 | 06/11/1992 | 1,792,771 | Expired   |  |    |               |    |            |            |           |                 |  |    |               |    |            |            |           |                 |
|               |   |       |               |          |            |             |           |                      |   |    |               |    |            |            |           |                      |  |    |               |        |            |            |           | Word Mark |  |    |               |    |            |            |           |                 |  |    |               |    |            |            |           |                 |
|               |   |       |               |          |            |             |           |                      |   |    |               |    |            |            |           |                      |  |    |               |        |            |            |           | 996       | WOLFERMAN'S FINE BREADS (and design)<br>SINCE 1888 | US | 4555000-20-36 | 30 | 74/180,641 | 07/01/1991 | 1,827,599 | Expired         |  |    |               |    |            |            |           |                 |
|               |   |       |               |          |            |             |           |                      |   |    |               |    |            |            |           |                      |  |    |               |        |            |            |           |           |  |    |               |    |            |            |           | Word and Design |  |    |               |    |            |            |           |                 |
|               |   |       |               |          |            |             |           |                      |   |    |               |    |            |            |           |                      |  |    |               |        |            |            |           |           |  |    |               |    |            |            |           | 997             | WOLFERMAN'S FINE BREADS (and design)<br>SINCE 1888 | US | 4555000-20-37 | 29 | 74/283,762 | 06/11/1992 | 1,792,772 | Expired         |
|               |   |       |               |          |            |             |           |                      |   |    |               |    |            |            |           |                      |  |    |               |        |            |            |           |           |  |    |               |    |            |            |           |                 |  |    |               |    |            |            |           | Word and Design |
| 993           | WOLFERMAN'S GOOD THINGS TO EAT SINCE 1888                       | US    | 4555000-20-33 | 16       | 75/348,796 | 08/28/1997  | 2,166,021 |                      |   |    |               |    |            |            |           |                      |  |    |               |        |            |            |           |           |  |    |               |    |            |            |           |                 |  |    |               |    |            |            |           | Registered      |
|               |   |       |               |          |            |             |           | Word Mark            |   |    |               |    |            |            |           |                      |  |    |               |        |            |            |           |           |  |    |               |    |            |            |           |                 |  |    |               |    |            |            |           |                 |
|               |   |       |               |          |            |             |           | 994                  | WOLFERMAN'S GOOD THINGS TO EAT SINCE 1888                       | US | 4555000-20-34 | 35 | 75/348,797 | 08/28/1997 | 2,169,740 | Registered           |  |    |               |        |            |            |           |           |  |    |               |    |            |            |           |                 |  |    |               |    |            |            |           |                 |
|               |   |       |               |          |            |             |           |                      |   |    |               |    |            |            |           | Word Mark            |  |    |               |        |            |            |           |           |  |    |               |    |            |            |           |                 |  |    |               |    |            |            |           |                 |
|               |   |       |               |          |            |             |           |                      |   |    |               |    |            |            |           | 1,092                | WOLFERMAN'S ORIGINAL ENGLISH MUFFINS (stylized)    | US | 4555000-20-41 | 30     | 73/770,347 | 12/19/1988 | 1,605,803 | Expired   |  |    |               |    |            |            |           |                 |  |    |               |    |            |            |           |                 |
| Stylized Mark |   |       |               |          |            |             |           |                      |   |    |               |    |            |            |           |                      |  |    |               |        |            |            |           |           |  |    |               |    |            |            |           |                 |  |    |               |    |            |            |           |                 |

Client: Williams Foods/Wolfe  
 ID: Mark  
 975 WOLFERMAN'S "GOOD THINGS TO EAT"  
 P.O. Box 13301, Lenexa, KS 66215 US  
 Client File # 13301 West 99th Street  
 Class # 29, 30, 16, 35, 30  
 Addr # 872287  
 Addr Date 03/16/1998  
 Reg # 2,243,589, 2,254,234, 1,792,771, 1,827,599, 1,792,772, 2,166,021, 2,169,740, 1,605,803  
 Reg Date 06/26/1997, 06/26/1997, 06/11/1992, 07/01/1991, 06/11/1992, 08/28/1997, 08/28/1997, 12/19/1988  
 Reg Status Registered, Registered, Expired, Expired, Expired, Registered, Registered, Expired  
 Mark Type Word and Design, Word and Design, Word Mark, Word and Design, Word Mark, Word Mark, Stylized Mark  
 TM Status Sub Status Pending A. Lapse  
 Mark Type Word Mark

EXHIBIT B TO COLLATERAL SCHEDULE NO. 1

LIST OF LENDER SECONDARY COLLATERAL

(a) All property owned by Borrower and located at the Bucks County, Pennsylvania facility owned by Williams Foods Realty, Inc.; (b) All accounts, accounts receivable, other receivables, any right to payment of a monetary obligation, whether or not earned by performance, leases and lease payments, contract rights, any other obligations or indebtedness owed to Borrower from whatever source arising, all other rights of Borrower to receive performance or any payments in money or kind whether or not earned by performance, all guaranties security interests and supporting obligations of any the foregoing and insurance policies and proceeds relating thereto, and all rights of Borrower as an unpaid seller of goods and services, including, but not limited to, the rights to stoppage in transit, replevin, reclamation, and resale, all rights to payment for money or funds advanced or sold; (c) All inventory, merchandise, raw materials, goods in process, work in progress, finished goods, component materials, and all supplies, incidentals, office supplies, packaging materials and materials used or consumed in the operation of the business of Borrower or which contribute to the finished products or to the sale, promotion and shipment thereof, all property held by Borrower for sale or lease or to be furnished under a contract of service, or furnished by Borrower under a contract for service and all documents evidencing any part of any of the foregoing; (d) All chattel paper, instruments, notes, promissory notes, deposit accounts, investment property, securities, letters of credit, letter-of-credit rights, documents, payment intangibles, financial assets, all supporting obligations for any of the foregoing and any other current assets of Borrower; (f) All general intangibles related to any of the above (other than any general intangibles constituting Lender priority Collateral); and (f) All Proceeds (as defined in Section 9-102(a)(54) of the UCC) of all of the foregoing.

**EXHIBIT C TO COLLATERAL SCHEDULE NO. 1**

**LIST OF PRO RATA COLLATERAL**

The following properties, assets and rights of Borrower, wherever located, whether now owned or hereafter acquired or arising: (a) all proceeds, distribution and rights of any nature under policy #4279227 issued by Massachusetts Mutual Life Insurance Company on the life of Conrad Hock, Jr. and any replacement policies therefor, (b) and any payments or sums recovered or obtained by Bank or Lender pursuant to any subordination or similar agreements executed by Conrad Hock, Jr. subordinating obligations of Borrower to him in favor of Bank and/or Lender, (c) any security interest or pledge by anyone in favor of Bank and/or Lender in any of the Common Stock (voting or nonvoting) of Borrower and (d) any other property of Borrower other than the Lender Priority Collateral or Lender Secondary Collateral.

01-356054.08

**RECORDED: 10/18/2001**

**RECORDED: 01/11/2008**

**TRADEMARK  
REEL: 2429 FRAME: 0833  
TRADEMARK  
REEL: 003694 FRAME: 0699**