

## TRADEMARK ASSIGNMENT COVER SHEET

Electronic Version v1.1  
Stylesheet Version v1.2

ETAS ID: TM467429

<b>SUBMISSION TYPE:</b>	NEW ASSIGNMENT		
<b>NATURE OF CONVEYANCE:</b>	SECURITY INTEREST		
<b>CONVEYING PARTY DATA</b>			
<b>Name</b>	<b>Formerly</b>	<b>Execution Date</b>	<b>Entity Type</b>
Churchill Downs LLC		03/02/2018	Limited Liability Company: DELAWARE
<b>RECEIVING PARTY DATA</b>			
<b>Name:</b>	Stanley Furniture Company, Inc.		
<b>Street Address:</b>	2115 E. 7th Street		
<b>Internal Address:</b>	Suite 101		
<b>City:</b>	Charlotte		
<b>State/Country:</b>	NORTH CAROLINA		
<b>Postal Code:</b>	28204		
<b>Entity Type:</b>	Corporation: DELAWARE		
<b>PROPERTY NUMBERS Total: 7</b>			
<b>Property Type</b>	<b>Number</b>	<b>Word Mark</b>	
<b>Registration Number:</b>	4134394	BUILTTOGROW	
<b>Registration Number:</b>	4561475	CROSSPOINTE	
<b>Registration Number:</b>	4917605		
<b>Registration Number:</b>	2906389	STANLEY FURNITURE	
<b>Registration Number:</b>	4917606	STANLEY FURNITURE	
<b>Registration Number:</b>	5239454	STONE & LEIGH	
<b>Registration Number:</b>	2500012	YOUNG AMERICA	
<b>CORRESPONDENCE DATA</b>			
<b>Fax Number:</b>	7037125050		
<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>			
<b>Phone:</b>	703-712-5352		
<b>Email:</b>	jmiller@mcguirewoods.com		
<b>Correspondent Name:</b>	Joyce Miller		
<b>Address Line 1:</b>	1750 Tysons Blvd.		
<b>Address Line 2:</b>	Suite 1800		
<b>Address Line 4:</b>	Tysons, VIRGINIA 22102		
<b>NAME OF SUBMITTER:</b>	Joyce Miller		

OP \$190.00 4134394

<b>SIGNATURE:</b>	/Joyce Miller/
<b>DATE SIGNED:</b>	03/28/2018
<b>Total Attachments: 9</b> source=IP Collateral Assignment EXECUTED#page1.tif source=IP Collateral Assignment EXECUTED#page2.tif source=IP Collateral Assignment EXECUTED#page3.tif source=IP Collateral Assignment EXECUTED#page4.tif source=IP Collateral Assignment EXECUTED#page5.tif source=IP Collateral Assignment EXECUTED#page6.tif source=IP Collateral Assignment EXECUTED#page7.tif source=IP Collateral Assignment EXECUTED#page8.tif source=IP Collateral Assignment EXECUTED#page9.tif	

**COLLATERAL ASSIGNMENT  
(Security Agreement)**

**WHEREAS, CHURCHILL DOWNS LLC**, a Delaware limited liability company ("**Assignor**"), located and doing business at 200 N. Hamilton St., High Point, NC 27260, is the owner of certain patents and trademarks some of which are registered in the United States Patent and Trademark Office.

**WHEREAS, STANLEY FURNITURE COMPANY, INC.**, a Delaware corporation ("**Assignee**"), located and doing business at 2115 E. 7<sup>th</sup> Street, Suite 101, Charlotte, North Carolina 28204, has extended and may hereafter extend credit to Assignor, and Assignor has executed and delivered to Assignee a certain Subordinated Secured Promissory Note dated March 2, 2018 (as amended, modified, supplemented, substituted, extended or renewed from time to time, the "**Note**") evidencing the advances of credit by Assignee to Assignor and Assignor may in the future execute and deliver to Assignee other notes evidencing the advances of credit by Assignee to Assignor; and

**WHEREAS**, pursuant to the Note, Assignor has granted to Assignee a security interest in substantially all assets of Assignor to secure all of Assignor's Obligations (as defined in the Note) to Assignee and Assignor may hereafter execute and deliver to Assignee other similar security agreements; and

**WHEREAS**, in order to further secure Assignor's present and future Obligations (as defined in the Note) to the Assignee, Assignor wishes to grant to Assignee a security interest in the Collateral and the goodwill and certain other assets with respect to the Collateral, all as defined below.

**NOW, THEREFORE**, for good and valuable consideration, receipt of which is hereby acknowledged, Assignor, as additional security for the full payment and performance of the Obligations, and to further evidence the security interest granted to the Assignee pursuant to the Note, hereby assigns, sells, transfers, and conveys to Assignee and grants to Assignee a security interest in all of Assignor's right, title and interest in:

*With respect to the Patents:*

(a) all patents and patent applications, domestic or foreign (the "**Patents**"), all licenses relating to any of the foregoing and all income and royalties with respect to any licenses (including such patent and patent applications described in **Exhibit A** attached hereto), all future patents, registrations and applications for the protection of inventions and designs hereafter acquired by, granted to, or filed by Assignor which are based upon, derived from or are variations of any invention or designs disclosed in the Patents, all rights to sue for past, present or future infringement thereof, all rights pertaining thereto, and all reissues, divisions, continuations, renewals, extensions and continuation-in-part thereof;

(b) all general intangibles and all intangible intellectual or other similar property of Assignor of any kind or nature, associated with or arising out of any of the aforementioned properties and assets and not otherwise described above; and

(c) all proceeds of any or all of the foregoing Collateral (including license royalties, rights to payments, accounts and proceeds of infringement suits) and, to the extent not otherwise included, all payments under insurance (whether or not Assignee is the loss payee thereof) or any indemnity warranty or guaranty payable by reason of loss or damage to or otherwise with respect to the foregoing Collateral;

*With respect to the Trademarks:*

(d) all state (including common law), federal and foreign trademarks, service marks and tradenames, and application registration of such trademarks, service marks and trade names (but excluding any application to register any trademark, service mark or other mark prior to the filing under applicable law of a verified statement of use (or the equivalent) for such trademark, service mark or other mark to the extent the creation of a security interest therein or the grant of a mortgage thereon would void or invalidate such trademark, service mark or other mark) (the

"Trademarks"), all licenses relating to any of the foregoing and all income and royalties with respect to any licenses (including such marks, names and applications described in **Exhibit A-1** attached hereto), whether registered or unregistered and wherever registered, all rights to sue for past, present or future infringement or unconsented use thereof, all rights arising therefrom and pertaining thereto and all reissues, extensions and renewals thereof;

(e) all right of action, claims for damages, profits and costs, all other demands for any sum or sums of money whatsoever which it has or may have either at law or in equity, against any and all persons, firms, corporations and associations by reason of claims of infringement upon, or unconsented use of, said Patents and Trademarks;

(f) the entire goodwill of or associated with the business now or hereafter conducted by Assignor connected with and symbolized by any of the aforementioned properties and assets;

(g) all general intangibles and all intangible intellectual or other similar property of Assignor of any kind or nature, associated with or arising out of any of the aforementioned properties and assets and not otherwise described above;

(h) all proceeds of any or all of the foregoing Collateral (including license royalties, rights to payments, accounts and proceeds of infringement suits) and, to the extent not otherwise included, all payments under insurance (whether or not Assignee is the loss payee thereof) or any indemnity warranty or guaranty payable by reason of loss or damage to or otherwise with respect to the foregoing Collateral.

All of the foregoing items set forth in clauses (a) through (h) are hereinafter referred to collectively as the "**Collateral.**"

AND Assignor and Assignee agree as follows:

1. Representations and Warranties. Assignor represents and warrants to Assignee as follows:

(a) A true and correct listing of all of the existing Collateral consisting of U.S. patents and patent applications or registrations owned by Assignor, in whole or in part, is set forth in **Exhibit A.**

(b) A true and correct listing of all of the existing Collateral consisting of U.S. trademarks, service marks, trade names, and all trademark, service mark and trade name applications owned by Assignor, in whole or in part, is set forth in **Exhibit A-1.**

2. Assignor's Obligations. Assignor agrees that, notwithstanding this Assignment, it will perform and discharge and remain liable for all its covenants, duties, and obligations arising in connection with the Collateral and any licenses and agreements related thereto. Assignee shall have no obligation or liability in connection with the Collateral or any licenses or agreements relating thereto by reason of this Assignment or any payment received by Assignee relating to Collateral, nor shall Assignee be required to perform any covenant, duty, or obligation or Assignor arising in connection with the Collateral or any license or agreement related thereto or to take any other action regarding the Collateral or any such licenses or agreement.

Assignor shall have the obligation to maintain, preserve or renew the Patents and Trademarks, and take any action to prohibit the infringements or unauthorized use of same by any third party. Assignee shall have no obligation to maintain, preserve or renew the Patents and Trademarks, nor to take any action to prohibit the infringements or unauthorized use of same by any third party.

3. Use Prior to Default. Unless and until an Event of Default under, and as defined in or under the Note, or under any future note in favor of Assignee, shall occur and be continuing, Assignor shall retain the legal and equitable title to the Patents and Trademarks and shall have the right to use the Collateral and make, and use the

inventions disclosed and claimed in the Patents in the ordinary course of its business, subject to the terms and covenants of the Note, and this Assignment.

4. Remedies Upon Default. Whenever any Event of Default under and defined in the Note or under any future note evidencing the Obligations shall occur, Assignor's rights pursuant to Section 2 hereof shall terminate and be null and void, and Assignee shall have all the rights and remedies granted to it in such event by the Note or security agreements, which rights and remedies are specifically incorporated herein by reference and made a part hereof. Assignee in such event may collect directly any payments due to Assignor in respect of the Collateral and may sell, license, lease, assign, or otherwise dispose of the Collateral in the manner set forth in the Note or in any security agreement by Assignor in favor of Assignee. Assignor agrees that, in the event of any disposition of the Collateral upon any such Event of Default, it will duly execute, acknowledge, and deliver all documents necessary or advisable to record title to the Collateral in any transferee or transferees thereof, including, without limitation, valid, recordable assignments of the Patents and Trademarks. In the event Assignor fails or refuses to execute and deliver such documents, Assignor hereby irrevocably appoints Assignee as its attorney-in-fact, with power of substitution, to execute, deliver, and record any such documents on Assignor's behalf. For the purpose of enabling Assignee to exercise rights and remedies upon any such Event of Default, Assignee hereby grants to Assignee an irrevocable, non-exclusive license (exercisable without payment of royalty or other compensation to Assignor) to use, assign, license, or sub-license any of the Collateral, now owned or hereafter acquired by Assignor, and wherever the same may be located.

5. Cumulative Remedies. This Assignment has been entered into in conjunction with the security interest granted to Assignee under the Note. The rights and remedies provide herein are cumulative and not exclusive of any other rights or remedies provided by law. The rights and remedies provided herein are intended to be in addition to and not in substitution of the rights and remedies provided by the Note or any other agreement or instrument delivered in connection therewith.

6. Amendments and Waivers. This Assignment may not be modified, supplemented or amended, or any of its provisions waived at the request of Assignor, without the prior written consent of Assignee.

7. Reassignment. At such time as Assignor shall completely satisfy all of the Obligations, Assignee will, at Assignor's request, execute and deliver to Assignor all deeds, assignments and other instruments as may be necessary or proper to re-vest Assignor full title to the Collateral, subject to disposition thereof which may have been made by Assignee pursuant hereto.

8. Severability. If any clause or provision of this Assignment shall be held invalid or unenforceable, in whole or in part, in any jurisdiction, such invalidity or unenforceability shall attach only to such clause or provision, or part thereof, and shall not in any manner affect any other clause or provision in any jurisdiction.

9. Notices. All notices, requests and demands to or upon Assignor or Assignee under this assignment shall be given in the manner prescribed in the Note.

10. Governing Law. This Assignment shall be governed by, construed, applied and enforced in accordance with the substantive laws of the State of New York and the United States of America as applicable.

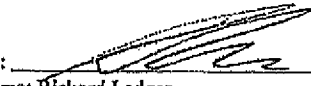
[signatures on next page]

IN WITNESS WHEREOF, the parties have entered into this Collateral Assignment on this 2<sup>nd</sup> day of March, 2018.

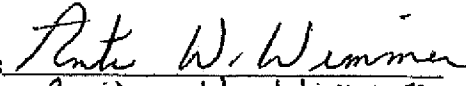
WITNESS/ATTEST:

CHURCHILL DOWNS LLC

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

By:   
Name: Richard Ledger  
Title: Chief Executive Officer

STANLEY FURNITURE COMPANY, INC.

By:   
Name: Anita W. Wimmer  
Title: VP of Finance

**Exhibit A - Patents**

<b>Application No.</b>	<b>Issue Date</b>	<b>Title</b>	<b>Patent No.</b>
29/186,738	06-14-2005	FURNITURE UNIT (Stanley – Provincia sku# 384-17-32)	D506,087
29/213068	12-06-2005	SLEIGH BED (young America- Starlight sku# 394- 94-53)	D512,244
29/213,064	12-06-2005	CHEST (Young America-Starlight sku# 394-94-02)	D512,247
29/213,065	01-23-2007	BUNK BED (Young America-Starlight sku# 394-94-760)	D535,488
23/213,089	06-27-2006	BED (Young America-Starlight sku# 394-94-36)	D523,659
29/213,069	10-03-2006	DAY BED (Young America-Starlight sku# 394-94-48)	D529,306
29/213,066	12-27-2005	PANEL BED (Young America-Starlight sku# 394-94-40)	D513,136
29/213,067	11-29-2005	UPRIGHT CHEST (Young America- Starlight sku# 394- 94-12)	D511,908
29/213,051	11-29-2005	CHEST WITH DRAWERS (Young America-Starlight sku# 394-94-04)	D511,907

**Patent Applications** - None

**Exhibit A-1 – Trademarks**

Trademarks – U.S.

<b>Trademark</b>	<b>Registration/ Application No.</b>	<b>Registration/ Application Date</b>
BUILTTOGROW	4,134,394	05-01-2012
CROSSPOINTE	4,561,475	07-01-2014
LOGO (STAGS BRAND MARK)	4,917,605	03-15-2016
STANLEY FURNITURE	2,906,389	11-30-2004
STANLEY FURNITURE	4,917,606	03-15-2016
STONE & LEIGH	5,239,454	07-11-2017
YOUNG AMERICA	2,500,012	10-23-2001

Trademarks – International

<b>Trademark</b>	<b>Registration No.</b>	<b>Registration Date</b>	<b>Country</b>
STANLEY FURNITURE	TMA705,298	01-22-2008	Canada
STANLEY FURNITURE	3664582	01-21-2009	China (People's Republic)
STANLEY FURNITURE	1401189	11-24-2005	India
STANLEY FURNITURE	40-0643247	12-15-2005	Korea, Republic of
STANLEY FURNITURE	972801	02-20-2007	Mexico
STANLEY FURNITURE	2009/05488	10-12-2010	Turkey
STANLEY FURNITURE COMPANY	2,521,437	05-23-2002	Argentina
STANLEY FURNITURE COMPANY	2196483	05-05-1999	United Kingdom
STANLEY KIDS	2010 39521	08-04-2011	Turkey
YOUNG AMERICA	6018348	05-07-2010	China (People's Republic )
YOUNG AMERICA	005687538	01-31-2008	European Union
Trademark	Registration No.	Registration Date	Country



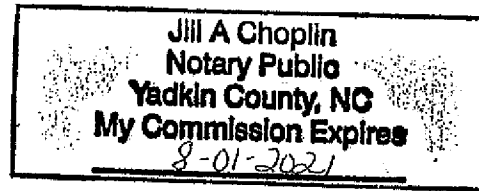
YOUNG AMERICA	IDM000303604	05-03-2011	Indonesia
YOUNG AMERICA	40-0822339	05-06-2010	Korea, Republic of
YOUNG AMERICA	1175111	08-23-2010	Mexico

Trademark Applications - None

STATE OF NC :  
COUNTY OF Guilford : SS.

Before me this 2<sup>nd</sup> day of March, 2018, personally appeared Richard Ledger, to me personally known, and acknowledged to me that he is the Chief Executive Officer of Churchill Downs LLC and acknowledged the foregoing instrument to be the free act and deed of said Chief Executive Officer .

Jill A Choplin



STATE OF NC :  
COUNTY OF Guilford : SS.

Before me this 2<sup>nd</sup> day of March, 2018, personally appeared Anita Whimmer to me personally known, and acknowledged to me that s/he is VP of Finance of Stanley Furniture Company, Inc., and acknowledged the foregoing instrument to be the free act and deed of said \_\_\_\_\_.

Jill A Chopin

Jill A Choplin  
Notary Public  
Yadkin County, NC  
My Commission Expires  
8-01-2021