

TRADEMARK ASSIGNMENT COVER SHEET

Electronic Version v1.1
 Stylesheet Version v1.2

ETAS ID: TM415015

SUBMISSION TYPE:	NEW ASSIGNMENT
NATURE OF CONVEYANCE:	SECURITY INTEREST

CONVEYING PARTY DATA			
Name	Formerly	Execution Date	Entity Type
Walden Behavioral Care, Inc.		02/01/2017	Corporation: Delaware MASSACHUSETTS
Walden Behavioral Care, Inc.		02/01/2017	Corporation: Delaware MASSACHUSETTS

RECEIVING PARTY DATA	
Name:	Middlesex Savings Bank
Street Address:	6 Main Street
City:	Natick
State/Country:	MASSACHUSETTS
Postal Code:	01760
Entity Type:	Company: UNITED STATES

PROPERTY NUMBERS Total: 6		
Property Type	Number	Word Mark
Registration Number:	4243870	WHOLE HEALTH APPROACH
Registration Number:	4243869	CONTINUUM OF CARE
Registration Number:	4243868	LASTING RECOVERY FOR BODY AND MIND
Registration Number:	4282363	WALDEN
Registration Number:	4420591	WALDEN BEHAVIORAL CARE
Registration Number:	4282362	WALDEN BEHAVIORAL CARE

CORRESPONDENCE DATA	
Fax Number:	
<i>Correspondence will be sent to the e-mail address first; if that is unsuccessful, it will be sent using a fax number, if provided; if that is unsuccessful, it will be sent via US Mail.</i>	
Phone:	617-422-0200
Email:	amb@bostonbusinesslaw.com
Correspondent Name:	Alicia M Bigos
Address Line 1:	155 Federal Street
Address Line 2:	Hackett Feinberg P.C.
Address Line 4:	Boston, MASSACHUSETTS 02110

NAME OF SUBMITTER:	Alicia M. Bigos
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OP \$165.00 4243870

SIGNATURE:	/Alicia M. Bigos/
DATE SIGNED:	02/06/2017
Total Attachments: 12 source=IP Security Agreement#page1.tif source=IP Security Agreement#page2.tif source=IP Security Agreement#page3.tif source=IP Security Agreement#page4.tif source=IP Security Agreement#page5.tif source=IP Security Agreement#page6.tif source=IP Security Agreement#page7.tif source=IP Security Agreement#page8.tif source=IP Security Agreement#page9.tif source=IP Security Agreement#page10.tif source=IP Security Agreement#page11.tif source=IP Security Agreement#page12.tif	

INTELLECTUAL PROPERTY SECURITY AGREEMENT

This INTELLECTUAL PROPERTY SECURITY AGREEMENT (this "Agreement") dated as of the 1st day of February, 2017, is made by and between Walden Behavioral Care, Inc. a Delaware corporation and Walden Behavioral Care LLC, a Massachusetts limited liability company, each having an address of 51 Sawyer Road, Waltham, Massachusetts 02453 (collectively the "Debtor"), and Middlesex Savings Bank, having an address of 6 Main Street, Natick, Massachusetts 01760 (the "Lender"), in consideration of the mutual covenants contained herein and benefits to be derived herefrom.

RECITALS

Reference is made to the Loan Agreement of even date herewith (the "Loan Agreement") by and among the Debtor and the Lender. Capitalized terms used herein and not defined herein shall have the meanings assigned to such terms in the Loan Agreement. The Lender has agreed to make Loans and extend certain other financial accommodations to Borrowers upon the terms and subject to the conditions specified in the Loan Agreement. The obligation of Lender to make Loans is conditioned upon, among other things, the execution and delivery by the Debtor of an agreement in the form hereof to secure the Obligations.

AGREEMENTS

Accordingly, the Debtor and the Lender hereby agree as follows:

1. **DEFINITIONS:** As used herein, the following terms shall have the following meanings:

"Copyrights" shall mean all copyrights and like protections in each work of authorship or derivative work thereof of Debtor, whether registered or unregistered and whether published or unpublished, including, without limitation, the copyrights listed on Exhibit A annexed hereto and made a part hereof, together with all registrations and recordings thereof, all applications in connection therewith, and any goodwill of the business connected with, and symbolized by, any of the foregoing.

"Copyright Licenses" shall mean all agreements, whether written or oral, providing for the grant by or to Debtor of any right to use any Copyright, including, without limitation, the agreements listed on Exhibit A annexed hereto and made a part hereof

"Copyright Office" shall mean the United States Copyright Office or any other federal governmental agency which may hereafter perform its functions.

"Intellectual Property" shall have the meaning assigned to such term in Section 3 hereof.

"IP Collateral" shall have the meaning assigned to such term in Section 2 hereof.

“Licenses” shall mean, collectively, the Copyright Licenses, Patent Licenses and Trademark Licenses.

“Material Adverse Effect” means a material adverse effect on (a) the business, operations, property, assets, or condition, financial or otherwise, of Borrowers, (b) the ability of Borrowers to perform any material obligation or to pay any Obligations under the Loan Agreement or any of the other Financing Documents, or (c) the validity or enforceability of the Loan Agreement or any of the other Financing Documents or any of the material rights or remedies of the Lender thereunder.

“Obligations” shall have the meaning ascribed to it in the Loan Agreement.

“Patents” shall mean all letters patent and applications for letters patent of Debtor, and the inventions and improvements therein disclosed, and any and all divisions, reissues and continuations of said letters patent including, without limitation the patents listed on Exhibit B annexed hereto and made a part hereof.

“Patent Licenses” shall mean all agreements, whether written or oral, providing for the grant by or to Debtor of any right to manufacture, use or sell any invention covered by a Patent, including, without limitation, the agreements listed on Exhibit B annexed hereto and made a part hereof.

“PTO” shall mean the United States Patent and Trademark Office or any other federal governmental agency which may hereafter perform its functions.

“Trademarks” shall mean all trademarks, trade names, corporate names, company names, business names, fictitious business names, trade dress, trade styles, service marks, designs, logos and other source or business identifiers of Debtor, whether registered or unregistered, including, without limitation, the trademarks listed on Exhibit C annexed hereto and made a part hereof, together with all registrations and recordings thereof all applications in connection therewith, and any goodwill of the business connected with, and symbolized by, any of the foregoing.

“Trademark Licenses” shall mean all agreements, whether written or oral, providing for the grant by or to Debtor of any right to use any Trademark, including, without limitation, the agreements listed on Exhibit C annexed hereto and made a part hereof

2. GRANT OF SECURITY INTEREST: In furtherance and as confirmation of the security interest granted by Debtor to Lender under the Security Agreement executed and delivered by Debtor to Lender in connection with the Loan Agreement, and as further security for the payment or performance in full of the Obligations, Debtor hereby ratifies such security interest and grants to Lender a continuing security interest, with a power of sale in all of the present and future right, title and interest of Debtor in and to the following property, and each item thereof, whether now owned or existing or hereafter acquired or arising, together with all products, proceeds,

substitutions, and accessions of or to any of the following property (collectively, the “IP Collateral”):

- (a) All Copyrights and Copyright Licenses.
- (b) All Patents and Patent Licenses.
- (c) All Trademarks and Trademark Licenses.
- (d) All renewals of any of the foregoing.
- (e) All General Intangibles connected with the use of, or related to, any and all Intellectual Property (including, without limitation, all goodwill of Debtor and its business, products and services appurtenant to, associated with, or symbolized by, any and all Intellectual Property and the use thereof).
- (f) All income, royalties, damages and payments now and hereafter due and/or payable under and with respect to any of the foregoing, including, without limitation, payments under all Licenses entered into in connection therewith and damages and payments for past or future infringements or dilutions thereof
- (g) The right to sue for past, present and future infringements and dilutions of any of the foregoing.
- (h) All of Debtor’s rights corresponding to any of the foregoing throughout the world.

3. PROTECTION OF INTELLECTUAL PROPERTY BY DEBTOR: Except as set forth below in this Section 3, Debtor shall undertake the following with respect to each of the items respectively described in Sections 2(a), (b), (c), (d) and (e) (collectively, the “Intellectual Property”):

- (a) Pay all renewal fees and other fees and costs associated with maintaining the Intellectual Property and with the processing of the Intellectual Property and take all other reasonable and necessary steps to maintain each registration of the Intellectual Property.
- (b) Take all actions reasonably necessary to prevent any of the Intellectual Property from becoming forfeited, abandoned, dedicated to the public, invalidated or impaired in any way.
- (c) At Debtor’s sole cost, expense, and risk, pursue the prompt, diligent processing of each application for registration which is the subject of the security interest created herein and not abandon or delay any such efforts.
- (d) At Debtor’s sole cost, expense, and risk, take any and all action which Debtor

reasonably deems appropriate under the circumstances to protect the Intellectual Property from infringement, misappropriation or dilution, including, without limitation, the prosecution and defense of infringement actions.

Notwithstanding the foregoing, so long as there is no Event of Default which has not been waived by Lender or cured to Lender's reasonable satisfaction, and no Material Adverse Effect would result therefrom, Debtor shall not have an obligation to use or to maintain any Intellectual Property (i) that relates solely to any product, that has been discontinued, abandoned or terminated or (ii) that has been replaced with Intellectual Property substantially similar to the Intellectual Property that maybe abandoned or otherwise become invalid, so long as the failure to use or maintain such Intellectual Property does not materially adversely affect the validity of such replacement Intellectual Property and so long as such replacement Intellectual Property is subject to the lien created by this Agreement.

4. DEBTOR'S REPRESENTATIONS AND WARRANTIES: Debtor represents and warrants that:

(a) Exhibit A is a true, correct and complete list of all Copyrights and Copyright Licenses owned by Debtor as of the date hereof.

(b) Exhibit B is a true, correct and complete list of all Patents and Patent Licenses owned by Debtor as of the date hereof.

(c) Exhibit C is a true, correct and complete list of all Trademarks and Trademark Licenses owned by Debtor as of the date hereof

(d) Except as set forth in Exhibits A, B and C, none of the Intellectual Property is the subject of any licensing or franchise agreement pursuant to which Debtor is the licensor or franchisor.

(e) All IP Collateral owned by Debtor is, and shall remain, free and clear of all liens, encumbrances, or security interests in favor of any Person, other than liens in favor of the Collateral Agent and such other liens, claims and encumbrances as maybe permitted by the Loan Agreement or by Lender in its sole and absolute discretion from time to time in writing.

(f) Debtor owns, or is licensed to use, all Intellectual Property necessary for the conduct of its business as currently conducted. No material claim has been asserted and is pending by any Person challenging or questioning the use by Debtor of any of its Intellectual Property or the validity or effectiveness of any of its Intellectual Property, nor does Debtor know of any valid basis for any such claim. To the knowledge of Debtor, the use by Debtor of the Intellectual Property does not infringe the rights of any Person. No holding, decision or judgment has been rendered by any governmental authority which would limit, cancel or question the validity of, or Debtor's rights in, any Intellectual Property in any respect that could reasonably be expected to

have a Material Adverse Effect on the business or the property of Debtor.

(g) Debtor shall give Lender written notice (with reasonable detail) within ten (10) days following the occurrence of any of the following: (i) Debtor's obtaining rights to, and filing applications for registration of, any new Intellectual Property, or otherwise acquiring ownership of any newly registered Intellectual Property (other than Debtor's right to sell products containing the trademarks of others in the ordinary course of Debtor's business), (ii) Debtor's becoming entitled to the benefit of any registered Intellectual Property whether as licensee or licensor (other than Debtor's right to sell products containing the trademarks of others in the ordinary course of Debtor's business), (iii) Debtor's entering into any new Licenses, or (iv) Debtor's knowing or having reason to know, that any application or registration relating to any material Intellectual Property may become forfeited, abandoned or dedicated to the public, or of any adverse determination or development (including, without limitation, the institution of, or any such determination or development in, any proceeding in the PTO, the Copyright Office or any court or tribunal) regarding Debtor's ownership of, or the validity of, any material Intellectual Property or Debtor's right to register the same or to own and maintain the same.

5. AGREEMENT APPLIES TO FUTURE INTELLECTUAL PROPERTY:

(a) The provisions of this Agreement shall automatically apply to any such additional property or rights described in subsections (i), (ii) and (iii) of Section 4(g), above, all of which shall be deemed to be and treated as "Intellectual Property" within the meaning of this Agreement.

(b) Upon the reasonable request of Lender, Debtor shall execute and deliver, and have recorded, any and all agreements, instruments, documents and papers as Lender may request to evidence Lender's security interest in any Copyright, Patent or Trademark and the goodwill and General Intangibles of Debtor relating thereto or represented thereby (including, without limitation, filings with the PTO, the Copyright Office or any similar office), and Debtor hereby constitutes Lender as its attorney-in-fact to execute and file all such writings for the foregoing purposes, all acts of such attorney being hereby ratified and confirmed; provided, however, Lender's taking of such action shall not be a condition to the creation or perfection of the security interest created hereby.

6. DEBTOR'S RIGHTS TO ENFORCE INTELLECTUAL PROPERTY: Prior to Lender's giving of notice to Debtor following the occurrence of an Event of Default, Debtor shall have the exclusive right to sue for past, present and future infringement of the Intellectual Property including the right to seek injunctions and/or money damages, in an effort by Debtor to protect the Intellectual Property against encroachment by third parties, provided, however:

(a) Debtor first provides Lender with written notice of Debtor's intention to so sue for enforcement of any Intellectual Property.

(b) Any money damages awarded or received by Debtor on account of such suit (or the

threat of such suit) shall constitute IP Collateral.

(c) Following the occurrence of any Event of Default which has not been waived by Lender or cured to Lender's reasonable satisfaction, Lender, by notice to Debtor, may terminate or limit Debtor's rights under this Section 6.

7. LENDER'S ACTIONS TO PROTECT INTELLECTUAL PROPERTY: In the event of

(a) Debtor's failure, within five (5) days of written notice from Lender, to cure any failure by Debtor to observe or perform any of Debtor's covenants, agreements or other obligations hereunder; and/or

(b) The continuance of any other Event of Default which has not been waived by Lender or cured to Lender's reasonable satisfaction,

Lender, acting in its own name or in that of Debtor, may (but shall not be required to) act in Debtor's place and stead and/or in Lender's own right in connection therewith.

8. RIGHTS UPON DEFAULT: Upon the occurrence of any Event of Default which has not been waived by Lender or cured to Lender's reasonable satisfaction, in addition to all of the other rights and remedies provided to Lender in the Loan Agreement with respect to the Collateral, Lender may exercise all rights and remedies of a secured party upon default under the Uniform Commercial Code as adopted in the Commonwealth of Massachusetts, with respect to the IP Collateral, in addition to which Lender may sell, license, assign, transfer, or otherwise dispose of the Intellectual Property. Any person may conclusively rely upon an affidavit of an officer of the Lender that an Event of Default has occurred and that Lender is authorized to exercise such rights and remedies.

9. LENDER AS ATTORNEY IN FACT:

(a) Debtor hereby irrevocably constitutes and designates Lender as and for Debtor's attorney in fact, effective following the occurrence of any Event of Default which has not been waived by Lender or cured to Lender's reasonable satisfaction: (i) to supplement and amend from time to time Exhibits A, B and C of this Agreement to include any new or additional Intellectual Property of Debtor, (ii) to exercise any of the rights and powers referenced herein, (iii) to execute all such instruments, documents, and papers as Lender reasonably determines to be appropriate in connection with the exercise of such rights and remedies and to cause the sale, license, assignment, transfer, or other disposition of the Intellectual Property.

(b) The within grant of a power of attorney, being coupled with an interest, shall be irrevocable until this Agreement is terminated by a duly authorized officer of Lender.

(c) Lender shall not be obligated to do any of the acts or to exercise any of the powers authorized by Section 9(a), but if Lender elects to do any such act or to exercise any of such powers, it shall not be accountable for more than it actually receives as a result of such exercise of power, and shall not be responsible to Debtor for any act or omission to act except for any act or omission to act as to which there is a final determination made in a judicial proceeding (in which proceeding Lender has had an opportunity to be heard) which determination includes a specific finding that the subject act or omission to act had been grossly negligent or in actual bad faith.

10. LENDER'S RIGHTS:

(a) Any use by Lender of the Intellectual Property, as authorized hereunder in connection with the exercise of Lender's rights and remedies under this Agreement and under the Loan Agreement shall be coextensive with Lender's rights thereunder and with respect thereto and without any liability for royalties or other related charges.

(b) None of this Agreement, the Loan Agreement, or any act, omission, or circumstance taken or arising hereunder may be construed as directly or indirectly conveying to Lender any present right, title or interest in and to the Intellectual Property, which right, title and interest is effective only following the occurrence of any Event of Default which has not been waived by Lender or cured to Lender's reasonable satisfaction.

11. INTENT: This Agreement is being executed and delivered by Debtor for the purpose of registering and confirming the grant of the security interest of Lender in the IP Collateral with the PTO and the Copyright Office. It is intended that the security interest granted pursuant to this Agreement is granted as a supplement to, and not in limitation of the security interest granted to Lender under the Loan Agreement. All provisions of the Loan Agreement shall apply to the IP Collateral. Lender shall have the same rights, remedies, powers, privileges and discretions with respect to the security interests created in the IP Collateral as in all other Collateral. In the event of a conflict between this Agreement and the Loan Agreement, the terms of this Agreement shall control with respect to the IP Collateral and the Loan Agreement with respect to all other Collateral.

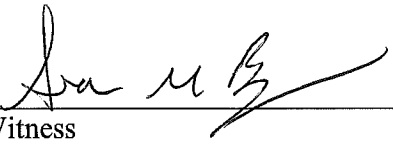
12. CHOICE OF LAWS: It is intended that this Agreement take effect as a sealed instrument and that all rights and obligations hereunder, including matters of construction, validity, and performance, shall be governed by the laws of The Commonwealth of Massachusetts, without regard for the conflicts of laws provisions therein.

[Remainder of page intentionally left blank.]

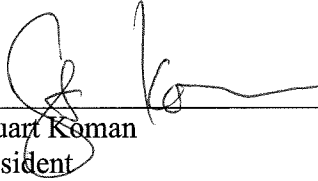
IN WITNESS WHEREOF, Debtor and Lender respectively have caused this Agreement to be executed by their respective duly authorized officers as of the date first above written.

DEBTOR:

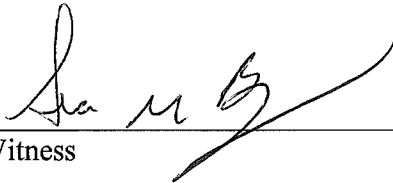
Walden Behavioral Care, Inc.



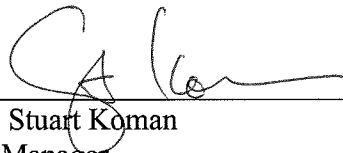
Witness

By: 
Name: Stuart Koman
Title: President

Walden Behavioral Care LLC



Witness

By: 
Name: Stuart Koman
Title: Manager

LENDER:

Middlesex Savings Bank

Witness

By: _____
Name:
Title:

IN WITNESS WHEREOF, Debtor and Lender respectively have caused this Agreement to be executed by their respective duly authorized officers as of the date first above written.

DEBTOR:

Walden Behavioral Care, Inc.

Witness

By: _____
Name: Stuart Koman
Title: President

Walden Behavioral Care LLC

Witness

By: _____
Name: Stuart Koman
Title: Manager

LENDER:

Middlesex Savings Bank

Burton Carter

Witness

By: *[Signature]*
Name: *Mark A. Diebs*
Title: *Commercial Banking Officer*

EXHIBIT A

List of Copyrights and Copyright Licenses

<u>Title</u>	<u>Serial No.</u>	<u>Registration No.</u>	<u>Registration Date</u>
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Copyright Licenses

<u>Title</u>	<u>Serial No.</u>	<u>Registration No.</u>	<u>Registration Date</u>
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EXHIBIT B

List of Patents and Patent Licenses

Patents and Patent Applications

<u>Patent No.</u>	<u>Date of Filing</u>	<u>Description</u>
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Patent Licenses

<u>Patent No.</u>	<u>Date of Filing</u>	<u>Description</u>
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EXHIBIT C

List of Trademarks and Trademark Licenses

Domain Names:

waldenbehavioralcare.com
waldenbehavioralcare.net
theWaldenCenter.org
theWaldenCenter.com
theWaldenCenter.net
theWaldenCenter.biz
WaldenCenter.org
WaldenED.com
WaldenMH.com
WaldenED.net
WaldenMH.net
WaldenCenter.net

Service Marks:

Registration Numbers:

Whole Health Approach	4,243,870
Continuum of Care	4,243,869
Lasting Recovery for Body and Mind	4,243,868
Walden	4,282,363
Walden Behavioral Care (Logo)	4,420,591
Walden Behavioral Care	4,282,362