

## **Trade Press Release**

## Upgraded S-70A Black Hawk simulator enters service for Australian Army

Sydney, Australia, February 17, 2011 – (NYSE: CAE; TSX: CAE) – CAE Australia today announced that a major upgrade to the Australian Army's S-70A Black Hawk full-flight and mission simulator (FFMS) has been completed on-schedule and recently entered service for the Australian Army.

CAE Australia, prime contractor under the Management and Support of the Australian Defence Force's Aerospace Simulators (MSAAS) contract, upgraded the S-70A Black Hawk FFMS with electronic warfare capabilities. The S-70A Black Hawk electronic warfare upgrade included the addition of a new missile warning systems, countermeasures dispensing system, and missile warning sensors. CAE also recently completed a visual upgrade of the simulator by adding the CAE Medallion™-6000 image generator.

"These upgrades provide the Australian Army with enhanced training capabilities and help ensure concurrency with the Army's fleet of Black Hawk helicopters," said Peter Redman, Operations Director, CAE Australia Pty Ltd. "We are pleased we have been able to deliver this upgrade on-time and with no simulator downtime during the upgrade program."

CAE Australia was able to perform the upgrade under CAE's Authorised Engineering Organisation (AEO) Letter of Authority. As a certified AEO, CAE is delegated design authority for performing engineering upgrades on in-service simulators for the Australian Army, Navy and Air Force.

CAE is a world leader in providing simulation and modelling technologies and integrated training solutions for the civil aviation industry and defence forces around the globe. With annual revenues exceeding C\$1.5 billion, CAE employs more than 7,500 people at more than 100 sites and training locations in more than 20 countries. We have the largest installed base of civil and military full-flight simulators and training devices. Through our global network of 30 civil aviation and military training centres, we train more than 80,000 crewmembers yearly. We also offer modelling and simulation software to various market segments and, through CAE's professional services division, we assist customers with a wide range of simulation-based needs. www.cae.com

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High resolution photos of the S-70A Black Hawk simulator and an image generated by its visual system are available in the Military section of <a href="http://www.cae.com/photos">www.cae.com/photos</a>

Photo 1: CAE Australia has upgraded the Australian Army's S-70A Black Hawk full-flight and mission simulator with electronic warfare capabilities and the latest CAE Medallion-6000 image generator.

Photo2: The Australian Army's S-70A Black Hawk full-flight and mission simulator now features the industry-leading CAE Medallion-6000 image generator designed specifically for military training requirements.

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