



Adacel Secures IDIQ Sub-Contract with United States Navy

New Contract Maintains Company's Lead in Advanced Aviation Simulation and Training

Orlando, FL (August 29, 2006) – Adacel, an industry leader in simulation development, software integration, and speech recognition technology, announced today that the United States Navy has approved the Company's addition to the SeaPort-e Indefinite Delivery/Indefinite Quantity (IDIQ) contract through prime contractor Coalescent Technologies Corporation.

The Seaport-e ID/IQ provides support services for all phases of Weapon Systems acquisition and life cycle support including Research & Development, Prototyping, Acquisition Logistics, Modeling, Test & Evaluation Trials, and Engineering. This contract is a 15 year (five year base plus two five year options) Multiple-Award Contract (MAC) availing \$8 billion in marketable ceiling for the base period, and \$27 billion overall.

"We are thrilled to be a part of this important program, and look forward to working with Coalescent and the Department of Defense (DOD) to deliver cutting-edge simulation tools, and experienced engineering and aviation professionals for the DOD's future needs," said Fred Sheldon, Adacel's CEO North America. "The magnitude of these projects confirms that our product suite and support capability are among the finest in the world, and we appreciate the Navy's confidence in Adacel."

Adacel will provide real time and simulation engineering services, air traffic management simulation products and centralized and on-site support services to all components of the DOD. As well, Adacel looks forward to expanding their advanced product lines such as their voice technology capabilities, security simulation and assessment and flight simulation technologies during the tenure of this contract.

"As we continue to support the DOD with this contract, we look forward to working with Adacel," stated Ken Whitmore, Coalescent Technologies' President and CEO. "Adacel has proven to have outstanding aviation product suites, a superior customer support component, and a deep bench of simulation knowledge and experience to serve as the perfect partner for this important project."

About Coalescent Technologies Corporation

Coalescent Technologies Corporation is an ISO 9001:2000 certified professional engineering, simulation, and training firm established in 1995. Since founded, they have focused primarily on Federal government programs and have earned our outstanding reputation and strong client base through consistently and successfully delivered quality products and services on time and within budget. Coalescent is privately owned and operated, with headquarters in Orlando, Florida.

About Adacel

Adacel (ASX: ADA) is a global software technology and systems integrator. The company is a leading developer of critical aviation, speech recognition, and defense simulation and security systems for government and commercial enterprises. Support services are available for all products including full-time, on-site operation and maintenance.

Adacel was established in 1987. The company's products can be found in more than 30 countries. Adacel's North American operations are headquartered in Orlando, Florida and have offices in Washington, D.C., Montreal Canada, and Melbourne, Australia.

For more information please visit us at www.adacel.com

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