

SCHEDULE 10

NOTIFICATION OF MAJOR INTERESTS IN SHARES

1. Name of company

BAE SYSTEMS plc

2. Name of shareholder having a major interest

BRANDES INVESTMENT PARTNERS, L.P.

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

NOT DISCLOSED OTHER THAN THAT THE REGISTERED HOLDERS ARE APPROXIMATELY 440 CUSTODIAN BANKS

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 9 MAY 2005

RECEIVED

2005 MAY 25 P 2: 31

OFFICE OF INVESTIGATION
CORPORATE FINANCE

SUPPL



05008441

PROCESSED

MAY 31 2005

THOMSON
FINANCIAL

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[Handwritten signature]
5/31

11. Date company informed

12 MAY 2005

12. Total holding following this notification

195,257,075 ORDINARY SHARES

35,736,401 AMERICAN DEPOSITARY RECEIPTS (representing
142,945,604 underlying ordinary shares)

13. Total percentage holding of issued class following this notification

10.53%

14. Any additional information

Notification received under s198 CA85

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

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

16. Date of notification

12 MAY 2005

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