

ASX RELEASE

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Kleos Scouting Mission Launch Update

Highlights

- **Satellite Launch period extended to October by launch partner**
- **Kleos to continue to develop early adopter government and commercial contracts**
- **Kleos to rapidly progress its 2nd generation satellites**
- **Business plan unchanged, growth stays on schedule**
- **Kleos first cluster of four satellites ready for launch at first opportunity**
- **Cash at end June 2019 was ~AU\$2.69M**

Kleos Space S.A. (ASX: KSS, Frankfurt: KS1), (**Kleos** or **Company**), a space-powered Radio Frequency Reconnaissance data provider, has been informed by launch provider Rocket Lab that the Kleos' Scouting Mission¹ launch period has been extended to October 2019.

Kleos' CEO Andy Bowyer said, "The Kleos Scouting Mission launch is dependent on parties outside of Kleos control. Notwithstanding that our team has ensured that our satellites are mission ready, but we cannot launch without a vehicle.

Due to Rocket Lab's manifest requirements and their evolving production schedule, Kleos' next available launch opportunity has been extended beyond our contractual launch period ending August 2019 to no earlier than October 2019. We have been advised that Rocket Lab is doing everything possible minimize schedule movements and launch the Kleos satellites as quickly as possible."

Milestones to Revenue

The following roadmap illustrates a number of steps to commence and manage expected revenue post launch of the Kleos' Scouting Mission satellites:

- ✓ Investor and media engagement
- ✓ International broker engagement
- ✓ Appointment of CFO
- ✓ Ground Station Service contract
- ✓ GEOINT19 conference
- ✓ Early adopter contracts
- Transport Satellites to Launch site (ready to go)
- Kleos' Scouting Mission satellites launch
- Large data volume contracts

Rocket Lab Chief Executive Peter Beck said "Following six successful orbital missions since January 2018, Rocket Lab is rapidly scaling production and launch operations to meet growing

¹ The multi-satellite Scouting Mission system will form the foundation of a constellation that delivers a global picture of hidden maritime activity, enhancing the intelligence capability of government and commercial entities when AIS (Automatic Identification System) is defeated, imagery is unclear, or targets are out of patrol range. The first scouting mission is made up of 4x nano-satellites built by GomSpace in Denmark, each the size of a shoebox.

market demand. We look forward to launching Kleos satellites in the coming months as we continue to increase our launch cadence.”

Kleos’ CEO Andy Bowyer continued, “Kleos is prepared for this situation as launches are exceptionally complex and often prone to delays. The team will use this time to expand the number of customer contracts secured, to continue to develop our data products, and rapidly progress the second generation of satellites.

The planned 2nd mission will be focused on delivering enhanced coverage of the Earth closer to the equator, increasing our revenues and our customer base. Developing the second-generation satellites at this early stage will allow us to gain advantage following the successful launch of the Scouting Mission and allow us to stay on schedule for the overall business growth.

As a responsible and highly focussed Space business we are constantly aware of the complexities of the space industry and we are prepared to take advantage of unplanned opportunities. Kleos is doing everything possible to minimize schedule movements and launch the Kleos satellites into Orbit as quickly as possible.”

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About Kleos Space S.A.

Kleos Space S.A. (ASX: KSS) is a space enabled, activity-based intelligence, data as a service company based in Luxembourg. Kleos Space aims to guard borders, protect assets and save lives by delivering global activity-based intelligence and geolocation as a service. The first Kleos Space satellite system, known as Kleos Scouting Mission (KSM), will deliver commercially available data and perform as a technology demonstration. KSM will be the keystone for a later global high capacity constellation. The Scouting Mission will deliver targeted daily services with the full constellation delivering near-realtime global observation – www.kleos.space.