



ELBIT SYSTEMS' SUBSIDIARY RECEIVES ORDER FOR TACTICAL COMMUNICATIONS EQUIPMENT VALUED AT \$85 MILLION

Haifa, Israel, July 5, 2007 – Elbit Systems Ltd. ("Elbit Systems") (NASDAQ: ESLT) announced that a wholly-owned subsidiary of Tadiran Communications Ltd., which is a wholly-owned subsidiary of Elbit Systems, has been awarded a contract for the supply of Tadiran Communications' new generation, advanced, tactical communications equipment and related services to a European customer. The contract, valued at \$85 million, will be performed over the next five years.

About Elbit Systems

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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