

RECORDATION FORM COVER SHEET TRADEMARKS ONLY

To the Director of the U. S. Patent and Trademark Office: Please record the attached documents or the new address(es) below.

1. Name of conveying party(ies):

Bear Sterns Corporate Lending Inc.

- Individual(s)
- General Partnership
- Corporation- State: New York
- Other _____
- Association
- Limited Partnership

Citizenship (see guidelines) _____

Additional names of conveying parties attached? Yes No

3. Nature of conveyance)/Execution Date(s) :

Execution Date(s) 08/31/05

- Assignment
- Security Agreement
- Other Release of Security Interest
- Merger
- Change of Name

2. Name and address of receiving party(ies)

Additional names, addresses, or citizenship attached? Yes No

Name: Magnequench, Inc.

Internal Address: _____

Address: _____

Street Address: 9775 Crosspoint Blvd., Suite 100

City: Indianapolis

State: Indiana

Country: USA Zip: 46256

Association Citizenship _____

General Partnership Citizenship _____

Limited Partnership Citizenship _____

Corporation Citizenship Delaware

Other _____ Citizenship _____

If assignee is not domiciled in the United States, a domestic representative designation is attached: Yes No
(Designations must be a separate document from assignment)

4. Application number(s) or registration number(s) and identification or description of the Trademark.

A. Trademark Application No.(s)

B. Trademark Registration No.(s)
2,463,513; 1,306,889; 1,720,017; 1,741,009; 1,725,261;
1,709,840; 1,734,515; 1,707,644; 2,406,208

Additional sheet(s) attached? Yes No

C. Identification or Description of Trademark(s) (and Filing Date if Application or Registration Number is unknown):

5. Name & address of party to whom correspondence concerning document should be mailed:

Name: James R. Mix

Internal Address: Jones Day

Street Address: 901 Lakeside Avenue

City: Cleveland

State: OH Zip: 44114

Phone Number: 216-586-3939

Fax Number: 216-579-0112

Email Address: jrmix@jonesday.com

6. Total number of applications and registrations involved:

9

7. Total fee (37 CFR 2.6(b)(6) & 3.41) \$ 240.00

- Authorized to be charged by credit card
- Authorized to be charged to deposit account
- Enclosed

8. Payment Information:

a. Credit Card Last 4 Numbers _____
Expiration Date _____

b. Deposit Account Number 50-1432
Authorized User Name James R. Mix

9. Signature:



Signature

09/02/05

Date

James R. Mix (Not Billing Ref: 497400-121066)

Name of Person Signing

Total number of pages including cover sheet, attachments, and document: 6

Documents to be recorded (including cover sheet) should be faxed to (703) 306-6995, or mailed to:
Mall Stop Assignment Recordation Services, Director of the USPTO, P.O. Box 1450, Alexandria, VA 22313-1450

TRADEMARK

**RELEASE OF SECURITY INTEREST IN
TRADEMARK COLLATERAL**

This RELEASE, dated as of August 31, 2005, is made by BEAR STEARNS CORPORATE LENDING INC., ("Bear Stearns"), pursuant to the termination of the Trademark Collateral Security and Pledge Agreement dated as of June 25, 2004 (the "Security Agreement"), by and among, Bear Stearns, Magnequench, Inc. and Magnequench International, Inc. (collectively, the "Borrowers") and Neo Powders Pte Ltd and Xin Bao Investment, Ltd (collectively, the "Guarantors") (Borrowers and Guarantors collectively, the "Grantors").

WITNESSETH

WHEREAS, pursuant to the Security Agreement by and among Grantors and Bear Stearns dated June 25, 2004 and recorded with the U.S. Patent and Trademark Office on June 28, 2004 at Reel/Frame No. 3002/0032, Grantors granted Bear Stearns a security interest in its trademarks, trademark applications and registrations; all common law and other rights in and to the trademarks in the United States, any state thereof and all foreign jurisdictions; all goodwill symbolized by the trademarks; and all rights and interests pursuant to licenses or other contracts in favor of such Grantor pertaining to any trademarks, trademark registrations or trademark rights ("Trademark Collateral");

WHEREAS, Bear Stearns acknowledges full payment, complete performance and satisfaction of all obligations pursuant to the Security Agreement;

WHEREAS, Grantors have requested that Bear Stearns release its security interest in the Trademarks, as defined in the Security Agreement in connection with the termination of the Security Agreement (the "Released Collateral").

NOW, THEREFORE, in consideration of the foregoing, Bear Stearns hereby RELEASES, without recourse, all of its security interest in the Trademarks, listed on Schedule A attached hereto and incorporated herein by reference, and any other collateral described in the Security Agreement.

Bear Stearns agrees to provide Grantors with any information and additional authorization necessary to effect the release of its security interest in the Released Collateral.

IN WITNESS WHEREOF, Bear Stearns has executed this Release as of the date first set forth above.

BEAR STEARNS CORPORATE LENDING INC.

By:

Keith C. Barnish

Name: KEITH C. BARNISH

Title: EXECUTIVE VICE PRESIDENT

Title: _____

CERTIFICATION OF ACKNOWLEDGMENT

STATE OF NY)
COUNTY OF NY) ss:

Before me, the undersigned, a Notary Public in and for the county aforesaid, on this 30th day of August, 2005, personally appeared Keith Barnish who, being by me duly sworn, deposes and says that he/she is the Executive Vice President of Bear Stearns Corporate Lending, Inc., a New York corporation, and that he/she, as such officer being duly authorized so to do, executed the foregoing instrument for the purposes therein contained as his/her free act and deed and as the full act and deed of such corporation as such officer.

LTT

Notary Public

My Commission Expires: 5/23/06

LAURA L. TORRADO
Notary Public, State of New York
No. 31-5027875
Qualified in Westchester County
Certificate filed in New York County
Commission Expires May 23rd 2006

[RELEASE OF SECURITY INTEREST IN TRADEMARK COLLATERAL]

Schedule A
to the Release of Security Interest in Trademark Collateral

U.S. Trademarks

Secured at Reel/Frame No. 3002/0032

Mark	Registration No.
LEADING MAGNET INNOVATION	2,463,513
MAGNEQUENCH	1,306,889
MAGNEQUENCH	1,720,017
MAGNEQUENCH	1,741,009
MQ1	1,725,261
MQ2	1,709,840
MQ3	1,734,515
MQP	1,707,644
NEOENERGY	2,406,208

Foreign Trademark Applications and Registrations of Grantor

Country	Trademark	Appl. No.	Reg. No.
Australia	MAGNEQUENCH	466092	A466092
Australia	MAGNEQUENCH	466093	A466093
Australia	MAGNEQUENCH	466091	A466091
Benelux	MAGNEQUENCH	698235	430971
Canada	MAGNEQUENCH	581419	TMA342762
China	LEADING MAGNET INNOVATION	2000085110	
China	LEADING MAGNET INNOVATION	2000085113	
China	MAGNEQUENCH	21216	312704
China	MQP	3026211	3026211
China	NEOENERGY	2000085112	1970685
China	NEOENERGY	2000085111	2016529
Denmark	MAGNEQUENCH	3442/1987	2263/1991
European Community	MAGNEQUENCH	2477826	2477826
European Community	MAGNEQUENCH LEADING MAGNET INNOVATION	2918118	
European Community	MQP	2477834	2477834
European Community	NEOENERGY	1702273	1702273
France	MAGNEQUENCH	98/746122	987466122
Germany	MAGNEQUENCH	G34399/12WZ	1121966
Greece	MAGNEQUENCH	85690	85690
Ireland	MAGNEQUENCH	1707/87	A124804
Ireland	MAGNEQUENCH	1736/87	A124806
Ireland	MAGNEQUENCH	1708/87	A124805
Italy	MAGNEQUENCH	10450C/87	510325
Japan	LEADING MAGNET INNOVATION	2000-66381	4618042
Japan	MAGNEQUENCH	69530/98	4546203
Japan	MQP	2001-106123	4637998
Japan	NEOENERGY	2000-66382	
Korea, Republic of (South)	LEADING MAGNET INNOVATION	40-2000-28590	500157
Korea, Republic of (South)	NEOENERGY	40-2000-28589	498840
Malaysia	MAGNEQUENCH	98/05937	

Country	Trademark	Appl. No.	Reg. No.
Malaysia	MAGNEQUENCH	98/05938	98/05938
Taiwan	LEADING MAGNET INNOVATION	89-034303	968961
Taiwan	LEADING MAGNET INNOVATION	89-034304	970036
Taiwan	MAGNEQUENCH	(76)29283	386099
Taiwan	MAGNEQUENCH	(76)29281	415198
Taiwan	NEOENERGY	89-034305	953587
Taiwan	NEOENERGY	89-034306	954718
Thailand	MAGNEQUENCH	368585	KOR98406
Thailand	MAGNEQUENCH	368584	KOR96967
United Kingdom	MAGNEQUENCH	1311219	A1311219
United Kingdom	MAGNEQUENCH	1311221	A1311221
United Kingdom	MAGNEQUENCH	1311220	1311220