



CEA Technologies Media Release

21 March, 2006

STRATEGIC STEP FOR CEA

CEA Technologies is pleased to announce that on the 10th of March they signed a strategic agreement with Northrop Grumman Corporation. Northrop Grumman has also acquired a minority shareholding in CEA Technologies. This allows long-term investors, Deutsche Asset Management and the Canberra-based Goodwin & Kenyon Group to sell their shareholding in CEA.

"I would like to sincerely thank the Goodwin & Kenyon Group and Deutsche Asset Management for the excellent support they have provided to the company," said CEA's Chief Executive Officer, Mike Aitchison.

"Subject to Australian and U.S. government approval processes Northrop Grumman and CEA Technologies will work collaboratively in the area of radar technologies and enhance our respective leadership positions in the radar market world-wide," said Mr. Aitchison.

CEA Technologies remains an Australian company under the control of its founding directors. Maintaining positive relationships with our industry partners remains a priority and the strategic arrangements we have with Defence provide the basis for strong cooperation in the future.

We welcome the partnership with Northrop Grumman and look forward to realizing the full benefits of our relationship through the framework established by our strategic agreement.

For further information contact:

Maria Stathis

Phone: +61 (0)2 6213 0012

Mobile: +61 (0)414 530 041

Email: maria.stathis@cea.com.au