



Haifa, Israel, June 22, 2005, Elbit Systems Ltd. (NASDAQ: ESLT) reported, following media publicity on the matter, that it is considering with Koor Industries Ltd. (Koor) (NYSE: KOR), among other matters, the possibility of acquiring Koor's holdings in Elisra Electronic Systems Ltd; however, no agreement on this subject has yet been reached.

Elbit Systems also reported that the process is progressing for completing the second stage of its agreement with Koor for the purchase of Koor's shares of Tadiran Communications.

Following the completion on April 18, 2005 of the first stage in the Tadiran Communications purchase agreement, Elbit Systems holds approximately 20% of Tadiran Communications' shares.

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