



Adacel Technologies Limited
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ASX ANNOUNCEMENT

5 September 2006

Company Announcements Office
Australian Stock Exchange

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

ADACEL AWARDED A\$4.6 MILLION SERVICE CONTRACT FOR PORTUGAL OCEANIC ATM SYSTEM

Adacel has been awarded a A\$4.6 million (C\$4.0 million) contract extension by Portugal's air traffic services provider, NAV Portugal to provide on-site support for Portugal's Oceanic Air Traffic Management (ATM) system.

Under the contract extension, Adacel will provide on-site support for the system through to 2011.

The extension follows completion by Adacel of a contract to upgrade the Oceanic system's hardware, operating systems and real time controller displays.

Additional information is included in the attached News Release.

Adacel Technologies Limited

Mike Woodgate
Company Secretary

NEWS RELEASE

Melbourne, 5 September 2006



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ADACEL COMPLETES PORTUGAL ATM SYSTEM UPGRADE, AWARDED FIVE YEAR SITE SUPPORT CONTRACT

Adacel will provide on-site support for Portugal's Oceanic Air Traffic Management (ATM) system under a five year A\$4.6 million (C\$4.0 million) extension to an earlier contract to upgrade the Oceanic system.

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

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.

Adacel's CEO North America, Fred Sheldon, said today that the completion of the upgrade was an important milestone for both Adacel and NAV Portugal.

"NAV Portugal employs a state-of-the-art Oceanic ATM system that greatly improves the management and support of air traffic in the North Atlantic," Mr Sheldon said.

Alexandre Oliveira, a member of the NAV Portugal Board of Directors, said that the upgrade significantly improved system performance and would facilitate the implementation of future functional enhancements. "This upgrade by Adacel will help ensure that NAV Portugal continues to meet the needs of the users 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.

About Adacel

Adacel Technologies Limited is a leading developer of advanced simulation and control systems for aviation and defence. Since its establishment in 1987, Adacel has built an international reputation for its products and services through a commitment to technological leadership and customer support. From advanced simulation to air traffic management and voice recognition systems, training and professional services, Adacel's products can be found in more than 30 countries. Adacel is listed on the ASX (Code: ADA) and can be found on the Web at www.adacel.com.

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