



US Airways and CAE Sign Long-Term Support Agreement for Full-Flight Simulators

- Five-year support program helps airline maintain highest levels of flight crew training

Montreal, Canada, December 1, 2011 – (NYSE: CAE; TSX: CAE) – CAE today announced that US Airways (NYSE: LCC) has signed a five-year Long-Term Support Agreement (LTSA) through which CAE will assist the airline with simulator planning and engineering for six Airbus A320 and A330 full-flight simulators located in the United States in Charlotte, North Carolina and Phoenix, Arizona.

CAE's new efficiency-oriented solution enables airline simulator training centers to improve schedule predictability in planning multi-year updates and reduce life-cycle training costs by lowering execution risks. The LTSA can include spares, repairs, updates, upgrades, technical training and other engineering support. The CAE LTSA features price protection that covers all included updates and services for the duration of the agreement.

"This innovative program will enable more effective use of customer and CAE engineering management expertise, minimize training schedule impacts from necessary simulator updates, and save significant related costs," said Jeff Roberts, CAE's Group President, Civil Simulation Products, Training and Services. "The LTSA program can establish a long-term horizon for managing simulator support, including a predictive planning environment and roadmap. It leverages the technology advantage of CAE's systems-level design and manufacturing experience as well as supply chain efficiencies from working with hundreds of airline customers and our own global network of more than 160 simulators." "Our flight simulators are the backbone of our safety-oriented training program, and we employ them at high-utilization rates. We routinely update them over their life cycle to reflect aircraft equipage changes and regulatory-driven modifications to maintain the highest levels of flight crew training," said Capt. Bob Skinner, Managing Director, US Airways Flight Training & Standards. "The Long-Term Support Agreement combines our knowledge base with CAE's data for simulator fleets worldwide to establish an optimal, integrated life-cycle plan for our equipment that will help us control our costs, maximize our training schedule and improve safety by providing our crews with the most realistic training scenarios possible."

US Airways recently purchased a new A320 full-flight simulator from CAE for its Charlotte training facility. The simulator is currently undergoing FAA certification and is expected to be in service early next year. The move comes as the airline replaces its fleet of Boeing B737-300 and -400 series aircraft with new Airbus A320 family equipment by the end of 2014.

About CAE

CAE is a global leader in modelling, 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 33 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. www.cae.com

About US Airways

US Airways, along with US Airways Shuttle and US Airways Express, operates more than 3,000 flights per day and serves 200 communities in the U.S., Canada, Mexico, Europe, the Middle East, the Caribbean, Central and South America. The airline employs more than 32,000 aviation professionals worldwide and is a member of the Star Alliance network, which offers its customers more than 21,000 daily flights to 1,185 airports in 185 countries. Together with its US Airways Express partners, the airline serves approximately 80 million passengers each year and operates hubs in Charlotte, N.C., Philadelphia and Phoenix, and a focus city in Washington, D.C. at Ronald Reagan Washington National Airport. US Airways was the only airline included as one of the 50 best companies to work for in the U.S. by LATINA Style magazine's 50 Report for 2010 and 2011. The airline also earned a 100 percent rating on the Human Rights Campaign Corporate Equality index for the sixth year in a row. The Corporate Equality index is a leading indicator of companies' attitudes and policies toward lesbian, gay, bisexual and transgender employees and customers. US Airways also ranked #1 among its competing hub-and-spoke network carriers for 2010 performance as rated by the Wichita State University/Purdue University Airline Quality Rating (AQR). For more company information visit usairways.com, follow on [Twitter @USAairways](https://twitter.com/USAairways) or at [Facebook.com/USAirways](https://facebook.com/USAirways). (LCCG)

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