



Innovative Concepts provides First Responder, 3D Locator Systems to L-3 in support of recent DHS Contract.

ICI was selected by L3 Interstate Electronics Corporation (IEC) to supply OpenMesh® ad hoc networking to enable the locator systems.

McLean, VA – March 21, 2007– Innovative Concepts, a wholly owned subsidiary of Herley Industries, Inc. (Nasdaq: HRLY), was selected to support Interstate Electronics Corporation (IEC), a wholly owned subsidiary of L-3 Communications Corporation, as they provide Advanced Three-Dimension Locators to the Department of Homeland Security Advanced Research Project Agency.

Innovative Concepts will provide an enhanced version of its OpenMesh ad hoc network router, consisting of a processor for the entire system, an integrated radio, and an integrated 20-channel GPS receiver. These are components of the system that will enable DHS to accurately identify the location of emergency response personnel in disaster or emergency situations.

OpenMesh technology assists in this 3-D positioning device by providing a private network with the communications necessary to support the L3 IEC algorithms. These algorithms determine the location of a node when GPS is denied, even if personnel are in buildings and structures.

“We are pleased to support L-3 as they enable DHS with a groundbreaking and much needed system for identifying the location of emergency response personnel in unstable situations”, said John Epperly, General Manager of Innovative Concepts. “Our OpenMesh networking will play a vital role in this initiative.”

Under the DHS contract, several prototype units will be produced for test and evaluation. Once fully developed, the locators have potential use in thousands of applications for police, fire and emergency medical personnel.

About the L-3/Innovative Concepts System

In a crisis situation, it is highly challenging to maintain control when rescue personnel are visually out of sight, enveloped in smoke, in buildings or structures. While commercial GPS locators were expected to track personnel in emergency situations, they typically do not function adequately when they are located in or between buildings and structures. The new IEC system with Innovative Concepts’ OpenMesh incorporates an advanced networking capability that links individual GPS locators worn by first responders into a network that shares GPS satellite and other navigation information. Thus, if one locator is receiving only one satellite signal, it can share information from other locators receiving additional satellite signals, along with information about their relative location.

L-3's patented location tracking technology combined with Innovative Concepts’ OpenMesh networking, communicates between locators via radio frequency (RF) transmissions so that personnel location information can be transmitted to the incident command center. The uniqueness of the IEC locators is the ability to reliably determine personnel locations, even when one or more GPS locators cannot receive the four satellite signals that are usually required.

About Innovative Concepts

Innovative Concepts, a wholly owned subsidiary of Herley Industries, Inc. (Nasdaq: HRLY), specializes in the research, design, development, production and support of wireless data communications products and services for the defense and intelligence communities. Our expertise includes the IDM Technology® product line, OpenMesh ad hoc networking solution, and expert engineering services. For more information: www.innocon.com.

About Herley

Herley Industries, Inc. is a leader in the design, development and manufacture of microwave technology solutions for the defense, aerospace and medical industries worldwide. Based in Lancaster, PA, Herley has nine locations and over a thousand employees worldwide. For more information: www.herley.com.

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