

SMS Group Update - Further Material Progress to Pivotal STC Approval

Highlights:

• The data package for the GoGo B737-800 2KU Wi-Fi programme has now been formally submitted to the FAA

Structural Monitoring Systems Plc ("SMS" or "the Company") (ASX: SMN) is pleased to provide the following update for shareholders:

SMS Group - Progression of CVM™ to Pivotal STC Status

SMS has received notification from Delta Engineering that it has submitted the completed probability-of-detection (POD) testing data to the Federal Aviation Administration (FAA) as specified in the Issue Paper (IP) for the GoGo 737-800 2ku WiFi program.

The POD test report was submitted to the FAA's New York Aircraft Certification Office (NYACO).

The independent testing process, which began in December 2020, was completed by the Company's industry partners - Delta Engineering and Sandia National Laboratories.

Delta Engineering will also submit to the FAA a final Compliance Report over the next week or so which defines how SMS met and exceeded expectations for the initial IP guidance requirements to achieve certification.

FAA feedback is expected prior to the end of Q2-'21 for review of the test data and to return any follow up questions.

CVM™ is progressing to a commercial and technical ready status which will allow the industry to replace costly ground based hangar inspections.

This announcement is authorised by the Board.



Disclaimer

This announcement contains certain forward-looking statements with respect to the financial condition, operations and business of the Group and certain plans and objectives of the management of SMS. Forward-looking statements can be identified by the use of forward-looking terminology, including, without limitation, the terms "believes", "estimates", "anticipates", "expects, "predicts", "intends", "plans", "goals", "targets", "aims", "outlook", "guidance", "forecasts", "may", "will", "would", "could" or "should" or, in each case, their negative or other variations or comparable terminology. These forward-looking statements include all matters that are not historical facts.

Such forward looking statements involve known and unknown risks, uncertainties and other factors which because of their nature may cause the actual results or performance of the Group to be materially different from the results or performance expressed or implied by such forward looking statements. Such forward looking statements are based on numerous assumptions regarding the Group's present and future business strategies and the political and economic environment in which the Group will operate in the future, which may not be reasonable, and are not guarantees or predictions of future performance. No representation is made that any of these statements or forecasts will come to pass or that any forecast result will be achieved, or that there is a reasonable basis for any of these statements or forecasts.

Forward-looking statements speak only as at the date of this presentation and to the full extent permitted by law, SMS, and their respective affiliates and related bodies corporate and each of their respective Related Parties and intermediaries disclaim any obligation or undertaking to release any updates or revisions to information to reflect any change in any of the information contained in this presentation (including, but not limited to, any assumptions or expectations set out in the presentation).

Financial Information

Any pro forma and forecast financial information provided in this announcement is for illustrative purposes only and do not represent a forecast or expectation as to the Group's future financial condition and/or performance. This document has been prepared at a time where the review of financial information contained in this presentation has not been completed and accordingly, you should only rely on any forecast or expectation as to the Group's future financial condition and/or performance that is contained in a prospectus or other offering document which may be issued by SMS in connection with any offer of SMS securities.

For further information, please contact:

Steve Forman

Director & Head of Investor Relations

P: +1 917 319 7291

E: s.forman@smsystems.com.au

Sam Wright

Director & Company Secretary P: +61 08 6161 7412

-. +61 00 6161 /412

E: s.wright@smsystems.com.au

www.smsystems.com.au