IC BUS FULFILLS LARGEST PROPANE BUS ORDER TO DATE

Indianapolis Public Schools receives 100 propane powered IC Bus CE Series school buses for 2016-2017 school year

INDIANAPOLIS, In. - July 15, 2016 - IC Bus today announced it will fulfill an order by the Indianapolis Public Schools of 100 CE Series school buses, powered by the Power Solutions International (PSI) 8.8-liter LP propane engine. The buses will be delivered by the IC Bus dealer, Midwest Transit Equipment, in Whitestown, Indiana.

"IC Bus is proud to partner with Indianapolis Public Schools and we look forward to helping them with their transportation needs for this school year and beyond," said Trish Reed, vice president and general manager, IC Bus. "Additionally, this order demonstrates our customers' continued confidence in our products and acknowledges the significant benefits of our propane engine offering."

Purpose-built for the school bus industry, the CE Series with PSI propane engine is designed to provide diesel-like performance with higher torque at lower engine speeds. The high torque-low speed design greatly benefits stop-and-start applications to allow immediate acceleration after stops and greater hill climbing capability. This not only improves startability and gradability, but also eliminates excessive noise, heat and vibration associated with constant engine revving. Minimal revving reduces engine wear, oil usage and maintenance, while increasing durability and efficiency.

The buses are being built at the IC Bus assembly plant in Tulsa, Oklahoma. Deliveries began in June 2016 and will be complete this summer in time for back-to-school transportation needs in the 2016-2017 school year.

"We are excited to refresh nearly half of our fleet with the propane powered CE Series buses and look forward to seeing the benefit of using an alternative, clean burning fuel to transport our students safely and on time," said Monica Coburn, transportation director, Indianapolis Public Schools.

About IC Bus

IC Bus, LLC of Lisle, III., is a wholly-owned subsidiary of Navistar, Inc. (NYSE: NAV). The nation's largest integrated manufacturer of school buses, IC Bus is a global leader in passenger protection, chassis design, engines and ergonomics. The company is also a producer of commercial buses. All IC Bus™ buses are sold, serviced and supported through a renowned dealer network that offers an integrated customer program encompassing parts, training and service. Additional information is available at www.icbus.com.

About Navistar

Navistar International Corporation (NYSE: NAV) is a holding company whose subsidiaries and affiliates produce International $^{\mathbb{B}}$ brand commercial and military trucks, proprietary diesel engines, and IC Bus $^{\mathbb{T}}$ brand school and commercial buses. An affiliate also provides truck and diesel engine service parts. Another affiliate offers financing services. Additional information is available at www.Navistar.com.

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