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News release via Canada NewsWire, Calgary 403-269-7605

Attention Business Editors:

Magellan Aerospace Announces Acceptance of the Take-Over Bid By Haley Industries Ltd. Shareholders

TORONTO, Sept. 3 /CNW/ - Magellan Aerospace Corporation ("Magellan") announces that approximately 8,278,718 common shares ("Haley Shares") of Haley Industries Limited ("Haley"), representing 78.3% of the issued and outstanding Haley Shares have been deposited in acceptance of Magellan Aerospace Limited's ("MAL") Offer dated July 16, 2002 as extended and varied on September 3, 2002 to acquire all of the issued and outstanding common shares of Haley. Of the Haley Shares tendered 1,331,818 elected to receive common shares of Magellan and 6,946,899 elected to receive cash. The Offer, as varied, was made on the basis of 0.45 of a common share of Magellan or \$2.16 (Canadian) cash for each common share of Haley, at the election of each holder of Haley Shares.

Magellan has taken-up and paid for all Haley Shares deposited in acceptance of the Offer and extended the period of time during which the remaining Haley Shares may be deposited until 5:00 p.m. (Toronto time) on Monday, September 16, 2002. A Notice of Extension will be mailed to all registered holders of Haley Shares and intermediaries.

Magellan Aerospace Corporation is one of the world's most integrated and comprehensive aerospace industry suppliers. Magellan designs, engineers, and manufactures aeroengine and aerostructure components for aerospace markets, advanced products for military and space markets, and complementary specialty products. Magellan is a public company whose shares trade on the Toronto Stock Exchange (T: MAL), with operating units throughout the United States and Canada.

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(MAL.)

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