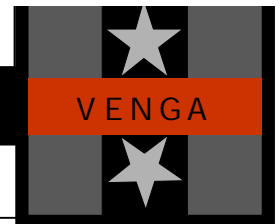


VENGA AEROSPACE SYSTEMS INC.



PRESS RELEASE

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VENGA ENTERS INTO A PRODUCT DEVELOPMENT AGREEMENT WITH CANADIAN TIRE CORPORATION

TORONTO, ONTARIO, July 3, 2003 – Venga Aerospace Systems Inc. (“Venga”), an emerging provider of advanced consumer 3D products and services, announces that it has entered into a product development agreement with Canadian Tire Corporation, Limited (“Canadian Tire”) which will see Venga’s 3D SOHO cameras sold in selected Canadian Tire retail stores in Ontario and Quebec.

With more than 450 stores nationwide, Canadian Tire (TSX: CTR.a), is one of Canada's best-known and most successful retailers. As Canada’s most shopped retailer, Canadian Tire stores offer a unique mix of products and services through the leadership of three specialty stores under one roof: automotive; home products; and sports and leisure. Canadian Tire also offers consumers an on-line shopping option through www.canadiantire.ca.

“We are obviously very excited about the potential of our 3D cameras being available for sale in one of Canada’s leading retailers,” stated Venga’s President, Hirsh Kwinter. “The incredible exposure that will result through our association with Canadian Tire is an important step in our ongoing efforts to successfully commercialize what we think is a unique and highly marketable product line,” continued Kwinter. “Our plans are to have our products in store and available for consumers later this summer,” added Kwinter.

Venga’s graphics division markets advanced consumer and commercial 3D products and services under its CLIK 3D (www.clik3d.com) trademark. The aeronautics division of the Company is currently in development of a full-scale composite drone aircraft.

This press release contains forward-looking statements within the meaning of the “safe harbor” provisions of the Private Securities Litigation Reform Act of 1995. These forward-looking statements are subject to risks and uncertainties and other factors that may cause Venga's results to differ materially from expectations. These include risks relating to company performance, market fluctuations and other risks. These forward-looking statements speak only as of the date hereof. Venga disclaims any intent or obligation to update these forward-looking statements.

The TSX Venture Exchange has neither approved, nor disapproved the information in this release.

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