



Raytheon Canada Limited  
Media Relations  
919 72<sup>nd</sup> Ave NE  
Calgary, AB T2E 8N9  
<http://www.raytheon.ca>

## News release

### FOR IMMEDIATE RELEASE

Contact:  
Val MacDonald  
403.295.6694  
[Val.MacDonald@raytheon.com](mailto:Val.MacDonald@raytheon.com)

### **Raytheon Canada awarded \$180 million Phalanx weapon system overhaul and conversion contract**

CALGARY, Alberta, (June 23, 2009) – Raytheon Company (NYSE: RTN) has been awarded a \$180 million contract from the Canadian Navy to conduct 30 sets of overhauls and convert 21 Phalanx close-in weapon systems. The contract calls for Raytheon to convert the Phalanx Block 1B Baseline 0 to a Baseline 1 configuration and to provide repair services and spares, as well as additional engineering and technical support. The work will be performed at the Raytheon Canada Limited Support Services Division Naval Support Centre in Calgary, Alberta.

“This is the largest contract to date for our Canadian operations in Calgary,” said Rick Yuse, president of Raytheon Technical Services Company LLC (RTSC). “It affirms our expertise in maintaining and upgrading military systems for our allies, and it further strengthens our already strong relationship with the Canadian government and its armed forces.”

Phalanx is a rapid-fire, computer-controlled radar and 20 mm Gatling-gun system that automatically acquires, tracks and destroys enemy threats that have penetrated all other ship defense systems. The Phalanx Block 1B surface mode provides both a radar and a thermal imager for target identification and rapid tactical actions in the cluttered near-shore environment. More than 850 Phalanx systems have been built and deployed in the navies of 24 nations.

Raytheon has provided total life-cycle support for the Phalanx to the Department of National Defence since 1994. “This contract extends our work on the system to 2017,” said Ron Guidinger, vice president and general manager of Raytheon Canada Support Services. “The decision by the Government of Canada to award this contract to Raytheon underscores its confidence in our organization, our technology and our people.”

The Phalanx project is a Government of Canada defence procurement which is subject to Canada's Industrial and Regional Benefits (IRB) policy. The IRB policy requires Raytheon Canada, as the prime contractor, to undertake high-quality business activities in Canada equal to 100% of the contract value.

– more –

Page 2

Raytheon Canada Limited, a wholly owned subsidiary of Raytheon Company (NYSE:RTN), has more than 1,500 employees throughout Canada who provide advanced-technology products and services to the aerospace and defense sectors. The Support Services Division is part of Raytheon Technical Services Company's Customized Engineering and Depot Support business unit.

Raytheon Company, with 2008 sales of \$23.2 billion, is a technology and innovation leader specializing in defence, homeland security and other government markets throughout the world. With a history of innovation spanning 87 years, Raytheon provides state-of-the-art electronics, mission systems integration and other capabilities in the areas of sensing; effects; and command, control, communications and intelligence systems, as well as a broad range of mission support services. With headquarters in Waltham, Mass., Raytheon employs 73,000 people worldwide.

###

**Note to Editors:**

The Phalanx close-in weapon system, developed by Raytheon Missile Systems, protects ships and their crews against an increased number of threats, including standard and guided artillery, helicopters, floating mines and a variety of shore-launched, anti-ship missiles. It is especially effective against swarming attacks by small, fast gunboats. Block 1B Baseline 1 improves the weapon's performance against high-velocity maneuvering anti-ship missiles.