



Trade Press Release

CAE and HAL helicopter training centre progressing on schedule

New Delhi, India, February 11, 2010 - (NYSE: CAE; TSX: CAE) – CAE and Hindustan Aeronautics Limited (HAL) announced on the eve of the Rotary Wing Society of India's Heli-Power conference, that their joint venture company – the Helicopter Academy to Train by Simulation of Flying (HATSOFF) – was progressing on-schedule for the opening in mid-2010 of India's first Level D helicopter simulator training facility.

The CAE-built full-mission helicopter simulator for HATSOFF is currently en route to India following the completion of manufacturing and in-plant acceptance at CAE's facility in Montreal, Canada. The simulator is scheduled to arrive in Bangalore later this month to begin installation at the new HATSOFF helicopter training centre. The first cockpit for the simulator represents the Bell 412 helicopter, and is scheduled to be ready-for-training this summer.

"We are excited about the creation of this new training centre that will serve the needs of helicopter operators in India," said Wing Commander (Retd) Chandra Dat Upadhyay, Chief Executive Officer of HATSOFF. "Simulation-based training is one of the best approaches for improving safety and operational efficiency, and the HATSOFF training centre will play a key role in producing skilled and mission-ready helicopter aircrews."

About HATSOFF

The CAE-built full-mission simulator en route to India features CAE's revolutionary roll-on/roll-off cockpit design, which enables cockpits representing various helicopter types to be used in the simulator. Beginning this summer, HATSOFF will offer comprehensive training to operators of the Bell 412 helicopter. Additional cockpits for the Indian Army/Air Force variant of the HAL-built Dhruv, the civil variant of the Dhruv, and the Eurocopter Dauphin will be added over the next year. The training centre will feature multimedia classrooms, computer-based training, brief/debrief facilities, and a training management information system. The CAE-built full-mission simulator for HATSOFF will feature a common motion system, vibration platform, and visual display system, and the four separate cockpit modules that can be used in the full-mission simulator. When a cockpit is not used in the full-mission simulator, it will be used as a fixed-based flight training device (FTD). The simulator will be certified to European Aviation Safety Agency (EASA) and Indian DGCA Level D, the highest qualification for flight simulators.

About CAE

CAE is a world leader in providing simulation and modelling technologies and integrated training solutions for the civil aviation industry and defence forces around the globe. With annual revenues exceeding C\$1.6 billion, CAE employs more than 6,500 people at more than 90 sites and training locations in 20 countries. We have the largest installed base of civil and military full-flight simulators

and training devices. Through our global network of 29 civil aviation and military training centres, we train more than 75,000 crewmembers yearly. We also offer modelling and simulation software to various market segments and, through CAE's professional services division, we assist customers with a wide range of simulation-based needs. www.cae.com

About HAL

Hindustan Aeronautics Limited (HAL) is a premier aeronautical complex of SE Asia, with 19 production divisions and ten R&D centres. HAL's expertise encompasses design, production, repair, overhaul and upgrade of Aircraft, Helicopters, Aero-engines, Accessories, Avionics and Systems. HAL today provides one stop solutions for all the design needs of aircraft & helicopters in airframes, airframe systems, avionics, mission & combat systems using advanced design tools. The 19 manufacturing divisions of HAL are equipped with modern infrastructure with modern plant and machinery for production of fighter aircraft, trainer aircraft and helicopters. The current workforce is around 35,000 with over 50% having more than a decade of aircraft industry experience. It has also diversified into manufacture and repair/overhaul of Industrial & Marine Gas Turbine engines, and manufacture of structures for aerospace vehicles. www.hal-india.com

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A photo of the CAE-built full-mission helicopter simulator currently en route to India and soon to be installed at HATSOFF's new training centre in Bangalore is available at www.cae.com/photos.

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