

PATENT RELEASE

This Release granted on this 27th day of February, 2004, by The Bank of Nova Scotia, as Collateral Agent ("Collateral Agent"), to New Flyer Industries Limited, a Canadian corporation with principal offices at 711 Kernaghan Avenue, Winnipeg, Canada ("Assignor"), as follows:

W I T N E S S E T H


WHEREAS, the Assignor has heretofore granted to the Collateral Agent a security interest in certain U.S. patents, patent registrations and patent applications more particularly set forth on Schedule A attached hereto (the "Patents") to secure the Obligations (as defined in the Security Agreement, dated as of October 15, 1998, and Amended and Restated Security Agreement, dated as of March 14, 2002, between the Collateral Agent and the Assignor (the "Security Agreement")); and

WHEREAS, the Collateral Agent wishes to release and restore all right, title and interest in and to the Patents to the Assignor and to dissolve any and all Liens and encumbrances respecting the Patents shown on the attached Schedule A hereto.

NOW, THEREFORE, for good and valuable consideration, receipt of which is hereby acknowledged, the Collateral Agent hereby releases, discharges, quit claims and relinquishes unto the Assignor any and all right, title and interest in and to the Patents, and more particularly, the security interest in the patents, patent registrations and patent applications as set forth on Schedule A hereto, granted to Collateral Agent by the Assignor by the Security Agreement, which Agreement was recorded on November 13, 1998 at Trademark Reel 009580, Frame 0001 and March 25, 2002 at Trademark Reel 012506, Frame 0893 in the United States Patent and Trademark Office.

IN WITNESS WHEREOF, the undersigned, by and through its authorized officer,
has caused this instrument to be executed on the date first written above.

THE BANK OF NOVA SCOTIA,
as Collateral Agent

By 
Robert Bruce Lockie
Vice President

PROVINCE OF ONTARIO)
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On this 27th day of February, 2004, before me personally appeared Robert Bruce Lockie, to me known who, being by me duly sworn, did depose and say that he is the Vice President of The Bank of Nova Scotia described herein and which executed the foregoing instrument and that he signed his name thereto pursuant to the authority granted by said entity.



Notary Public

Schedule A

PATENT

Hydraulically operated bus ramp mechanism

PATENT NUMBER

5,391,041