

RELEASE OF SECURITY INTEREST

This Release of Security Interest is made as of April 21, 2008, by SQUARE 1 BANK ("Lender") in favor of CATALYTIC, INC, a Delaware corporation ("Company") with its principal place of business located at 1076A East Meadow Circle, Palo Alto, CA 94303.

Recital

WHEREAS Company granted to Lender a security interest in the copyrights, patents and trademarks described on Exhibits A, B, and C and attached hereto, respectively, (collectively, the "Intellectual Property") to Lender under an Intellectual Property Security Agreement dated as of October 25, 2005 (the "Security Agreement"), and recorded with the US Library of Congress Copyright Office and the US Patent and Trademark Office as set forth on Exhibits A, B and C.


WHEREAS Company has no outstanding obligations to Lender under the terms of the Security Agreement, Lender agrees to release its security interest in the Intellectual Property.

Agreement

Now therefore, Lender agrees that it terminates and releases its security interest in the Intellectual Property and reassigns to Company, without warranty or recourse, all interest of Lender in the Intellectual Property.

LENDER:

SQUARE 1 BANK


Name: CHRIS J. STOECKER
Title: VP

406 Blackwell Street, Suite 240
Durham, NC 27701

square 1 bank

EXHIBIT A

Copyrights

None

square 1 bank

EXHIBIT B**Patents**

Description	Application/Publication Number	Application/Publication Date
Emulation of a fixed point operation using a corresponding floating point operation	10665999	09/17/2003
Inferring function calls in an ambiguous language computer program	10826978	04/16/2004

Lender's security interest recorded at the US Patent and Trademark Office on 10/26/2005 at Reel and Frame Number 016690/0443.

EXHIBIT C**Trademarks**

Description	Application/Publication Number	Application/Publication Date
DELTAFOX	78513853	11/09/2004

Lender's security interest recorded at the US Patent and Trademark Office on 10/26/2005 at Reel and Frame Number 003182/0618.

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