

PARAZERO DRONE SAFETY SYSTEMS PARTNERS WITH SKYWATCH.AI DRONE INSURANCE

- Binding Memorandum of Understanding (MOU) executed with SkyWatch.AI
- Pilots with ParaZero's SafeAir system can now share their flight data with SkyWatch.AI and receive a higher Safety Score.
- Collaboration will allow drone pilots using the SafeAir Parachute to receive reduced rates on their drone insurance.

Drone Safety Systems company, **ParaZero Limited (ASX: PRZ) (ParaZero or the Company)** has partnered with SkyWatch.AI Drone Insurance, a prominent risk-assessment and InsurTech platform for the drone industry.

The companies have teamed up in order to further benefit safe pilots who take extra measures to reduce drone risks. Pilots with ParaZero's SafeAir system can now share their flight data with SkyWatch.AI and receive a higher Safety Score that will provide them with a unique reduced rate.

The collaboration will enable drone pilots using the SafeAir Parachute to receive reduced rates on their drone insurance.

"The ParaZero SkyWatch.AI. partnership will allow drone operators who take all the safety measures to be rewarded for their efforts to mitigate risk, in receiving reduced rates on their drone insurance," said ParaZero CEO Eden Attias.

The collaboration between ParaZero and SkyWatch.AI will help drone operators mitigate risk through the ASTM compliant ParaZero system, reduce their insurance costs with SkyWatch.AI, and also apply for a Flight Over People waiver with the Federal Aviation Administration (FAA).

"Safety has always been a main priority in SkyWatch.AI's efforts to promote drone usage. We are proud to team up with ParaZero as we believe that pilots who use advanced safety systems such as the SafeAir parachute should be rewarded," said Tomer Kashi, SkyWatch.AI CEO and Co-Founder.

This partnership brings with it added value to drone operators and is another great advancement in the development of the commercial drone ecosystem. There is a binding memorandum of understanding (MoU) with no fixed term or termination clauses relevant to this collaboration.

In October this year ParaZero announced it had secured firm orders of US\$235,000 (refer ASX announcement of 23 October 2019) from international drone manufacturers for custom parachute systems from drone manufacturers looking to deploy the technology in congested and populated environments.

ParaZero's SafeAir Systems support DJI Mavic and Phantom drone models, use independent computer and sensors to detect critical failures in real-time, stop the rotors, deploy a parachute, and bring down the drone at reduced energy, and enhanced safety.

The FAA has granted more than 40 waivers for companies including CNN, Fox News, Verizon Media, Hensel Phelps, North Dakota Department of Transportation for drone operations over people.

The systems have been thoroughly tested in real life flight failures and are compliant with ASTM F3322-18.

The purpose of the collaboration is to cooperate both in referring business to each other and to enhance brands and positioning by co-marketing activities and added value to both companies customers.

The collaboration has no term and can be terminated by either party giving 30 days' notice.

This announcement has been authorised for release by the Board of ParaZero Limited.

-ENDS-

For more information, please contact:

Corporate and Business enquiries
Eden Attias
Chairman and Chief Executive Officer
P: +972 3688 5252

Investor enquiries
Stephen Buckley
Company Secretary
P: +61 (0)8 6189 1155

Media Contact:

Heidi Cuthbert
heidi@multiplier.com.au
+61 411 272 366

About ParaZero Limited

ParaZero (www.parazero.com) was founded in 2014 to accomplish a vision to enable the drone industry to realise its greatest potential. ParaZero offers a smart and intuitive solution to enable drone industry growth by designing, developing and providing best-in-class autonomous safety systems for commercial drones.