

Form PTO-1594 (Rev. 03/01) OMB No. 0651-0027 (exp. 5/31/2002)	<b>RECORDATION FORM COVER SHEET</b> <b>TRADEMARKS ONLY</b>	U.S. DEPARTMENT OF COMMERCE U.S. Patent and Trademark Office
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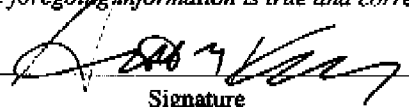
To the Honorable Commissioner of Patents and Trademarks: Please record the attached original documents or copy thereof.

<b>1. Name of conveying party(ies):</b> <u>Connecticut Development Authority</u>  <input type="checkbox"/> Individual(s) <input type="checkbox"/> Association <input type="checkbox"/> Corporation - <input checked="" type="checkbox"/> Other - <u>A Connecticut Public Instrumentality And Political Subdivision Of The State Of Connecticut</u> Additional name(s) of conveying party(ies) attached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	<b>2. Name and address of receiving party(ies)</b> Name: <u>Colt Defense LLC, a Delaware limited liability company</u> Internal Address: _____ Street Address: <u>547 New Park Avenue</u> City: <u>West Hartford</u> State: <u>CT</u> Zip: <u>06110</u> <input type="checkbox"/> Individual(s) citizenship _____ <input type="checkbox"/> Association _____ <input type="checkbox"/> General Partnership _____ <input type="checkbox"/> Limited Partnership _____ <input checked="" type="checkbox"/> Corporation - <u>a Delaware limited liability company</u> <input type="checkbox"/> Other _____  If assignee is not domiciled in the United States, a domestic representative designation is attached: <input type="checkbox"/> Yes <input type="checkbox"/> No (Designations must be a separate document from assignment) Additional name(s) & address(es) attached? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
<b>3. Nature of conveyance:</b> <input type="checkbox"/> Assignment <input type="checkbox"/> Merger <input type="checkbox"/> Security Agreement <input type="checkbox"/> Change of Name <input checked="" type="checkbox"/> Other - <u>Release</u>  Execution Date: <u>December 22, 2003</u>	

<b>4. Application number(s) or registration number(s):</b> A. Trademark Application No.(s)  Additional number(s) attached <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	B. Trademark Registration No.(s) <u>2095131; 2003594; 1648788; 825581; 827453; 830862</u>
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<b>5. Name and address of party to whom correspondence concerning document should be mailed:</b>  Name: <u>Scott M. Kareff, Esq.</u> Internal Address: <u>Schulte Roth &amp; Zabel LLP</u>  Street Address: <u>919 Third Avenue</u>  City: <u>New York</u> State: <u>N.Y.</u> Zip: <u>10022</u>	<b>6. Total number of applications and registrations involved:</b> ..... <span style="border: 1px solid black; padding: 2px;">5</span>  <b>7. Total fee (37 CFR 3.41)</b> ..... \$ <u>165.00</u> <input type="checkbox"/> Enclosed <input checked="" type="checkbox"/> Authorized to be charged to deposit account  <b>8. Deposit account number:</b> <u>500675 - Schulte Roth &amp; Zabel LLP</u>  (Attach duplicate copy of this page if paying by deposit account)
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**DO NOT USE THIS SPACE**

<b>9. Statement and signature.</b> <i>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.</i>		
<u>Scott M. Kareff, Esq.</u> Name of Person Signing	 Signature	<u>January 21, 2004</u> Date
Total number of pages including cover sheet, attachments, and document: <span style="border: 1px solid black; padding: 2px;">5</span>		

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

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**Additional Receiving Parties:**

**Colt's Manufacturing Company LLC, a Delaware limited liability company f/k/a Colt's  
Manufacturing Company, Inc.  
547 New Park Avenue  
West Hartford, CT 06110**

**Highbridge/Zwirn Special Opportunities Fund, L.P., a Delaware limited Partnership  
9 West 57<sup>th</sup> Street, 27<sup>th</sup> Floor  
New York, NY 10019**

### RELEASE OF SECURITY INTEREST

This RELEASE OF SECURITY INTEREST (the "Release") is made and effective as of the date indicated below and is granted by CONNECTICUT DEVELOPMENT AUTHORITY ("CDA"), in favor of COLT DEFENSE LLC, a Delaware limited liability company ("Colt Defense"), COLT'S MANUFACTURING COMPANY LLC, a Delaware limited liability company formerly known as Colt's Manufacturing Company, Inc. ("CMC"), and HIGHBRIDGE/ZWIRN SPECIAL OPPORTUNITIES FUND, L.P., a Delaware limited partnership ("Highbridge" and, together with Colt Defense and CMC, "Releasees").

WHEREAS, CDA and CMC entered into that certain Amended and Restated Reimbursement and Security Agreement (the "Security Agreement") dated as of November 28, 2001, pursuant to which CMC granted to CDA a security interest in and to certain intellectual property of CMC;

WHEREAS, pursuant to the Security Agreement, CMC executed in favor of CDA the following documents, recorded at the United States Patent and Trademark Office (collectively, the "CMC Security Documents"):

- Patent Collateral Assignment of Security dated as of November 28, 2001, recorded on February 12, 2002 at Reel 12641/Frame 0825-0834;
- Trademark Collateral Assignment of Security dated as of November 28, 2001;
- Amendment to Patent Collateral Assignment of Security dated as of June 12, 2003; and
- Amendment to Trademark Collateral Assignment of Security dated as of June 12, 2003, recorded on July 14, 2003 at Reel 2682/Frame 0497-0504;

WHEREAS, Colt Defense entered into an Assumption and Joint Liability Agreement with CMC and CDA dated November 4, 2002, whereby Colt Defense assumed CMC's obligations under the Security Agreement on a joint and several basis;

WHEREAS, pursuant to the Security Agreement, Colt Defense executed in favor of CDA that certain Trademark Collateral Assignment of Security dated as of April 24, 2003 and that certain Patent Collateral Assignment of Security dated as of April 24, 2003 (the "Colt Defense Security Documents" and, together with the CMC Security Documents, the "Security Documents"), which Trademark Collateral Assignment of Security was recorded at the United States Patent and Trademark Office on July 14, 2003 at Reel 2682/Frame 0444-0451;

WHEREAS, pursuant to the Security Documents, Colt Defense and CMC granted to CDA a security interest in, inter alia, the patents and trademark registrations set forth on Schedule A attached hereto (collectively, the "Scheduled Intellectual Property"); and

WHEREAS, Highbridge and Colt Defense have requested that CDA release and discharge fully its security interest in, and its right, title and interest (if any) to, the Scheduled Intellectual Property and any other intellectual property owned or held by Colt Defense or CMC,

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as applicable (collectively, the "Colt Intellectual Property"), whether granted pursuant to the Security Agreement, the Security Documents, or any other agreement or document (collectively, the "Security Interest"), release and discharge any and all rights granted to CDA pursuant to the Security Documents, and reassign to Colt Defense or CMC, as applicable, all right, title and interest of CDA, if any, in and to the Colt Intellectual Property.

NOW, THEREFORE, for good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, CDA, and its successors, legal representatives and assigns, hereby release and discharge fully the Security Interest and any and all rights granted pursuant to the Security Documents, and CDA hereby reassigns to Colt Defense or CMC, as applicable, any and all right, title and interest of CDA, if any, in and to the Colt Intellectual Property. CDA further agrees to execute and deliver to Releasees any and all further documents or instruments and do any and all further acts which Releasees (or their respective agents, designees or assignees) reasonably request, at Colt Defense and CMC's expense, in order to confirm this Release and the right, title and interest of Colt Defense and CMC in and to the Colt Intellectual Property.

IN WITNESS WHEREOF, CDA has caused this Release to be duly executed by its officer thereunto duly authorized as of the 22 day of December 2003.

CONNECTICUT DEVELOPMENT AUTHORITY

By: Francis T. Gagliardo

Name: Francis T. Gagliardo  
Executive Vice President

Title: Public & Investment Finance

**CERTIFICATE OF ACKNOWLEDGMENT**

STATE OF Connecticut

ss.:

COUNTY OF Hartford

On this 22<sup>nd</sup> day of December, 2003, before me, the undersigned, personally appeared Francis T. Gagliardo, personally known to me or proved to me on the basis of satisfactory evidence to be the individual whose name is subscribed to the within instrument and acknowledged to me that he/she executed the same in his/her capacity, and that by his/her signature on the instrument, the individual, or the person upon behalf of which the individual acted, executed the instrument.

Donna L Brooks  
[NOTARY SEAL]

DONNA L. BROOKS  
NOTARY PUBLIC  
MY COMMISSION EXPIRES FEB. 28, 2004

**SCHEDULE A****PATENTS AND TRADEMARKS****PATENTS****Active US Patents/Applications**

<u>Case No.</u>	<u>Title</u>	<u>Inventor</u>	<u>Status</u>	<u>App. No.</u>	<u>Patent No.</u>
879-002992-US (PAR)	Rifle handguard assembly having outer shell with outer and inner linres	Tatro, H.	Issued	814,254	4,663,875
879-003229-US (PAR)	Reversible magazine catch assembly and method of making the same	Lishness, B. Scirica, P.	Issued	07/627,320	5,058,301
879-006368-US (PAR)	Four position firearm control selector	Robbins, L.	Issued	08/642,912	5,760,328
879-006416-US (PAR)	Gas operated firearm	Taylor, J.F. Harris, M.R.	Issued	08/670,661	5,726,377
879-006416-US (DOI)	Gas operated firearm	Taylor, J.F. Harris, M.R.	Issued	08/957,140	5,827,992
879-006880-US (PAR)	Gas operated firearm with clamp on gas block	Robbins, L.	Issued	08/925,960	5,945,626
879-007968-US (PAR)	Firearm magazine cartridge converter	Diagle, A.	Issued	09/190,693	6,070,352
879-010991-US (PAR)	Firearm adapter rail system	Battaglia, V.	Published	10/174,225	

**TRADEMARKS**

<u>CASE NO.</u>	<u>TRADEMARK</u>	<u>APPL. NO.</u>	<u>REG. NO.</u>
879-001409-US(T2)	COMMANDO	170,559	2,095,131
879-001713-US(TM)	MATCH TARGET	600,587	2,003,594
879-001484-US(TM)	HBAR	74/072,949	1,648,788
879-001398-US(TM)	AR-15	N/A	825,581

<u>CASE NO.</u>	<u>TRADEMARK</u>	<u>OWNER</u>	<u>APPL. NO.</u>	<u>REG. NO.</u>
879-001403-US(TM)	COLT AR-15	NCH	N/A	827,453
879-001405=US(TM)	COLT AR-15 AND DESIGN	NCH	N/A	830,862

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