



REDFLEX
HOLDINGS

Redflex Holdings Limited

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Release to Australian Stock Exchange

A\$10.7m Contracts, 10 year extension to City of Upland, new contract in City of Oceanside and renewal City of Beaverton

22 December 2003: The directors are pleased to announce that Redflex Traffic Systems Inc., a wholly owned company of the Redflex group, has been awarded a new contract for red light photo enforcement and renewal of an existing contract with an estimated total value of \$10.7 million. In addition, the extension to the contract term in the City of Upland adds a potential increase of \$8 million to the contract backlog.

The new contract is with the City of Oceanside in California, and is for the provision of up to 10 red light photo enforcement systems. Redflex will earn US\$89 for each citation issued over the term of the contract.

The second contract is a renewal of the existing contract with the City of Beaverton in Oregon for a fixed price per system per month where Redflex has 10 red light photo enforcement systems installed and a digital mobile speed van in operation. Redflex plans to add a second speed van in Beaverton in 1Q 2004. Both contracts are for a term of five years with two one-year options.

When the photo enforcement systems are installed in the City of Oceanside, combined with the existing systems in Beaverton, they are expected to yield revenue up to \$2.1million per annum based on the number of citations issued and actual number of systems installed. The contract values are based on base years in the contracts and exclude the value of contract option extension periods.

Bruce Higgins President and CEO of Redflex Traffic Systems in commenting on the award said, "The award in the City of Oceanside with a population of 145,000 builds our presence in southern California in close proximity to our existing cities in this area. Redflex is also very pleased to announce that the City of Upland has signed a contract amendment to extend the term of the existing contract to 2018, a total term of 15 years. The initial contract was announced on 17 July 2003 and, based on the successful commencement of the program, has been extended to a term that reflects the long term goals of both the City and Redflex".

Redflex Traffic Systems Inc. has contracts with 44 cities world wide in six countries and is the largest provider of digital red light photo enforcement services in North America with contracts in 35 cities across 9 states and leads the market in installed systems, installation rate, and market share over the past 12 months.

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