

Trade Press Release

Second Australian Army MRH90 full-flight and mission simulator accepted for training

Silverwater, Australia, November 5, 2014 – (NYSE: CAE; TSX: CAE) – CAE today announced that the Commonwealth of Australia has accepted into service the second MRH90 full-flight and mission simulator (FFMS) located at Royal Australian Air Force Base Townsville in Queensland.

CAE also announced the MRH90 FFMS has been certified by the Australian Defence Force (ADF) Airworthiness Authority to Level D under the Australian Civil Aviation Safety Authority (CASA) and Joint Aviation Requirements (JAR) standards based on an evaluation conducted by an independent authority. This certification is equivalent to the U.S. Federal Aviation Administration's Level D, the highest qualification for flight simulators.

This is the world's second NH90 helicopter simulator to be formally certified to Level D by a defence force and an independent aviation regulatory agency, following the certification last year of Australia's first MRH90 simulator located at the Australian Army Aviation Training Centre Oakey.

"The Australian Defence Forces are increasingly leveraging synthetic training for more of their overall training requirements, and the high-fidelity MRH90 training systems we have delivered will play a key role in contributing to the overall safety, efficiency and readiness of MRH90 aircrews," said Peter Redman, Vice President and General Manager, CAE Australia Pty Ltd. "The two MRH90 simulators now in operation in Australia are among the most advanced and highest fidelity helicopter flight simulators anywhere, and CAE is proud to have delivered them to support the Australian Army and Royal Australian Navy."

As the prime contractor for the ADF's MRH90 training program, CAE had overall responsibility for providing the two MRH90 FFMSs and training facilities. CAE Australia Pty Ltd. has now commenced delivery of comprehensive engineering and support services at both Oakey and Townsville.

CAE is a global leader in providing comprehensive training solutions based on world-leading simulation technology and integrated training services. The company employs 8,000 people at more than 160 sites and training locations in 35 countries. Our vision is to be our customers' Partner of Choice and we take a long-term approach to customer relationships. We offer our civil aviation and defence and security customers a complete range of highly innovative product, service and training centre solutions designed to help them meet their mission critical needs for safety, efficiency and readiness. We provide similar solutions to customers in healthcare and mining. CAE has the largest installed base of civil and military flight simulators, supported by a range of after-sales services, and has been serving the needs of its customers for nearly 70 years. We have the broadest training services network in the world and offer civil aviation, military and helicopter training services in 67 locations worldwide and train more than 120,000 civil and military crewmembers annually. www.cae.com

Follow us on Twitter @CAE_Inc and @CAE_Defence

- 30 -

CAE contacts:

Nathalie Bourque, Vice President, Public Affairs and Global Communications, (514) 734-5788, <u>nathalie.bourque@cae.com</u>

Trade media: Chris Stellwag, Director, Marketing Communications – Defence and Security, (813) 887-1242, <u>chris.stellwag@cae.com</u>

Investor relations: Andrew Arnovitz, Vice President, Strategy and Investor Relations, (514) 734-5760, <u>andrew.arnovitz@cae.com</u>