



**AUDIT COMMITTEE AND BOARD OF DIRECTORS OF ELBIT SYSTEMS
APPROVED THE AGREEMENTS SIGNED WITH KOOR INDUSTRIES
REGARDING THE PURCHASE OF SHARES IN TADIRAN COMMUNICATIONS**

Haifa, Israel, January 6, 2005 - Elbit Systems Ltd. (Nasdaq: ESLT), ("Elbit Systems") announced, further to its announcement of December 27, 2004 regarding the transaction with Koor Industries Ltd. ("Koor") (NYSE: KOR) relating to Elbit Systems' purchase of Koor's shares in Tadiran Communications Ltd. ("Tadiran") (TASE: TDCM), that yesterday the Elbit Systems' Audit Committee and Board of Directors approved the agreements relating to the transaction. The members of the Audit Committee and Board of Directors participating in the discussions and approval of the transaction consisted only of directors who have no personal interest in the transaction.

Based upon this approval and a similar approval provided yesterday by the Board of Directors of Koor, the parties are proceeding in obtaining the remaining required approvals for the transaction.

About Elbit Systems

Elbit Systems Ltd. is an international defense electronics company engaged in a wide range of defense-related programs throughout the world, in the areas of aerospace, land and naval systems, command, control, communications, computers, intelligence, surveillance and reconnaissance ("C4ISR"), advanced electro-optic and space technologies. The Company focuses on the upgrading of existing military platforms and developing new technologies for defense and homeland security applications.

For more about Elbit Systems, please visit our website at www.elbitsystems.com

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