



Release to Australian Stock Exchange

Redflex Increases Market Penetration across the State of Washington

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The City of Lakewood, WA and Redflex Traffic Systems, a subsidiary of Redflex Holdings Limited, today executed an agreement to provide a comprehensive mobile speed and red-light photo enforcement program to help substantially increase public safety.

This is significant validation for Redflex Traffic Systems, as the City of Lakewood supported the state's first and only photo enforcement program that was enabled by Washington Traffic Safety Committee and Washington Legislature in 2001. This original program was supported by a major US competitor of Redflex. With the recent legislative authorisation in 2006, the City of Lakewood solicited proposals for the latest technologies and most qualified firms, and Redflex was selected as a result of a formal RFP process.

According to Deputy Police Chief Tim Lopez, "Setting the gold standard for promoting public safety in Washington with technology through our support of the longest established photo enforcement program, based on our research, Redflex was the clear choice for the City of Lakewood. As we implement the most effective technologies, their proven experience and documented success will ensure our continued efforts are world-class."

"Lakewood has achieved state-wide recognition for their pioneering efforts in the State of Washington. Being selected from a substantial competitive field by an experienced end user in this important new market is a tremendous accolade and validation for Redflex", said Karen Finley, Redflex CEO.

The contract is for implementation of up to 12 approaches and 2 photo radar vehicles for a term of three years, plus two automatic two-year renewals.

Redflex Traffic Systems Inc has contracts with 102 cities world-wide and, with 86 USA cities under contract, is the largest provider of digital red light and speed enforcement services in North America. With photo speed programs in 8 states and photo red light programs across 16 states, Redflex has led the market in installed systems, installation rate and market share over the past 12 months.

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