

08-18-1999

MRO
8-12-99



101122910

RECORDATION FORM COVER SHEET
TRADEMARKS ONLY

TO: The Commissioner of Patents and Trademarks: Please record the attached original document(s) or copy(ies).

Submission Type

- New
- Resubmission (Non-Recordation)
Document ID #
- Correction of PTO Error
Reel # Frame #
- Corrective Document
Reel # Frame #

Conveyance Type

- Assignment License
 - Security Agreement Nunc Pro Tunc Assignment
 - Merger Change of Name
 - Other
- Effective Date
Month Day Year

Conveying Party

Mark if additional names of conveying parties attached

Name

Execution Date
Month Day Year

Formerly

- Individual General Partnership Limited Partnership Corporation Association
- Other
- Citizenship/State of Incorporation/Organization

Receiving Party

Mark if additional names of receiving parties attached

Name

DBA/AK/A/T/A

Composed of

Address (line 1)

Address (line 2)

Address (line 3)

City

State/Country

Zip Code

- Individual General Partnership Limited Partnership
- Corporation Association
- Other

If document to be recorded is an assignment and the receiving party is not domiciled in the United States, an appointment of a domestic representative should be attached. (Designation must be a separate document from Assignment.)

Citizenship/State of Incorporation/Organization

FOR OFFICE USE ONLY

Public burden reporting for this collection of information is estimated to average approximately 30 minutes per Cover Sheet to be recorded, including time for reviewing the document and gathering the data needed to complete the Cover Sheet. Send comments regarding this burden estimate to the U.S. Patent and Trademark Office, Chief Information Officer, Washington, D.C. 20231 and to the Office of Information and Regulatory Affairs, Office of Management and Budget, Paperwork Reduction Project (0651-0027), Washington, D.C. 20503. See OMB Information Collection Budget Package 0651-0027, Patent and Trademark Assignment Practice. DO NOT SEND REQUESTS TO RECORD ASSIGNMENT DOCUMENTS TO THIS ADDRESS.

Mail documents to be recorded with required cover sheet(s) information to:
Commissioner of Patents and Trademarks, Box Assignments, Washington, D.C. 20231

Domestic Representative Name and Address

Enter for the first Receiving Party only.

Name

Address (line 1)

Address (line 2)

Address (line 3)

Address (line 4)

Correspondent Name and Address

Area Code and Telephone Number

Name

Address (line 1)

Address (line 2)

Address (line 3)

Address (line 4)

Pages

Enter the total number of pages of the attached conveyance document including any attachments.

#

Trademark Application Number(s) or Registration Number(s)

Mark if additional numbers attached

Enter either the Trademark Application Number or the Registration Number (DO NOT ENTER BOTH numbers for the same property).

Trademark Application Number(s)

Registration Number(s)

<input type="text"/>	<input type="text"/>	<input type="text"/>
<input type="text"/>	<input type="text"/>	<input type="text"/>
<input type="text"/>	<input type="text"/>	<input type="text"/>

<input type="text" value="1,499,398"/>	<input type="text"/>	<input type="text"/>
<input type="text" value="1,500,389"/>	<input type="text"/>	<input type="text"/>
<input type="text" value="1,502,909"/>	<input type="text"/>	<input type="text"/>

Number of Properties

Enter the total number of properties involved.

#

Fee Amount

Fee Amount for Properties Listed (37 CFR 3.41):

\$

Method of Payment:

Enclosed

Deposit Account

Deposit Account

(Enter for payment by deposit account or if additional fees can be charged to the account.)

Deposit Account Number:

#

Authorization to charge additional fees:

Yes

No

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. Charges to deposit account are authorized, as indicated herein.

Michael Dornbaum, Esq

Name of Person Signing



Signature

8/9/99

Date Signed

**PATENT AND TRADEMARK COLLATERAL ASSIGNMENT
AND SECURITY AGREEMENT**

THIS AGREEMENT is entered into as of this 22nd day of July, 1999, and entered into between BETA TRANSFORMER TECHNOLOGY CORPORATION (the "Assignor") having a mailing address of 105 Wilbur Place, Bohemia, New York 11716, and The Chase Manhattan Bank, having a mailing address at 7600 Jericho Turnpike, Woodbury, New York 11797 as agent for itself, The Bank of New York, having a mailing address at 604 Broad Hollow Road, Melville, New York 11747 and Fleet Bank, N.A., having a mailing address at 300 Broad Hollow Road, Melville, New York, 11747 (in such capacity, the "Assignee").

WHEREAS, certain of Assignor's affiliates (the "Co-Borrowers") and The Chase Manhattan Bank, The Bank of New York and Fleet Bank, N.A. (the "Banks") have entered into a Loan Agreement dated the date hereof (as it may be hereafter amended or otherwise modified from time to time, being the "Credit Agreement") pursuant to which the Banks may lend to the Co-Borrowers the aggregate principal amounts set forth therein, upon and subject to the terms and conditions thereof;

WHEREAS, the Assignor has executed a Security Agreement in favor of the Assignee, as agent for the Banks, dated the date hereof (as it may be hereafter amended or otherwise modified from time to time, being the "Security Agreement"); and

WHEREAS, Assignor wishes to grant further security and assurance to the Banks in order to secure the performance by Assignor of its obligations under the Credit Agreement and all documents executed in connection therewith, including all interest due thereunder ("Obligations"), and to that effect Assignor agrees to assign to Assignee for the benefit of the Lenders certain patent and trademark rights;

NOW, THEREFORE, in consideration of the premises, Assignor hereby agrees with Assignee as follows:

1. To secure the complete and timely satisfaction of all Obligations, Assignor hereby grants, assigns and conveys to Assignee for the benefit of the Lenders the entire right, title and interest in and to the patents, trademarks and patent and trademark applications listed in Schedule A hereto (as the same may be amended pursuant hereto from time to time), all proceeds thereof (including but not limited to license royalties and proceeds of infringement suits thereon), the right to sue for past, present and future infringements, all rights corresponding thereto throughout the world, all reissues, divisions, continuations, renewals, extensions and continuations-in-part thereof, and all patents and all applications for patents and all trademarks and applications for trademarks

of Assignor hereafter filed or acquired, together with all good will associated with any and all of the foregoing and all proceeds of any and all of the foregoing (collectively called the "Patents and Trademarks").

2. Assignor represents, warrants and covenants that:

(a) The Patents and Trademarks are subsisting and have not been adjudged invalid or unenforceable, in whole or in part;

(b) To the best of Assignor's knowledge and belief after due inquiry, each of the Patents and Trademarks is valid and enforceable and, to the best of Assignor's knowledge, no material infringement or unauthorized use is presently being made of any of the Patents and Trademarks;

(c) Assignor is the sole and exclusive owner of the entire and unencumbered right, title and interest in and to each of the Patents and Trademarks, free and clear of any liens, charges and encumbrances, including without limitation pledges, assignments, licenses, shop rights and covenants by Assignor not to sue third persons;

(d) Assignor has the unqualified right to enter into this Agreement and perform its terms and has entered into and will enter into written agreements with each of its present and future employees, agents and consultants which will enable it to comply with the covenants herein contained;

(e) Assignor's chief executive office is located at 105 Wilbur Place, Bohemia, New York 11716; and

(f) Assignor has used, and will continue to use for the duration of this Agreement, consistent standards of quality in its manufacture of products sold under the Patents and Trademarks.

3. Assignor agrees that, until all of the Obligations shall have been satisfied in full, it will not enter into any agreement which is inconsistent with Assignor's obligations under this Agreement, without Assignee's prior written consent.

4. If, before the Obligations shall have been satisfied in full, Assignor shall obtain rights to any new patentable inventions, or become entitled to the benefit of any patent or trademark application or patent or trademark or any reissue, division, continuation, renewal, extension, or continuation-in-part of any patent or trademark or any improvement on any patent or trademark, the provisions of paragraph 1 hereof shall automatically apply thereto and Assignor shall give to Assignee prompt notice thereof in writing.

5. Assignor authorizes Assignee to modify this Agreement by amending Schedule A to include any future patents and patent applications and trademarks and trademark applications which are Patents and Trademarks under paragraph 1 or paragraph 4 hereof.

6. Unless and until there shall have occurred and be continuing an Event of Default (as defined in the Credit Agreement), Assignee hereby grants to Assignor the exclusive, nontransferable right and license under the Patents and Trademarks to make, have made for it, use and sell the inventions disclosed and claimed in the Patents and Trademarks and to use all such marks for Assignor's own benefit and account and for none other. Assignor agrees not to sell or assign its interest in, or grant any sublicense under, the license granted to Assignor in this paragraph 6, without the prior written consent of Assignee.

7. If any Event of Default (as defined in the Credit Agreement) shall have occurred and be continuing, Assignor's license under the Patents and Trademarks as set forth in paragraph 6 hereof, shall terminate forthwith, and the Assignee shall have, in addition to all other rights and remedies given it by this Agreement or the Security Agreement, those allowed by law and the rights and remedies of a secured party under the Uniform Commercial Code as enacted in any jurisdiction in which the Patents and Trademarks may be located and, without limiting the generality of the foregoing, the Assignee may immediately, without demand of performance and without other notice or demand whatsoever to Assignor, all of which are hereby expressly waived, and without advertisement, sell at public or private sale or otherwise realize upon, the whole or from time to time any part of the Patents and Trademarks, or any interest which the Assignor may have therein, and after deducting from the proceeds of sale or other disposition of the Patents and Trademarks all expenses (including all reasonable expenses for brokers' fees and legal services), shall apply the residue of such proceeds toward the payment of the Obligations. Any remainder of the proceeds after payment in full of the Obligations shall be paid over to the Assignor.

8. If any Event of Default (as defined in the Credit Agreement) shall have occurred and be continuing, Assignor hereby authorizes and empowers Assignee to make, constitute and appoint any officer or agent of Assignee, as Assignee may select in its exclusive discretion, as Assignor's true and lawful attorney-in-fact, with the power to endorse Assignor's name on all applications, documents, papers and instruments necessary for Assignee to use the Patents and Trademarks, or to grant or issue any exclusive or nonexclusive license under the Patents and Trademarks to any third person. Assignor hereby ratifies all that such attorney shall lawfully do or cause to be done by virtue hereof. This power of attorney shall be irrevocable for the life of this Agreement.

9. At such time as Assignor shall completely satisfy all of the Obligations, this Agreement shall terminate and Assignee shall execute and deliver to Assignor (at Assignor's

expense) all deeds, assignments and other instruments as may be necessary or proper to revest in Assignor full title to the Patents and Trademarks, subject to any disposition thereof which may have been made by Assignee pursuant hereto.

10. Any and all fees, costs and expenses, of whatever kind or nature, including the reasonable attorney's fees and legal expenses incurred by Assignee in connection with the preparation of this Agreement and all other documents relating hereto and the consummation of this transaction, the filing or recording of any documents (including all taxes in connection therewith) in public offices, the payment or discharge of any taxes, counsel fees, maintenance fees, encumbrances or otherwise protecting, maintaining or preserving the Patents and Trademarks, or in defending or prosecuting any actions or proceedings arising out of or related to the Patents and Trademarks, shall be borne and paid by Assignor on demand by Assignee.

11. Assignor shall have the duty, through counsel acceptable to Assignee, to prosecute diligently any patent applications or trademark applications of the Patents and Trademarks pending as of the date of this Agreement or thereafter until the Obligations shall have been paid in full, to make application on unpatented but patentable inventions, to file and prosecute any and all continuations, continuations-in-part, applications for reissue, applications for certificate of correction and like matters, and to preserve and maintain all rights in patent applications and patents and trademark applications and trademarks of the Patents and Trademarks, including without limitation the payment of all maintenance fees when due. Any expenses incurred in connection with such an application shall be borne by Assignor. The Assignor shall not abandon any right to file a patent or trademark application, or any pending patent or trademark application or patent or trademark, without the consent of the Assignee.

12. Assignor shall use all reasonable efforts to detect any infringers of rights described herein and shall advise the Assignee in writing of any material infringements detected. Assignor shall have the right, with the consent of Assignee, which shall not be unreasonably withheld, to bring suit in its own name, and to join Assignee, if necessary, as a party to such suit so long as Assignee is satisfied that such joinder will not subject it to any risk of liability, to enforce the Patents and Trademarks and any licenses thereunder. Assignor shall promptly, upon demand, reimburse and indemnify Assignee for all damages, costs and expenses, including legal fees, incurred by Assignee pursuant to this paragraph 12. Notwithstanding the foregoing, the Assignee and the Banks shall have no duties with respect to the Patents and Trademarks, other than, in respect of Assignee, the duties expressly set forth herein and, without limiting the generality of the foregoing, shall have no duty to prosecute any action for patent or trademark infringement against any person.

13. Assignor hereby grants to Assignee and its employees and agents the right to visit Assignor's plants and facilities which manufacture, inspect or store products sold under any of the patents or trademarks included in the Patents and Trademarks, and to inspect the products and quality control records relating thereto at reasonable times during regular business hours. Assignor shall do

any and all acts required by Assignee to ensure Assignor's compliance with paragraph 2(f) hereof. The Assignee agrees to comply in all respect with applicable governmental security regulations in connection herewith.

14. No course of dealing between Assignor and Assignee, nor any failure to exercise, nor any delay in exercising, on the part of Assignee, any right, power or privilege hereunder or under the Security Agreement shall operate as a waiver thereof; nor shall any single or partial exercise of any right, power or privilege hereunder or thereunder preclude any other or further exercise thereof or the exercise of any other right, power or privilege.

15. All of Assignee's rights and remedies with respect to the Patents and Trademarks, whether established hereby or by the Security Agreement, or by any other agreements or by law shall be cumulative and may be exercised singly or concurrently.

16. The provisions of this Agreement are severable, and if any clause or provision shall be held invalid and unenforceable in whole or in part in any jurisdiction, then such invalidity or unenforceability shall affect only such clause or provision, or part thereof, in such jurisdiction, and shall not in any manner affect such clause or provision in any other jurisdiction, or any other clause or provision of this Agreement in such jurisdiction.

17. This Agreement is subject to modification only by a writing signed by the parties, except as provided in paragraph 5 hereof.

18. The benefits and burdens of this Agreement shall inure to the benefit of and be binding upon the respective successors and permitted assigns of the parties.

19. The validity and interpretation of this Agreement and the rights and obligations of the parties shall be governed by the laws of the State of New York applicable to agreements made and to be wholly performed in the State of New York.

20. Consent to Jurisdiction. (a) The Assignor hereby irrevocably submits to the non-exclusive jurisdiction of any United States federal or New York state court sitting in Nassau or Suffolk County in any action or proceeding arising out of or relating to this Agreement and the Assignor hereby irrevocably agrees that all claims in respect of such action or proceeding may be heard and determined in any such court and irrevocably waives any objection it may now or hereafter have as to the venue of any such action or proceeding brought in such a court or the fact that such court is an inconvenient forum.

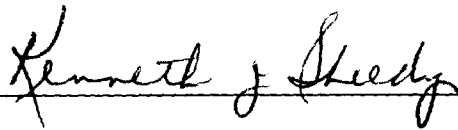
(b) The Assignor irrevocably and unconditionally consents to the service of process in any such action or proceeding in any of the aforesaid courts by the mailing of copies of such process to it by certified mail, return receipt requested, in accordance with the provisions of Credit Agreement governing delivery of notices.

(c) The Assignor agrees that nothing herein shall affect the Assignee's right to effect service of process in any other manner permitted by law and the Assignee shall have the right to bring any legal proceeding (including a proceeding for enforcement of a judgment entered by any of the aforementioned courts) against the Assignor in any other court or jurisdiction in accordance with applicable law.


21. WAIVER OF JURY TRIAL. THE ASSIGNOR AND THE ASSIGNEE HEREBY WAIVE TRIAL BY JURY IN ANY ACTION OR PROCEEDING INVOLVING, DIRECTLY OR INDIRECTLY, ANY MATTER (WHETHER SOUNDING IN TORT, CONTRACT OR OTHERWISE) IN ANY WAY ARISING OUT OF, RELATED TO, OR CONNECTED WITH THIS AGREEMENT OR THE RELATIONSHIP ESTABLISHED HEREUNDER.

IN WITNESS WHEREOF, the execution hereof under seal as of the day and year first above written.

BETA TRANSFORMER TECHNOLOGY CORPORATION

By: 

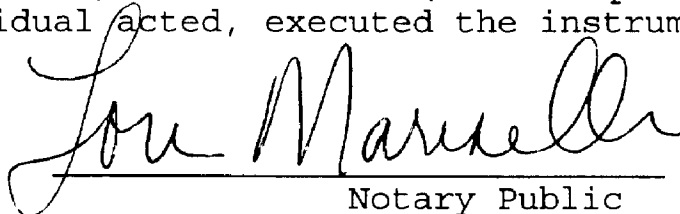
THE CHASE MANHATTAN BANK, as
Agent for itself, The Bank of New York and Fleet Bank, N.A.
via Appointment of Agency pursuant to that certain Loan
Agreement dated as of July 22, 1999 to which each bank is
signatory

By: 

STATE OF NEW YORK
COUNTY OF NASSAU

ss.:

On the 22nd day of July, in the year 1999 before me, the undersigned, a notary public in and for said State, personally appeared John Budzynski, personally known to me or proved to me on the basis of satisfactory evidence to be the individual whose name is subscribed to the within instrument and acknowledged to me that he executed the same in his capacity, and that by his signature on the instrument, the individual, or the person upon behalf of which the individual acted, executed the instrument.



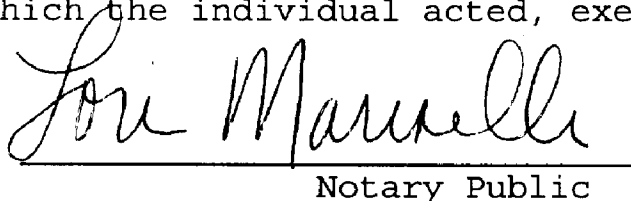
Notary Public

LORI MARINELLI
Notary Public, State of New York
No. 01MA4871984, Suffolk County
Commission Expires Sept. 29, 1998 *2000*

STATE OF NEW YORK
COUNTY OF NASSAU

ss.:

On the 22nd day of July, in the year 1999 before me, the undersigned, a notary public in and for said State, personally appeared Kenneth J. Sheedy, personally known to me or proved to me on the basis of satisfactory evidence to be the individual whose name is subscribed to the within instrument and acknowledged to me that he executed the same in his capacity, and that by his signature on the instrument, the individual, or the person upon behalf of which the individual acted, executed the instrument.



Notary Public

LORI MARINELLI
Notary Public, State of New York
No. 01MA4871984, Suffolk County
Commission Expires Sept. 29, 1998 *2000*

SCHEDULE A

Trademark Registrations to Beta Transformer Technology Corporation			
Registration Number	Registration Date	Status	Assignment Status
1,499,398	8/9/88	Sections 8 and 15 affidavits filed in 1995/accepted	Security interest recorded
1,500,389	8/16/88	Sections 8 and 15 affidavits filed in 1995/accepted	Security interest recorded
1,502,909	9/6/88	Sections 8 and 15 affidavits filed in 1995/accepted	Security interest recorded