



FOR IMMEDIATE RELEASE

Offshore Systems, a division of OSI Geospatial Signs Australian Navy Contracts Valued at US\$1.3 Million

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OSI Geospatial Inc. (TSX: OSI; OTCBB: OSIIF) announced today that its International Systems Operations has signed contracts valued at approximately US\$1.3 million to provide navigation systems and engineering services to the Royal Australian Navy.

“The Australian Navy is an important customer and we are pleased to be expanding our relationship.” said Ken Kirkpatrick, president and CEO of OSI Geospatial. “Repeat business is evidence that we are providing value to our customers.”

About OSI Geospatial

OSI Geospatial Inc. delivers advanced geospatial systems and software that enable *shared real-time situational awareness* for military, safety and security applications. Our products and services enable our customers to integrate and visualize live data with any combination of sensor data, imagery, maps and charts. This capability provides our customers with enhanced operational performance, safety and security through shared *real-time situational awareness*. OSI Geospatial systems and software are in use by military, government, and commercial customers around the world. The company is publicly traded on the Toronto Stock Exchange (OSI) and the Over the Counter Bulletin Board (OSIIF). For additional information please visit www.osigeospatial.com.

Forward-Looking Statements

Certain statements made in this news release that are not based on historical information are forward-looking statements which are made pursuant to the safe harbor provisions of Section 21E of the Securities Exchange Act of 1934 and Section 138.4(9) of the Ontario Securities Act. These forward-looking statements are subject to risks and uncertainties. Actual results may differ from these projections. The risks associated with these statements and the Company's business include market volatility and changes in market preferences; risks related to its reliance on international government contracts; the number of large customer transactions and the related lengthy sales cycles in executing those opportunities; uncertainties associated with competitive bidding processes and contract negotiations; actions by government authorities; the effects of general economic and political conditions; changing foreign exchange rates; and challenges related to the company's ability to introduce, develop and implement new products and enhancements to existing products that respond to customer requirements in a changing, complex, technological market. A complete discussion of the company's risk factors is presented in the company's most recent annual reports, filed with the United States Securities and Exchange Commission (“SEC”) and the Canadian Securities Administrators (“CSA”), as well as other periodic reports filed with the SEC and the CSA. Except as required by law, the Company does not undertake any obligation to update the forward-looking statements.



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