



Adacel Technologies Limited
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ASX ANNOUNCEMENT

1 September 2006

Company Announcements Office
Australian Stock Exchange

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

A\$4.7 MILLION US AIR FORCE SIMULATOR UPGRADE CONTRACT

Adacel has been awarded a A\$4.7 million (US\$3.6 million) contract by the US Air Force to upgrade 51 air traffic control tower simulators with Adacel's latest visual display and voice recognition technologies. The upgrades are due to be completed by October 2007.

The attached News Release provides additional information.

Adacel Technologies Limited

Mike Woodgate
Company Secretary

NEWS RELEASE

Melbourne, 1 September 2006



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Adacel's visual technology, VMAX, provides the USAF with the latest in graphic display capabilities while the NexGen Voice technology increases the reliability rate of Adacel's industry leading voice recognition system. This upgrade ensures that the USAF is training with the latest simulation technologies available in the industry.

Fred Sheldon, Adacel CEO North America said today: "We continue to apply cutting edge technologies to the advancement of our simulation solutions and we work closely with the USAF to ensure that their Adacel simulators continue to represent the state-of-the-art in air traffic controller training."

Adacel has built and installed 90 ATC tower simulators at various USAF facilities around the world and supports and upgrades these simulators on an ongoing basis.

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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