Form PTO-1594
(rev 06/04)

RECORDATION FORM COVER SHEET
TRADEMARKS ONLY

U. S. Department of Commerce
Patent and Trademark Office

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)/Execution Date(s):

CapitalSource Finance, LLC

___ Individual(s) ___ Association
___ General Partnership ___ Limited Partnership
___ Corporation
X Other **Limited Liability Company**

Citizenship **Delaware**

Execution Date(s) **December 22, 2006**

Additional name(s) of conveying party(ies) attached? ___ Yes X No

2. Name and Address of receiving party(ies)

Additional name(s) & address(es) attached? X Yes _ No

Name: **Elgar Electronics Corporation**

Internal Address:

Street Address: **9250 Brown Deer Road**

City: **San Diego**

State: **California**

Country: **USA** Zip: **92121**

___ Association – Citizenship
___ General Partnership – Citizenship
___ Limited Partnership – Citizenship
X Corporation – Citizenship **Delaware**
___ Other
Citizenship

If assignee is not domiciled in the United States, a domestic representative designation is attached _ Yes __ No.

3. Nature of conveyance:

___ Assignment ___ Merger
___ Security Agreement ___ Change of Name
___ Government Interest Assignment
X Other **Corrective recordation to change citizenship of assignee to "Delaware" on a Release of Security Interest in Intellectual Property document previously recorded at reel and frame 003451/0572.**

4. Application number(s) or registration number(s):

A. Trademark Application No(s).

B. Trademark Registration No(s).

2781232	2548827	2796705
2548823	2624856	2548824
2624857	2551585	2548822
2596187	2684819	972782
2788297	2713410	2203753

Additional numbers attached? ___ Yes X No

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

Oren Epstein, Esq.
SKADDEN, ARPS, SLATE, MEAGHER & FLOM LLP
Four Times Square
New York, New York 10036
Tel: (212) 735-2517
Fax: (917) 777-2517
opestein@skadden.com

6. Total number of applications and registrations involved: 15

7. Total fee (37 CFR 1.21(h) and 3.41) **$390**

X All fees and any deficiencies are authorized to be charged to Deposit Account
(Our Ref. 084950/4)

8. Payment Information

Deposit Account No. **19-2385**

Authorized user Name: **Evans Richardson**

9. Signature.

Signature — **December 29, 2006** **Date**

Oren Epstein, Esq.
Name of Person Signing

Total number of pages including cover sheet, and documents: **# 4**

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___ General Partnership ___ Limited Partnership
___ Corporation
X Other Limited Liability Company

Citizenship Delaware

Execution Date(s) December 22, 2006

Additional name(s) of conveying party(ies) attached? ___ Yes X No

2. Name and Address of receiving party(ies)

Additional name(s) & address(es) attached? X Yes ___ No

Name: Elgar Electronics Corporation

Internal Address:

Street Address: 9250 Brown Deer Road

City: San Diego

State: California

Country: USA Zip: 92121

___ Association – Citizenship
___ General Partnership – Citizenship
___ Limited Partnership – Citizenship
X Corporation – Citizenship California
___ Other
___ Citizenship

If assignee is not domiciled in the United States, a domestic representative designation is attached ___ Yes ___ No.

3. Nature of conveyance:

___ Assignment ___ Merger
___ Security Agreement ___ Change of Name
___ Government Interest Assignment
X Other Release of Security Interest in Intellectual Property Collateral

4. Application number(s) or registration number(s):

A. Trademark Application No(s).

B. Trademark Registration No(s).

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Additional numbers attached? ___ Yes X No

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

Elaine Ziff, Esq.
SKADDEN, ARPS, SLATE, MEAGHER & FLOM LLP
Four Times Square
New York, New York 10036
Tel: (212) 735-2656
Fax: (917) 777-2656
eziff@skadden.com

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8. Payment Information

Deposit Account No. 19-2385

Authorized user Name: Evans Richardson

9. Signature. December 22, 2006
Signature Date

Elaine Ziff, Esq.
Name of Person Signing

Total number of pages including cover sheet, and documents: # 3

MSW - Draft December 22, 2006 - 4:47 PM

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RELEASE OF
SECURITY INTEREST IN INTELLECTUAL PROPERTY COLLATERAL

WHEREAS, pursuant to that certain Revolving Credit, Term Loan and Security Agreement dated as of March 8, 2004 (as amended to date, the "Loan Agreement"), by and among Elgar Holdings, Inc., a Delaware corporation, Elgar Electronics Corporation, a California corporation (the "Assignor"), in favor of CapitalSource Finance LLC, as administrative, payment and collateral agent for the Lenders under the Loan Agreement (the "Assignee"), Assignor granted a security interest in, among other collateral, certain intellectual property of Assignor to Assignee for itself and the benefit of the Lenders.

WHEREAS, in conjunction with the Loan Agreement, by an Acknowledgment of Intellectual Property Collateral Lien dated as of March 8, 2004 (as amended to date, the "Acknowledgment"), recorded in the United States Patent and Trademark Office on April 9, 2004 at Reel/Frame 2829/0836 and at Reel/Frame 014506/0488, Assignor assigned to and granted to Assignee, a security interest in all right, title and interest of Assignor in and to the Patents and Trademarks attached hereto as Schedule 1, (the "Intellectual Property Collateral ").

WHEREAS, Assignee wishes to provide a document suitable for recording in the United States Patent and Trademark office for purposes of recording the release, relinquishment and discharge of its security interest in the Intellectual Property Collateral.

Capitalized terms used herein and not defined shall have the respective meaning ascribed to such terms in the Loan Agreement or the Acknowledgment as applicable.

NOW, THEREFORE, in consideration of and in exchange for good and valuable consideration, Assignee hereby relinquishes, releases and discharges its security interest in the Intellectual Property Collateral and reassigns any and all interest that it may have in the Intellectual Property Collateral to Elgar Electronics Corporation, a Delaware corporation, a successor by merger to a California corporation with the same name, and formerly known as Elgar Holdings, Inc.

IN WITNESS WHEREOF, the Assignee has caused this Release of Security Interest in Intellectual Property Collateral to be duly executed as of December 22 , 2006.

CAPITALSOURCE FINANCE LLC, as Agent

By: _____
Name: Peggy Balsawer
Title: Associate General Counsel

SCHEDULE I

TRADEMARKS

Grantor	Trademarks	Registration Date	Status	Registration No. (Serial No)
Elgar Electronics Corporation	"ELGAR"	11/11/03	Active	2,781,232
Elgar Electronics Corporation	"ELGAR"	3/19/02	Active	2,548,827
Elgar Electronics Corporation	"ELGAR" (Stylized)	12/23/03	Active	2,796,705
Elgar Electronics Corporation	"ELGAR" (Stylized)	3/19/02	Active	2,548,823
Elgar Electronics Corporation	"SMARTWAVE"	9/24/02	Active	2,624,856
Elgar Electronics Corporation	"SW"	3/19/02	Active	2,548,824
Elgar Electronics Corporation	"TW"	9/24/02	Active	2,624,857
Elgar Electronics Corporation	"GUPS"	3/26/02	Active	2,551,585
Elgar Electronics Corporation	"EW"	3/19/02	Active	2,548,822
Elgar Electronics Corporation	"CONTINUOUSWAVE"	7/16/02	Active	2,596,187
Elgar Electronics Corporation	"CW"	2/4/03	Active	2,684,819
Elgar Electronics Corporation	"SORENSEN"	11/13/73	Active	0,972,782
Elgar Electronics Corporation	"POWERTEN"	12/2/03	Active	2,788,297
Elgar Electronics Corporation	"POWERTEN" (Stylized)	5/6/03	Active	2,713,410
Elgar Electronics Corporation	"POWER TEN INC." (and design)	11/17/98	Active	2,203,753

PATENTS

Grantor	Patents	Issued Date	Status	Patent No.
Elgar Electronics Corporation	"Overvoltage Protection Circuit"	5/29/01	Active	6,239,961
Elgar Electronics Corporation (formerly owned by Power Ten, Inc.)	"Internally Programmable Modular Power Supply and Method"	6/29/99	Active	5,917,719