

Trade Press Release

CAE inaugurates new Airbus A350 CAE 7000XR Series full-flight simulator in Brazil

Sao Paulo, Brazil, July 6, 2016 (NYSE: CAE; TSX: CAE) – CAE inaugurated today a new Airbus A350 CAE 7000XR Series full-flight simulator to meet the pilot training needs of Latin American carriers and to support a specific long-term training agreement concluded in FY15. The new training equipment is located at CAE's training centre in Sao Paulo, Brazil and brings the total number of full-flight simulators to 14 in Brazil and to 19 across CAE's training network in Latin America.

"We are delighted to bring the latest technology to our centre and to offer our long-standing partners and regional customers state-of-the-art training equipment", said Nick Leontidis, CAE's Group President, Civil Aviation Training Solutions. "Latin America is a fast-growing civil aviation market and our training centres in the region are equipped to train the thousands of new pilots that will be needed over the next years by our airline customers."

About CAE

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

-30-

CAE contacts:

General Media:

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

Investor relations:

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

Trade Media:

Frédéric Morais, Marketing Leader, Civil Aviation Training Solutions, +1-514-506-8331, frederic.morais@cae.com