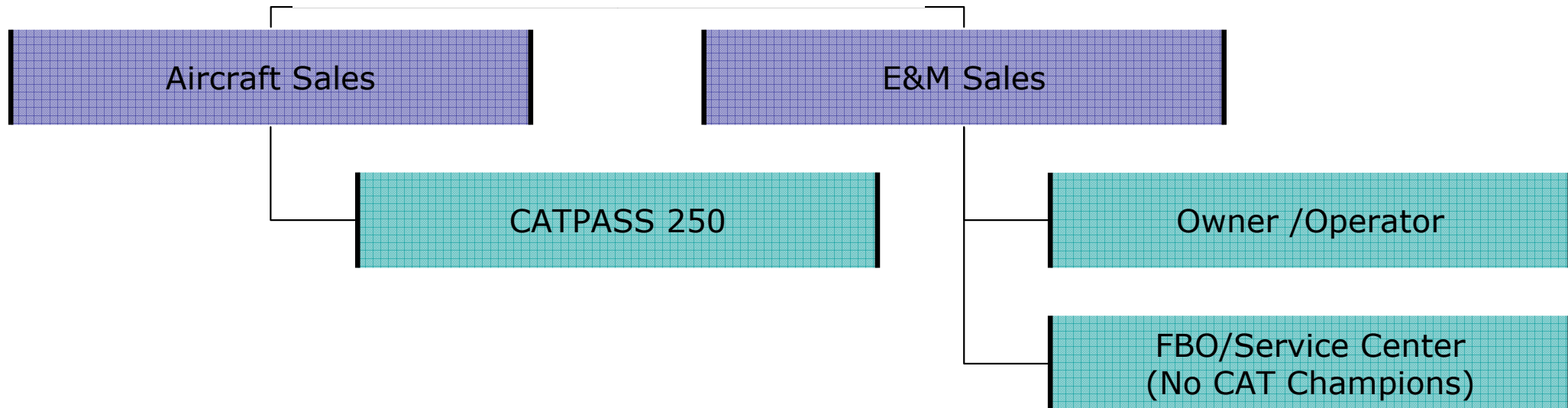


January 16, 2007

***In a competitive marketplace,
the wealth you create for your
owners can be no larger than
the value you create for your
customers***



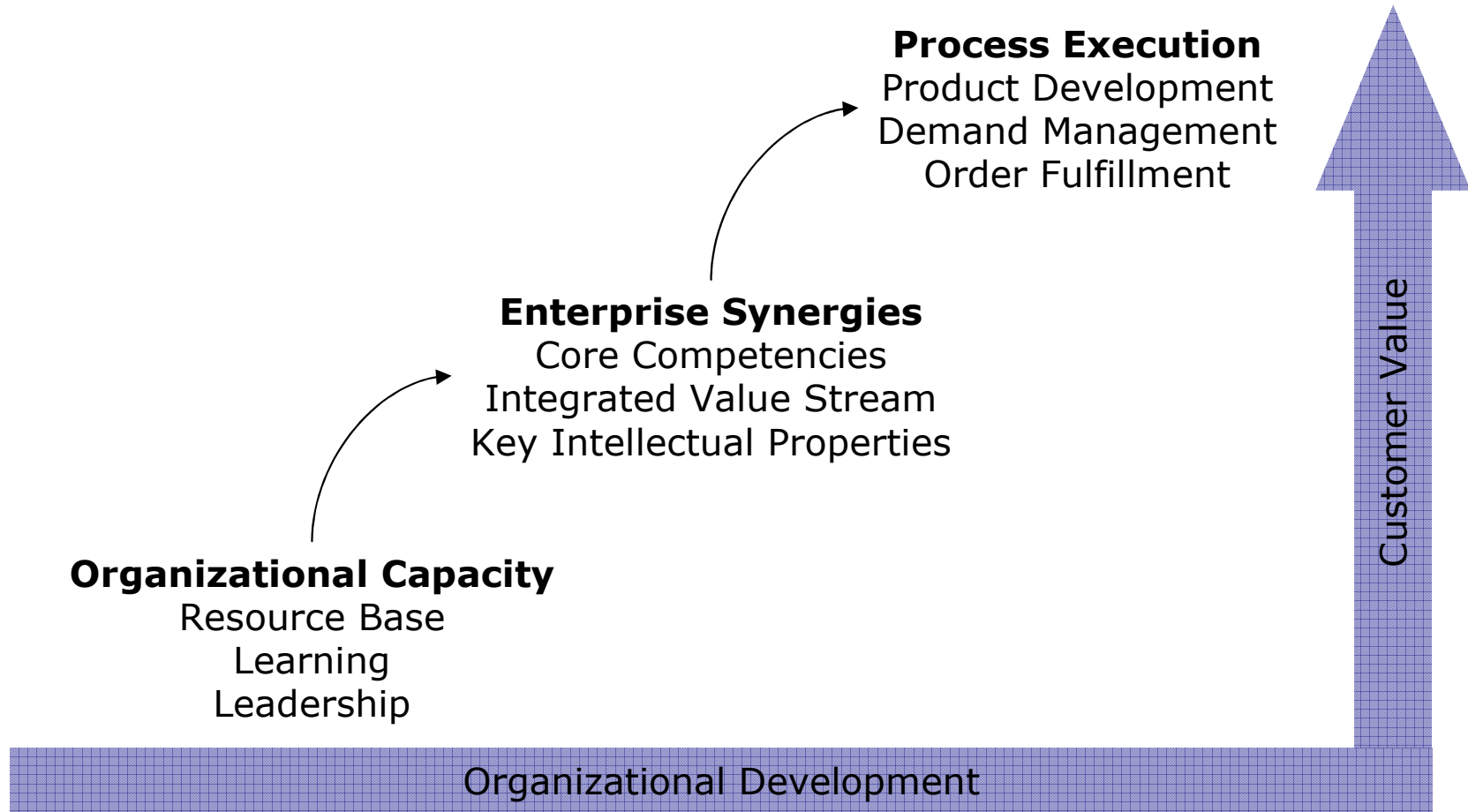
Thrust Areas and Channels (Pre-Acorn)



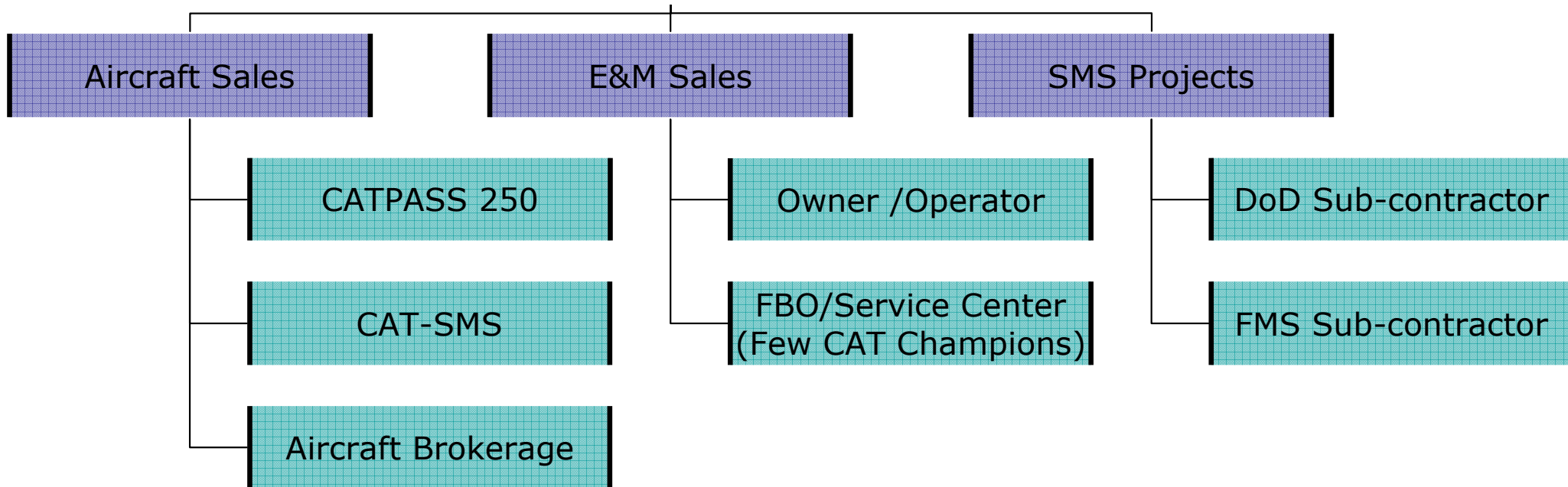
- Two legacy thrust areas
- Primarily reactive to customer initiated contact



Focus on Continuous Improvement



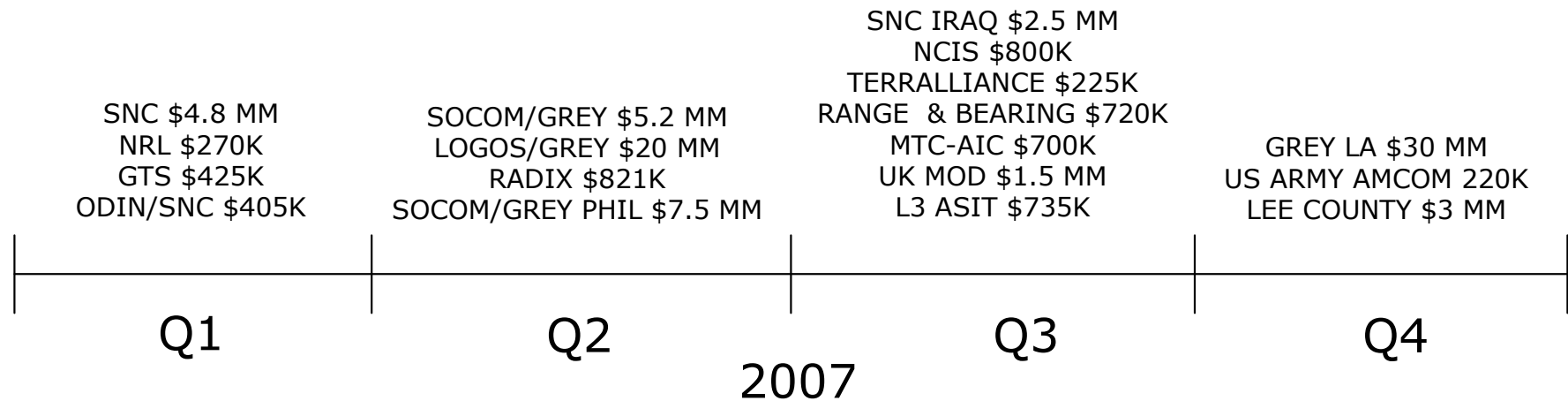
Thrust Areas and Channels (present)



- Expanded aircraft sales offerings
- Added Special Mission Systems Capability
- Pro-active engagement of government and commercial customers
- Initiation of targeted direct mailing campaign
- Improved acquisition of customer data and analysis



Near-term Opportunities Pipeline



- Evolution from transaction based to project based operations
- Diverse customer base
- Diverse product and service mix
 - E&M
 - Engineering and Technical Services
 - Aircraft Sales



2007 Operating Plan (Excerpt)

			Baseline Plan
Revenues			\$9,000
	Projects		\$5,750
	E&M Parts		\$1,500
	Aircraft		\$1,750
Gross Margins	Services	20% - 30%	
	E&M Parts	50% - 60%	
	Aircraft	10% - 15%	

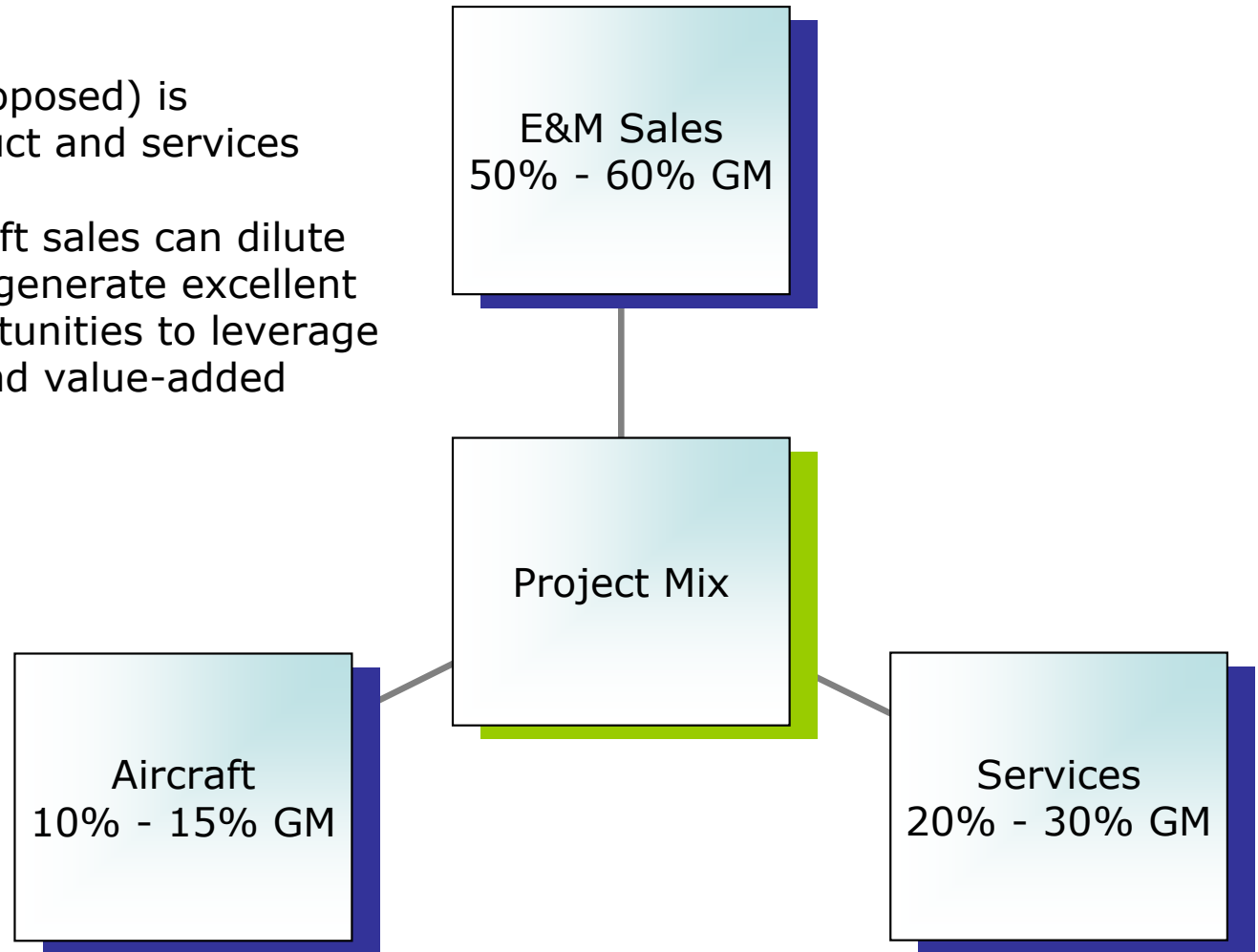
All US Dollars in K's



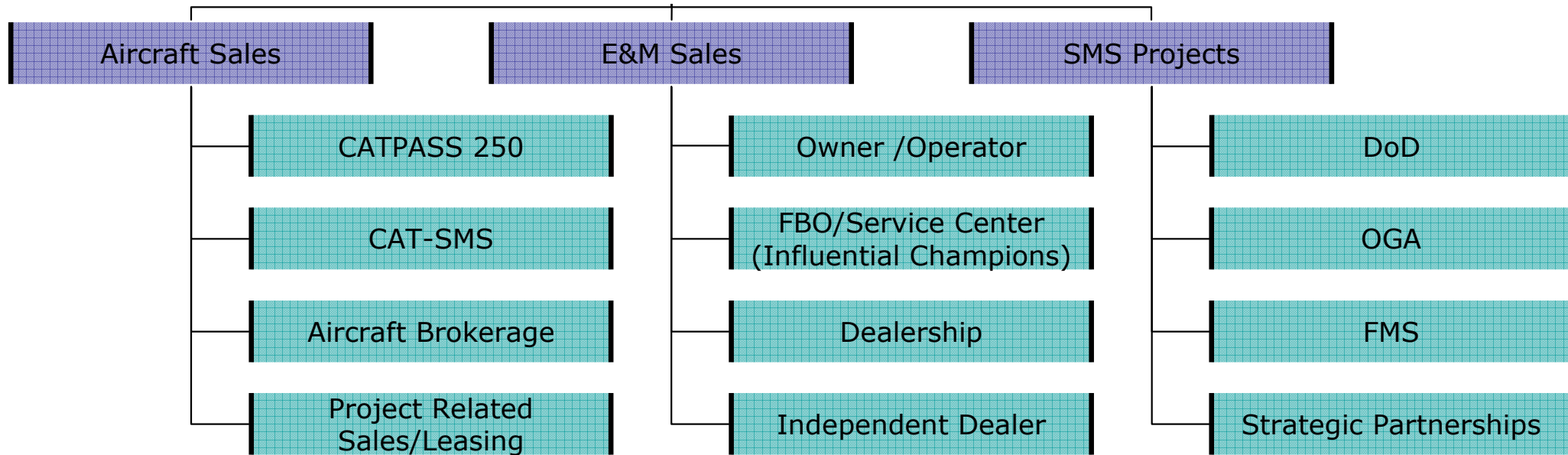
Gross Margins of Major Activities

Project profitability (as proposed) is contingent upon the product and services mix.

- For example, aircraft sales can dilute overall margins but, generate excellent cash flows and opportunities to leverage CAT E&M products and value-added services.



Thrust Areas and Channels (near-future)



- Extend aircraft sales and leasing to project based offerings
- Expand E&M distribution channels to include international dealerships and independent dealers
- Develop direct government relationships
- Engage in strategic alliances with select partners
 - Top-tier defense firms
 - FBO's to support E&M sales
- Retain professional marketing and marketing communications firm



2007 Goals and Critical Challenges

1. Achieve growth and profitability expectations
 1. Defend and grow our current business base
 2. Migrate further into the value-stream
 1. Provide services that compliment our product offerings
 3. Penetrate the DoD systems upgrade and modification market (target special ops/special mission systems elements)
 4. Improve CAT aircraft sales volume (CATPASS 250/CAT-SMS/Aircraft Brokerage)

2. Build strategic relationships
 1. OEM's, FBO's/Integrators, Commercial Operators, Government Primes, & Others
 2. Suppliers

3. Implement focused Functional Area improvement plans
 1. Marketing
 2. Program Management
 3. Product Development
 4. Distribution

