Point Tradingâ€™s case against Elbit Systems and ITL to remain in the Australian Federal Court

Faxtech Pty Ltd, trading as Point Trading, has successfully prevented ITL Optronics Ltd and Elbit Systems Limited(NASDAQ: ESLT, TASE: ESLT) from staying the Court proceeding it is running againstthe two companies in the Federal Court in Australia.ITL and Elbit had attempted to stay the proceeding inorder to have part of the dispute heard in the High Court in England, however theCourt ruled that the case could and should be heard solely in Australia. Although certain aspects of the dispute couldbe heard in either Australia or England, there was no doubt that the claim againstITL and Elbit for misleading or deceptive conduct under the Australian ConsumerLaw could only be heard in the Federal Court in Australia.

The Court ordered ITL and Elbit to pay Point Tradingscosts of the application, and ITL has now discontinued the Court proceeding ithad commenced in England.

Point Trading CEO, Avner Klein said We are very happywith the Courts decision and we look forward to prosecuting our case against ITLand Elbit and protecting Australian jobs.

Point Trading alleges that Elbit and its subsidiary ITLhave made serious misrepresentations to the Australian Department of Defence inregard to Point Tradings exclusive rights to supply the Mini N/SEAS nightvision monocular, N/CROS binoculars and other ITL products in Australia and NewZealand. Point Trading claims that themisrepresentations constitute misleading or deceptive conduct, and will ask theCourt for an injunction to stop Elbit and ITL from continuing to makemisleading statements about Point Tradings rights.

Point Trading alleges that Elbit has attempted tocircumvent the contract ITL signed with Point Trading by signalling to theDepartment of Defence to stop purchasing from Point Trading and to deal directwith ITL. Point Trading alleges that indoing so Elbit and ITL have not only ignored the terms of the contract ITLsigned with Point Trading in 2010, but have damaged the business and reputationof a long standing Australian company and jeopardised highly skilled Australianmanufacturing jobs.

The Court has now set a timetable for pleadings,discovery and evidence, with the next directions hearing on 14 February 2012.

Thejudgment can be found at: http://www.austlii.edu.au/au/cases/cth/FCA/2011/1320.html.

ENDS

About Point Trading (www.pointtrading.com)

Point Trading is an Australian owned companyproviding extensive products, services and technologies in the Australian andPacific region. Established over twentyyears ago, the companys mission is to be the leader in technologicalinnovation and provide the best products and technologies to enhance Defenceand national security capability with outstanding service and support. Point Trading provides Research &Development, Customisation, Assembly, Testing, Commissioning, Training,Maintenance and Support for all products and technologies to ensure anend-to-end solution for customers. Its facilitiesinclude a state of the art Electro-Optical lab, Research & Developmentcentre, assembly and maintenance facility, ensuring all products andtechnologies are backed up by local content and through life support.

Point Trading is a member of Australian Industry& Defence Network Inc. and an accredited supplier to all state and federalagencies involved in homeland security andis an ISO certifiedorganisation.