



Press Release

CAE to purchase up to 600,000 common shares under its normal course issuer bid through a private agreement

Montreal, Canada, December 28, 2017 (NYSE: CAE; TSX: CAE) – CAE announced today that it intends to purchase for cancellation, on or before February 22, 2018, up to 600,000 of its common shares pursuant to a private agreement between CAE and an arm’s-length third-party seller. This purchase will be made pursuant to an issuer bid exemption order issued by the Ontario Securities Commission on December 21, 2017. The price that CAE will pay for any common shares purchased by it under the private agreement will be negotiated by CAE and the seller and will be at a discount to the prevailing market price of CAE’s common shares on the Toronto Stock Exchange (“TSX”) at the time of the purchase. Information regarding the purchase, including the number of common shares purchased and aggregate price paid, will be available on the System for Electronic Document Analysis and Retrieval (SEDAR) at www.sedar.com following the completion of the purchase.

This purchase will form part of CAE’s 5,366,756 normal course issuer bid program announced on February 14, 2017 and effective on February 23, 2017, which allows for purchases outside the facilities of the TSX pursuant to exemption orders issued by a securities regulatory authority, including by way of private agreements at a discount to the prevailing market price. The maximum number of common shares which may be purchased by way of all such private agreements cannot exceed 1,788,918, being one-third of the total number of common shares which may be purchased under CAE’s 5,366,756 share repurchase program announced on February 14, 2017. Assuming the purchase of 600,000 common shares, CAE will have purchased 38.7% of the total number of common shares which may be purchased under its share repurchase program.

About CAE

CAE is a global leader in training for the civil aviation, defence and security, and healthcare markets. Backed by a 70-year record of industry firsts, we continue to help define global training standards with our innovative virtual-to-live training solutions to make flying safer, maintain defence force readiness and enhance patient safety. We have the broadest global presence in the industry, with more than 8,500 employees, 160 sites and training locations in over 35 countries. Each year, we train more than 120,000 civil and defence crewmembers and thousands of healthcare professionals worldwide. www.cae.com

Follow us on Twitter @CAE_Inc

Caution concerning forward-looking statements

Certain statements made in this press release are forward-looking statements. These statements may include, without limitation, statements relating to preliminary results, guidance, strategies, expectations, planned operations or future actions and other statements that are not historical facts. Forward-looking statements are typically identified by future or conditional verbs such as anticipate, believe, expect, and may. Forward-looking statements, by their very nature, are subject to inherent risks and uncertainties and are based on several assumptions, both general and specific, which give rise to the possibility that actual results or events could differ materially for a number of reasons, including those identified throughout CAE’s public disclosure records on file with securities regulatory authorities. As a result, we cannot guarantee that any forward-looking statement will materialize and we caution you against relying on any of these forward-looking statements. The forward-looking statements contained in this press release describe our expectations as of the date of this release and, accordingly, are subject to change after such date. Except as may be required by Canadian securities laws, we do not undertake any obligation to update

or revise any forward-looking statements contained in this news release, whether as a result of new information, future events or otherwise.

CAE contacts:

General Media:

Hélène V. Gagnon, Vice President, Public Affairs and Global Communications,
+1-514-340-5536, helene.v.gagnon@cae.com

Investor relations:

Andrew Arnovitz, Vice President, Strategy and Investor Relations,
+1-514-734-5760, andrew.arnovitz@cae.com