



Trade Press Release

RAAF C-130J Hercules full-flight and mission simulator upgraded to provide enhanced tactical training capabilities

Sydney, Australia, September 29, 2011 – (NYSE: CAE; TSX: CAE) – CAE Australia today announced that it has upgraded the Royal Australian Air Force's (RAAF) C-130J Hercules full-flight and mission simulator (FFMS) to provide additional tactical training capabilities. The upgrade was completed on budget and without taking the simulator out of service.

CAE Australia, prime contractor under the Management and Support of the Australian Defence Force's (ADF) Aerospace Simulators (MSAAS) contract, upgraded the C-130J simulator with a new radar warning receiver (RWR) simulation, which will be used to provide RAAF C-130J aircrews with early warning and threat detection alerts during training. Instructors will also be able to insert various radar threats into the simulator training sessions to provide RAAF aircrews with realistic tactical mission training scenarios.

"The addition of the RWR simulation to the C-130J simulator is consistent with the Commonwealth's objective to ensure the Royal Australian Air Force's training systems are concurrent with the platforms they simulate," said Peter Redman, acting Managing Director, CAE Australia Pty Ltd. "We completed this simulator upgrade without any downtime to current training, and in advance of the upgrades being completed on the actual aircraft. The RAAF C-130J aircrews will now be well-trained and prepared as the RWR-capable Hercules aircraft re-enter service."

The addition of the RWR simulation not only ensures the ongoing fidelity of the C-130J simulator, but also enhances the tactical training capabilities of the C-130J aircrew training system. The C-130J FFMS includes CAE's Interactive Tactical Environment Management System (ITEMS) for creating complex tactical environment scenarios, as well as Distributed Interactive Simulation (DIS) functionality so the C-130J FFMS can be networked with the C-130H FFMS co-located at RAAF Base Richmond.

CAE Australia performed the upgrade under CAE's Authorised Engineering Organisation (AEO) Letter of Authority. As a certified AEO, CAE is delegated design approval authority for engineering upgrades on in-service simulators for the Australian Defence Forces.

CAE is a global leader in modeling, simulation and training for civil aviation and defence. The company employs more than 7,500 people at more than 100 sites and training locations in more than 20 countries. Through CAE's global network of 32 civil aviation, military and helicopter training centres, the company trains more than 80,000 crewmembers yearly. CAE's business is diversified, ranging from the sale of simulation products to providing comprehensive services such as training and aviation services, professional services and in-service support. The company aims to apply its 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.

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