Electronic Version v1.1 Stylesheet Version v1.1

 SUBMISSION TYPE:
 NEW ASSIGNMENT

 NATURE OF CONVEYANCE:
 SECURITY INTEREST

CONVEYING PARTY DATA

| Name | Formerly | Execution Date | Entity Type |
|------------------|----------|----------------|------------------------------------------|
| Imperial Toy LLC | | 112/20/2005 | LIMITED LIABILITY COMPANY: CALIFORNIA |

RECEIVING PARTY DATA

| Name: | Union Bank of California, N.A. |
|-----------------|--------------------------------|
| Street Address: | 445 South Figueroa Street |
| City: | Los Angeles |
| State/Country: | CALIFORNIA |
| Postal Code: | 90017 |
| Entity Type: | National Banking Association: |

PROPERTY NUMBERS Total: 63

| Property Type | Number | Word Mark |
|----------------------|----------|-------------------------------|
| Serial Number: | 78750822 | BOINGEE |
| Serial Number: | 78676733 | PRINCESS TALES BY PETITE MISS |
| Serial Number: | 78676727 | PRINCESS TALES BY PETITE MISS |
| Serial Number: | 76631732 | EVER BUBBLE BLASTER |
| Serial Number: | 76631731 | BOINGEE BUBBLES |
| Serial Number: | 76629850 | HOVER BUBBLE |
| Serial Number: | 76626960 | |
| Serial Number: | 76624149 | X! |
| Serial Number: | 76624126 | X! PRESSIONS BY PETITE MISS |
| Serial Number: | 76622982 | GOOGLY |
| Serial Number: | 76622981 | AFTERMARKET |
| Serial Number: | 76621078 | FUSILLY |
| Registration Number: | 2857556 | STRETCHABLE |
| | | |

TRADEMARK "REEL: 003269 FRAME: 0667

900044327

| Registration Number: | 2946454 | STEEL ON WHEELS | |
|----------------------|---------|--------------------------------------|--|
| Registration Number: | 2518415 | SWEET SPOT CANDY | |
| Registration Number: | 2472345 | SWEET SPOT | |
| Registration Number: | 2531157 | FUN ZONE | |
| Registration Number: | 2401496 | PEBBLE PETS | |
| Registration Number: | 2286659 | SWEETHEART TROLLS | |
| Registration Number: | 2218923 | CREATURES OF THE WORLD | |
| Registration Number: | 2250555 | FINGER PUPPY | |
| Registration Number: | 2352426 | FINGER PONIES | |
| Registration Number: | 2276645 | FINGER PET | |
| Registration Number: | 2309781 | BUGS WORLD | |
| Registration Number: | 2273554 | IMPERIAL | |
| Registration Number: | 2277247 | IMPERIAL | |
| Registration Number: | 2138766 | MIRACLE BUBBLES | |
| Registration Number: | 2237317 | HYPER TECH | |
| Registration Number: | 2259751 | J.U.S.T. MAKEUP | |
| Registration Number: | 2097159 | TOUGHEST TOYS ON WHEELS | |
| Registration Number: | 2115292 | PRETTY COOL, PRETTY CUTE, PRETTY YOU | |
| Registration Number: | 2049983 | STAR PATROL | |
| Registration Number: | 2354280 | BUBBLE FACTORY | |
| Registration Number: | 1908634 | SURE SHOT | |
| Registration Number: | 1960802 | SURE SHOT | |
| Registration Number: | 1926559 | PETITE PRINCESS | |
| Registration Number: | 1849462 | MILITARY FORCE | |
| Registration Number: | 1725951 | SONIC HAULER | |
| Registration Number: | 1791037 | MIGHTY MACHINES | |
| Registration Number: | 1755511 | BITSY BUDDYS | |
| Registration Number: | 1883035 | LEGENDS OF THE WILD WEST | |
| Registration Number: | 1711896 | PIRATES OF THE HIGH SEAS | |
| Registration Number: | 1638511 | PETITE MISS | |
| Registration Number: | 1516521 | EASY-WRITER | |
| Registration Number: | 1492381 | | |
| Registration Number: | 1492380 | FUN IN THE SUN | |
| Registration Number: | 1448706 | MY FIRST BUDDYS | |
| Registration Number: | 1405131 | M FORCE | |

| Registration Number: | 1416092 | TURBO |
|----------------------|----------|------------------|
| Registration Number: | 1399702 | "THE REAL STUFF" |
| Registration Number: | 1399701 | BLO 'N' BLAST |
| Registration Number: | 1329799 | "BIG BRUTE" |
| Registration Number: | 1329798 | "SUPER BRUTE" |
| Registration Number: | 1314851 | POWER DRIVERS |
| Registration Number: | 1189450 | BUDDY L |
| Serial Number: | 73142275 | |
| Registration Number: | 1060393 | BUDDY L |
| Registration Number: | 0992907 | IMPERIAL |
| Registration Number: | 0996975 | MIRACLE |
| Registration Number: | 0998680 | POOPATROOPER |
| Registration Number: | 0916207 | TEENY BOUNCERS |
| Registration Number: | 0866228 | BRUTE |
| Registration Number: | 0826380 | BUDDY L |

CORRESPONDENCE DATA

Fax Number: (213)630-5738

Correspondence will be sent via US Mail when the fax attempt is unsuccessful.

Phone: 213-891-5011

Email: jhawke@buchalter.com

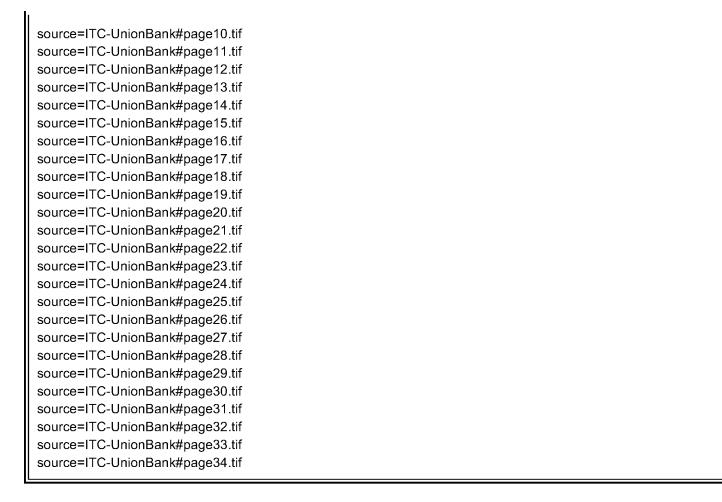
Correspondent Name: Jody Hawke

Address Line 1: 1000 Wilshire Boulevard, Suite 1500
Address Line 4: Los Angeles, CALIFORNIA 90017-2457

| ATTORNEY DOCKET NUMBER: | U2310-0243 |
|-------------------------|--------------|
| NAME OF SUBMITTER: | Jody Hawke |
| Signature: | /Jody Hawke/ |
| Date: | 03/15/2006 |

Total Attachments: 34

source=ITC-UnionBank#page1.tif source=ITC-UnionBank#page2.tif source=ITC-UnionBank#page3.tif source=ITC-UnionBank#page4.tif source=ITC-UnionBank#page5.tif source=ITC-UnionBank#page6.tif source=ITC-UnionBank#page7.tif source=ITC-UnionBank#page8.tif source=ITC-UnionBank#page9.tif



INTELLECTUAL PROPERTY SECURITY AGREEMENT

This INTELLECTUAL PROPERTY SECURITY AGREEMENT ("Agreement"), dated as of December 20, 2005, is entered into by and between IMPERIAL TOY LLC, a California limited liability company ("Debtor"), and UNION BANK OF CALIFORNIA, N.A. ("Secured Party"), in light of the following:

- A. ITC Holdings, LLC, a California limited liability company ("Borrower"), and Secured Party are contemporaneously herewith entering into that certain Loan and Security Agreement (as may be amended, supplemented or restated from time-to-time in accordance with the terms thereof, the "Loan Agreement") and other instruments, documents and agreements contemplated thereby or related thereto (collectively, and together with the Loan Agreement, the "Loan Documents");
- B. Debtor is wholly-owned by Borrower and is contemporaneously herewith entering into that certain Continuing Guaranty (the "Guaranty"), guarantying the Borrower's Obligations under the Loan Agreement;
- C. Debtor is the owner of certain intellectual property, identified below, in which Debtor is granting a security interest to Secured Party.
- D. It is contemplated that Debtor will assume the Borrower's Obligations under the Loan Agreement upon the consummation of the Acquisition and Merger (as defined in the Loan Agreement); and
- E. In order to induce Secured Party to enter into the Loan Agreement and to extend financial accommodations to Borrower pursuant thereto, and in consideration thereof, Debtor and Secured Party are entering into this Agreement as additional security for the Obligations (as such term is defined below).

NOW, THEREFORE, in consideration of the mutual promises, covenants, conditions, representations, and warranties hereinafter set forth and for other good and valuable consideration, the parties hereto mutually agree as follows:

1. DEFINITIONS AND CONSTRUCTION.

1.1 Definitions. The following terms, as used in this Agreement, have the following meanings:

"Code" means the Uniform Commercial Code, as amended and supplemented from time to time, and any successor statute as presently in effect in California.

"Collateral" means:

(i) Each of the trademarks and rights and interest which are capable of being protected as trademarks (including trademarks, service marks, designs, logos, indicia, tradenames, corporate names, company names, business names, fictitious

business names, trade styles, and other source or business identifiers, and applications pertaining thereto), which are presently, or in the future may be, owned, created, acquired, or used (whether pursuant to a license or otherwise) by Debtor, in whole or in part, and all trademark rights with respect thereto throughout the world, including all proceeds thereof (including license royalties and proceeds of infringement suits), and rights to renew and extend such trademarks and trademark rights;

- (ii) Each of the patents and patent applications which are presently, or in the future may be, owned, issued, acquired, or used (whether pursuant to a license or otherwise) by Debtor, in whole or in part, and all patent rights with respect thereto throughout the world, including all proceeds thereof (including license royalties and proceeds of infringement suits), foreign filing rights, and rights to extend such patents and patent rights;
- (iii) Each of the copyrights and rights and interests capable of being protected as copyrights, which are presently, or in the future may be, owned, authored, acquired, or used (whether pursuant to a license or otherwise) by Debtor, in whole or in part, and all copyright rights with respect thereto throughout the world, including all proceeds thereof (including license royalties and proceeds of infringement suits), and all tangible property embodying the copyrights (including books, records, films, computer tapes or disks, photographs, specification sheets, source codes, object codes, and other physical manifestations of the foregoing);
- (iv) All of Debtor's right, title, and interest in and to the trademarks and trademark registrations listed on <u>Schedule A</u>, attached hereto, as the same may be updated hereafter from time to time;
- (v) All of Debtor's right, title, and interest, in and to the patents and patent applications listed on <u>Schedule B</u>, attached hereto, as the same may be updated hereafter from time to time;
- (vi) All of Debtor's right, title, and interest, in and to the copyrights and copyright registrations listed on <u>Schedule C</u>, attached hereto, as the same may be updated hereafter from time to time;
- (vii) All of Debtor's right, title and interest to register trademark claims under any state or federal trademark law or regulation of any foreign country and to apply for, renew, and extend the trademark registrations and trademark rights, the right (without obligation) to sue or bring opposition or cancellation proceedings in the name of Debtor or in the name of Secured Party for past, present, and future infringements of the trademarks, registrations, or trademark rights and all rights (but not obligations) corresponding thereto in the United States and any foreign country, and the associated goodwill;
- (viii) All of Debtor's right, title, and interest in all patentable inventions, and rights to file applications for patent under federal patent law or regulation of any foreign country, and to request reexamination and/or reissue of the patents, the right

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(without obligation) to sue or bring interference proceedings in the name of Debtor or in the name of Secured Party for past, present, and future infringements of the patents, and all rights (but not obligations) corresponding thereto in the United States and any foreign country;

- (ix) All of Debtor's rights to register copyright claims under any federal copyright law or regulation of any foreign country and to apply for registrations on original works, compilations, derivative works, collective works, and works for hire, the right (without obligation) to sue in the name of Debtor or in the name of Secured Party for past, present, and future infringements of the copyrights, and all rights (but not obligations) corresponding thereto in the United States and any foreign country;
 - (x) All general intangibles relating to the foregoing; and
- (xi) All proceeds of any and all of the foregoing (including, without limitation, license royalties and proceeds of infringement suits) and, to the extent not otherwise included, all payments under insurance, or any indemnity, warranty, or guaranty payable by reason of loss or damage to or otherwise with respect to the Collateral.

"Obligations" means all obligations, liabilities, and indebtedness of Debtor to Secured Party, whether direct, indirect, liquidated, or contingent, and whether arising under this Agreement, the Guaranty, the Loan Agreement, any other of the Loan Documents, or otherwise, including all costs and expenses described in Section 11.8 hereof.

1.2 Construction. Unless the context of this Agreement clearly requires otherwise, references to the plural include the singular, references to the singular include the plural, and the term "including" is not limiting. The words "hereof," "herein," "hereby," "hereunder," and other similar terms refer to this Agreement as a whole and not to any particular provision of this Agreement. Any initially capitalized terms used but not defined herein shall have the meaning set forth in the Loan Agreement. Any reference herein to any of the Loan Documents includes any and all alterations, amendments, extensions, modifications, renewals, or supplements thereto or thereof, as applicable.

2. GRANT OF SECURITY INTEREST.

Debtor hereby grants to Secured Party a first-priority security interest in all of Debtor's right, title, and interest in and to the Collateral to secure the Obligations.

3. REPRESENTATIONS, WARRANTIES AND COVENANTS.

Debtor hereby represents, warrants, and covenants that:

3.1 Copyrights; Trademarks; Service Marks; Patents.

(i) A true and complete schedule setting forth all material federal and state trademark and service mark registrations owned by Debtor, together with a

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summary description and full information in respect of the filing or issuance thereof is set forth on <u>Schedule A</u>;

- (ii) A true and complete schedule setting forth all material patent and patent applications owned by Debtor, together with a summary description and full information in respect of the filing or issuance thereof is set forth on Schedule B; and
- (iii) A true and complete schedule setting forth all material federal copyright registrations owned by Debtor, together with a summary description and full information in respect of the filing or issuance thereof is set forth on <u>Schedule C</u>.
- 3.2 Validity; Enforceability. Each of Debtor's material copyrights, patents, service marks and trademarks is valid and enforceable, and Debtor is not presently aware of any past, present, or prospective claim by any third party that any of its material copyrights, patents, service marks or trademarks are invalid or unenforceable, or that its use of any copyrights, patents, service marks or trademarks violates the rights of any third person, or of any basis for any such claims;
- 3.3 Title. Debtor is the sole and exclusive owner of the entire and unencumbered right, title, and interest in and to each of the material copyrights, copyright registrations, patents, patent applications, service marks, service mark registrations, trademarks, and trademark registrations set forth on Schedules A, B and C, free and clear of any liens, charges, and encumbrances, including pledges, assignments, licenses, shop rights, and covenants by Debtor not to sue third persons;
- 3.4 Notice. Debtor has used and will continue to use any legally required statutory notice in connection with its use of each of its material copyrights, patents, service marks and trademarks;
- 3.5 Quality. Debtor has used and will continue to use consistent standards of high quality (which may be consistent with Debtor's past practices) in the manufacture, sale, and delivery of products and services sold or delivered under or in connection with its material service marks and trademarks, including, to the extent applicable, in the operation and maintenance of its merchandising operations, and will continue to maintain the validity of its material service marks and trademarks in its good faith business judegement;
- 3.6 Perfection of Security Interest. Except for the filing of a financing statement with the Secretary of State of the State of California and filings with the United States Patent and Trademark Office and the United States Copyright Office necessary to perfect the security interests created hereunder, no authorization, approval, or other action by, and no notice to or filing with, any governmental authority or regulatory body is required either for the grant by Debtor of the security interest hereunder or for the execution, delivery, or performance of this Agreement by Debtor or for the perfection of Secured Party's security interest in the Collateral in the United States.

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4. AFTER-ACQUIRED COPYRIGHT, PATENT, SERVICE MARK OR TRADEMARK RIGHTS.

If Debtor shall obtain rights to any new copyrights, service marks, trademarks, any new patentable inventions or become entitled to the benefit of any patent application or patent for any reissue, division, or continuation, of any patent, the provisions of this Agreement shall automatically apply thereto. Debtor shall give prompt notice in writing to Secured Party with respect to any such new material service marks, trademarks or patents, or renewal or extension of any material service mark or trademark registration. Debtor shall bear any expenses incurred in connection with future patent applications or service mark or trademark registrations.

5. LITIGATION AND PROCEEDINGS.

Debtor shall commence and diligently prosecute in its own name, as the real party in interest, for its own benefit, and its own expense, such suits, administrative proceedings, or other action for infringement or other damages as are in its reasonable business judgment necessary to protect the Collateral. Debtor shall provide to Secured Party any information with respect thereto reasonably requested by Secured Party. Secured Party shall provide at Debtor's expense all necessary cooperation in connection with any such suits, proceedings, or action, including, without limitation, joining as a necessary party. Following Debtor's becoming aware thereof, Debtor shall notify Secured Party of the institution of, or any adverse determination in, any proceeding in the United States Patent and Trademark Office, the United States Copyright Office, or any United States, state, or foreign court regarding Debtor's claim of ownership in any of the material patents, copyrights, service marks or trademarks, its right to apply for the same, or its right to keep and maintain such copyright, patent, service mark or trademark rights.

POWER OF ATTORNEY.

Debtor grants Secured Party power of attorney, having the full authority, and in the place of Debtor and in the name of Debtor, from time to time following an Event of Default in Secured Party's discretion, to take any action and to execute any instrument which Secured Party may deem necessary or advisable to accomplish the purposes of this Agreement, including, without limitation, as may be subject to the provisions of this Agreement: (a) to endorse Debtor's name on all applications, documents, papers, and instruments necessary for Secured Party to use or maintain the Collateral; (b) to ask, demand, collect, sue for, recover, impound, receive, and give acquittance and receipts for money due or to become due under or in respect of any of the Collateral; (c) to file any claims or take any action or institute any proceedings that Secured Party may deem necessary or desirable for the collection of any of the Collateral or otherwise to enforce Secured Partys' rights with respect to any of the Collateral and to assign, pledge, convey, or otherwise transfer title in or dispose of the Collateral to any person.

7. RIGHT TO INSPECT.

Debtor grants to Secured Party and its employees and Secured Party's the right to visit Debtor's plants and facilities which manufacture, inspect, or store products sold under any of the patents or trademarks, and to inspect the products and quality control records relating thereto at reasonable times during regular business hours.

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8. EVENTS OF DEFAULT.

Any of the following events shall be an Event of Default:

- 8.1 Loan Agreement. An Event of Default shall occur as defined in the Loan Agreement;
- 8.2 Misrepresentation. Any representation or warranty made herein by Debtor or in any document furnished to Secured Party by Debtor under this Agreement is incorrect in any material respect when made or when reaffirmed; and
- **8.3 Breach.** Debtor fails to observe or perform any covenant, condition, or agreement to be observed or performed pursuant to the terms hereof which materially and adversely affects Secured Party.

9. SPECIFIC REMEDIES.

Upon the occurrence of any Event of Default, Secured Party shall have, in addition to, other rights given by law or in this Agreement, the Loan Agreement, or in any other Loan Document, all of the rights and remedies with respect to the Collateral of a secured party under the Code, including the following:

- 9.1 Notification. Secured Party may notify licensees to make royalty payments on license agreements directly to Secured Party;
- 9.2 Sale. Secured Party may sell or assign the Collateral and associated goodwill at public or private sale for such amounts, and at such time or times as Secured Party deems advisable. Any requirement of reasonable notice of any disposition of the Collateral shall be satisfied if such notice is sent to Debtor ten days prior to such disposition. Debtor shall be credited with the net proceeds of such sale only when they are actually received by Secured Party, and Debtor shall continue to be liable for any deficiency remaining after the Collateral is sold or collected. If the sale is to be a public sale, Secured Party shall also give notice of the time and place by publishing a notice one time at least five days before the date of the sale in a newspaper of general circulation in the county in which the sale is to be held. To the maximum extent permitted by applicable law, Secured Party may be the purchaser of any or all of the Collateral and associated goodwill at any public sale and shall be entitled, for the purpose of bidding and making settlement or payment of the purchase price for all or any portion of the Collateral sold at any public sale, to use and apply all or any part of the Obligations as a credit on account of the purchase price of any collateral payable by Secured Party at such sale.

10. CHOICE OF LAW AND VENUE; DISPUTES.

IN ALL RESPECTS, INCLUDING ALL MATTERS OF CONSTRUCTION, VALIDITY AND PERFORMANCE, THIS AGREEMENT AND THE OBLIGATIONS ARISING HEREUNDER SHALL BE GOVERNED BY, AND CONSTRUED AND ENFORCED IN ACCORDANCE WITH, THE LAWS OF THE STATE OF CALIFORNIA APPLICABLE TO CONTRACTS MADE AND PERFORMED IN SUCH STATE, WITHOUT REGARD TO THE PRINCIPLES THEREOF REGARDING CONFLICTS OF LAWS, AND

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ANY APPLICABLE LAWS OF THE UNITED STATES OF AMERICA. DEBTOR HEREBY CONSENTS AND AGREES THAT THE STATE OR FEDERAL COURTS LOCATED IN LOS ANGELES COUNTY, CALIFORNIA SHALL HAVE EXCLUSIVE JURISDICTION TO HEAR AND DETERMINE ANY CLAIMS OR DISPUTES BETWEEN DEBTOR AND SECURED PARTY PERTAINING TO THIS AGREEMENT OR TO ANY MATTER ARISING OUT OF OR RELATED TO THIS AGREEMENT; PROVIDED, THAT SECURED PARTY AND DEBTOR ACKNOWLEDGE THAT ANY APPEALS FROM THOSE COURTS MAY HAVE TO BE HEARD BY A COURT LOCATED OUTSIDE OF LOS ANGELES COUNTY, CALIFORNIA; AND FURTHER PROVIDED, THAT NOTHING IN THIS AGREEMENT SHALL BE DEEMED OR OPERATE TO PRECLUDE SECURED PARTY FROM BRINGING SUIT OR TAKING OTHER LEGAL ACTION IN ANY OTHER JURISDICTION TO COLLECT THE OBLIGATIONS, TO REALIZE ON COLLATERAL OR ANY OTHER SECURITY FOR THE OBLIGATIONS, OR TO ENFORCE A JUDGMENT OR OTHER COURT ORDER IN FAVOR OF SECURED PARTY. DEBTOR EXPRESSLY SUBMITS AND CONSENTS IN ADVANCE TO SUCH JURISDICTION IN ANY ACTION OR SUIT COMMENCED IN ANY SUCH COURT, AND DEBTOR HEREBY WAIVES ANY OBJECTION WHICH IT MAY HAVE BASED UPON LACK OF PERSONAL JURISDICTION, IMPROPER VENUE OR FORUM NON CONVENIENS AND HEREBY CONSENTS TO THE GRANTING OF SUCH LEGAL OR EQUITABLE RELIEF AS IS DEEMED APPROPRIATE BY SUCH COURT. DEBTOR HEREBY WAIVES PERSONAL SERVICE OF THE SUMMONS, COMPLAINT AND OTHER PROCESS ISSUED IN ANY SUCH ACTION OR SUIT AND AGREES THAT SERVICE OF SUCH SUMMONS, COMPLAINTS AND OTHER PROCESS MAY BE MADE BY REGISTERED OR CERTIFIED MAIL ADDRESSED TO DEBTOR AT THE ADDRESS SET FORTH IN SECTION 11.7 OF THE LOAN AGREEMENT AND THAT SERVICE SO MADE SHALL BE DEEMED COMPLETED UPON THE EARLIER OF DEBTOR'S ACTUAL RECEIPT THEREOF OR THREE DAYS AFTER DEPOSIT IN THE U.S. MAILS, PROPER POSTAGE PREPAID.

SUBJECT TO THE PARAGRAPH FOLLOWING IMMEDIATELY BELOW AND TO THE EXTENT THAT IN THE FUTURE EITHER THE CALIFORNIA SUPREME COURT HOLDS THAT A PRE-DISPUTE JURY TRIAL WAIVER PROVISION SIMILAR TO THE ONE CONTAINED IN THIS SECTION IS VALID AND ENFORCEABLE OR THE CALIFORNIA LEGISLATURE PASSES LEGISLATION AND THE GOVERNOR OF THE STATE OF CALIFORNIA SIGNS INTO LAW A STATUTE AUTHORIZING PRE-DISPUTE JURY TRIAL WAIVERS AND AS A RESULT SUCH WAIVERS BECOME ENFORCEABLE, THE PARTIES HEREBY WAIVE THEIR RESPECTIVE RIGHTS TO A JURY TRIAL OF ANY CLAIM OR CAUSE OF ACTION, WHETHER ARISING IN CONTRACT, TORT OR OTHERWISE, BASED UPON OR ARISING OUT OF THIS AGREEMENT OR THE OTHER LOAN DOCUMENTS OR THE TRANSACTIONS RELATED HERETO OR THERETO, THE PARTIES ACKNOWLEDGE THAT THIS WAIVER IS A MATERIAL INDUCEMENT TO ENTER INTO A BUSINESS RELATIONSHIP, THAT EACH HAS RELIED ON THE WAIVER IN ENTERING INTO THIS AGREEMENT AND THE OTHER LOAN DOCUMENTS AND THAT EACH WILL CONTINUE TO RELY ON THE WAIVER IN THEIR RELATED FUTURE DEALINGS. THE PARTIES WARRANT AND REPRESENT THAT EACH HAS HAD THE

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OPPORTUNITY OF REVIEWING THIS JURY WAIVER WITH LEGAL COUNSEL AND THAT EACH KNOWINGLY AND VOLUNTARILY WAIVES ITS JURY TRIAL RIGHTS.

THE PARTIES PREFER THAT ANY DISPUTE BETWEEN THEM BE RESOLVED IN LITIGATION SUBJECT TO A JURY TRIAL WAIVER AS SET FORTH ABOVE, BUT THE CALIFORNIA SUPREME COURT HAS HELD THAT SUCH PRE-DISPUTE JURY TRIAL WAIVERS ARE UNENFORCEABLE. THIS SECTION WILL BE APPLICABLE UNTIL SUCH WAIVERS ARE PERMITTED BY LAW IN THE MANNER ALL CLAIMS, CAUSES OF ACTION OR OTHER DISPUTES PROVIDED ABOVE. CONCERNING THIS AGREEMENT AND ANY DOCUMENTS EXECUTED IN CONNECTION HEREWITH (COLLECTIVELY, "CLAIMS" AND INDIVIDUALLY, A "CLAIM"), INCLUDING ANY AND ALL QUESTIONS OF LAW OR FACT RELATING THERETO, SHALL, AT THE WRITTEN REQUEST OF ANY PARTY, BE DETERMINED BY JUDICIAL REFERENCE ("REFERENCE"). THE PARTIES SHALL SELECT A SINGLE NEUTRAL REFEREE, WHO SHALL BE A RETIRED STATE OR FEDERAL JUDGE WITH AT LEAST FIVE YEARS OF JUDICIAL EXPERIENCE IN CIVIL MATTERS. IN THE EVENT THAT THE PARTIES CANNOT AGREE UPON A REFEREE, THE REFEREE SHALL BE APPOINTED BY THE COURT. THE PARTIES SHALL EQUALLY BEAR THE FEES AND EXPENSES OF THE REFEREE UNLESS THE REFEREE OTHERWISE PROVIDES IN THE STATEMENT OF DECISION. THE REFEREE SHALL DETERMINE ALL ISSUES RELATING TO THE APPLICABILITY, INTERPRETATION, LEGALITY AND ENFORCEABILITY OF THIS AGREEMENT. THE PARTIES ACKNOWLEDGE THAT ONE CONSEQUENCE OF A REFERENCE IS THAT THE CLAIMS WILL NOT BE ADJUDICATED BY A JURY.

11. GENERAL PROVISIONS.

- 11.1 Effectiveness. This Agreement shall be binding and deemed effective when executed by Debtor and Secured Party.
- 11.2 Successors and Assigns. This Agreement shall bind and inure to the benefit of the respective successors and assigns of each of the parties; provided, however, that Debtor may not assign this Agreement or any rights or duties hereunder without Secured Party's prior written consent and any prohibited assignment shall be absolutely void. Secured Party may assign this Agreement and its rights and duties hereunder in accordance with teh terms of the Loan Agreement and no consent or approval by Debtor is required in connection with any such assignment.
- 11.3 Section Headings. Headings and numbers have been set forth herein for convenience only. Unless the contrary is compelled by the context, everything contained in each section applies equally to this entire Agreement.
- 11.4 Interpretation. Neither this Agreement nor any uncertainty or ambiguity herein shall be construed or resolved against Secured Party or Debtor, whether under any rule of construction or otherwise. On the contrary, this Agreement has been reviewed by all parties and shall be construed and interpreted according to the ordinary meaning of the words used so as to fairly accomplish the purposes and intentions of all parties hereto.

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- 11.5 Severability of Provisions. Each provision of this Agreement shall be severable from every other provision of this Agreement for the purpose of determining the legal enforceability of any specific provision.
- 11.6 Amendments in Writing. This Agreement can only be amended by a writing signed by both Secured Party and Debtor.
- 11.7 Counterparts; Telefacsimile Execution. This Agreement may be executed in any number of counterparts and by different parties on separate counterparts, each of which, when executed and delivered, shall be deemed to be an original, and all of which, when taken together, shall constitute but one and the same Agreement. Delivery of an executed counterpart of this Agreement by telefacsimile shall be equally as effective as delivery of a manually executed counterpart of this Agreement. Any party delivering an executed counterpart of this Agreement but the failure to deliver a manually executed counterpart of this Agreement but the failure to deliver a manually executed counterpart shall not affect the validity, enforceability, and binding effect of this Agreement.
- Fees and Expenses. Debtor shall pay to Secured Party on demand all reasonable costs and expenses that Secured Party pays or incurs in connection with the negotiation, preparation, consummation, administration, enforcement, and termination of this Agreement, including: (a) reasonable attorneys' and paralegals' fees and disbursements of counsel to Secured Party; (b) costs and expenses (including reasonable attorneys' and paralegals' fees and disbursements) for any amendment, supplement, waiver, consent, or subsequent closing in connection with this Agreement and the transactions contemplated hereby; (c) costs and expenses of lien and title searches; (d) taxes, fees, and other charges for filing this Agreement at the United States Patent and Trademark Office, or for filing financing statements, and continuations, and other actions to perfect, protect, and continue the security interest created hereunder; (e) sums paid or incurred to pay any amount or take any action required of Debtor under this Agreement that Debtor fails to pay or take; (f) costs and expenses of preserving and protecting the Collateral; and (g) costs and expenses (including reasonable attorneys' and paralegals' fees and disbursements) paid or incurred to enforce the security interest created hereunder, sell or otherwise realize upon the Collateral, and otherwise enforce the provisions of this Agreement, or to defend any claims made or threatened against Secured Party arising out of the transactions contemplated hereby (including preparations for the consultations concerning any such matters). The foregoing shall not be construed to limit any other provisions of this Agreement or the Loan Documents regarding costs and expenses to be paid by Debtor. The parties agree that reasonable attorneys' and paralegals' fees and costs incurred in enforcing any judgment are recoverable as a separate item in addition to fees and costs incurred in obtaining the judgment and that the recovery of such attorneys' and paralegals' fees and costs is intended to survive any judgment, and is not to be deemed merged into any judgment.
- 11.9 Notices. Except as otherwise provided herein, all notices, demands, and requests that either party is required or elects to give to the other shall be in writing and shall be governed by the provisions of Section 10.7 of the Loan Agreement.
- 11.10 Termination By Lender. After termination of the Loan Agreement and when the Secured Party has received payment and performance, in full, of all Obligations,

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Secured Party shall execute and deliver to Debtor a termination of all of the security interests granted by Debtor hereunder.

11.11 Integration. This Agreement, together with the other Loan Documents, reflect the entire understanding of the parties with respect to the transactions contemplated hereby and shall not be contradicted or qualified by any other agreement, oral or written, before the date hereof.

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IN WITNESS WHEREOF, the parties have executed this Agreement on the date first written above.

UNION BANK OF CALIFORNIA, N.A.

Name:

Richard Faulkner

Title:

Vice President

IMPERIAL TOY LLC,

a California limited liability company

By:

Name: Peter Tiger
Title: Co-President

By: / WO/OffseL

Name: Arthur Hirsch Title: Co-President

SCHEDULE A

TRADEMARKS

TRADEMARK SUMMARY

| No. | Liens/Status | Trademark | Search Item No. | Reg. No./ Serial No. | Reg. Date/ File Date |
|-----|--------------------------------------------------------------------------------|----------------------------------|--------------------|-------------------------|-------------------------|
| 1. | Status: Pending Owner: Imperial Toy Corporation | Boingee | 1/19/1 | 78-750,822 | 11/9/05 |
| | Liens: None | | | | |
| 2. | Status: Pending Owner: Imperial Toy Corporation | Princess Tales by Petite Miss | 1/19/2 | 78-676,733 | 7/22/05 |
| | Liens: None | | | | |
| 3. | Status: Pending Owner: Imperial Toy Corporation Liens: None | Princess Tales by Petite Miss | 1/19/3 | 78-676,727 | 7/22/05 |
| 4. | Status: Pending Owner: Imperial Toy Corporation Liens: None | Ever Bubble Blaster | 1/19/4 | 76-631,732 | 2/22/05 |
| 5. | Status: Pending Owner: Imperial Toy Corporation Liens: None | Boingee Bubbles | 1/19/5 | 76-631,731 | 2/22/05 |
| 6. | Status: Pending Owner: Imperial Toy Corporation Liens: None | Hover Bubble and Design | 1/19/6 | 76-629,850 | 1/31/05 |
| 7. | Status: Missassigned Serial Number Owner: Imperial Toy Corporation Liens: None | Hover Bubble and Design | 1/19/7 | 76-626, 960 | 1/5/05 |
| 8. | Status: Pending Owner: Imperial Toy Corporation Liens: None | X! | 1/19/8 | 76-624,149 | 12/13/04 |
| 9. | Status: Pending | X! Pressions By Petite | 1/19/9 | 76-624,126 | 12/13/04 |

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| No. | Liens/Status | Trademark | Search Item No. | Reg. No./ Serial No. | Reg. Date/ File Date |
|-----|------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------|-------------------------|-------------------------|
| | Owner: Imperial Toy Corporation | Miss | | | |
| | Liens: None | | | | |
| 10. | Status: Pending | Googly | 1/19/10 | 76-622,982 | 12/2/04 |
| | Owner: Imperial Toy Corporation | | | | |
| | Liens: None | | | | |
| 11. | Status: Pending | Aftermarket | 1/19/11 | 76-622,981 | 12/2/04 |
| | Owner: Imperial Toy Corporation | | | | |
| | Liens: None | | | | |
| 12. | Status: Pending | Fusilly | 1/19/12 | 76-621,078 | 11/17/04 |
| | Owner: Imperial Toy Corporation |] | | | |
| | Liens: None | | | | |
| 13. | Status: Registered | Stretchable and Design | 1/19/13 | 2,857,556 | 6/29/04 |
| | Owner: Imperial Toy Corporation | | | | |
| | Liens: None | | | | |
| 14. | Status: Registered | Steel on Wheels | 1/19/14 | 2,946,454 | 5/3/05 |
| | Owner: Imperial Toy Corporation | 7 | | | |
| | Liens: None | | | | |
| 15. | Status: Registered | Sweet Spot Candy and | 1/19/16 | 2,518,415 | 12/11/01 |
| | Owner: Imperial Toy Corporation | Design | | | |
| | Liens: None | A contract of the contract of | | | |
| 16. | Status: Registered | Sweet Spot | 1/19/17 | 2,472,345 | 7/24/01 |
| | Owner: Imperial Toy Corporation | The second secon | | | |
| | Liens: None | Province | | | |
| 17. | Status: Registered | Fun Zone | 1/19/18 | 2,531,157 | 1/22/02 |
| | Owner: Imperial Toy Corporation | | | | |
| | Liens: None | | | | |
| 18. | Status: Registered | Pebble Pets | 1/19/21 | 2,401,496 | 11/7/00 |

| No. | Liens/Status | Trademark | Search Item No. | Reg. No./ Serial No. | Reg. Date/ File Date |
|-----|------------------------------------|------------------------|-----------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------|
| | Owner: Imperial Toy Corporation | | | | |
| | Liens: None | | | | |
| 19. | Status: Registered | Sweetheart Trolls | 1/19/23 | 2,286,659 | 10/12/99 |
| | Owner: Imperial Toy Corporation | | | | |
| | Liens: None | | | | |
| 20. | Status: Registered | Creatures of the World | 1/19/24 | 2,218,923 | 1/19/99 |
| | Owner: Imperial Toy Corporation | | 4,14,4,4,4,4,4,4,4,4,4,4,4,4,4,4,4,4,4, | | |
| | Liens: None | | | | |
| 21. | Status: Registered | Finger Puppy | 1/19/25 | 2,250,555 | 6/1/99 |
| | Owner: Imperial Toy Corporation | | | Acceptance in the control of the con | |
| | Liens: None | | | | |
| 22. | Status: Registered | Finger Ponies | 1/19/26 | 2,352,426 | 5/23/00 |
| | Owner: Imperial Toy Corporation | | | | |
| | Liens: None | | | | |
| 23. | Status: Registered | Finger Pet | 1/19/27 | 2,276,645 | 9/7/99 |
| | Owner: Imperial Toy Corporation | | | | |
| | Liens: None | | | | |
| 24. | Status: Registered | Bugs World | 1/19/28 | 2,309,781 | 1/18/00 |
| | Owner: Imperial Toy Corporation | | | | |
| | Liens: None | | | | |
| 25. | Status: Registered | Imperial | 1/19/29 | 2,273,554 | 8/31/99 |
| | Owner: Imperial Toy Corporation | | | | |
| v | Liens: None | | | | |
| 26. | Status: Registered | Imperial and Design | 1/19/30 | 2,277,247 | 9/14/99 |
| | Owner: Imperial Toy Corporation | | | | |
| | Liens: None | | | | |
| 27. | Status: Registered | Miracle Bubbles | 1/19/35 | 2,138,766 | 2/24/98 |

| No. | Liens/Status | Trademark | Search Item No. | Reg. No./ Serial No. | Reg. Date/ File Date |
|-----|----------------------------------------------------------------|-----------------------------------------|--------------------|-------------------------|-------------------------|
| | Owner: Imperial Toy Corporation | | | | |
| | Liens: None | | | | |
| 28. | Status: Registered Owner: Imperial Toy Corporation | Hyper Tech | 1/19/37 | 2,237,317 | 4/6/99 |
| | Liens: None | | | | |
| 29. | Status: Registered Owner: Imperial Toy Corporation Liens: None | J.U.S.T. Makeup | 1/19/40 | 2,259,751 | 7/6/99 |
| 30. | Status: Registered Owner: Imperial Toy Corporation | Toughest Toys On Wheels | 1/19/42 | 2,097,159 | 9/16/97 |
| | Liens: LaSalle National Bank Rec. 1/23/97 R1530 F0608 | | | | |
| 31. | Status: Registered | Pretty Cool, Pretty Cute, Pretty You | 1/19/44 | 2,115,292 | 11/25/97 |
| | Owner: Imperial Toy Corporation | | | | |
| | Liens: None | | | | |
| 32. | Status: Registered | Star Patrol | 1/19/45 | 2,049,983 | 4/1/97 |
| | Owner: Imperial Toy Corporation | | | | |
| | Liens: None | | | | |
| 33. | Status: Registered | Bubble Factory | 1/19/48 | 2,354,280 | 6/6/00 |
| | Owner: Imperial Toy Corporation | | | | |
| | Liens: None | | | | |
| 34. | Status: Registered | Sure Shot | 1/19/62 | 1,908,634 | 8/1/95 |
| | Owner: Imperial Toy Corporation | 1 | | | |
| | Liens: None | | | | |
| 35. | Status: Registered Owner: Imperial Toy Corporation | Sure Shot | 1/19/65 | 1,960,802 | 3/05/96 |

| No. | Liens/Status | Trademark | Search Item No. | Reg. No./ Serial No. | Reg. Date/ File Date |
|-----|-----------------------------------------------------|--------------------------|--------------------|-------------------------|-------------------------|
| | Liens: None | | | | |
| 36. | Status: Registered | Petite Princess | 1/19/66 | 1,926,559 | 10/10/95 |
| | Owner: Imperial Toy Corporation | | | | |
| | Liens: None | | | | |
| 37. | Status: Registered | Military Force | 1/19/69 | 1,849,462 | 8/9/94 |
| | Owner: Imperial Toy Corporation | | | | |
| | Liens: Fleet Credit, LaSalle, various filings | | | | |
| 38. | Status: Registered | Sonic Hauler | 1/19/78 | 1,725,951 | 10/20/92 |
| | Owner: Imperial Toy Corporation | _ | | | |
| | Liens: Fleet Credit, LaSalle, various filings | | | | |
| 39. | Status: Registered | Mighty Machines | 1/19/79 | 1,791,037 | 8/31/93 |
| | Owner: Imperial Toy Corporation | | | | |
| | Liens: None | | | | |
| 40. | Status: Registered | Bitsy Buddys | 1/19/80 | 1,755,511 | 3/2/93 |
| | Owner: Imperial Toy Corporation | | | | |
| | Liens: Fleet Credit, LaSalle, various filings | | | | |
| 41. | Status: Registered | Legends of the Wild West | 1/19/81 | 1,883,035 | 3/7/95 |
| | Owner: Imperial Toy Corporation | - | | | |
| | Liens: None | | | | |
| 42. | Status: Registered | Pirates of the High Seas | 1/19/85 | 1,711,896 | 9/1/92 |
| | Owner: Imperial Toy Corporation | T | | | |
| | Liens: None | | | | |
| 43. | Status: Registered | Petite Miss | 1/19/92 | 1,638,511 | 3/19/91 |

| No. | Liens/Status | Trademark | Search Item No. | Reg. No./ Serial No. | Reg. Date/ File Date |
|-----|-----------------------------------------------------|------------------|--------------------|-------------------------|-------------------------|
| | Owner: Imperial Toy Corporation | | | | |
| | Liens: None | | | | |
| 44. | Status: Registered | Easy-Writer | 1/19/100 | 1,516,521 | 12/13/88 |
| | Owner: Imperial Toy Corporation | | | | |
| | Liens: Fleet Credit, LaSalle, various filings | | | | |
| 45. | Status: Registered | Design Only | 1/19/101 | 1,492,381 | 6/14/88 |
| | Owner: Imperial Toy Corporation Liens: None | | | | |
| 46. | | Fun In The Sun | 1/19/102 | 1,492,380 | 6/14/88 |
| 40. | Status: Registered Owner: Imperial Toy Corporation | Fun in The Sun | 1/19/102 | 1,492,360 | 0/14/00 |
| | Liens: None | | | | |
| 47. | Status: Registered | My First Buddys | 1/19/105 | 1,448,706 | 7/21/87 |
| | Owner: Imperial Toy Corporation | | | | |
| | Liens: Fleet Credit, LaSalle, various filings | | | | |
| 48. | Status: Registered | M Force | 1/19/107 | 1,405,131 | 8/12/86 |
| | Owner: Imperial Toy Corporation | | | | |
| | Liens: Fleet Credit, LaSalle, various filings | | | | |
| 49. | Status: Registered | Turbo | 1/19/108 | 1,416,092 | 11/4/86 |
| | Owner: Imperial Toy Corporation | | | | |
| | Liens: None | | | | |
| 50. | Status: Registered | "The Real Stuff" | 1/19/111 | 1,399,702 | 7/1/86 |
| | Owner: Imperial Toy Corporation | | | | |
| | Liens: None | | | | |
| 51. | Status: Registered | Blo 'N' Blast | 1/19/112 | 1,399,701 | 7/1/86 |

| No. | Liens/Status | Trademark | Search Item No. | Reg. No./ Serial No. | Reg. Date/ File Date |
|-----|------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------|-----------------------------------------|-------------------------|
| | Owner: Imperial Toy Corporation | | | | |
| | Liens: None | | | | |
| 52. | Status: Registered | "Big Brute" | 1/19/118 | 1,329,799 | 4/9/85 |
| | Owner: | | | | |
| | Liens: | | | | |
| 53. | Status: Registered | "Super Brute" | 1/19/119 | 1,329,798 | 4/9/85 |
| | Owner: | | | | |
| | Liens: | | | | |
| 54. | Status: Registered | Power Drivers and Design | 1/19/121 | 1,314,851 | 1/15/85 |
| | Owner: | | | | |
| | Liens: | | | | |
| 55. | Status: Registered | Buddy L | 1/19/125 | 1,189,450 | 2/9/82 |
| | Owner: | | | | |
| | Liens: | | | | |
| 56. | Status: Pending | Bee Line | 1/19/127 | 73-142,275 | 9/23/77 |
| | Owner: Imperial Toy Corporation | The second secon | | | |
| | Liens: None | - | | | |
| 57. | Status: Registered | Buddy L | 1/19/128 | 1,060,393 | 3/1/77 |
| | Owner: | | | | |
| | Liens: | | | | |
| 58. | Status: Registered | Imperial | 1/19/130 | 992,907 | 9/10/74 |
| | Owner: Imperial Toy Corporation | | | | |
| | Liens: None | | | | |
| 59. | Status: Registered | Miracle | 1/19/132 | 996,975 | 10/29/74 |
| | Owner: Imperial Toy Corporation | | | *************************************** | |
| | Liens: None | | | | |
| 60. | Status: Registered | Poopatrooper | 1/19/133 | 998,680 | 11/19/74 |
| | Owner: Imperial Toy Corporation | | | | |
| | Liens: None | 1 | | | |
| 61. | Status: Registered | Teeny Bouncers and | 1/19/135 | 916,207 | 7/13/71 |

| No. | Liens/Status | Trademark | Search Item No. | Reg. No./ Serial No. | Reg. Date/ File Date |
|----------------------|---------------------------------|--------------------|--------------------|-------------------------|-------------------------|
| | Owner: Imperial Toy Corporation | Design | | | |
| | Liens: None | | | | |
| 62. | Status: Registered | Brute | 1/19/136 | 866,228 | 3/11/69 |
| | Owner: | | | | 222-1-1-22 |
| | Liens: | | | | *** |
| 63. | Status: Registered | Buddy L and Design | 1/19/137 | 826,380 | 3/28/67 |
| | Owner: | # v | | | |
| wanter by the street | Liens: | * | | | |

SCHEDULE B

PATENTS

IMPERIAL TOY CORPORATION PATENT STATUS REPORT

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| TEXAL | MATTER | INVENTOR/ PATENTEE | COUNTRY | SERIAL NO./ PATENT NO. | FILED/ISSUE DATE | CALENDARED DATE | REMARKS |
|-----------------------------|---------|----------------------------|-------------------|-------------------------------|----------------------|-----------------------|------------------------------------------------------------------------------|
| Clip Load Dart Gun - Design | P004 | Lee King Sun | United States | Patent No. D346,837 | Issued 05/10/1994 | Expires 05/10/2008 | ISSUED Assigned to Imperial Toy. |
| Clip Load Dart Gun - Design | P004CAN | P004CAN Lee King Sun | Canada | Patent No. 72187 | Issued 02/04/1993 | Expired 02/04/2003 | EXPIRED. Assigned to Imperial Toy. |
| Clíp Load Dart Gun - Design | P004GBR | Lee King Sun | United Kingdom | Reg. No. 2,024,438 | Issued 04/21/1992 | Expires 07/22/2012 | ISSUED. Next maintenance fee due: 07/22/2007. Assigned to Imperial Toy. |
| Multi-Shot Dart Gun | P005CAN | P005CAN Richard A. Clayton | Canada | Patent No. 2155959 | Issued 10/16/2001 | Expires 02/12/2013 | ISSUED 12 Year Maintenance fee timely paid. Licensed to Imperial Toy. |
| Multi-Shot Dart Gun | P005GBR | P005GBR Richard A. Clayton | United Kingdom | Patent No. 2291170 | Issued 12/11/1996 | Expires 02/12/2013 | ISSUED Licensed to Imperial Toy. |
| Multi-Shot Dart Gun | POOSPCT | Richard A. Clayton | PCT | Serial No. PCT/US93/013180 | Filed 02/12/1993 | | National phase entered. Canada and UK were designated countries. (See below) |

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IMPERIAL TOY CORPORATION PATENT STATUS REPORT

| 42075 | | INTERIAL IOI CORFORATION FAIENT STATUS REPORT | | KAILUNTA | LENISIAN | D KEFORI | |
|-------------------------------------------------|--------|-----------------------------------------------------------|---------------|---------------------------|----------------------|-----------------------|-----------------------------------------------------------------------------------------------------------------------------------------------|
| TILE | MATTER | INVENTOR/ Patentee | COUNTRY | SERIAL NO./ PATENT NO. | FILED/ISSUE DATE | CALENDARED DATE | REMARKS |
| Air Operated Toy Gun | P006 | Richard A. Clayton | United States | Patent No. 5,186,156 | Issued 02/16/1993 | Expires 11/18/2011 | ISSUED Third and final maintenance fee paid. Licensed to Imperial Toy. |
| Multi-Shot Air Operated, Projectile Launcher | P007X | Richard A. Clayton | United States | Patent No. 5,522,374 | Issued 06/04/1996 | Expires 06/04/2013 | ISSUED Third and final maintenance fee due: 12/04/2007. Continuation-in-part of Pat. No. 5,186,156 Licensed to Imperial Toy. |
| Airgun with Rotary Actuator | P008X | Richard A. Clayton | United States | Patent No. 5,660,159 | Issued 08/26/1997 | Expires 02/14/2015 | ISSUED 2nd maintenance fee paid. Third maintenance fee due 02/26/2009. Continuation-in-part of Pat. No. 5,522,374 Licensed to Imperial Toy. |
| Toy Coin Bank with Audio Signal | P009 | R. Smathers, S. Vetter, S.Goldberg, S. Kwak, J.Kort | United States | Patent No. 5,697,828 | Issued 12/16/1997 | Lapsed 06/16/2001 | LAPSED 1st maintenance fee not paid. |
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IMPERIAL TOY CORPORATION PATENT STATUS REPORT

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|-----------------------------------------------------------------------------|--------|-------------------------------------------------------------------------------------------------------------------------------------------------------|---------------|-----------------------------------------|----------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------|
| ing Marie June June June June June June June Jun | MATTER | Inventor/ Patentee | COUNTRY | SERIAL NO./ PATIENT NO. | FILED/ISSUE DATE | CALENDARED DATE | REMARKS |
| Projectile Launching Apparatus | P010X | Richard A. Clayton | United States | Patent No. 5,680,853 | Issued 10/28/1997 | Expires 11/18/2011 | ISSUED 2nd maintenance fee paid. Third maintenance fee due 04/28/2009. Licensed to Imperial Toy. |
| Animal Toy and Ring | 1104 | Kristopher W. Buttermore | United States | Serial No. 08/997,572 | Filed 12/23/1997 | orași de compresa | ABANDONED. |
| Bubble Making Toy Container | P012 | Fred Kort | United States | Patent No. D 428,067 | Issued 07/11/2000 | Expires 11/08/2013 | ISSUED Assigned to Imperial Toy |
| Bubble Bottle - Design | P013 | Susan Kort; GeoffreyWassernan; David J. Kort; Robert J. Ivanic; Dorothy Johnson; Joseph Wong Wal Ching; Jeffrey Alan Jacobus; Peter Tiger; Art Hirsch | United States | Serial No. 29/224500 | Filed 03/02/2005 | | PENDING. Assigned to Imperial Toy. |
| Bubble Bottle - Design | P013AU | Susan Kort; GeoffreyWasserman; David J. Kort; Robert J. Ivanic; Dorotby Johnson; Joseph Wong Wai Ching; Jeffrey Alan Jacobus; Peter Tiger; Art Hirsch | Australia | Serial No. 13683/2005 | Filed 08/26/2005 | т и пределения в населения | PENDING. Assigned to Imperial Toy. |
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IMPERIAL TOY CORPORATION PATENT STATUS REPORT

| CALENDARED REMARKS | PENDING. Published: 07/12/2005. Assigned to Imperial Toy. | PENDING. Assigned to Imperial Toy. | PENDING. Assigned to Imperial Toy | PENDING. Assigned to Imperial Toy | PENDING. Assigned to Imperial Toy |
|------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------|-----------------------------------------------------------------|-----------------------------------------------------------------|
| SIAIUS | Filed 4/22/2005 | Filed 06/23/2005 | Filed 09/22/2005 | Filed 10/06/2005 | Filed 10/06/2005 |
| KALKON FA. SERIAL NO./ | Serial No. 000337977- 0001 | Serial No. A2005/0829 | Serial No. 11/234,569 | Serial No. 29/239,941 | Serial No. 29/239,954 |
| | | South Africa | United States | United States | United States |
| INVENTOR/ | Susan Kort; Geoffrey Wasserman; David J. Kort; Robert J. Ivanic; Dorothy Johnson; Joseph Wong Wai Ching; Jeffrey Alan Jacobus; Peler Tiger; Art Hirsch | Susan Kort; GeoffreyWasserman; David J. Kort; Robert J. Ivanic; Dorothy Johnson; Joseph Wong Wai Ching; Jeffrey Alan Jacobus; Peter Tiger; Art Hirsch | Robert J. Ivanic; Joseph Wong Wai Ching | Susan M. Kort; Robert J. Ivanic; Joseph Wong Wai Ching | Susan M. Kort; Robert J. Ivanic; Joseph Wong Wai Ching |
| WATTER D | P013ECD | P013ZA | P014 | P015 | P016 |
| 4207S | Bubble Bottle - Design | Bubble Bottle - Design | Inflatable Self-Sealing Toy | YOYO | PADDLE BALL |

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| PFE PO17 Susan M. Kort. United States Serial No. Filled Ching Disc PO18 Susan M. Kort. United States Serial No. Filled Ching Disc PO18 Robert J. Ivanic: United States Serial No. Filled Ching Disc PO19 Robert J. Ivanic United States Serial No. Filled Ching Disc PO20 Robert J. Ivanic United States Serial No. Filled Ching Disc PO21 Robert J. Ivanic United States Serial No. Filled Ching Disc PO22 Robert J. Ivanic United States Serial No. Filled Ching Disc PO23 Susan M. Kort. United States Serial No. Filled Ching Disc PO23 Susan M. Kort. United States Serial No. Filled Ching Disc Robert J. Ivanic United States Serial No. Filled Ching Robert J. Ivanic United States Serial No. Filled Ching Disc Robert J. Ivanic United States Serial No. Filled Ching Robert J. Ivanic United States Serial No. Filled Ching Robert J. Ivanic United States Serial No. Filled Ching Robert J. Ivanic United States Serial No. Filled Ching Robert J. Ivanic United States Serial No. Filled Ching Robert J. Ivanic United States Serial No. Filled Ching Robert J. Ivanic United States Serial No. Filled | 3 Lili | MATTER | INVENTOR/ PATENTEE | COUNTRY | SERIAL NO./ PATENT NO. | FILED/ISSUE DATE | CALENDARED DATE | REMARKS |
| PO18 Susan M. Kort; United States Serial No. Filed Ching Disc PO20 Robert J. Ivanic United States Serial No. Filed Ching Disc PO21 Robert J. Ivanic United States Serial No. Filed 29/241,537 10/28/2005 29/241,611 10/28/2005 29/241,610 10/28/2005 29/241,610 10/28/2005 29/241,610 10/28/2005 29/241,610 10/28/2005 29/241,610 10/28/2005 29/241,610 10/28/2005 Disc PO22 Robert J. Ivanic United States Serial No. Filed 29/241,610 10/28/2005 29/241,610 10/28/2005 Disc PO23 Susan M. Kort; United States Serial No. Filed Ching Wong Wai Ching Wa | JUMP ROPE | P017 | Susan M. Kort; Robert J. Ivanic; Joseph Wong Wai Ching | l . | Serial No. 29/239,977 | Filed 10/06/2005 | | PENDING, Assigned to Imperial Toy |
| Fol 9 Robert J. Ivanic United States Serial No. Filed 29/241,537 10/28/2005 Robert J. Ivanic United States Serial No. Filed Disc PO21 Robert J. Ivanic United States Serial No. Filed 29/241,611 10/28/2005 29/241,610 10/28/2005 PO22 Robert J. Ivanic United States Serial No. Filed 29/241,610 10/28/2005 PO23 Susan M. Kort: United States Serial No. Filed PO23 Robert J. Ivanic; United States Serial No. Filed Ching Ching Ching Ching PO14 Robert J. Ivanic; United States Serial No. Filed Ching | Throwing Disc | P018 | Susan M. Kort; Robert J. Ivanic; Joseph Wong Wai Ching | United States | Serial No. 29/239,955 | Filed 10/06/2005 | | PENDING. Assigned to Imperial Toy |
| P020 Robert J. Ivanic United States Serial No. Filed P021 Robert J. Ivanic United States Serial No. Filed P022 Robert J. Ivanic United States Serial No. Filed P023 Susan M. Kort; United States Serial No. Filed Robert J. Ivanic; United States Serial No. Filed P023 Susan M. Kort; United States Serial No. Filed Robert J. Ivanic; Joseph Wong Wai Ching | Rat Throwing Disc | P019 | Robert J. Ivanic | United States | Serial No. 29/241,537 | Filed 10/28/2005 | | PENDING. Assigned to Imperial Toy |
| P021 Robert J. Ivanic United States Serial No. Filed P022 Robert J. Ivanic United States Serial No. Filed 29/241,610 10/28/2005 29/241,610 10/28/2005 P023 Susan M. Kort; United States Serial No. Filed Robert J. Ivanic; Joseph Wong Wai Ching | Shark Throwing Disc | P020 | Robert J. Ivanic | United States | Serial No. 29/241,611 | Filed 10/28/2005 | | PENDING. Assigned to Imperial Toy |
| P022 Robert J. Ivanic United States Serial No. Filed 29/241,610 10/28/2005 P023 Susan M. Kort; United States Serial No. Filed Robert J. Ivanic; Joseph Wong Wai Ching | Chicken Throwing Disc | P021 | Robert J. Ivanic | United States | Serial No. 29/241,609 | Filed 10/28/2005 | | PENDING. Assigned to Imperial Toy |
| P023 Susan M. Kort; United States Serial No. Filed Robert J. Ivanic; 29/239,910 10/06/2005 Joseph Wong Waí Ching | Frog Throwing Disc | P022 | Robert J. Ivanic | United States | Serial No. 29/241,610 | Filed 10/28/2005 | | PENDING. Assigned to Imperial Toy |
| | Spinning Top | P023 | Susan M. Kort; Robert J. Ivanic; Joseph Wong Waí Ching | United States | Serial No. 29/239,910 | Filed 10/06/2005 | | PENDING. Assigned to Imperial Toy |

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IMPERIAL TOY CORPORATION PATENT STATUS REPORT

| ALTER KANNELSEL E. O. C. | FILED/ISSUE CALENDARED REMARKS DATE DATE | |
|--------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------|
| | SERIAL NO./ PATENT NO. | United States Serial No. 29/243,333 |
| | COUNTRY | United States |
| | INVENTOR/ PATENTEE | Susan M. Kort; Robert J. Ivanic; Joseph Wong Wai Ching |
| | MATTER | P024 |
| 42075 | Experience of the second secon | Toy Ball |

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COPYRIGHTS

COPYRIGHT SUMMARY

| No. | Copyright | Reg. No./ Serial No. | Reg. Date/ File Date |
|-----|---------------------------------------------------|-------------------------|-------------------------|
| 1. | Petite Miss Nail Designer Kit: no. 7044 | VA804789 | 3/5/98 |
| 2. | Imperial Friendly Pebble Pet Goldie, the goldfish | VA854669 | 8/18/97 |
| 3. | Imperial Friendly Pebble Pet Fritz the Dachshud | VA854638 | 8/18/97 |
| 4. | Imperial Friendly Pebble Pet Freddie the Frog | VA854637 | 8/18/97 |
| 5. | Imperial Friendly Pebble Pet Claws the Lobster | VA854636 | 8/18/97 |
| 6. | Imperial Friendly Pebble Pet Mr. Beaks the Toucan | VA854635 | 8/18/97 |
| 7. | Imperial Friendly Pebble Pet Fin the Dolphin | VA854634 | 8/18/97 |
| 8. | Imperial Friendly Pebble Pet Roary the Lion | VA854633 | 8/18/97 |
| 9. | Imperial Friendly Pebble Pet Shelly the Turtle | VA854632 | 8/18/97 |
| 10. | Imperial Friendly Pebble Pet Tux the Penguin | VA854631 | 8/18/97 |
| 11. | Imperial Friendly Pebble Pet Bubbles the Whale | VA854630 | 8/18/97 |

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| 12. | Petite Miss Nail Designer Kit: no. 7075 | VA786677 | 4/2/97 |
| 13. | [Master Marksman] | VA495096 | 3/6/92 |
| 14. | Fun Flavors Scented Lip Gloss | VA522876 | 5/1/92 |
| 15. | Fun Flavors Scented Lip Gloss | VA522875 | 5/1/92 |
| 16. | Petite Miss California Collection Cosmetic Set: no. 7017A | VA523472 | 5/1/92 |
| 17. | Petite Miss California Collection Cosmetic Set: no. 7018A | VA523471 | 5/1/92 |
| 18. | Petite Miss Fun Flavors Scented Lip Gloss: no. 7020D | VA523470 | 5/1/92 |
| 19. | Petite Miss Fun Flavors Scented Lip Gloss: no. 7020C | VA523469 | 5/1/92 |
| 20. | Fun Flavors Scented Lip Gloss: no. 7020A | VA491120 | 3/5/92 |
| 21. | Fun Flavors Scented Lip Gloss: no. 7020A | VA489024 | 2/19/92 |
| 22. | Tacky Wacky Wall Rollers | VA461768 | 3/11/91 |
| 23. | Tacky Wacky Wall Rollers | VA499668 | 3/11/91 |

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| 24. | Rosie and the Rockers: no. 7776 | VAu170858 | 12/26/89 |
| 25. | Crawling Toy | VA297089 | 8/25/87 |
| 26. | Crawling Toy a.k.a. Wack-Robat | VA267803 | 7/13/87 |
| 27. | Chains, Charms 'N' Things | VA207166 | 11/8/85 |
| 28. | Chains, Charms, 'N' Things | VA206087 | 11/8/85 |
| 29. | Flying Horse Fantasy Creature | VA131112 | 7/22/83 |
| 30. | Dragon Fantasy Creature | VA131111 | 7/22/83 |
| 31. | Two Headed Dragon Fantasy Creature | VA131110 | 7/22/83 |
| 32. | Happy Cuties Fun Stickers: age 4 and up, no. 8006 | VA65874 | 10/14/80 |
| 33. | Happy Cuties Fun Stickers: age 4 and up, no. 8006 | VA64735 | 10/14/80 |
| 34. | [Miniature Toy Oval Serving Standing Serving Tray] | VA32407 | 8/27/79 |
| 35. | [Miniature Toy Oval Serving Tray Without Handles] | VA32406 | 8/27/79 |

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| 36. | [Miniature Toy Rectangular Serving Tray and Cover] | VA32405 | 8/27/79 |
| 37. | [Miniature Toy Round Serving Tray] | VA32404 | 8/27/79 |
| 38. | [Miniature Toy Coffee Pot and Cover] | VA32403 | 8/27/79 |
| 39. | [Miniature Toy Rectangular Serving Tray] | VA32402 | 8/27/79 |
| 40. | [Miniature Toy Water Pitcher] | VA32401 | 8/27/79 |
| 41. | [Miniature Toy Soup Tureen] | VA32400 | 8/27/79 |
| 42. | [Miniature Toy Tea Pot and Cover] | VA32399 | 8/27/79 |
| 43. | [Miniature Toy Standing Punch Bowl] | VA32398 | 8/27/79 |
| 44. | [Miniature Toy Round Dinner Plate] | VA32397 | 8/27/79 |
| 45. | [Miniature Toy Standing Platter & Cover] | VA32396 | 8/27/79 |
| 46. | [Miniature Toy Oval Serving Tray with Handles] | VA32395 | 8/27/79 |

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| 47. | Super Miracle Bubble Bottle | | 3/21/05 |
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