

SCHEDULE 10

NOTIFICATION OF MAJOR INTERESTS IN SHARES

1. Name of company

BAE SYSTEMS plc

SUPPL

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2005 FEB 14 A 10
OFFICE OF INTERESTS IN
CORPORATE FINANCIAL

2. Name of shareholder having a major interest

FMR Corp and its direct and indirect subsidiaries, and Fidelity International Limited and its direct and indirect subsidiaries

3. Please state whether notification indicates that it is in respect of holding of the shareholder named in 2 above or in respect of a non-beneficial interest or in the case of an individual holder if it is a holding of that person's spouse or children under the age of 18

Shareholder named in 2 above

4. Name of the registered holder(s) and, if more than one holder, the number of shares held by each of them

- State Street Hong Kong - 67,300
- Bank of New York Europe Ldn - 6,682,600
- Master Trust Bank of Japan - 520,500
- Nomura Trust and Banking - 90,800
- Trust & Cust Svcs Bk Ltd, Toko - 81,800
- Bank of New York Brussels - 252,300
- Brown Bros Harrimn Ltd Lux - 1,312,835
- Chase Manhttn Bk AG Frankfrt - 834,000
- Citibank NA, Hong Kong BR - 54,700
- Ing Luxembourg - 66,905
- JP Morgan Bournemouth - 2,568,620
- National Astl Bk Melbourne - 1,930,100
- Northern Trust London - 719,400
- RBC Global Services - 695,000
- State Str Bk and Tr Co Lndon - 750,806
- State Street Bank Australia - 959,700
- State Street Bank T&B Co Ltd Tokyo - 97,100
- Bermuda Trust Far East HK - 725,147
- JP Morgan Bournemouth - 16,190,434
- Brown Brothers Harriman and Co - 842,046
- JP Morgan Chase Bank - 24,619,808
- Northern Trust Co - 2,147,700
- Northern Trust Co London - 572,700
- State Street Bank and Tr Co - 5,950,580
- Bank of New York - 1,078,800
- Brown Bros Harriman & Co - 4,660,700
- CIBC Mellon Trust - 598,710



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THOMSON FINANCIAL

JP Morgan Chase Bank - 2,004,500
Mellon Bank N.A. - 2,288,200
Morgan Stanley and Co Inc – 23,300
Northern Trust Co - 4,353,758
Royal Trust - Toronto - 71,600
State Street Bank and Tr Co - 10,924,806
Bank of New York Brussels - 3,874,803
Bankers Trust London - 579,800
Chase Manhattan London - 56,900
Chase Manhatn Bk AG Frankfrt - 411,200
Citibank London - 540,600
Clydesdale Bank plc - 271,000
Dexia Privatbank - 48,000
HSBC Bank plc - 1,058,930
JP Morgan Bournemouth - 5,566,600
Mellon Bank - 1,609,300
Midland Securities Services - 291,300
Nordea Bank AB - 130,300
Northern Trust London - 6,760,540
Societe Generale - 109,700
State Str Bk and Tr Co Lndn – 4,932,290
State Street Munich - 63,200

5. Number of shares / amount of stock acquired

N/A

6. Percentage of issued class

N/A

7. Number of shares / amount of stock disposed

N/A

8. Percentage of issued class

N/A

9. Class of security

Ordinary shares of 2.5 pence each

10. Date of transaction

Not disclosed. Figures given as at 23 December 2004

11. Date company informed

23 December 2004

12. Total holding following this notification

121,041,808 shares

13. Total percentage holding of issued class following this notification

3.98%

14. Any additional information

Notification received under s198 CA85

15. Name and contact details of authorised company official responsible for making this notification

Ann-Louise Holding, Assistant Company Secretary (tel: 01252 373232)

16. Date of notification

23 December 2004

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