

ELBIT SYSTEMS' SUBSIDIARY, TALLA-TECH, RECEIVES ORDERS FOR RUGGED COMPUTERS FROM THE U.S. MARINE CORPS VALUED AT APPROXIMATELY \$18.5M

Haifa, Israel, June 5 2007 – Elbit Systems Ltd.(NASDAQ:ESLT) (Elbit Systems) announced that Tallahassee Technologies Inc. (Talla-Tech), a wholly-owned U.S. subsidiary of Tadiran Communications Ltd., which is a wholly-owned subsidiary of Elbit Systems, has received purchase orders from the United States Marine Corps (USMC) for rugged computers valued at approximately \$18.5M. The USMC has a requirement for a small hand-held computer which provides situational awareness to the dismounted Marine and has chosen the Talla-Tech Rugged Personal Digital Assistant (RPDA-57) to meet that requirement. The RPDA-57 is the latest addition in a long line of Talla-Tech rugged computers. Talla-Tech, along with Tadiran Communications Ltd., has supplied rugged computers to the U.S. Marine Corps since 1998 in both mounted and dismounted configurations. The RPDA-57 is a rugged hand-held computer based on both the Microsoft Windows CE and Microsoft Windows Mobile operating system.

About Elbit Systems Ltd.

Elbit Systems Ltd. is an international defense electronics company engaged in a wide range of defense-related programs throughout the world. The Elbit Systems Group, which includes the company and its subsidiaries, operates in the areas of aerospace, land and naval systems, command, control, communications, computers, intelligence, surveillance and reconnaissance ("C4ISR"), advanced electro-optic and space technologies, EW suites, airborne warning systems, ELINT systems, data links and military communications systems and equipment. The Group also focuses on the upgrading of existing military platforms and developing new technologies for defense and homeland security applications.

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