

Adacel Completes Upgrade of NAV Portugal's Oceanic ATM System Company Also Awarded Five Year Contract Extension for Site Support

Orlando, Florida, (August 15, 2006) – Adacel, an industry leader in software integration, simulation development, and speech recognition technology, announced today that it has completed the contractual terms of a NAV Portugal agreement to upgrade the country's Oceanic Air Traffic Management (ATM) system.

Additionally, Adacel has been awarded an extension to its NAV Portugal service contract to provide on-site support for the system through 2011. The value of the new contact extension is C\$4M.

The NAV Portugal ATM system, which uses Adacel's Aurora Oceanic ATM automation software, controls international air traffic in the Santa Maria Oceanic flight region of the North Atlantic

Under this latest upgrade, Adacel enhanced the Oceanic Flight Data Processing and Visualization System's computer hardware, operating systems and real time controller displays.

"This is an important milestone for both Adacel and NAV Portugal. NAV Portugal employs a state-of-the-art ATM system that greatly improves the management and support of air traffic in the North Atlantic," said Fred Sheldon, Adacel's North American CEO. "We are very happy to be in partnership with NAV Portugal, and look forward to additional years of supporting their needs as they evolve."

Alexandre Oliveira, a member of the NAV Portugal Board of Directors, stated that the upgrade significantly improves system performance and will facilitate the implementation of future functional enhancements. "This upgrade by Adacel will help ensure that NAV Portugal continues to meet the needs of the user's of the oceanic airspace," he said.

Adacel personnel are located at the NAV Portugal Santa Maria Area Control Centre on the island of Santa Maria in the Azores where they provide technical support as well as other services. The five-year extension of the site support contract assures the continuance of leading-edge maintenance and operation of the ATM system and software.

About Adacel

Adacel is a global software technology and systems integration leader. The company is a leading developer of critical aviation (air traffic management), speech recognition, and defense simulation and security systems for government and business entities. Support services are available for all products including full-time, on site maintenance and operation of the systems.

Adacel's products can be found in more than 30 countries. The company is committed to innovative research and development and industry leading customer support.

Adacel was established in 1987. The Company's U.S. operations are headquartered in Orlando, Florida. Adacel has offices in Washington, D.C., Montreal Canada, and Melbourne Australia.

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