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ASX ANNOUNCEMENT

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Company Announcements Office Australian Stock Exchange

The following announcement is issued by the company for release to the market.

ADACEL AWARDED \$27.3 MILLION US AIR FORCE CONTRACT

Adacel has been awarded a contract valued at \$27.3 million (US\$19.97 million) to supply 42 air traffic control tower simulation systems to the United States Air Force. Work is due for completion by June 2005.

This is the second major delivery phase under the US Air Force Tower Simulation Systems program for which Adacel was selected in April 2002. The US Air Force plans to procure up to 94 simulators under the TSS program, as well as support and maintenance of the systems through to 2011. The program is estimated to total around \$100 million (US\$72.5 million).

The latest contract strengthens Adacel's position as the leading supplier of air traffic control simulation systems for North American defence forces and for air traffic control training internationally.

Adacel Technologies Limited

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