

Ph. +39 0632473313 (Press Office) Ph. +39 0632473512 (Investor Relations)

leonardocompany.com pressoffice@leonardocompany.com ir@leonardocompany.com

PRESS RELEASE

Leonardo invests in the world's first solar-powered drone capable of perpetual flight with heavy payloads

- Leonardo has invested in Skydweller Aero Inc., a start-up specialising in the development of a new generation of unmanned aircraft
- Alessandro Profumo, CEO of Leonardo: "As the key technological investor and partner of the project, Leonardo will broaden its capabilities in new power systems, autonomous flight, innovative aerostructures, ultra-light materials and eco-friendly technologies to improve the Company's competitive advantage in the aerospace business for the next 20 years"
- Leveraging 15 years of airframe development, the Skydweller drone is expected to begin flight operations as soon as 2021
- Skydweller's endurance and payload allow it to fill key gaps in many countries' integrated surveillance architecture. It enables improved situational awareness for military forces and more cost-effective utilisation of resources than with traditional systems

Rome, 11 November 2019 - Leonardo is accelerating the progress of technology and innovation in autonomous flight by investing in Skydweller Aero Inc., a US/Spanish start-up specialising in large-scale solar-powered unmanned air systems. The initiative will result in the development and deployment of the Skydweller drone, the world's first fully electric unmanned aircraft capable of carrying large payloads with unlimited range and ultra-persistent endurance.

"As the key technological investor and partner of the project, Leonardo will broaden its capabilities in new power systems, autonomous flight, innovative aerostructures, ultra-light materials and ecofriendly technologies to improve the company's competitive advantage in the aerospace business for the next 20 years ", commented Alessandro Profumo, CEO of Leonardo.

Thanks to its unique features, Skydweller combines potentially unlimited persistence and range with the flexibility of an aircraft. It will operate from existing airbases around the world, deploy thousands of miles away to areas of high need, and remain overhead for orders of magnitude longer than current aircraft. This revolutionary platform will be used for purposes ranging from land and maritime surveillance to monitoring the environment and infrastructure, from industrial geo-information services to telecommunications and precision navigation. During emergencies and disaster-recovery situations, the system can be rapidly deployed from distant locations to provide backup communications and direct support to first responders.

The Skydweller project builds on a proven and mature aircraft that successfully circumnavigated the globe in 2016. The first phase focuses on converting the aircraft from a manned platform into an Optionally-Piloted Vehicle (OPV) by integrating advanced autonomy algorithms and vehicle management systems. The second step of the project will culminate in the first production aircraft, designed solely for unmanned operations and hardened against a range of environmental conditions.

Leonardo, a global high-technology company, is among the top ten world players in Aerospace, Defence and Security and Italy's main industrial company. Organized into five business divisions, Leonardo has a significant industrial presence in Italy, the United Kingdom, Poland and the USA, where it also operates through subsidiaries such as Leonardo DRS (defense electronics), and joint ventures and partnerships: ATR, MBDA, Telespazio, Thales Alenia Space and Avio. Leonardo competes in the most important international markets by leveraging its areas of technological and product leadership (Helicopters, Aircraft, Aerostructures, Electronics, Cyber Security and Space). Listed on the Milan Stock Exchange (LDO), in 2018 Leonardo recorded consolidated revenues of €12.2 billion and invested €1.4 billion in Research and Development. The Group has been part of the Dow Jones Sustainability Index (DJSI) since 2010 and became Industry leader of Aerospace & Defence sector of DJSI in 2019.

Autonomous flights of the OPV are projected for 2020 and the first production model of the unmanned version of the aircraft is expected in 2021.

The system will comply with European export laws and will not be subject to International Traffic in Arms Regulations (ITAR) restrictions. This will enable the aircraft to satisfy government and commercial needs around the world. Leonardo will act as the prime contractor for commercial opportunities in Italy, the United Kingdom, Poland and NATO.

Development and construction of the aircraft will be carried out at the Skydweller facility in the Castilla-La Mancha region of Spain. Leonardo Aircraft division will participate in development and engineering activities via a dedicated team.