



## **ASX ANNOUNCEMENT**

4 April 2008

Company Announcements Office  
Australian Stock Exchange

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

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

### **FY2008 EARNINGS UPDATE**

The Directors have completed a review of the June half year outlook and have concluded that, whilst strong orders growth is still anticipated for the 2008 financial year, more modest revenue recognition on certain key programs is likely in this half. This follows recent notification by a large customer of slower-than-planned delivery schedules for a major US program, as well as slippage of some expected US private sector programs. It is forecast that the revenue from these programs will be recognised in the 2009 financial year.

Directors now expect that the after-tax result for the current June half year will be a profit at a level below that of the December six months, and consequently the result for the 2008 financial year will be an after-tax profit below FY2007.

The company continues to be in a leading market position and the strong growth in orders will help generate increased revenues in FY2009, while the forecast for order intake for the next three years is for significant annual growth.

The company continues to be in a sound financial position with a strong balance sheet, cash in bank and access to an undrawn bank facility. The company also continues to undertake an on-market share buy-back.

### **Adacel Technologies Limited**

Mike Woodgate  
*Company Secretary*