Gainor v. Sidley, Austin, Brow Case 1:06-cv-21748-JEM

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## **EXHIBIT U**

## ACKNOWLEDGMENT OF SECURITY INTEREST

This ACKNOWLEDGMENT OF SECURITY INTEREST (this "Acknowledgment") is executed and delivered in favor of Merrill Lynch International Private Finance Limited ("Lender") with respect to the following:

- Merrill Lynch Pierce Fenner & Smith Incorporated ("MLPF&S") and Bryan Medical, Inc., a Georgia corporation ("Borrower") have entered into a Working Cash Management Account Agreement, dated as of August 2, 1999, pursuant to which MLPF&S has established a securities account, known as the "Merrill Lynch International Private Finance (Bryan Medical, Inc.) Pledged Collateral Account (the "Bryan Medical Securities Account"). MLPF&S has assigned the following account number 230-07G66 to the Bryan Medical Securities Account.
- MLPF&S and MJG Partners, L.P., a Georgia limited partnership ("Pledgor") have В. entered into a Working Cash Management Account Agreement, dated as of August 2, 1999, pursuant to which MLPF&S has established a securities account, known as the "Merrill Lynch International Private Finance (MJG Partners, L.P.) Pledged Collateral Account (the "MJG Partners Securities Account"). MLPF&S has assigned the following account number 230-07G69 to the MJG Partners Securities Account.
- Lender, MLPF&S and Borrower have entered into a Loan and Collateral Account C. Agreement, dated as of September 29, 1999 (the "Loan Agreement"), pursuant to which Borrower has granted to Lender a first priority security interest in various collateral, including but not limited to the Bryan Medical Securities Account and the financial assets and any free credit balance carried therein.
- As of the date hereof, various United States Treasury Bills (the "T-Bills") with a face value of \$41,100,000 and a stated maturity date of December 30, 1999 are held in the Bryan Medical Securities Account. The T-Bills are subject to a first priority security interest in favor of Lender (the "Security Interest").
- Section 6 of the Loan Agreement prohibits Borrower from transferring any of the T-Bills without the prior consent of Lender. Pledgor and Borrower have requested Lender's consent pursuant to Section 6 of the Loan Agreement to the proposed transfer of the T-Bills to the MJG Partners Securities Account as a distribution from the capital of the Borrower to Pledgor. As a condition of Lender's consent to the transfer of the T-Bills to the MJG Partners Securities Account, Lender has required that Pledgor execute this Acknowledgement that the T-Bills transferred to the MJG Partners Securities Account will remain at all times following such transfer, subject to the Security Interest.
- Capitalized terms used herein but not otherwise defined herein shall have the meanings ascribed to them in the Loan Agreement.

Pledgor hereby acknowledges that the T-Bills transferred into the MJG Partners Securities Account will remain subject to a first priority security interest in favor of Lender.

MJG PARTNERS, L.P., a Georgia limited partnership

By: MJG Ventures, LLC, a Georgia limited liability company, its General Partner

Mark J. Gainbr, Member

Elyse S. Cainor, Member

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