Kratos Continues U.S. Defense Industrial Base Build Out with Expansion of Birmingham Operations with New 40,000-Square-Foot Facility

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The New Facility Supports Continued Growth in Kratos' Products Sector, including HORUS, a High-Altitude Intelligence Surveillance Reconnaissance Imaging System, CRADLE, a Mobile Bistatic Radar Communications Platform, and UltraSpec, a Non-Destructive Inspection Technology for Advanced Composite Materials

SAN DIEGO, Jan. 12, 2026 (GLOBE NEWSWIRE) -- Kratos Defense & Security Solutions, Inc. (NASDAQ: KTOS), a leader in defense, national security and global markets, today announced its continued build out to support the United States Defense Industrial Base with the expansion of operations in Birmingham, Alabama, with the addition of a new 40,000-square-foot facility, housing office and electro-mechanical systems and integration space, bringing Kratos' total footprint at its Oxmoor Valley campus to approximately 150,000 square feet.

The Birmingham expansion reflects continued growth in demand across Kratos' defense and national security programs and reinforces the company's long-term commitment to Alabama's skilled workforce, advanced manufacturing base, and role in supporting U.S. defense readiness. Kratos is the industry leader in making internally funded investments to rapidly design, develop and field relevant military grade hardware, software and systems, and in investing in new and additional infrastructure, facilities and equipment, all in support of U.S. National Security and the warfighter.

Michael Johns, Senior Vice President of Kratos SRE, said, "We are excited to continue our rapid expansion in the Birmingham area since the acquisition by Kratos three years ago. We have doubled the workforce in that time and will continue to position ourselves for additional growth by adding state-of-the-art facilities to match the top talent we are hiring."

The new facility will support continued growth in Kratos' products sector including HORUS, a high-altitude intelligence surveillance reconnaissance imaging system, CRADLE, a mobile bistatic radar communications platform, and UltraSpec, a non-destructive inspection technology for advanced composite materials—activities aligned with Kratos' core mission areas.

Formerly Southern Research Engineering, Kratos acquired the business in May 2022 and now owns 52 acres in the Oxmoor Valley area where the company operates state-of-the-art laboratory facilities for the development of strategic deterrence systems, missiles, space and satellite communications, exotic material test and analysis, intelligence, surveillance and reconnaissance, hypersonic platforms, trusted and assured microelectronics, anti–tamper technology and other platforms and systems.

About Kratos Defense & Security Solutions

Kratos Defense & Security Solutions, Inc. (NASDAQ: KTOS) is a technology, products, system and software company addressing the defense, national security, and commercial markets. Kratos makes true internally funded research, development, capital and other investments, to rapidly develop, produce and field solutions that address our customers' mission critical needs and requirements. At Kratos, affordability is a technology, and we seek to utilize proven, leading edge approaches and technology, not unproven bleeding edge approaches or technology, with Kratos' approach designed to reduce cost, schedule and risk, enabling us to be first to market with cost effective solutions. We believe that Kratos is known as an innovative disruptive change agent in the industry, a company that is an expert in designing products and systems up front for successful rapid, large quantity, low-cost future manufacturing which is a value add competitive differentiator for our large traditional prime system integrator partners and also to our government and commercial customers. Kratos intends to pursue program and contract opportunities as the prime or lead contractor when we believe that our probability of win (PWin) is high and any investment required by Kratos is within our capital resource comfort level. We intend to partner and team with a large, traditional system integrator when our assessment of PWin is greater or required investment is beyond Kratos' comfort level. Kratos' primary business areas include virtualized ground systems for satellites and space vehicles including software for command & control (C2) and telemetry, tracking and control (TT&C), jet powered unmanned aerial drone systems, advanced vehicles and rocket systems, propulsion systems for drones, missiles, loitering munitions, supersonic systems, space craft and launch systems, C5ISR and microwave electronic products for missile, radar, missile defense, space, satellite, counter UAS, directed energy, communication and other systems, and virtual & augmented reality training systems for the warfighter. For more information, visit www.KratosDefense.com.

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. 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 Kratos undertakes no obligation to update or revise these statements, whether as a result of new information, future events or otherwise. Although Kratos believes that the expectations reflected in these forward-looking statements are reasonable, these statements involve many risks and uncertainties that may cause actual results to differ materially from what may be expressed or implied in these forward-looking statements. 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 29, 2024, and in subsequent reports on Forms 10-Q and 8-K and other filings made with the SEC by Kratos.

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