


RELEASE OF LIEN ON U.S. PATENT NO. 5,051,799

WHEREAS, By a certain Intellectual Property Security Agreement ("Security Agreement") dated June 11, 1997 by and between Ariel Corporation, a Delaware corporation ("the Grantor") and TransAmerica Business Credit Corporation, a Delaware corporation ("the Lender"), recorded with the United States Patent and Trademark Office on June 23, 1997 on Reel 8574, Frames 155-175, Grantor granted to the Lender a security interest in and lien on certain intellectual property, including U.S. Patent No. 5,051,799 entitled "digital output transducer" issued September 24, 1991;

WHEREAS, the Lender desires to release its security interest in and lien on U.S. Patent No. 5,051,799 entitled "digital output transducer";

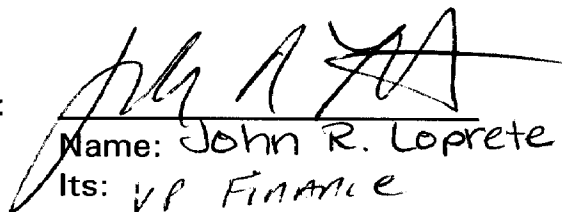
NOW THEREFORE, for good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the Lender hereby (i) releases its security interest in and lien on U.S. Patent No. 5,051,799 and re-assigns to the Grantor all right, title and interest of the Lender in and to U.S. Patent No. 5,051,799 and (ii) authorizes and requests the Commissioner of Patents and Trademarks of the United States of America to note and record the existence of the release hereby given.

**TRANSAMERICA BUSINESS
CREDIT CORPORATION**

By: 
Name: Gary P. Moro
Its: Vice President

Dated: May 4, 1999

ARIEL CORPORATION

By: 
Name: John R. Loprete
Its: VP Finance

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RECORDED: 05/17/1999

**PATENT
"REEL: 009950 FRAME: 0704**