

Trade Press Release

Indonesian Air Force takes delivery of CAE-built ex-RAAF C-130H simulator

Sydney, Australia, September 7, 2016 – (NYSE: CAE; TSX: CAE) – CAE today announced that the Indonesian Air Force has recently taken delivery and accepted for training a CAE-built C-130H full-mission simulator that was previously in-service with the Royal Australian Air Force (RAAF).

The Indonesian Air Force has acquired nine ex-RAAF C-130H aircraft along with the CAE-built simulator as part of a government-to-government agreement established several years ago. Airbus Group Australia Pacific, the prime contractor responsible for delivery of five of the C-130H aircraft along with spares and simulator, subcontracted CAE Australia to relocate the C-130H simulator and to provide the training facility to house it.

The CAE-built C-130H full-mission simulator is now installed and ready-for-training in the new facility, which is an extension of the Tentara Nasional Indonesia – Angatan Udara (TNI-AU) C-130 training facility located at Halim Airbase near Jakarta.

"We are pleased to support the Government of Australia and Airbus in completing the transfer of the C-130H simulator to the Indonesian Air Force," said Peter Redman, Vice President and General Manager, CAE Asia/Pacific, Defence & Security. "We have maintained and serviced this C-130H simulator since its entry into training with the RAAF more than 15 years ago so it still has many years of service remaining to support the safe, efficient training of Indonesian Air Force C-130H aircrews."

About CAE

CAE's Defence & 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 systems integrator offering a comprehensive portfolio of training centres, training services and simulation products across the air, land, sea and public safety market segments. We serve our global defence and security customers through regional operations in Canada; the United States/Latin America; Europe/Middle East/Africa; and Asia/Pacific, all of which leverage the full breadth of CAE's capabilities, technologies and solutions.

CAE is a global leader in training for the civil aviation, defence and security, and healthcare markets. Backed by a 70-year record of industry firsts, we continue to help define global training standards with our innovative virtual-to-live training solutions to make flying safer, maintain defence force readiness and enhance patient safety. We have the broadest global presence in the industry, with 8,000 employees, 160 sites and training locations in over 35 countries. Each year, we train more than 120,000 civil and defence crewmembers and thousands of healthcare professionals worldwide. www.cae.com

Follow us on Twitter @CAE_Inc and @CAE_Defence

CAE contacts:

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

Trade media:

Chris Stellwag, Director, Marketing Communications – Defence and Security, +1-813-887-1242, <u>chris.stellwag@cae.com</u>

Investor relations:

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