

Kratos Partners With KT to Host Dual Antenna Site Supporting Interference Detection and Geolocation Subscription Services

New Partnership Provides Distribution of Services in Korea, Indonesia, Malaysia, Philippines, Thailand, Vietnam, Hong Kong and Singapore

SAN DIEGO, Sept. 7, 2011 (GLOBE NEWSWIRE) -- <u>Kratos Defense & Security Solutions, Inc.</u> (Nasdaq:KTOS), a leading National Security Solutions provider, announced today that its <u>Integral Systems</u> group has entered into a long-term, strategic partnership with South Korea-based KT Corporation to activate an additional satellite interference monitoring, detection and geolocation site in South Korea, and to provide distribution of its Radio Frequency (RF) interference detection and geolocation services in South Korea, Indonesia, Malaysia, the Republic of the Philippines, Thailand, Vietnam, Hong Kong and Singapore.

Under the terms of the five year hosting partnership, KT will host a dual 7.3m antenna system, which includes industry-leading RF interference monitoring, detection and geolocation products from Kratos' Integral Systems family of products. With the inclusion of the new site, the service now supports nine full time facilities providing customers with cost-effective RF interference mitigation capabilities.

In addition, under the terms of a separate one year Services Distribution Agreement, KT will become a Value Added Reseller of Integral Systems' SATCOM NetOps services. These services include Quality of Service (QoS) RF Performance Monitoring, RF Interference Monitoring, Detection and Geolocation, Service Level Agreement (SLA) Validation, Anomaly Resolution and Link Engineering & Network Planning.

"We are pleased to partner with KT to support the expansion of our state-of-the-art monitoring and geolocation capabilities in South Korea," said Phil Carrai, President of Kratos Technology & Training Solutions. "In addition, entering into the Value Added Reseller/Distribution Agreement with KT provides us with an extremely capable sales partner in a major growth area of the world. As the region continues to expand, the ability to mitigate RF interference will become even more important to services providers."

"The new hosting and distribution agreements will allow KT to play a major role in the expansion of Integral Systems' state-ofthe-art global RF monitoring, detection and geolocation capabilities and allow KT the opportunity to be a sales partner for SATCOM Net Ops Services," said Charles Oh, director for KT Satellite Business Development.

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), satellite communication systems, 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 www.KratosDefense.com.

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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