

**IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE**

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In re: : Chapter 11
: :
COLT HOLDING COMPANY LLC, *et al.*,¹ : Case No. 15-11296 (LSS)
: :
Reorganized Debtors. : (Jointly Administered)
: :
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NOTICE OF LIMITATION OF RELEASES

PLEASE TAKE NOTICE that (i) on December 16, 2015, the Honorable Laurie Selber Silverstein, United States Bankruptcy Judge for the United States Bankruptcy Court for the District of Delaware (the “**Bankruptcy Court**”), entered the *Findings of Fact, Conclusions of Law, and Order Confirming the Debtors’ Second Amended Joint Plan of Reorganization Under Chapter 11 of the Bankruptcy Code* [D.I. 807] (the “**Confirmation Order**”) in the Chapter 11 Cases and (ii) on January 12, 2016, the Bankruptcy Court entered the *Order Pursuant to 11 U.S.C. § 1127(b) Approving and Authorizing Modifications to Debtors’ Second Amended Joint Plan of Reorganization Under Chapter 11 of the Bankruptcy Code and Related Plan Documents* [D.I. 889] (the “**Modification Order**”) in the Chapter 11 Cases. Pursuant to the Confirmation Order and the Modification Order, the Bankruptcy Court confirmed the *Debtors’ Second Amended Joint Plan of Reorganization Under Chapter 11 of the Bankruptcy Code* (as modified by the Confirmation Order and the Modification Order, the “**Plan**”),² which was attached in modified form as Exhibit 1 to the Modification Order.

PLEASE TAKE FURTHER NOTICE that, pursuant to Section 5.4(a) of the Plan and the Commitment Term Sheet, the Sciens Group had the right to fund a total of \$15 million in the aggregate by 5:00 p.m. (Eastern Standard Time) on February 8, 2016 (the “**Second Closing Date**”), inclusive of \$5 million previously funded by the Sciens Group. This right was not fully exercised. Accordingly, pursuant to the Modification Order, each Holder of an Allowed Claim in Class 4-A (*Senior Notes Claims of Participating Holders*), Class 4-B (*Senior Notes Claims of Nonparticipating Holders*), and Class 6 (*General Unsecured Claims*), other than the Plan Support Parties, shall not be deemed to have granted individual releases in favor of the Sciens

¹ The Reorganized Debtors in these cases, along with the last four digits of each Reorganized Debtor’s federal tax identification number, are Colt Holding Company LLC (0094); Colt Security LLC (4276); Colt Defense LLC (1950); Colt Finance Corp. (7687); New Colt Holding Corp. (6913); Colt’s Manufacturing Company LLC (9139); Colt Defense Technical Services LLC (8809); Colt Canada Corporation (5534); Colt International Coöperatief U.A. (6822); and CDH II Holdco Inc. (1782). The address of the Reorganized Debtors’ corporate headquarters is: 547 New Park Avenue, West Hartford, Connecticut 06110.

² Capitalized terms used but not otherwise defined herein shall have the meanings used in the Plan.



Group in accordance with Section 10.4(b) of the Plan regardless of whether such Holder failed to opt-out of the releases granted therein on its ballot to vote on the Plan.

PLEASE TAKE FURTHER NOTICE that the Plan remains effective as of January 13, 2016 (the “**Effective Date**”),³ and Colt Holding Company LLC and its affiliated entities in these Chapter 11 Cases remain Reorganized Debtors under the Plan. The Plan, the Confirmation Order, and the Modification Order contain other provisions that may affect your rights. You are encouraged to review the Plan, the Confirmation Order, and the Modification Order in their entirety.

PLEASE TAKE FURTHER NOTICE that the Confirmation Order, the Modification Order, and the Plan are available for inspection. You may review copies of the Confirmation Order, the Modification Order, and the Plan by (a) accessing the website of the Reorganized Debtors’ claims, notice, and balloting agent, Kurtzman Carson Consultants LLC (“**KCC**”), at <https://www.kccllc.net/coltdefense>, where such documents are posted and may be reviewed free of charge, or (b) contacting KCC by telephone for U.S. callers at +1 (888) 251-3076 (toll free) and for international callers at +1 (310) 751-2617 (caller paid) and requesting copies of such documents, which will then be mailed to you free of charge. You also may obtain copies of any pleadings filed in the Chapter 11 Cases for a fee via PACER at <http://www.deb.uscourts.gov>.

[Remainder of page intentionally left blank.]

³ The Reorganized Debtors previously gave notice of the occurrence of the Effective Date. *See Notice of (I) Confirmation of the Debtors’ Second Amended Joint Plan of Reorganization Under Chapter 11 of the Bankruptcy Code, as Modified, and (II) Occurrence of the Effective Date* [D.I. 898].

Dated: March 17, 2016
Wilmington, Delaware

/s/ Joseph C. Barsalona II
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