



Elbit Systems Modifies the Cash Tender Offer for ITL's Shares

Haifa, Israel, July 29, 2010 – Elbit Systems Ltd. (NASDAQ and TASE: ESLT) ("ESL") announced today, further to its announcement of July 15, 2010 regarding the issue of a cash tender offer by its wholly-owned subsidiary, Elbit Security Systems Ltd. ("Esec"), to acquire the ordinary shares of I.T.L Optronics Ltd. ("ITL") held by the public (the "Tender Offer"), that Esec has modified the Tender Offer.

According to the modification, Esec increased the price from NIS 5.85 (approximately \$1.51) per share, to NIS 6.63 (approximately \$1.72) per share and for a total consideration of NIS 11,794,452 (approximately \$3.06 million). The ordinary shares of ITL currently held by the public represent 14.37% of ITL's outstanding share capital. The Tender Offer period does not change and the Tender Offer will remain open through August 4, 2010

About Elbit Systems

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

For additional information, visit: www.elbitsystems.com.

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This press release contains forward-looking statements (within the meaning of Section 27A of the Securities Act of 1933, as amended and Section 21E of the Securities Exchange Act of 1934, as amended) regarding Elbit Systems Ltd. and/or its subsidiaries (collectively the Company), to the extent such statements do not relate to historical or current fact. Forward Looking Statements are based on management's expectations, estimates, projections and assumptions. Forward-looking statements are made pursuant to the safe harbor provisions of the Private Securities Litigation Reform Act of 1995, as amended. These statements are not guarantees of future performance and involve certain risks and uncertainties, which are difficult to predict. Therefore, actual future results, performance and trends may differ materially from these forward-looking statements due to a variety of factors, including, without limitation: scope and length of customer contracts; governmental regulations and approvals; changes in governmental budgeting priorities; general market, political and economic conditions in the countries in which the Company operates or sells, including Israel and the United States among others; differences in anticipated and actual program performance, including the ability to perform under long-term fixed-price contracts; and the outcome of legal and/or regulatory proceedings. The factors listed above are not all-inclusive, and further information is contained in Elbit Systems Ltd.'s latest annual report on Form 20-F, which is on file with the U.S. Securities and Exchange Commission. All forward-looking statements speak only as of the date of this release. The Company does not undertake to update its forward-looking statements.