

Trade Press Release

CAE Healthcare announces exclusive distributor agreement with Strategic Operations for medical simulation trauma surgical suits

Montreal, Canada, September 18, 2015 – CAE Healthcare announced today that it has signed an exclusive rights agreement to distribute the Strategic Operations (STOPS) Surgical Cut Suit and other simulation training products in all parts of the world outside the United States. Designed for point-of-injury care, the Surgical Cut Suit allows first responders and physicians to practice performing surgical and emergency procedures on patients with simulated traumatic, life-threatening injuries.

Based in San Diego, USA, STOPS simulates medical response field scenarios through the "magic of Hollywood," with hyper-realistic training environments that include special effects, role players and simulated wounds. STOPS has developed a line of medical products that can be worn by actors or Standardized Patients (SPs) to allow real-time interaction with a trauma patient. The Surgical Cut Suit and Tactical Combat Casualty Care (TCCC)/EMS Cut Suit vest can also be zipped around a manikin to add realism to a scenario.

"Strategic Operations has created a spectacular line of simulation products that complement our portfolio and can be used in conjunction with Standardized Patients and our patient simulators to add versatility to trauma training scenarios," said Dr. Robert Amyot, President of CAE Healthcare. "Like CAE Healthcare, Strategic Operations has employed subject matter and clinical experts to create training tools for emergency medical scenarios that are common but impossible to practice on live patients with the shared goal of saving more lives."

"We are pleased to be part of the CAE Healthcare extensive portfolio of training solutions," STOPS Executive Vice President Kit Lavell said. "Our products are very complementary and I believe the market will respond enthusiastically to this new synergy."

The TCCC/EMS Cut Suit was developed for treating the three primary causes of death on the battlefield: hemorrhage, airway compromise and tension pneumothorax. The Surgical Cut Suit allows practice on a patient with severe internal bleeding or organ damage from point-of-injury through transport and surgical intervention. STOPS recently garnered media attention when the Cut Suit was used in a gravity-free environment in the skies above Ottawa, Canada to simulate damage control surgery in the ultimate austere environment – space. (<http://www.lfpress.com/2015/07/24/space-surgeon> and <http://www.gizmag.com/medical-team-attempts-simulated-zero-gravity-surgery/38330/>)

"The Surgical Cut Suit is part of a unique educational curriculum that Rocky Vista University College of Osteopathic Medicine in Colorado developed with our help," said STOPS President Stu Segall. Besides pathologies, Surgical Cut Suit procedures include hemorrhage control by tourniquet or by suturing and stapling of internal organs, arterial ligation or clamping, surgical cricothyrotomy, needle thoracentesis and suturing of internal organs and skin and peripheral IV access. Both suits can be customized based on the scenario and are repairable for multiple uses.

STOPS has also created a blood pumping system that can be controlled remotely, blast trousers for treatment of severe bleeding injuries that are above the knee and above tourniquet placement and also a 6-in-1 TCCC trainer, an upper torso that provides training for multiple procedures to clear airways and restore breathing.

CAE Healthcare and Strategic Operations will demonstrate the products at upcoming military and civilian medical conferences and at the International Meeting for Simulation in Healthcare (IMSH) in San Diego in January of 2016.

About Strategic Operations

Strategic Operations Inc., on the lot of Stu Segall Productions, a full-service TV / movie studio in San Diego, Calif., provides “Hyper-Realistic™” training services and products for military, law enforcement and other organizations responsible for homeland security. The company employs state-of-the-art Hollywood battlefield special effects, combat wound effects, medical simulation systems like the “Cut Suit,” role players, subject matter experts, and training scenarios to create training environments that are the most unique in the industry. Over the last 13 years Strategic Operations has provided Hyper-Realistic™ training support to more than 750,000 military, law enforcement, and civilian first responders. STOPS Tactical Training Canada LLC, a subsidiary of Strategic Operations, has headquarters in Alberta, Canada. For more information, visit www.strategic-operations.com.

Follow us on Twitter @ StrategicOps.

About CAE Healthcare

CAE Healthcare offers cutting-edge learning tools to healthcare students and professionals, allowing them to develop practical experience through risk-free simulation training before treating real patients. CAE Healthcare's full spectrum of simulation solutions includes surgical and imaging simulation, curriculum, the LearningSpace audiovisual and center management platform and highly realistic adult, pediatric and baby patient simulators. Today, approximately 9,000 CAE Healthcare simulators and audiovisual solutions are in use worldwide by medical schools, nursing schools, hospitals, defence forces and other entities. www.caehealthcare.com

About CAE

CAE (NYSE: CAE; TSX: CAE) is a global leader in the delivery of training for the civil aviation, defence and security, and healthcare markets. We design and integrate the industry's most comprehensive training solutions, anchored by the knowledge and expertise of our 8,000 employees, our world-leading simulation technologies and a track record of service and technology innovation spanning seven decades. Our global presence is the broadest in the industry, with 160 sites and training locations in 35 countries, including our joint venture operations, and the world's largest installed base of flight simulators. Each year, we train more than 120,000 civil and defence crewmembers, as well as thousands of healthcare professionals. www.cae.com

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A high-resolution photo of Strategic Operations (STOPS) Surgical Cut Suit is available for download at www.cae.com/photos

CAE contacts:

Media: Helene V. Gagnon, Vice President, Public Affairs and Global Communications,
+1-514-340-5536, helene.v.gagnon@cae.com

Trade press: Stephen Ralph, Director, Global Marketing, CAE Healthcare
+1.941.536.2811, stephen.ralph@cae.com

Investor Relations: Andrew Arnovitz, Vice President, Strategy and Investor Relations,
+1-514-734-5760, andrew.arnovitz@cae.com

Strategic Operations contact:

Kit Lavell, Executive Vice President, +1-858-244-0559, kit@e-stops.com