



November 14, 2006

Mr. Brian A. Little
Fortfield,
176 Whitechurch Road
Ballywater, Newtownards
Northern Ireland BT222JZ

Dear Mr Little

I refer to our previous dealings in relation to various concerns that you had relating to the business and I considered it was appropriate for me to report back to you with an explanation of the action that I have taken.

As you know, we met on 24 September 2006 to discuss your concerns. You sought to bring your concerns to my attention, in my capacity as Chairman of the Audit Committee. You did so under the provisions of the Company's 'Whistleblower Protection Policy' and/or Code of Ethics.

You provided me with a large number of documents to consider and endeavored to explain to me your concerns, which you believed were contained in the documents.

In the circumstances, namely that there continues to be correspondence between you and Magellan on this and other matters, I wish to reiterate my position in this letter. My intention is to recap my view of the position reached in relation to your concerns and to set out my stance on the way forward.

In accordance with the Company's 'Whistleblower Protection Policy', the matter was dealt with promptly. Murray Edwards, Chairman of the Board, was able to promptly meet with you on September 19, to discuss it, despite his busy schedule. Arrangements were also made to meet with me at the earliest opportunity, which took place on the following Sunday afternoon (24 September 2006) in my office.

We discussed your concerns for some time during our meeting. Having expressed your concerns to me, I spoke with senior company officials in order to establish the relevant facts. I ensured that these were promptly communicated to me. I also considered the bundles of documents that you provided to me and took into account your comments made to me directly.

Discussions also took place between Murray Edwards and me. The issues were also discussed during a meeting of the Board of Directors of Magellan Aerospace Corporation on November 9, at which I was present.

I was satisfied (and remain satisfied) that the issues you raised did not (and do not) warrant further steps or remedy. I considered that the issues you raised were not financial or



governance issues that were of concern to me as Chairman of the Audit Committee. They did not, in my view, amount to unethical or unlawful acts on the part of the Company or any of its employees.

I believe that the concerns that you have raised principally relate to the manner in which you believed the Company was being managed. That is to say, you felt that there were better ways of managing the Company, mainly in terms of cash flow management, and strategy to turn the Company around.

Instead, I determined that they were issues generally known to the Company (indeed, in many cases to the Company's bankers, customers and suppliers). While it was clear to me that you held strong opinions about the way in which the Company could best be managed, my role is to ensure that issues relating to the proper and ethical governance of the Company are not left unchecked. It is also to ensure that any complaints or concerns about the governance and control of the Company have a proper avenue of investigation and report and, where appropriate, remedy.

In the circumstances, I explained to you my opinion that I would not report your concerns as meriting any remedial action or further investigation. This remains my position.

The matters that you were raising were historic and related to your working relationship with the Company. They do not merit further consideration under the provisions of Magellan's Whistleblower Protection Policy and/or Code of Ethics.

The only outstanding matter I could determine is that you appear to have an employment dispute with the Company and that matter is being dealt with by Jo-Ann Ball, the Vice President of Human Resources.

Thank you for bringing these matters to my attention. I trust that this letter is a helpful summary of the position I reached which I have previously communicated to you.

Yours sincerely,

Magellan Aerospace Corporation

Mr. William Dimma
Chairman of the Audit Committee