

CAE USA awarded U.S. Navy contract to continue providing T-44C aircrew training services

-- Contract value of more than US\$70 million over next six years --

Tampa, Florida, USA, January 6, 2021 – (NYSE: CAE; TSX: CAE) – CAE today announced that CAE USA has been awarded a United States Navy contract to continue providing comprehensive T-44C Pegasus aircrew training services at Naval Air Station (NAS) Corpus Christi in Texas.

Awarded as a base one-year contract with additional one-year options through mid-2027, the contract is valued at more than US\$70 million. CAE USA provides T-44C aircrew training services to the Chief of Naval Air Training (CNATRA) under a contractor-owned, contractor-operated training program. The T-44C is the Navy's variant of the King Air aircraft used for intermediate and advanced multi-engine pilot training.

"We started delivering T-44C aircrew training to the Navy in 2013 and are honored the Navy has selected CAE USA to continue providing the essential training services for CNATRA's multi-engine training pipeline," said Ray Duquette, President and General Manager, CAE USA.

CAE USA provides qualified instructors who deliver all the required T-44C classroom and simulator training at NAS Corpus Christi. CAE owns, operates and maintains a suite of T-44C training devices that are used extensively as part of the T-44C training syllabus. CAE is also introducing new virtual reality trainers based on the Microsoft HoloLens that will be used for T-44C familiarization and procedural training tasks. This will enable more student throughput by freeing the T-44C training devices and aircraft for more advanced training. In total, more than 400 U.S. Navy, Marine Corps, and international students train annually on the T-44C at NAS Corpus Christi.

"The Navy T-44C aircrew training program is a great example of how CAE partners with our military customers to introduce digital innovations such as virtual reality technologies that help contribute to more efficient and effective training," said Dan Gelston, Group President, Defense & Security, CAE.

The T-44C aircrew training program falls under the responsibility of CNATRA, which oversees the Naval Air Training Command and the training of all naval aviators and naval flight officers.

About CAE

CAE's Defense & Security business unit focuses on helping prepare our customers to develop and maintain the highest levels of mission readiness. We are a world-class training and mission systems integrator offering a comprehensive portfolio of training and operational support solutions across



CAE USA will continue providing T-44C aircrew training to the U.S. Navy at NAS Corpus Christi, Texas.

the air, land, sea and public safety market segments. We serve our global defense and security customers through regional operations in Canada; the United States/Latin America; Europe/Middle East; and Asia-Pacific, all of which leverage the full breadth of CAE's capabilities, technologies and solutions.

CAE is a high technology company, at the leading edge of digital immersion, providing solutions to make the world a safer place. Backed by a record of more than 70 years of industry firsts, we continue to reimagine the customer experience and revolutionize training and operational support solutions in civil aviation, defense and security, and healthcare. We are the partner of choice to customers worldwide who operate in complex, high-stakes and largely regulated environments, where successful outcomes are critical. Testament to our customers' ongoing needs for our solutions, over 60 percent of CAE's revenue is recurring in nature. We have the broadest global presence in our industry, with approximately 10,000 employees, 160 sites and training locations in over 35 countries. www.cae.com

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