

Trade Press Release

Mike Greenley appointed Vice President and General Manager of CAE Canada, Military

Montreal, Canada, October 17, 2013 – (NYSE: CAE; TSX: CAE) – CAE today announced the appointment of Mike Greenley as Vice President and General Manager of CAE Canada, Military. With this appointment, CAE will now be operating its defence and security business activities within the Canadian market as a regional business unit. Mr. Greenley will be responsible for the general management and operation of CAE Canada, Military, and will be based in CAE's offices in Ottawa.

"CAE is a homegrown Canadian company that has been delivering defence and security solutions to Canada's military since the company was founded in 1947," said Gene Colabatistto, Group President, Military Products, Training and Services, CAE. "Mike brings extensive experience with army, navy and air force customers that will help create new opportunities and effective delivery to our Canadian customers. This new position brings added focus to ensuring our Canadian customers and business partners are supported with world-class solutions that help maintain mission readiness."

CAE has employees in 15 locations across Canada and offers a broad defence capability that includes systems integration, intelligence-surveillance-reconnaissance (ISR) solutions, in-service support management, training, and simulation. CAE has been responsible for the CF-18 mission systems for the life of this aircraft fleet in Canada. CAE is the prime contractor on Canada's Operational Training Systems Provider (OTSP) program, which includes the development of training devices and delivery of inservice training support for Canada's new CC-130J and CH-147 aircraft, in addition to providing training support services for most of the Royal Canadian Air Force's installed base of flight simulators. CAE also delivers a range of operational ISR solutions to Canada and the global market, including magnetic anomaly detection for anti-submarine warfare, electronic warfare suites for land forces, and augmented visionics solutions for aircraft navigation in degraded visual environments.

Mr. Greenley brings over 25 years of leadership experience within the Canadian defence and security markets. He comes to CAE from General Dynamics Corporation, where he served as Vice President International, C4 Systems as well as Vice President, Strategy and Development for Canada. Mr. Greenley was previously Vice President of Modelling & Simulation for CAE's Military business unit. Prior to that, he was President of CAE Professional Services and founder of Greenley and Associates, which was acquired by CAE in 2004.

Mr. Greenley currently serves as Chairman of the Board of the Canadian Association of Defence and Security Industries (CADSI) and Chairman of the Advisory Board for Defence and Security Export to the Department of Foreign Affairs and International Trade (DFAIT) in Canada.

About CAE

CAE is a global leader in modelling, simulation and training for civil aviation and defence. The company employs close to 8,000 people at more than 100 sites and training locations in approximately 30 countries. CAE offers civil aviation, military, and helicopter training services in more than 45 locations worldwide and trains approximately 100,000 crewmembers yearly. In addition, the CAE Oxford Aviation Academy offers training to aspiring pilot cadets in 11 CAE-operated flight schools. CAE's business is diversified, ranging from the sale of simulation products to providing comprehensive services such as training and aviation services, integrated enterprise solutions, in-service support and crew sourcing. The

company applies simulation expertise and operational experience to help customers enhance safety, improve efficiency, maintain readiness and solve challenging problems. CAE is now leveraging its simulation capabilities in new markets such as healthcare and mining. www.cae.com

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A photo of Mike Greenley is available for download at www.cae.com/photos

Caption: Mike Greenley, Vice President and General Manager of CAE Canada, Military

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