

Kratos Awarded \$6 Million in Contracts to Provide Critical SATCOM Situational Awareness Products and Value Added Services

SAN DIEGO, Aug. 30, 2011 (GLOBE NEWSWIRE) -- <u>Kratos Defense & Security Solutions, Inc.</u> (Nasdaq:KTOS), a leading National Security Solutions provider, announced today that its SATCOM Solutions business unit has been awarded \$6 million in contracts to provide satellite communications products, satellite ground systems, network infrastructure products and on-going services. The contract awards demonstrate SATCOM Solutions' continued success in providing Situational Awareness and satellite communications products and specialized value added services to the military, government and intelligence communities. Examples of recent successes include:

- Significant deployment of the CFK 7700 WAN Gateway to deliver converged IP gateway solutions for demanding environments in a compact, highly portable package.
- Multiple orders of the 25 Watt Ku-band Block Upconverter (BUC) and Solid State Power Amplifier (SSPA). SATCOM Solutions' BUCs and SSPAs are the most compact and efficient systems on the market.
- Delivery of multiple 117MT maritime terminals to provide Ku-band ocean-going communications for Single Channel per Carrier (SCPC) or on-demand networks supporting VTC, VPNs, VoIP and large-file data transfers.
- Airtime service contracts to state and federal agencies providing on-demand, global broadband access.

Phil Carrai, President of Kratos Technology & Training Solutions stated, "Late last month we closed the acquisition of Integral Systems, and I am very pleased to report that we are already seeing the value to Kratos. SATCOM Solutions' products — as well as the other products, solutions and services from the Integral Systems acquisition — allow us to bring a richer portfolio of Situational Awareness, Communications Support and Bandwidth enhancing solutions to our customers in the defense and intelligence communities and the industry at large.

SATCOM Solutions provides secure, satellite-based communications solutions to government and commercial markets. Its proven commercial-based integrated ground systems infrastructure, payload data processing, simulation and testing for military, intelligence and government customers are successfully being used throughout the world.

About Kratos Defense & Security Solutions

Kratos Defense & Security Solutions, Inc. (Nasdaq:KTOS) is a specialized National Security technology business providing mission critical products, services and solutions for United States National Security priorities. Kratos' core capabilities are sophisticated engineering, manufacturing and system integration offerings for National Security platforms and programs. Kratos' areas of expertise include Command, Control, Communications, Computing, Combat Systems, Intelligence, Surveillance and Reconnaissance (C5ISR), unmanned systems, satellite ground segment operations, cyber warfare, cyber security, information assurance, critical infrastructure security and weapons systems sustainment. Kratos has primarily an engineering and technical oriented work force of approximately 4,000, many of whom hold an active National Security clearance, including Secret, Top Secret and higher. The vast majority of Kratos' work is performed on a military base, in a secure facility or at a critical infrastructure location. Kratos' primary end customers are United States Federal Government agencies, including the Department of Defense, classified agencies, intelligence agencies and Homeland Security related agencies. News and information are available at <u>www.KratosDefense.com</u>.

The Kratos Defense & Security Solutions, Inc. logo is available at http://www.globenewswire.com/newsroom/prs/?pkgid=3519

Notice Regarding Forward-Looking Statements

Certain statements in this press release may constitute "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. These forward-looking statements are made on the basis of the current beliefs, expectations and assumptions of the management of Kratos and are subject to significant risks and uncertainty, including, without limitation, risks related to contract performance and general economic conditions. Investors are cautioned not to place undue reliance on any such forward-looking statements. All such forward-looking statements speak only as of the date they are made, and the Company undertakes no obligation to update or revise these statements, whether as a result of new information, future events or otherwise. For a further discussion of risks and uncertainties that could cause actual results to differ from those expressed in these forward-looking statements, as well as risks relating to the business of Kratos in general, see the risk disclosures in the Annual Report on Form 10-K of Kratos for the year ended December 26, 2010, and in subsequent reports on Forms 10-Q and 8-K and other filings made with the SEC by Kratos.

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Source: Kratos Defense & Security Solutions, Inc.

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