

August 29, 2006
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FOR IMMEDIATE RELEASE

**AIR T, INC.'S GLOBAL GROUND SUPPORT SUBSIDIARY REPORTS \$3.36 MILLION ORDER
FROM THE UNITED STATES AIR FORCE.
RAISES GLOBAL'S CUSTOMER ORDER BACKLOG TO \$16.54 MILLION.**

MAIDEN, NC - Air T, Inc. (Air T) (NASDAQ: AIRT) announced today that its wholly owned subsidiary Global Ground Support, LLC (Global) has received a \$3.36 million order from the United States Air Force for additional de-icing units and related training. The order which was pursuant to the recent three year extension of Global's existing multi-year contract with the Air Force to 2009, increases Global's current order backlog to \$16.54 million. Global expects to complete the majority of this recent order over the course of its current fiscal year ending March 31, 2007.

Global, a recognized worldwide manufacturer of military, airline, and airport ground support equipment, is currently under contract with United States Air Force for the supply of mobile de-icing trucks for the Air Force and Navy. In addition to manufacturing a complete line of de-icing equipment for all sizes of aircraft, including the new Airbus A380, Global also produces decontamination equipment, catering/cabin service trucks, and fixed stationary de-icing systems. Global, based in Olathe, Kansas, has sold more than 900 units to 92 customers in 22 countries throughout the world.

Walter Clark, Chairman and Chief Executive Officer of Air T, commented, "the recent order and extension of the Air Force's contract with Global is further testament of our goal to develop and maintain long-term relationships with our customer base."

Air T, through its subsidiaries, operates in two business segments; the manufacture, sale and servicing of aircraft ground support and special purpose industrial equipment, mentioned above, and the provision of overnight air freight services to the express delivery industry. Air T is one of the largest, small-aircraft air cargo operators in the United States.

Statements in this press release, which contain more than historical information may be considered forward-looking statements (as such term is defined in the Private Securities Litigation Reform Act of 1995), which are subject to risks and uncertainties. Actual results may differ materially from those expressed in the forward-looking statements because of important risks and uncertainties, including but not limited to the ability of Global to maintain anticipated production levels due to a number of factors, including continuation of existing orders placed by the United States Air Force, the absence of labor shortages or work stoppages, continued availability of necessary components of de-icing equipment supplied by third parties, and the effect of any unforeseen damage to Global's facilities in Olathe, Kansas from storms or otherwise.