#### 900268426 10/09/2013

#### TRADEMARK ASSIGNMENT

### Electronic Version v1.1 Stylesheet Version v1.1

SUBMISSION TYPE: **NEW ASSIGNMENT NATURE OF CONVEYANCE:** SECURITY INTEREST

#### **CONVEYING PARTY DATA**

Name	Formerly	Execution Date	Entity Type
COKeM International, Ltd		06/28/2013	CORPORATION: MINNESOTA

#### **RECEIVING PARTY DATA**

Name:	PNC Bank
Street Address:	500 First Avenue
City:	Pittsburgh
State/Country:	PENNSYLVANIA
Postal Code:	15219
Entity Type:	National Association: PENNSYLVANIA

#### PROPERTY NUMBERS Total: 4

Property Type	Number	Word Mark
Registration Number:	2763742	COKEM INTERNATIONAL
Registration Number:	3962148	FUN FACTORY
Registration Number:	2744532	YOUR PROFIT IS OUR GAME
Registration Number:	3755334	BUDDY BAG

#### **CORRESPONDENCE DATA**

2158325619 Fax Number:

Correspondence will be sent to the e-mail address first; if that is unsuccessful, it will be sent

via US Mail.

Phone: 215-569-5619

pecsenye@blankrome.com Email: Correspondent Name: Timothy D. Pecsenye Address Line 1: One Logan Square

Address Line 2: 8th Floor

Address Line 4: Philadelphia, PENNSYLVANIA 15219

ATTORNEY DOCKET NUMBER: 074658-13043

TRADEMARK

REEL: 005127 FRAME: 0917

NAME OF SUBMITTER:	Timothy D. Pecsenye	
Signature:	/Timothy D. Pecsenye/	
Date:	10/09/2013	
Total Attachments: 9 source=IP Agreement - Trademarks and Patents#page1.tif source=IP Agreement - Trademarks and Patents#page2.tif source=IP Agreement - Trademarks and Patents#page3.tif source=IP Agreement - Trademarks and Patents#page4.tif source=IP Agreement - Trademarks and Patents#page5.tif source=IP Agreement - Trademarks and Patents#page6.tif source=IP Agreement - Trademarks and Patents#page7.tif source=IP Agreement - Trademarks and Patents#page8.tif source=IP Agreement - Trademarks and Patents#page8.tif source=IP Agreement - Trademarks and Patents#page9.tif		

# INTELLECTUAL PROPERTY SECURITY AGREEMENT (Trademarks and Patents)

THIS INTELLECTUAL PROPERTY SECURITY AGREEMENT (Trademarks and Patents) (this "Agreement") made as of this 28<sup>th</sup> day of June, 2013 by COKEM INTERNATIONAL, LTD., a Minnesota corporation, in favor of PNC BANK, NATIONAL ASSOCIATION, in its capacity as agent ("Agent"), for the financial institutions (collectively, the "Lenders") which are now or which hereafter become a party to the Loan Agreement (as defined below):

#### WITNESSETH

WHEREAS, Grantor (the "Borrower"), Lenders and Agent are parties to that certain Revolving Credit and Security Agreement of even date herewith (as same may be amended, restated, supplemented or modified from time to time, the "Loan Agreement") providing for the extensions of credit to be made to Borrower by Lenders;

WHEREAS, Borrower has granted to Agent, for the benefit of Lenders, a security interest in substantially all of the assets of Borrower including all right, title and interest of Borrower in, to and under all now owned and hereafter acquired trademarks and patents, together with the goodwill of the business symbolized by Borrower's trademarks and all products and proceeds thereof, to secure the payment of all amounts owing by Borrower under the Loan Agreement and the Other Documents;

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

- 1. Incorporation of Loan Agreement. The Loan Agreement and the terms and provisions thereof are hereby incorporated herein in their entirety by this reference thereto. All rights and remedies herein granted to Agent and Lenders shall be in addition to any rights and remedies granted under the Loan Agreement, the Other Documents, under the Uniform Commercial Code as now or hereafter in effect in the Commonwealth of Pennsylvania, and at law or equity generally, including, without limitation, the right to foreclose the security interests granted herein or therein and to realize upon any Collateral (including, without limitation, the Trademarks and Patents (each as defined below)) by any available judicial procedure and/or to take possession of and sell any or all of the Collateral (including, without limitation, the Trademarks and Patents) with or without judicial process upon the occurrence of an Event of Default. All terms capitalized but not otherwise defined herein shall have the same meanings herein as in the Loan Agreement.
- 2. Grant and Reaffirmation of Grant of Security Interests. To secure the payment and performance of the Obligations, Grantor hereby grants to Agent, for its benefit and the benefit of Lenders, and hereby reaffirms its prior grant pursuant to the Loan Agreement, of a continuing security interest in Grantor's entire right, title and interest in and to the following whether now owned or existing or hereafter created, acquired or arising:
- (i) each trademark listed on <u>Schedule I</u> annexed hereto and each patent listed on <u>Schedule II</u> (such trademarks and patents referred to as the 074658,13043/22229960v.1

- "<u>Trademarks</u>" and "<u>Patents</u>" respectively), together with any reissues, continuations or extensions thereof, and all of the goodwill of the business connected with the use of, and symbolized by, each Trademark; and
- (ii) all products and proceeds of the forgoing, including without limitation, any claim by Grantor against third parties for past, present or future (a) infringement or dilution of any trademark or patent, or (b) injury to the goodwill associated with any trademark.
- 3. Power of Attorney. Upon the occurrence of an Event of Default under the Loan Agreement, Grantor hereby covenants and agrees that Agent, as the holder of a security interest for the benefit of Lenders under the Uniform Commercial Code as now or hereafter in effect in the State of New York, may take such action permitted under the Loan Agreement, the Other Documents and/or permitted by law, in its exclusive discretion, to foreclose upon the Trademarks and/or Patents covered hereby. Upon an Event of Default under the Loan Agreement, Grantor hereby authorizes and empowers Agent, its successors and assigns, and any officer or agent of Agent as Agent may select in its exclusive discretion, as Grantor's true and lawful attorney-in-fact, with the power to endorse Grantor's name on all applications, assignments, documents, papers and instruments necessary for Agent to use the Trademarks and/or Patents or to grant or issue any exclusive or non-exclusive license under the Trademarks and/or Patents to anyone else, or necessary for Agent to assign, pledge, convey or otherwise transfer title in or dispose of the Trademarks and/or Patents to anyone else including, without limitation, the power to execute a trademark/patent assignment in the form attached hereto as Exhibit 1. Grantor hereby ratifies all that such attorney shall lawfully do or cause to be done by virtue hereof and in accordance with the terms hereof, except for the gross negligence or willful misconduct of such attorney. This power of attorney shall be irrevocable for the life of this Agreement, the Loan Agreement and the Other Documents, and until all Borrowers' Obligations are indefeasibly paid and satisfied in full and the Loan Agreement is terminated.
- 4. <u>Representations, Warranties and Agreements</u>. Grantor hereby represents and warrants that the Trademarks listed on Schedule I and the Patents listed on Schedule II hereto constitute all Trademarks and Patents owned or registered to Grantor as of the date of this Agreement.
- 5. Rights and Remedies not Exclusive. The enumeration of the foregoing rights and remedies is not intended to be exhaustive and the exercise of any rights or remedy shall not preclude the exercise of any other right or remedies provided for herein or otherwise provided by law, all of which shall be cumulative and not alternative. Nothing contained in this Agreement shall be construed to impose any duties on Agent or any Lender.
- 6. <u>APPLICABLE LAW</u>. THIS AGREEMENT AND ALL MATTERS RELATING HERETO OR THERETO OR ARISING HEREFROM (WHETHER ARISING UNDER CONTRACT LAW, TORT LAW OR OTHERWISE) SHALL, IN ACCORDANCE WITH SECTION 5-1401 OF THE GENERAL OBLIGATIONS LAW OF THE STATE OF NEW YORK, BE GOVERNED BY AND CONSTRUED IN ACCORDANCE WITH THE LAWS OF THE STATE OF NEW YORK.. ANY JUDICIAL PROCEEDING BROUGHT BY OR AGAINST GRANTOR WITH RESPECT TO ANY OF THE OBLIGATIONS, THIS

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AGREEMENT, THE OTHER DOCUMENTS OR ANY RELATED AGREEMENT MAY BE BROUGHT IN ANY COURT OF COMPETENT JURISDICTION IN THE STATE OF NEW YORK, UNITED STATES OF AMERICA, AND, BY EXECUTION AND DELIVERY OF THIS AGREEMENT, EACH PARTY HERETO ACCEPTS FOR ITSELF AND, AS THE CASE MAY BE, IN CONNECTION WITH ITS PROPERTIES, GENERALLY AND UNCONDITIONALLY, THE NON-EXCLUSIVE JURISDICTION OF THE AFORESAID COURTS, AND IRREVOCABLY AGREES TO BE BOUND BY ANY JUDGMENT RENDERED THEREBY IN CONNECTION WITH THIS AGREEMENT. EACH PARTY HERETO HEREBY WAIVES PERSONAL SERVICE OF ANY AND ALL PROCESS UPON IT AND CONSENTS THAT ALL SUCH SERVICE OF PROCESS MAY BE MADE BY REGISTERED MAIL (RETURN RECEIPT REQUESTED) OR BY NATIONALLY RECOGNIZED OVERNIGHT COURIER DIRECTED TO SUCH PARTIES AT THEIR ADDRESSES SET FORTH IN THE LOAN AGREEMENT AND SERVICE SO MADE SHALL BE DEEMED COMPLETED FIVE (5) DAYS AFTER THE SAME SHALL HAVE BEEN SO DEPOSITED IN THE MAILS OF THE UNITED STATES OF AMERICA. NOTHING HEREIN SHALL AFFECT THE RIGHT TO SERVE PROCESS IN ANY MANNER PERMITTED BY LAW OR SHALL LIMIT THE RIGHT OF AGENT OR ANY LENDER TO BRING PROCEEDINGS AGAINST GRANTOR IN THE COURTS OF ANY OTHER JURISDICTION. EACH PARTY HERETO WAIVES ANY OBJECTION TO JURISDICTION AND VENUE OF ANY ACTION INSTITUTED HEREUNDER AND SHALL NOT ASSERT ANY DEFENSE BASED ON LACK OF JURISDICTION OR VENUE OR BASED UPON FORUM NON CONVENIENS. EACH PARTY HERETO WAIVES THE RIGHT TO REMOVE ANY JUDICIAL PROCEEDING BROUGHT AGAINST GRANTOR IN ANY STATE COURT TO ANY FEDERAL COURT. ANY JUDICIAL PROCEEDING BY GRANTOR AGAINST AGENT OR ANY LENDER INVOLVING, DIRECTLY OR INDIRECTLY, ANY MATTER OR CLAIM IN ANY WAY ARISING OUT OF, RELATED TO OR CONNECTED WITH THIS AGREEMENT OR ANY RELATED AGREEMENT, SHALL BE BROUGHT ONLY IN A FEDERAL OR STATE COURT LOCATED IN THE COUNTY OF NEW YORK, STATE OF NEW YORK.

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IN WITNESS WHEREOF, Grantor has duly executed this Agreement as of the date first written above.

COKEM PYTERNATIONAL, LTD.

By:

Name: Charles F. Bond

Title: President

Agreed and Accepted:

PNC BANK, NATIONAL ASSOCIATION,

as Agent

By: \_\_\_\_\_\_Name: Bruce Weidner

Name: Bruce Weidner Title: Vice President

REEL: 005127 FRAME: 0922

IN WITNESS WHEREOF, Grantor has duly executed this Agreement as of the date first written above.

#### COKEM INTERNATIONAL, LTD.

By:			
Name:	Charles F.	Bond	

Title: President

Agreed and Accepted:

PNC BANK, NATIONAL ASSOCIATION.

as Agent

By:

Name: Bruce Weidner Title: Vice President

REEL: 005127 FRAME: 0923

#### COMPANY ACKNOWLEDGMENT

UNITED STATES OF AMERICA STATE OF WALKERS OF COUNTY OF WARRENEES.

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On this of June, 2013, before me personally appeared Charles F. Bond, to me known and being duly sworn, deposes and says that he/she is authorized to sign on behalf of COKeM International, Ltd., that he/she signed the within Agreement pursuant to the authority vested in him/her by law; that the within Agreement is the voluntary act of such company; and she desires the same to be recorded as such.

My Commission Expires:

# SCHEDULE I

# TRADEMARK REGISTRATIONS

Trademark/Service Marks	Registration Date	<u>Registration Number</u>
COKeM International	9/16/2003	2763742
Play Smart	Initiated 7/14/11	
Smart Gaming	Initiated 7/14/11	
Fun Factory	5/17/2001	3962148
Your Profit is our Game	7/29/2009	2744532
Buddy Bag	3/2/2010	3755334

## SCHEDULE II

# PATENT REGISTRATIONS

<u>Patents</u>	<u>Date</u>	Registration Number
Under the Collar Message	11/13/2001	6314581 B1

# EXHIBIT 1

# TRADEMARK/PATENT ASSIGNMENT

**RECORDED: 10/09/2013**