2013 Annual Meeting of Shareholders
April 30, 2013

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Chairman, President and Chief Executive Officer
Except For Historical Information Contained Herein, The Matters Set Forth In This Presentation Are Forward-Looking Statements. Statements That Are Predictive In Nature, That Depend Upon Or Refer To Events Or Conditions Or That Include Words Such As Expects, Anticipates, Intends, Plans, Believes, Estimates And Similar Expressions Are Forward-Looking Statements. The Forward-Looking Statements Set Forth Above Involve A Number Of Risks And Uncertainties That Could Cause Actual Results To Differ Materially From Any Such Statement, Including The Risks And Uncertainties Discussed In The Company’s Safe Harbor Compliance Statement For Forward-Looking Statements Included At the End Of This Presentation and In The Company’s Recent Filings, Including Forms 10-K And 10-Q, With The Securities And Exchange Commission. The Forward-Looking Statements Speak Only As Of The Date Made, And The Company Undertakes No Obligation To Update These Forward-Looking Statements.
L-3 Vision

- Provide innovative solutions for our customers
- Expand our leading market positions
- Perform with excellence, integrity and accountability
- Increase value for all stakeholders
L-3

- Prime contractor
- Innovative technologies and leading market positions
- Superior program execution and strong customer relationships
- Diverse platform / program base
- Strong balance sheet
- Shareholder-focused

Strong Performance in a Tough Industry Cycle
2012 Highlights – Disciplined Execution

• 2012 Sales of $13.1B

• Strong program, operational & financial performance

• Strengthened portfolio through Engility spin-off…KEO and Link UK acquisitions

• Key business wins & adjacent market share gains, Ft. Rucker re-compete win

• Grew EPS & Orders…Book-to-Bill 1.05x, Solid Backlog

• Increased Commercial/International sales 15% vs. 2011

• Robust cash flow and strong stock performance
Diverse Business Drives Solid Results

• Programs
  – No major program more than 4% of our business
  – Expanding prime contractor positions
  – Increasing commercial and international market share

• Well-balanced customer base
    - Across all branches of service…agencies
  – Roles: Prime, sub-contractor and supplier

Balanced Business Provides Stability in Uncertain Environment
Leading Market Positions

- ProVision 2, ProVision ATD and advanced screening systems
- EO/IR and night vision products
- Aviation products
- ISR aircraft systems integration
- Networked communications and encryption
- Military and commercial training and simulation systems
- VIP/Head-of-State aircraft modifications

Excellent Performance + Sharp Strategic Focus = Key Business Wins and Market Share Gains
US Government Markets

• Geopolitical threats vs. fiscal constraints

• Defense down-cycle began 2011
  – Overseas war funding declining rapidly with drawdowns
  – Future defense budgets uncertain

• Non-DoD agencies - - also under budget pressures

• But…market share opportunities exist
**Commercial/International Markets**

- **Foreign Military** - market share gains...ISR systems, simulators and aircraft modifications

- **Commercial** - modest growth in aviation and security & detection...shipbuilding and SATCOM softening

- **Continued Interest** in acquisitions that increase existing and international businesses, especially ones with dual-use technologies (military and commercial)

- **Targeting** military sales growth in several key markets...UK, Australia, Asia, Saudi Arabia and UAE
Strategy for Current Environment

• Manage defense down cycle by:
  – Focusing on DoD priorities
  – Expanding prime contractor positions
  – Increasing commercial and international market share

• Optimize business portfolio and manage costs

• Expand leading market positions and capitalize on emerging opportunities

• Maintain excellent customer relationships

• Preserve technology discriminators through investment and innovation

• Disciplined capital deployment

L-3’s Strengths:
Agility, Balanced Business Mix & Flexible Cost Structure
Customer Sales Mix Evolving

2010

- DoD: 76%
- Commercial / International: 17%
- Other U.S. Agencies: 7%

2011

- DoD: 75%
- Commercial / International: 18%
- Other U.S. Agencies: 7%

2012

- DoD: 71%
- Commercial / International: 24%
- Other U.S. Agencies: 5%

2013 Estimate

- DoD: 68%
- Commercial / International: 27%
- Other U.S. Agencies: 5%
2012 Major Acquisitions - - Link UK

• Annual Revenue ~$150M

• Global manufacturer of civil flight simulation equipment

• Installed base of 540 simulators globally

• Key customers: Airbus, Boeing, United, Qatar, Air France, China’s Spring Airlines, Sichuan Airlines...

• Expands L-3 flight simulation leadership to the civil aviation market in U.S. & International
2012 Major Acquisitions - - KEO

- Annual Revenue ~$150M
- Solid business in photonics, masts, and EO Fire Control for US & foreign navies
- Platforms support high priority DoD initiatives
- Well-positioned ONE360™ product
  - Low cost sensor for under-armour situational awareness
- Synergy with L-3’s C³ISR, IOS and maritime businesses creates potential new growth markets
Business Segments: Diverse, Well-Balanced & Complementary

C³ISR
Products & services for the global ISR market, specializing in signals & communications intelligence systems

Electronic Systems
Broad range of innovative products including components, subsystems, and systems & related services

Platform & Logistics Solutions
Aircraft and ground vehicle modernization, upgrades, sustainment, maintenance & logistics support services

National Security Solutions
High performance computing, cyber, analytics, IT and intelligence services and solutions
C³ISR - - Continued Solid Demand

- Strong, long-term programs
- Pull-through for Electronic Systems and P&LS
- Evolving currently deployed ISR solutions for international customers
- Quick time to market with minimal development time
- Major awards in 2012
  - Constant Hawk Recompete, Liberty Sustainment - - $463M
  - Gray Eagle/Shadow - - $360M
  - AIRSEEKER, South Korea P-3 - - $173M
  - Hawklink - - $49M
  - Ship-to-Shore Connector - - $22M

Expanding Leadership Positions via Low-Cost “First to Market” ISR Technology
Electronic Systems - Leading Edge Technologies

- Diverse products supplier, mostly fixed-price...43% Commercial & International
- Leveraging technologies to capture higher-level systems...increasing market share
- Highest segment margins
- Major awards in 2012
  - ProVision and Baggage Inspection Systems - - $123M
  - MX Series Turrets - - $114M
  - Night Vision Goggles - - $49M
  - Multi-Function Control Display Units - - $11M

Global Business with Discriminating Products Delivering Market Share Growth
Platform & Logistics Solutions - - Supporting Readiness

• Aging fleets & DoD affordability initiatives create opportunities

• Platform Systems gaining market share… key international wins and unique VIP integration capabilities

• Expanding into adjacent markets…ground equipment logistics market

• Targeted investments to improve productivity

• Major awards in 2012
  – Fort Rucker - - $2B over 5 years
  – Australia C-27J - - $361M
  – Head-of-State 747-8 modifications - - $161M
  – Fort Bragg - - $80M

Improving Competitive Position by Leveraging Combined Strengths of L-3 Businesses
National Security Solutions  - - Delivering Expertise

• Award-winning performance & service discriminators…cleared workforce

• Refocusing business with strategic partnerships
  – Opened NSS Center with Virginia Tech
  – NY Poly Cyber R&D partnership

• Increased collaboration and product pull-through technology enablers from C³ISR

• Major awards in 2012
  – Global Tactical Advanced Communications System (GTACS)
  – Agile Cyber Technology (ACT)

Broadening Partner Base Creates Diverse Set of Skills and Capabilities
Engility: Successfully Executed Spin-Off

- Transaction completed on schedule - July 2012
- Strengthened L-3’s competitive position and improved financial performance
- Reduced L-3’s exposure to troop drawdowns and eliminated OCI issues
- Well-received by investors and analysts
- 2012 LLL Total Shareholder Return post spin - 23%
Delivering Value to Our Shareholders

• Solid margins reflecting strong market positions

• High quality earnings delivering strong cash flow

• Disciplined approach to Capital Deployment -- more than $1B in 2012
  – Stock Repurchases
    ➢ $872 million of L-3 common stock
  – Dividend Growth
    ➢ Paid $195 million
    ➢ Increased Dividend 8 Consecutive Years

Strong Operating Performance + Management’s Capital Discipline = Delivering Value to Our Shareholders
Cash Returned to Shareholders

($) in Millions

2010 Actual: 65% ($834)
2011 Actual: 74% ($958)
2012 Actual: 18% ($195)

2010 Actual: 14% ($184)
2011 Actual: 14% ($188)
2012 Actual: 18% ($195)

Cash Dividends | Share Repurchases | Free Cash Flow Returned to Shareholders
L-3: Summary

• Solid 2012 performance
  – Key awards provide firm foundation for 2013

• Proven differentiators align well with customer priorities
  – Agility, responsiveness and cost effectiveness

• Technology investments ensure L-3’s continued market leadership

• Continued robust cash flow and focused capital allocation

• Well-positioned to grow market position

• Experienced management team and dedicated employees deliver outstanding performance

Strong Execution in a Challenging, but Manageable Environment