TRADEMARK ASSIGNMENT

Electronic Version v1.1 Stylesheet Version v1.1

SUBMISSION TYPE: **NEW ASSIGNMENT** NATURE OF CONVEYANCE: Intellectual Property Security Agreement to that certain Loan Agreement

CONVEYING PARTY DATA

Name	Formerly	Execution Date	Entity Type
Quvis, Inc.		11/11/2008	CORPORATION: KANSAS

RECEIVING PARTY DATA

Name:	Seacoast Capital Partners, II, L.P.	
Street Address:	55 Ferncroft Road	
City:	Danvers	
State/Country:	MASSACHUSETTS	
Postal Code:	01923	
Entity Type:	LIMITED PARTNERSHIP: DELAWARE	

PROPERTY NUMBERS Total: 7

Property Type	Number	Word Mark
Registration Number:	2644202	QUCLIPS
Registration Number:	2644196	QUCLIPS
Registration Number:	2840662	Q QUVIS
Registration Number:	2567645	QUVIS
Registration Number:	2324716	Q
Registration Number:	2360476	QUBIT
Serial Number:	77560645	WRAPTOR

CORRESPONDENCE DATA

Fax Number: (214)758-1550

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

Phone: 2147581500

Email: estafford@pattonboggs.com

Correspondent Name: V. Craig Belair

2001 Ross Avenue; Suite 3000 Address Line 1:

Address Line 2: Patton Boggs LLP

> **TRADEMARK** REEL: 003886 FRAME: 0220

900120471

Address Line 4: Dallas, TEXAS 75201			
ATTORNEY DOCKET NUMBER:	009091.0157		
NAME OF SUBMITTER:	V. Craig Belair		
Signature:	/V. Craig Belair/		
Date:	11/11/2008		
Total Attachments: 8 source=Security Agreement#page1.tif source=Security Agreement#page2.tif source=Security Agreement#page3.tif source=Security Agreement#page4.tif source=Security Agreement#page5.tif source=Security Agreement#page6.tif source=Security Agreement#page7.tif source=Security Agreement#page8.tif			

INTELLECTUAL PROPERTY SECURITY AGREEMENT

This Intellectual Property Security Agreement (this "IP Security Agreement") is made and effective as of November __, 2008, by QUVIS, INC., a Kansas corporation (the "Company"), in favor of SEACOAST CAPITAL PARTNERS II, L.P. ("Secured Party"). Capitalized terms used in this IP Security Agreement and not otherwise defined shall have the respective meanings ascribed to such terms in the Loan Agreement (defined below).

RECITALS

WHEREAS, pursuant to that certain First Amended and Restated Convertible Loan and Security Agreement, dated as of June 30, 2003, by and among the Company and the "Lenders" party thereto from time to time (as amended, supplemented or otherwise modified from time to time, including pursuant to that certain Joinder Agreement to First Amended and Restated Convertible Loan and Security Agreement, dated as of May 27, 2005, by and between the Company and Secured Party, the "Loan Agreement"), the Secured Party has loaned certain amounts to the Company (the "Loans"), and the Company has granted to Secured Party a security interest in certain assets of the Company to secure the Company's payment and performance of its obligations under the Loan Agreement; and

WHEREAS, pursuant to Section 6.01(b) of the Loan Agreement, the Company has agreed to execute documents and take other actions reasonably requested by Secured Party to perfect and continue the security interest granted under the Loan Agreement.

NOW, THEREFORE, in furtherance of the foregoing, and in consideration of the covenants, representations and warranties set forth herein and for other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, it is hereby agreed as follows:

- 1. Grant and Reaffirmation of Security Interest. To secure the timely payment of all principal and interest under the Notes (as defined in the Loan Agreement) and the performance by the Company of all of its commitments and obligations under the Loan Agreement, the Company hereby grants to Secured Party a security interest in, and reaffirms its grant to Secured Party pursuant to the Loan Agreement in, all of the right, title and interest of the Company in and to any and all of the following, whether now owned or hereafter acquired, but excluding any of the following solely to the extent the granting of a security interest therein would terminate, invalidate, void, cancel, degrade or abandon the same (collectively, the "IP Collateral"):
- (a) The Company's now existing and hereafter acquired or otherwise arising U.S and foreign copyrights, associated copyright registrations and applications for copyright registration, including, without limitation, those set forth on Schedule A attached hereto (collectively, the "Copyrights");
- (b) The Company's now existing and hereafter acquired or otherwise arising U.S. and foreign patents and patent applications, including, without limitation, those set forth on Schedule B attached hereto, including divisions, continuations, reissues, extensions and continuations-in-part of the same (collectively, the "Patents");

Intellectual Property Security Agreement 498167

- (c) The Company's now existing and hereafter acquired or otherwise arising U.S., state and foreign trademark and service mark registrations, trademark and service mark applications, including, without limitation, those set forth on <u>Schedule C</u> attached hereto, and all goodwill associated with the foregoing (collectively, the "<u>Trademarks</u>");
- (d) The Company's now existing and hereafter acquired or otherwise arising domain names and registrations, including, without limitation, those set forth on <u>Schedule D</u> attached hereto, and all goodwill associated with the foregoing (collectively, the "<u>Domain Names</u>");
- (e) Any and all claims and causes of action for past, present or future infringement of any of the foregoing, with the right, but not the obligation, to sue for and collect damages for infringement of the foregoing;
- (f) Any and all licenses or rights granted under any of the foregoing, and all license fees and royalties arising from such licenses or rights, in each case to the extent permitted by such licenses or rights;
- (g) Any and all amendments, renewals, extensions, reissuances and replacements of any of the foregoing; and
 - (h) Any and all proceeds and products of any of the foregoing.
- 2. <u>Requested Recordation</u>. The Company authorizes and requests that the Register of Copyrights and the Commissioner of Patents and Trademarks (and any state, foreign or other authority to which this IP Security Agreement is submitted) file and record this IP Security Agreement (and any corresponding or separate forms of such jurisdiction) in order to publicly reflect the interests of Secured Party in the IP Collateral.
- 3. <u>Complete Disclosure</u>. The Company represents and warrants to Secured Party that <u>Schedules A</u>, <u>B</u>, <u>C</u> and <u>D</u> set forth all of the Company's now existing Copyrights, Patents, Trademarks and Domain Names, respectively.
- 4. Release. Upon the payment in full and performance of all obligations of the Company under Loan Agreement, the security interest granted and reaffirmed hereby shall automatically terminate and all rights to the IP Collateral shall revert to the Company. Upon any such termination Secured Party shall, at the Company's expense, execute and deliver to the Company or otherwise authorize the filing of such documents as the Company shall reasonably request, including financing statement amendments, termination letters with respect to intellectual property filings, and powers of attorney, in each case to evidence such termination.

5. Miscellaneous.

- (a) The rights and remedies of the Secured Party with respect to the security interests granted herein are in addition and without prejudice to those set forth in the Loan Agreement.
 - (b) This IP Security Agreement may be executed in any number of

<u>Intellectual Property Security Agreement—Page 2</u> 498167

counterparts (and by the different parties hereto in different counterparts), each of which when so executed and delivered shall be deemed an original, but all such counterparts together shall constitute but one and the same instrument. Delivery of an executed counterpart of a signature page of this IP Security Agreement by facsimile or other electronic transmission shall be effective as delivery of an original manually executed counterpart of this IP Security Agreement .

[Remainder of Page Intentionally Blank; Signature Page Follows]

IN WITNESS WHEREOF, the parties hereto have executed this IP Security Agreement as of the date first written above.

COMPANY:

QUVIS, INC.,

a Kansas corporation

Name: KENBE D. GOERTZEN

Title: PRES. QuVIS, Inc.

SECURED PARTY:

SEACOAST CAPITAL PARTNERS II, L.P.,

a Delaware limited partnership

By: Seacoast II Advisors, LLC,

Its general partner

Name: 66e

Title: One trav

498167

SCHEDULE A

COPYRIGHT COLLATERAL

Registered Copyrights:

Pending Copyright Applications:

498167

SCHEDULE B

PATENT COLLATERAL

Registered Patents:

QuVIS Image Processing Patents include:

Apparatus and Method for Entropy Encoding

US Patent No. 6,298,160

- System and Method for Improving Compressed Image Appearance using Stochastic Resonance and Energy Replacement
 US Patent. No. 6,636,643
- Scalable Resolution Motion Image Recording & Storage System US Patent No. 6,823,129
- Optimized Signal Quantification

US Patent No. 6,718,065

Quality Priority Image Storage and Communication

US Patent No. 6,532,308

- Apparatus and Method for Optimal Compression of Interlaced Motion Images
 US Patent No. 6,289,132
- Apparatus and Method for Entropy Encoding

US Patent No. 6,580,833

Apparatus and Method for Improved Interlaced Processing (as amended)

US Patent No. 6,928,191

System and Method for Optimizing Image Resolution Using Pixelated Imaging Devices
 US Patent No. 6,900,821

Pending Patent Applications:

US 2001/0055034

US 2002/0044692

US 2002/0141499

US 2003/0185455

US 2003/0142875

US 2008/0012872

US 2008/0095464

US 2008/0012872

US 2008/0095464

498167

SCHEDULE C

TRADEMARK COLLATERAL

Registered Trademarks:

Registration No. 2,644,202 QUCLIPS & Design Registration No. 2,644,196 QUCLIPS Registration No. 2,840,662 Q QUVIS & Design Registration No. 2,567,645 QUVIS Registration No. 2,324,716 Q & Design Registration No. 2,360,476 QUBIT

Pending Trademark Applications:

Application No. 77/560,645 WRAPTOR (Newly Filed)

498167

SCHEDULE D

DOMAIN NAMES

Domain Name Record Owner

quvis.com

QuVIS, Inc.

498167

RECORDED: 11/11/2008