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9-12-00

### 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

Execution Date  
Month Day Year

Name

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/AKA/TA

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

09/20/2000 NTHAI1 00000005 75729856

01 FC:481 40.00 OP  
02 FC:482 150.00 OP

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. 20433. 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" value="75729856"/>	<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="1722170"/>	<input type="text" value="1987605"/>	<input type="text" value="2026089"/>
<input type="text" value="2194527"/>	<input type="text" value="1947541"/>	<input type="text" value="1564820"/>
<input type="text"/>	<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.

Sara E. Lankford



9-1-00

Name of Person Signing

Signature

Date Signed

TRADEMARK SECURITY AGREEMENT

THIS TRADEMARK SECURITY AGREEMENT (the "Agreement") is made and entered into as of October 4, 1999 by GDH INTERNATIONAL, INC. a Texas corporation, having an office at 611 Magic Mile, Suite 205, Arlington, Texas 76011 ("Undersigned"), in favour of RCD Investments No. 4, Ltd., a limited partnership, having an office at 204 South Mesquite St., Arlington, Texas, 76010 ("Lender").

WITNESSETH:

WHEREAS, the Lender has issued a facility letter dated October 4, 1999 in favour of, and accepted by, the Undersigned, SGC Investments Inc. ("SGC") and Nevada Bob's Pro Shop, Inc. ("NBPSI"), a debtor and debtor-in-possession (which indebtedness and liability are to be assumed by March Acquisition, Inc. which will continue under the name Nevada Bob's Pro Shop, Inc. following their merger), (as amended or otherwise modified from time to time, the "Credit Facility Agreement"), providing for the extension of credit by the Lender to the Undersigned, SGC and NBPSI. When capitalized and used herein, terms defined in the Credit Facility Agreement and not otherwise defined herein shall have the meanings ascribed to them in the Credit Facility Agreement; and

WHEREAS, the Lender has required, as a condition to the extension of credit under the Credit Facility Agreement, that Undersigned grant to the Lender a security interest in and to the Collateral (as defined herein).

AGREEMENT

NOW THEREFORE, in consideration of the premises and in order to induce the Lenders to extend credit under the Credit Facility Agreement, Undersigned hereby agrees with the Lender as follows:

1. Creation of Security Interest. Undersigned hereby grants to the Lender a security interest in all of Undersigned's right, title and interest in and to the collateral described in Section 2 herein (the "Collateral") in order to secure the payment and performance of all Indebtedness.
2. Collateral. The Collateral is:
  - (a) all of Undersigned's trademarks, trademark registrations, tradenames and trademark applications, which, in each case, are now or hereafter filed with the U.S. Patent and Trademark Office, any similar office or agency of any state, territory or possession of the United States or any similar office or agency of any other countries or used in the United States, any state, territory or possession thereof or any other country, including, without limitation, the trademarks, tradenames, trademark registrations and trademark applications listed on Schedule

A attached hereto and made a part hereof, and (i) renewals thereof, (ii) all income, royalties, damages and payments now and hereafter due or payable with respect thereto, including, without limitation, payments under all licenses entered into in connection therewith and damages and payments for past or future infringements thereof, (iii) the right to sue for past, present and future infringements thereof, and (iv) all rights corresponding thereto throughout the world (all of the foregoing trademarks, trademark registrations, tradenames and trademark applications, together with the items described in clauses (i)-(iv) in this subparagraph (a), are sometimes hereinafter referred to, either individually or collectively, as the "Trademarks"); and

- (b) the goodwill of Undersigned's business connected with and symbolized by the Trademarks.

3. Restrictions on Future Agreements. Until the Indebtedness shall have been satisfied in full and the Credit Facility Agreement shall have been terminated, Undersigned will not without the Lender's prior written consent, (a) enter into any agreement, including, without limitation, any license agreement that is inconsistent with Undersigned's Indebtedness under this Agreement, any other Security Document to which Undersigned is a party, or the Credit Facility Agreement, (b) take any action, or permit any action to be taken by others subject to its control, including licensees, or fail to take any action (including, without limitation, the abandonment of any Trademark), that would affect the validity or enforceability of the rights transferred to the Lender under this Agreement, or (c) enter into any agreement, including, without limitation, any license agreement that may restrict or inhibit the Lender's rights to sell or otherwise dispose of the Collateral or any part thereof after the occurrence of an Event of Default.

4. New Trademarks. Undersigned represents and warrants that the Trademarks listed on Schedule A constitute all of the registered trademarks, tradenames and applications which are as of the Closing Date owned by or are pending on behalf of Undersigned in the United States or any state of the United States (as set forth on Schedule A) and that Undersigned is not aware of any such trademarks and tradenames which are not registered in the United States or any state thereof. If, before the Indebtedness shall have been satisfied in full, Undersigned shall (a) (i) obtain any registration or apply for any registration after the date hereof in the United States Patent and Trademark Office or in any similar office or agency of a state, territory or possession of the United States or (ii) obtain rights to any trademarks or tradenames used in the United States or any state, territory or possession thereof, or (b) (i) become entitled to the benefit of any trademark application, trademark, tradename or trademark registration in the United States or any state, territory or possession thereof or (ii) become entitled to the benefit of any trademark or tradenames used in the United States or any state, territory or possession thereof, the provisions of Section 1 shall automatically apply thereto and Undersigned shall give to the Lender prompt written notice thereof. Undersigned hereby authorizes the Lender to modify this Agreement by amending Schedule A to include any future trademarks, trademark registrations, trademark

applications and tradenames that are Trademarks, as applicable, under Section 2 or under this Section 4.

5. Additional Representations and Warranties. Undersigned hereby represents, warrants, covenants and agrees that:

- (a) Except as otherwise provided herein or in the Credit Facility Agreement, it is and will continue to be the owner of all its right, title and interest in the Collateral so long as the Trademarks shall continue in force, free from any Lien in favor of any Person.
- (b) It has the full right and power to grant the security interest in the Collateral made hereby.
- (c) Except as otherwise provided in the Credit Facility Agreement, it has made no previous assignment, transfer or agreements in conflict herewith or constituting a present or future assignment, transfer, or encumbrance on any of the Collateral except, but without in any way limiting the provisions of subsection 5(b) above, for license agreements to use such Collateral granted to licensees and consents and other agreements which limit the right of Undersigned or its licensees to use the Trademarks or sue for infringement.
- (d) Except as otherwise provided in the Credit Facility Agreement and so long as any Indebtedness remains outstanding under the Credit Facility Agreement or the Credit Facility Agreement has not terminated, it will not execute, and there will not be on file in any public office, any financing statement or other document or instruments evidencing or giving notice of liens affecting the Collateral.
- (e) To the best of the Undersigned's knowledge, no material infringement or unauthorized use presently is being made of any of the Trademarks which would adversely affect the fair market value of the Collateral or the benefits of this Agreement granted to the Lender, including, without limitation, the validity, priority or perfection of the security interest granted herein or the remedies of the Lender hereunder and Undersigned will continue to maintain monitoring and enforcement practices which fully and adequately protect the Collateral. Undersigned has advised the Lender of its trademark monitoring and enforcement practices, and will not materially modify such practices without the prior written consent of the Lender.

6. Royalties; Terms. Undersigned hereby agrees that the permitted use by the Lender of all Trademarks shall be worldwide without any liability for royalties or other related charges from the Lender to Undersigned. The term of the security interest granted herein shall extend until the

earlier of (a) the expiration of each of the respective Trademarks, or (b) the Indebtedness have been paid in full and the Credit Facility Agreement has been terminated.

7. Lender's Right to Inspect. Undersigned agrees that from and after the occurrence of an Event of Default and the provision by the Lender of written notice to Undersigned of the Lender's intention to enforce its rights and claims against any of the Collateral, the Lender shall have the right to establish such additional product quality controls as the Lender, in its sole judgment, may deem necessary to assure maintenance of the quality of products sold by Undersigned under the Trademarks. Undersigned agrees (a) not to sell or assign its interest in, or grant any license under the Trademarks that is inconsistent with Undersigned's obligations under this Agreement, any other Security Document to which Undersigned is a party, or the Credit Facility Agreement, without the prior written consent of the Lender; (b) to maintain the quality of any and all products in connection with which the Trademarks are used, consistent with the quality of such products as of the date hereof; (c) not reduce the quality of such products without the Lender's express written consent; and (d) to provide the Lender, upon request, with a certificate of an officer of Undersigned certifying Undersigned's compliance with the foregoing.

8. Termination of Lender's Security Interest. This Agreement is made for collateral purposes only. Upon payment in full of all Indebtedness and termination of the Credit Facility Agreement, the Lender shall, at Undersigned's sole cost and expense, execute and deliver to Undersigned all termination statements and other instruments as may be necessary or proper to terminate the Lender's security interest in the Collateral, subject to any disposition thereof which may have been made by the Lender pursuant to Section 15 or any other provision hereof or pursuant to the Credit Facility Agreement.

9. Duties of Undersigned. Undersigned shall (a) prosecute diligently any trademark application that is part of the Trademarks pending as of the date hereof or thereafter until the Indebtedness shall have been paid in full and the Credit Facility Agreement shall have been terminated, (b) make application for trademarks, as appropriate, (c) preserve and maintain all rights in trademark applications, trademarks, tradenames, and trademark registrations that are part of the Trademarks, (d) not abandon any right to file a trademark application nor any pending trademark application, in each case if material to Undersigned's business, if the value thereof could reasonably be expected to justify the cost of obtaining such trademark, (e) not abandon any given Trademark material to Undersigned's business without the consent of the Lender, and (f) duly comply with all requirements of any governmental authority applicable to any Collateral or its use and with all covenants, terms or conditions upon which any Collateral or intellectual property used by the Undersigned is held or used.. Any expenses incurred in connection with the applications referred to in this Section 9 shall be borne by Undersigned. Undersigned agrees to retain an experienced trademark attorney for the filing and prosecution of all such applications and other proceedings and to cause such attorney to keep the Lender and its counsel advised on a current basis of any such applications or proceedings.

If Undersigned fails to comply with any of the foregoing duties, the Lender may so comply in Undersigned's name to the extent permitted by law, but at Undersigned's expense, and Undersigned hereby agrees to reimburse the Lender in full for all expenses, including the fees and disbursements of attorneys and paralegals (including charges for inside counsel) incurred by the Lender in protecting, defending and maintaining the Collateral.

In the event that Undersigned shall fail to pay when due any fees required to be paid by it hereunder, or shall fail to discharge any Lien, prohibited hereby, or shall fail to comply with any other duty hereunder, the Lender may, but shall not be required to pay, satisfy, discharge or bond the same for the account of Undersigned, and all moneys so paid out shall be Indebtedness of Undersigned repayable on demand, together with interest at a per annum rate of two percent (2%) above the Reference Bank's Prime Rate.

Undersigned shall take all action necessary to preserve and maintain the validity, perfection and first priority of the Lender's security interest granted herein in the Collateral.

10. Lender's Right to Sue. From and after the occurrence of an Event of Default and the provision by the Lender of written notice to Undersigned of the Lender's intention to enforce its right and claims against any of the Collateral, the Lender shall have the right, but shall in no way be obligated, to bring suit in its own name to enforce the Collateral, and any licenses thereunder, and, if the Lender shall commence any such suit, Undersigned shall, at the request of the Lender, do any and all lawful acts and execute any and all proper documents required by the Lender in aid of such enforcement and Undersigned shall indemnify and shall, upon demand, promptly reimburse the Lender for all costs and expenses incurred by the Lender in the exercise of its rights under this Section 10.

11. Waivers. No course of dealing between Undersigned and the Lender, nor any failure to exercise, nor any delay in exercising, on the part of the Lender, any right, power or privilege hereunder or under the Credit Facility 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.

12. Severability. 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 any jurisdiction. If any provision hereof shall render an otherwise valid Trademark invalid or ineffective, then such provision shall be void ab initio to the extent that the validity or effectiveness of the Trademark is thereby preserved and Undersigned shall make suitable other valid arrangements to provide the Lender with equivalent protections to that intended hereby.

13. Amendments. This Agreement or any provision thereof may be changed, waived, or terminated only in the manner set forth in Section 4 hereof or as provided for in the Credit Facility Agreement.

14. Remedies. If any Event of Default shall have occurred and be continuing, then the Lender shall be entitled to exercise in respect of the Collateral, in addition to other rights and remedies provided for herein or otherwise available to it, all of the rights and remedies of a secured party under the Uniform Commercial Code (the "Code") (whether or not the Code applies to the affected Collateral) and also may (a) require Undersigned, and Undersigned hereby agrees that it will upon the request of the Lender, forthwith, (i) execute and deliver an assignment, substantially in the form of Exhibit A hereto, of all right, title and interest in and to the Collateral, and (ii) take such other action as the Lender may request to effectuate the outright assignment of such Collateral or to exercise, register or further perfect and protect its rights and remedies with respect to such assigned Collateral, and (b) without notice except as specified below, sell the Trademarks and the goodwill of the businesses related thereto or any part thereof in one or more parcels at public or private sale, at any of the Lender's offices or elsewhere, for cash, on credit or for future delivery, and upon such terms as the Lender may deem commercially reasonable. Undersigned agrees that at least ten (10) days' notice to Undersigned of the time and place of any public sale or the time which any private sale is to be made shall constitute reasonable notification. The Lender shall not be obligated to make any sale of the Collateral regardless of notice of sale having been given. The Lender may adjourn any public or private sale from time to time by announcement at the time and place fixed therefor, and such sale may, without further notice, be made at the time and place to which it was so adjourned.

15. Cumulative Remedies; Power of Attorney; Effect on Credit Facility Agreement. All of the Lender's rights and remedies with respect to the Collateral, whether established hereby, by the Credit Facility Agreement, by any other agreements, or by law shall be cumulative and may be exercised singularly or concurrently. Undersigned hereby authorizes the Lender to make, constitute and appoint any officer or agent of the Lender as the Lender may select, in its sole discretion, as Undersigned's true and lawful attorney-in-fact which power of attorney shall be irrevocable and shall be deemed to be coupled with an interest, with power, from and after the occurrence of an Event of Default (a) to (i) endorse Undersigned's name on all applications, documents, papers and instruments necessary or desirable for the Lender in the use of the Collateral including, without limitation, if Undersigned fails to execute and deliver within three (3) Business Days the assignment substantially in the form of Exhibit A hereto, or (ii) take any other actions with respect to the Collateral as the Lender deems in the best interest of the Lender, and (b) after the provision by the Lender of written notice to Undersigned of the Lender's intention to enforce its rights and claims against any of the Collateral, to (i) grant or issue any exclusive or non-exclusive license under the Collateral to anyone, or (ii) assign, pledge, convey or otherwise transfer title in or dispose of the Collateral to anyone. Undersigned hereby ratifies all that such attorney shall lawfully do or cause to be done by virtue hereof. This power of attorney, being coupled with an interest, shall be irrevocable until all Indebtedness shall have been paid in full and the Credit Facility Agreement has been terminated. Undersigned



acknowledges and agrees that this Agreement is not intended to limit or restrict in any way the rights and remedies of the Lender under the Credit Facility Agreement but rather is intended to facilitate the exercise of such rights and remedies. The Lender shall have, in addition to all other rights and remedies given it by the terms of this Agreement, all rights and remedies allowed by law and the rights and remedies of a secured party under the Code as enacted in any jurisdiction in which the Collateral may be located. Recourse to security will not be required at any time.

16. Notice. Any notice, approval, consent or other communication to any party hereunder shall be in the form and manner, and to the addresses as set forth in the Credit Facility Agreement.

17. Continuing Security Interest; Transfer of Notes. This Agreement shall create a continuing security interest in the Collateral and shall (a) remain in full force and effect until payment in full (after the Credit Facility Agreement has been terminated) of the Indebtedness, (b) be binding upon Undersigned, its successors and assigns, and (c) inure, together with the rights and remedies of the Lender hereunder, to the benefit of the Lender, the Lenders and their respective successors, transferees and assigns as permitted under the Credit Facility Agreement. Without limiting the generality of the foregoing clause (c), any Lender may, except as limited by the express terms of the Credit Facility Agreement, assign or otherwise transfer any of its interests in the Credit Facility Agreement held by it to any other person or entity, and such other person or entity shall thereupon become vested with all the benefits in respect thereof granted to such Lender herein or otherwise.

18. Authority of Lender. The Lender shall have and be entitled to exercise all powers hereunder which are specifically delegated to the Lender by the terms hereof, together with such powers as are reasonably incident thereto. The Lender may perform any of its duties hereunder or in connection with the Collateral by or through agents or employees and shall be entitled to retain counsel and to act in reliance upon the advice of counsel concerning all such matters. Neither the Lender nor any director, officer, employee, attorney or agent of the Lender shall be liable to Undersigned for any action taken or omitted to be taken by it or them hereunder, except for its or their own gross negligence or willful misconduct; nor shall the Lender be responsible for the validity, effectiveness or sufficiency hereof or of any document or security furnished pursuant hereto. The Lender and its directors, officers, employees, attorneys and agents shall be entitled to rely on any communication, instrument or document believed by it or them to be genuine and correct and to have been signed or sent by the proper person or persons. Undersigned agrees to indemnify and hold harmless the Lender and any other person from and against any and all costs, expenses (including fees and expenses of attorneys and paralegals (including charges of inside counsel)), claims or liability incurred by the Lender or such person hereunder, unless such claim or liability shall be due to willful misconduct or gross negligence on the part of the Lender or such person.

19. Interpretation of Agreement. Time is of the essence of each provision of this Agreement of which time is an element. All terms not defined herein shall have the meaning set forth in the

Code, except where the context otherwise requires. To the extent any term or provision of this Agreement conflicts with the Credit Facility Agreement and is not dealt with more specifically herein, the Credit Facility Agreement shall control with respect to such term or provision.

20. Reinstatement. This Agreement shall continue to be effective or be reinstated, as the case may be, if at any time any amount received by the Lender in respect of the Indebtedness is rescinded or must otherwise be restored or returned by the Lender upon the insolvency, bankruptcy, dissolution, liquidation or reorganization of Undersigned or upon the appointment of any intervenor or conservator of, or trustee or similar official for, the Undersigned or any substantial part of its assets, or otherwise, all as though such payments had not been made.

21. Final Expression. This Agreement, together with any other agreement executed in connection herewith, is intended by the parties as a final expression of their agreement and is intended as a complete and exclusive statement of the terms and conditions thereof. Acceptance of or acquiescence in a course of performance rendered under this Agreement shall not be relevant to determine the meaning of this Agreement even though the accepting or acquiescing party had knowledge of the nature of the performance and opportunity for objection.

22. Survival of Provisions. All representations, warranties and covenants of Undersigned contained herein shall survive the execution and delivery of this Agreement, and shall terminate only upon the full and final payment and performance by Undersigned of its indebtedness and Indebtedness secured hereby.

23. Release; Termination of Agreement.

- (a) Upon Lender's written consent, Undersigned may sell or dispose of any Collateral. If consented to by Lender, the Lender shall execute and deliver to Undersigned a release or releases (including, without limitation, Uniform Commercial Code termination statements and instruments of satisfaction, discharge, or reconveyance) in form reasonably satisfactory to the Lender to release the lien of this Agreement with respect to such released Collateral. Such releases shall be without warranty by or recourse to the Lender, except as to the absence of any prior assignments by the Lender of its interest in the Collateral, and shall be at the expense of Undersigned.
- (b) This Agreement shall terminate upon full and final payment and performance of all the Indebtedness. At such time, the Lender shall, at the request of Undersigned, reassign and redeliver to Undersigned all of the Collateral hereunder which has not been sold, disposed of, retained or applied by the Lender in accordance with the terms hereof. Such reassignment and redelivery shall be without warranty by or recourse to the Lender, except as to the absence of any prior assignments by the Lender of its interest in the Collateral, and shall be at the expense of Undersigned.

24. Counterparts. This Agreement may be executed in one or more counterparts, each of which shall be deemed an original but all of which shall together constitute one and the same agreement.

25. Statute of Limitations. Undersigned hereby waives the right to plead any statute of limitations as a defense to any indebtedness or Indebtedness hereunder or secured hereby to the full extent permitted by law.

26. GOVERNING LAW; SUBMISSION TO JURISDICTION; WAIVER OF JURY TRIAL; WAIVER OF DAMAGES.

- (a) THIS AGREEMENT SHALL BE GOVERNED BY AND INTERPRETED UNDER THE LAWS OF THE STATE OF TEXAS, AND ANY DISPUTE ARISING OUT OF, CONNECTED WITH, RELATED TO, OR INCIDENTAL TO THE RELATIONSHIP ESTABLISHED BETWEEN UNDERSIGNED, THE LENDER IN CONNECTION WITH THIS AGREEMENT, AND WHETHER ARISING IN CONTRACT, TORT, EQUITY OR OTHERWISE, SHALL BE RESOLVED IN ACCORDANCE WITH THE INTERNAL LAWS (AS OPPOSED TO THE CONFLICTS OF LAWS PROVISIONS) AND DECISIONS OF THE TEXAS OF TEXAS.
- (b) EXCEPT AS PROVIDED IN THE NEXT PARAGRAPH, UNDERSIGNED AND THE LENDER AGREE THAT ALL DISPUTES BETWEEN THEM ARISING OUT OF, CONNECTED WITH, RELATED TO, OR INCIDENTAL TO THE RELATIONSHIP ESTABLISHED BETWEEN THEM IN CONNECTION WITH THIS AGREEMENT, AND WHETHER ARISING IN CONTRACT, TORT, EQUITY, OR OTHERWISE, SHALL BE RESOLVED ONLY BY STATE OR FEDERAL COURTS LOCATED IN THE COUNTY OF COOK, STATE OF TEXAS, BUT UNDERSIGNED AND THE LENDER ACKNOWLEDGE THAT ANY APPEALS FROM THOSE COURTS MAY HAVE TO BE HEARD BY A COURT LOCATED OUTSIDE OF THE COUNTY OF COOK, STATE OF TEXAS. UNDERSIGNED WAIVES IN ALL DISPUTES ANY OBJECTION THAT IT MAY HAVE TO THE LOCATION OF THE COURT CONSIDERING THE DISPUTE INCLUDING, WITHOUT LIMITATION, ANY OBJECTION TO THE LAYING OF VENUE OR BASED ON THE GROUNDS OF FORUM NON CONVENIENS.
- (c) UNDERSIGNED AGREES THAT THE LENDER SHALL HAVE THE RIGHT, TO THE EXTENT PERMITTED BY APPLICABLE LAW, TO PROCEED AGAINST UNDERSIGNED OR ITS PROPERTY IN A COURT IN ANY LOCATION REASONABLY SELECTED IN GOOD FAITH TO ENABLE THE LENDER TO REALIZE ON SUCH PROPERTY, OR TO ENFORCE A JUDGMENT OR OTHER COURT ORDER ENTERED IN FAVOR OF THE

LENDER. UNDERSIGNED AGREES THAT IT WILL NOT ASSERT ANY PERMISSIVE COUNTERCLAIMS IN ANY PROCEEDING BROUGHT BY THE LENDER TO REALIZE ON SUCH PROPERTY, OR TO ENFORCE A JUDGMENT OR OTHER COURT ORDER IN FAVOR OF THE LENDER. UNDERSIGNED WAIVES ANY OBJECTION THAT IT MAY HAVE TO THE LOCATION OF THE COURT IN WHICH THE LENDER HAS COMMENCED A PROCEEDING DESCRIBED IN THIS PARAGRAPH INCLUDING, WITHOUT LIMITATION, ANY OBJECTION TO THE LAYING OF VENUE OR BASED ON THE GROUNDS OF FORUM NON CONVENIENS.

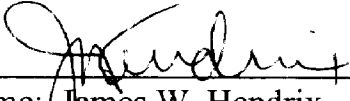
- (d) UNDERSIGNED AND THE LENDER EACH WAIVE ANY RIGHT TO HAVE A JURY PARTICIPATE IN RESOLVING ANY DISPUTE, WHETHER SOUNDING IN CONTRACT, TORT, OR OTHERWISE ARISING OUT OF, CONNECTED WITH, RELATED TO OR INCIDENTAL TO THE RELATIONSHIP ESTABLISHED BETWEEN THEM IN CONNECTION WITH THIS AGREEMENT. INSTEAD, ANY DISPUTES RESOLVED IN COURT WILL BE RESOLVED IN A BENCH TRIAL WITHOUT A JURY.
- (e) UNDERSIGNED (I) AGREES THAT THE SHALL HAVE NO LIABILITY TO UNDERSIGNED (WHETHER SOUNDING IN TORT, CONTRACT OR OTHERWISE) FOR LOSSES SUFFERED BY UNDERSIGNED IN CONNECTION WITH, ARISING OUT OF, OR IN ANY WAY RELATED TO, THE TRANSACTIONS CONTEMPLATED AND THE RELATIONSHIP ESTABLISHED BY THIS AGREEMENT, OR ANY ACT, OMISSION OR EVENT OCCURRING IN CONNECTION THEREWITH, UNLESS IT IS DETERMINED BY A JUDGMENT OF A COURT THAT IS BINDING ON THE LENDER (WHICH JUDGMENT SHALL BE FINAL AND NOT SUBJECT TO REVIEW ON APPEAL), THAT SUCH LOSSES WERE THE RESULT OF ACTS OR OMISSIONS ON THE PART OF THE LENDER, CONSTITUTING GROSS NEGLIGENCE, WILLFUL MISCONDUCT OR KNOWING VIOLATIONS OF LAW AND (II) WAIVES, RELEASES AND AGREES NOT TO SUE UPON ANY CLAIM AGAINST THE LENDER (WHETHER SOUNDING IN TORT, CONTRACT OR OTHERWISE), EXCEPT A CLAIM BASED UPON GROSS NEGLIGENCE, WILLFUL MISCONDUCT OR KNOWING VIOLATIONS OF LAW. WHETHER OR NOT SUCH DAMAGES ARE RELATED TO A CLAIM THAT IS SUBJECT TO THE WAIVER EFFECTED ABOVE AND WHETHER OR NOT SUCH WAIVER IS EFFECTIVE, NEITHER THE LENDER SHALL HAVE ANY LIABILITY WITH RESPECT TO, AND UNDERSIGNED HEREBY WAIVES, RELEASES AND AGREES NOT TO SUE UPON ANY CLAIM FOR, ANY SPECIAL, INDIRECT, CONSEQUENTIAL OR PUNITIVE DAMAGES SUFFERED BY UNDERSIGNED IN CONNECTION WITH, ARISING OUT OF, OR IN ANY WAY RELATED TO THE TRANSACTIONS CONTEMPLATED OR THE

RELATIONSHIP ESTABLISHED BY THIS AGREEMENT, OR ANY ACT, OMISSION OR EVENT OCCURRING IN CONNECTION THEREWITH, UNLESS IT IS DETERMINED BY A JUDGMENT OF A COURT THAT IS BINDING ON THE LENDER (WHICH JUDGMENT SHALL BE FINAL AND NOT SUBJECT TO REVIEW ON APPEAL), THAT SUCH DAMAGES WERE THE RESULT OF ACTS OR OMISSIONS ON THE PART OF THE LENDER, CONSTITUTING WILLFUL MISCONDUCT OR KNOWING VIOLATIONS OF LAW.

- (f) UNDERSIGNED WAIVES ALL RIGHTS OF NOTICE AND HEARING OF ANY KIND PRIOR TO THE EXERCISE BY THE LENDER OF ITS RIGHTS FROM AND AFTER THE OCCURRENCE OF AN EVENT OF DEFAULT TO REPOSSESS THE COLLATERAL WITH JUDICIAL PROCESS OR TO REPLEVY, ATTACH OR LEVY UPON THE COLLATERAL OR OTHER SECURITY FOR THE INDEBTEDNESS. UNDERSIGNED WAIVES THE POSTING OF ANY BOND OTHERWISE REQUIRED OF THE LENDER IN CONNECTION WITH ANY JUDICIAL PROCESS OR PROCEEDING TO OBTAIN POSSESSION OF, REPLEVY, ATTACH OR LEVY UPON COLLATERAL OR OTHER SECURITY FOR THE INDEBTEDNESS, TO ENFORCE ANY JUDGMENT OR OTHER COURT ORDER ENTERED IN FAVOR OF THE LENDER, OR TO ENFORCE BY SPECIFIC PERFORMANCE, TEMPORARY RESTRAINING ORDER, PRELIMINARY OR PERMANENT INJUNCTION THIS SECURITY AGREEMENT OR ANY OTHER AGREEMENT OR DOCUMENT BETWEEN UNDERSIGNED AND THE LENDER.


IN WITNESS WHEREOF, Undersigned has duly executed and delivered this Agreement as of the day and year first above written.

GDH INTERNATIONAL, INC.

By:  C/S  
Name: James W. Hendrix  
Title: Vice President

By acceptance hereof as of this 4<sup>th</sup> day of October, 1999, the Lender agrees to be bound by the provisions hereof.

RCD INVESTMENTS NO. 4, LTD.,  
by its sole General Partner,  
NBUK MANAGEMENT, LLC,  
a Texas limited liability company

By:   
Name: Anthony J. Loth  
Title: Vice-President

[Signature page to GDH Trademark Security Agreement - U.S.]

SCHEDULE A

To

TRADEMARK SECURITY AGREEMENT

Dated as of October 4, 1999

Trademarks Owned by GDH International, Inc.

<b>TRADEMARK</b>	<b>REGISTRATION/ APPLICATION NO.</b>	<b>REGISTRATION/ FILING DATE</b>
ALIEN SPORT	1,722,170	10/6/92
HYDRO-TOUCH	1,987,605	7/16/96
ALIEN SPORT & DESIGN	2,026,089	12/24/96
MISCELLANEOUS DESIGN (ALIEN 1 WEDGE)	2,194,527	10/13/98
CROSSBOW	1,947,541	1/9/96
TOURSHOT	1,564,820	11/7/89
DS9	SN# 75/613,890	12/30/98
ENERGYMAGNETS	SN# 75/587,901	11/12/98
QUADMETAL	SN# 75/588,984	11/16/98
TI-BRETTA	SN# 75/729,856	6/15/99
TI-RYLLIUM	SN# 75/613,891	12/30/98
VADER	SN# 75/724,308	6/8/99

## Exhibit A To Trademark Security Agreement

## EXHIBIT A

## FORM OF ASSIGNMENT

ASSIGNMENT OF TRADEMARKS

THIS ASSIGNMENT OF TRADEMARKS ("Assignment") is made as of October 4, 1999, by and between GDH INTERNATIONAL, INC. a Texas corporation, having an office at 611 Magic Mile, Suite 205, Arlington, Texas 76011 ("Assignor"), in favour of RCD Investments No. 4, Ltd., a limited partnership, having an office at 204 South Mesquite St., Arlington, Texas. 76010 ("Assignee").

Recitals

WHEREAS, Assignee has issued a facility letter dated October 4, 1999 in favour of, and accepted by, Assignor, SGC Investments Inc. ("SGC") and Nevada Bob's Pro Shop, Inc. ("NBPSI"), a debtor and debtor-in-possession (which indebtedness and liability are to be assumed by March Acquisition, Inc. which will continue under the name Nevada Bob's Pro Shop, Inc. following their merger) as amended or otherwise modified from time to time, providing for the extension of credit by the Assignee to Assignor, SGC and NBPSI;

WHEREAS, Assignor and Assignee are parties to that certain Trademark Security Agreement dated as of October 4, 1999, made by Assignor to Assignee (the "Agreement") providing that under certain conditions specified therein Assignor shall execute this Assignment; and

WHEREAS, the aforementioned conditions have been fulfilled.

NOW THEREFORE, Assignor hereby agrees as follows:

1. Assignment of Trademarks. Assignor hereby grants, assigns and conveys to Assignee its entire right, title and interest in and to (a) the trademarks, tradenames, trademark registrations and trademark applications listed on Schedule I attached hereto and made a part hereof, and (i) all renewals thereof, (ii) all income, royalties, damages, payments and other proceeds now and hereafter due or payable with respect thereto, including, without limitation, payments under all licenses entered into in connection therewith and damages and payments for past or future infringements thereof, (iii) the right to sue for past, present and future infringements thereof, and (iv) all rights corresponding thereto throughout the world (all of the foregoing are sometimes hereinafter referred to, either individually or collectively, as the "Trademarks"), and (b) the



goodwill of Assignor's business connected with and symbolized by the Trademarks. The Trademarks and such goodwill are collectively referred to herein as the "Collateral".

2. Representations and Warranties. Assignor represents and warrants that it has the full right and power to make the assignment of the Collateral made hereby and that it has made no previous assignment, transfer, agreement in conflict herewith or constituting a present or future assignment or encumbrance of any or all of the Collateral, except as set forth in the Agreement.

3. Modification. This Assignment cannot be altered, amended or modified in any way, except by a writing signed by the parties hereto.

4. Binding Effect; Governing Law. This Assignment shall be binding upon Assignor and its successors and shall inure to the benefit of Assignee and its successors and assigns. This Assignment shall, except to the extent that federal law or laws of another state apply to the Collateral or any part thereof, be governed by and construed in accordance with the laws of the State of Texas.

IN WITNESS WHEREOF, Assignor has caused this Assignment to be executed and delivered as of the date first above written.

GDH INTERNATIONAL, INC.

By: \_\_\_\_\_ C/S

Name: James W. Hendrix

Title: Vice President

**SCHEDULE I**

Trademarks

Trademark Registration Number or  
(Application Serial Number)

Registration or Filing  
Date)

[To be completed at time of outright assignment, to reflect all their existing Trademarks.]

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