

BOMBARDIER

PRESS RELEASE

Bombardier Transportation Acquires the Derby Assets of its Supplier, Time 24, Based in the UK

Derby, January 15, 2009 – Bombardier Transportation has announced that on 13 January it completed the acquisition of Time 24's rail operation located in Derby in the UK. Time 24 is a market leader in the supply of control and panel wiring to the UK rail industry. Its 60,000 sq ft plant in Derby provides a wide variety of rail specialist products and services including internal vehicle loom wiring, cab back wall cubicles, body end cubicles, cab desks, in cab wiring, seat bay panels and interior wiring.

Time 24 has been a key supplier to Bombardier's new build operations based in Derby for over ten years, supplying wiring looms, harnesses and electrical cubicles. Time 24's rail operation was assessed using a make or buy analysis conducted by Bombardier and the decision was made that Bombardier should acquire the Derby Operations of Time 24. A total of 87 of the Time 24 employees based at Parcel Terrace in Derby will transfer, under the Transfer of Undertakings Protection of Employment (TUPE) regulations, into a separate company and legal entity, called Bombardier Transportation (Rolling Stock) UK Ltd.

Time 24 is working on a number of key UK projects for Bombardier currently, including the *BOMBARDIER ELECTROSTAR* trains for Transport for London, Southern/First Capital Connect and Gautrain and the metros for the Victoria line. Bombardier believes that this acquisition will not only offer some further job security to Time 24's Derby employees, but that this action was necessary to continue our programme of new train build, allowing us to deliver to our customers with minimal disruption. Our intention is to support and develop this new operation into an ongoing reliable and proficient supplier to Bombardier businesses.

Colin S Walton, Chairman and Chief Country Representative, UK said: "In today's unstable economic climate, this is an extremely challenging time for a lot of our suppliers, which is not helped by the extreme peaks and troughs that shape our UK rail industry today. Bombardier is working closely with all our suppliers to address individual needs, offering support and help where we can."

Mark A Williamson, President of Bombardier Transportation's Passengers UK Business commented: "The type of cable and cubicle assemblies produced by Time 24 are an absolutely fundamental part of our new train manufacturing process. Without them, as we have seen during recent times, our production output is severely affected. This acquisition will make certain that we can be assured of a very stable, high quality supply of this commodity."

Rt. Hon. Margaret Beckett MP added: ""Bombardier is the only remaining train manufacturer in the UK and at a time when the rail supply chain is under major pressure, I welcome this acquisition, which makes complete business sense."

Bob Laxton MP in whose Derby North constituency Time 24 is located welcomes the decisive decision taken by Bombardier. "I know that the workforce at Time 24 will welcome its future employment at Bombardier and like myself say a big thank you to Bombardier."

Time 24 will continue to run its Czech, Isle of Wight and UK Burgess Hill operations, supplying sub assemblies into BT (Rolling Stock) in Derby.

Note to Editors:

About Bombardier Transportation

Bombardier Transportation has its global headquarters in Berlin, Germany with a presence in over 60 countries. It has an installed base of over 100,000 vehicles worldwide. The Group offers the broadest product portfolio and is recognized as the leader in the global rail sector.

About Bombardier

A world-leading manufacturer of innovative transportation solutions, from commercial aircraft and business jets to rail transportation equipment, systems and services, Bombardier Inc. is a global corporation headquartered in Canada. Its revenues for the fiscal year ended Jan. 31, 2008, were \$17.5 billion US, and its shares are traded on the Toronto Stock Exchange (BBD). Bombardier is listed as an index component to the Dow Jones Sustainability World and North America indexes. News and information are available at www.bombardier.com.

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