

News Release

Contact:
Chris Blount
601.856-2274 Ext. 411
Chris_Blount@Raytheon.com

Raytheon Aerospace Wins Multiple Award Contract with Potential Value of \$695.5 Million

MADISON, Miss. (Feb. 10, 2000) -- Raytheon Aerospace Company has been awarded a multiple award contract with the U.S. Navy and U.S. Air Force to provide Life Cycle Contractor Support for 109 C-12 aircraft. The initial 16-month value of the award is \$68.6 million. With the exercise of nine option periods through fiscal year 2010, the contract's approximate value would be \$695.5 million.

Raytheon Aerospace will provide total aircraft support, including on-site maintenance, logistics and technical support for 81 Navy and 28 USAF C-12 aircraft based in 22 foreign countries and 24 continental U.S. locations. The C-12 aircraft, which are special mission Beech King Air B200s, provide passenger and cargo transport and pilot training. The multiple award contract is under the direction of the Naval Air Systems Command, Patuxent River, Md., and the Department of the Air Force, Air Logistics Center, Tinker Air Force Base, Okla.

“We are proud of our healthy, long-term relationship supporting aircraft and systems for both the U.S. Air Force and Navy, and we are very pleased to be named their choice to provide Life Cycle Contractor Support for the C-12 aircraft,” said Dan Grafton, president of Raytheon Aerospace. “The C-12 is an important program, and we are very grateful to the Air Force and the Navy for conveying such confidence in the Raytheon Aerospace team.”

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Grafton added that this customer confidence is, in part, a testimony to the leadership and vision provided by Neal Patton of Jackson, Miss., general manager of Air Force programs, and Errol Oller of Brandon, Miss., general manager of Navy programs for the company.

Raytheon Aerospace, currently with 4,800 employees, is a worldwide provider of aviation and aerospace technical services for more than 1,500 military, government and commercial aircraft and equipment. Operating at 261 sites in 30 countries, Raytheon Aerospace is ISO 9002 certified and is part of the Raytheon Aircraft family of companies.

Raytheon Aircraft, based in Wichita, Kan., designs, manufactures, markets and supports jet, turboprop and piston-powered aircraft for the world's commercial, military and regional airline markets.

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