



ORGANIZATIONAL ANNOUNCEMENT

Magellan Aerospace continues to expand and grow revenues as it capitalizes on new opportunities presented in the current marketplace.

Accordingly we need to change the shape of our organization to cope with such demands, and we are announcing today the following appointments:

Jim Butyniec is appointed as Executive Vice President and Chief Operating Officer for the company and as such will be responsible for all current plant operations. A chart is attached showing the line organization for Operations and those who will be reporting directly to Jim.

Brian Little is appointed Senior Vice President, IT, Strategy and Business Development. This will include Information Technology throughout the company and all Primary Design Engineering activities. An organization chart is attached which shows those who are reporting to Brian.

It should be noted that Larry Winegarden appears on both Operations and Business Development charts. Larry will continue his work with Operations, concentrating on improving performance through strategic activity while supporting Business Development through new business initiatives.

John Dekker is confirmed as Vice President Finance and Corporate Secretary. Also attached is a chart showing the functions and individuals reporting to John.

Please join us in congratulating these individuals as they take on new challenges in the development of Magellan Aerospace. We have been through three years of trying times and are now positioned to benefit from the recovery occurring in aerospace; this new organization is well equipped to succeed in this environment.

N. MURRAY EDWARDS
CHAIRMAN

RICHARD A. NEILL
PRESIDENT AND CEO

8 June 2005