

ASX ANNOUNCEMENT

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Company Announcements Office
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The following announcement is issued for release to the market.



Adacel Technologies Limited
ABN 15 079 672 281
240 Bay Street
Brighton, Victoria 3186
Australia
t. +61 3 8530 7777
f. +61 3 9596 2960

ADACEL AWARDED A\$7.7 MILLION RAAF TOWER SIMULATOR CONTRACT

The Royal Australian Air Force is to get the world's most sophisticated Air Traffic Control (ATC) Tower simulators for training its next generation of air traffic controllers under a A\$7.7 million contract (approximately) awarded to Adacel Technologies Limited.

Under the contract, Adacel will supply and install two 360-degree simulators in the RAAF training school at the RAAF Base East Sale.

The simulators are the largest in the Southern hemisphere and will replace a 225-degree simulator that has been used at East Sale for over fifteen years.

With this contract, Adacel will now be the leading supplier of ATC Tower simulators to both the civil and defence aviation sectors in Australia. The new tower simulators are compatible with the 360-degree Adacel Tower simulator installed at Airservices Australia's Learning Academy at Tullamarine. This simulator was officially opened in January by the federal transport minister, Anthony Albanese.

The simulators for the RAAF are the latest from Adacel, and their industry-leading features include realistic 360 degree computer-generated views of an aerodrome and its air traffic environment through fourteen visual display channels. They utilise advanced speech recognition tailored to specific International Civil Aviation Organisation and RAAF phraseologies.

Adacel will also supply one 252-degree tower simulator and six part task trainers as part of the contract. The majority of the revenue under the contract will be received during the 2009 financial year. The RAAF will begin controller training on the new systems in early calendar 2009.

The Tower simulators will help provide more efficient and effective training of tower controllers, including in emergency procedures that may not be encountered in "on-the-job" training.

Adacel's simulation systems will permit the development of higher skill levels at an earlier stage in controller training through concentrated coverage of required capabilities in a non-operational environment, reducing the supervised on-the-job training time required in operational towers.

Adacel Technologies Limited

Mike Woodgate
Company Secretary