1. Name and Address of Reporting Person

CARANO BANDEL L

C/O OAK INVESTMENT PARTNERS
901 MAIN AVENUE, SUITE 600

2. Issuer Name and Ticker or Trading Symbol

KRATOS DEFENSE & SECURITY SOLUTIONS, INC. [ KTOS ]

3. Date of Earliest Transaction (Month/Day/Year)

06/19/2018

4. If Amendment, Date of Original Filed

5. Relationship of Reporting Person(s) to Issuer

X Director
X 10% Owner

Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

<table>
<thead>
<tr>
<th>Title of Security (Instr. 3)</th>
<th>Transaction Date (Month/Day/Year)</th>
<th>Deemed Execution Date, if any (Month/Day/Year)</th>
<th>Transaction Code (Instr. 8)</th>
<th>Securities Acquired (A) or Disposed Of (D) (Instr. 3, 4 and 5)</th>
<th>Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)</th>
<th>Ownership Form: Direct (D) or Indirect (I) (Instr. 4)</th>
<th>Nature of Indirect Beneficial Ownership (Instr. 4)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Common Stock</td>
<td>A</td>
<td>1,207(1)</td>
<td>06/19/2018</td>
<td>06/19/2028</td>
<td>80,861</td>
<td>D(4)</td>
<td>1,207(1)</td>
</tr>
</tbody>
</table>

Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

<table>
<thead>
<tr>
<th>Title of Derivative Security (Instr. 3)</th>
<th>Conversion or Exercise Price of Derivative Security</th>
<th>Transaction Date (Month/Day/Year)</th>
<th>Deemed Execution Date, if any (Month/Day/Year)</th>
<th>Transaction Code (Instr. 8)</th>
<th>Number of Derivative Securities Acquired (A) or Disposed Of (D) (Instr. 3, 4 and 5)</th>
<th>Date Exercisable and Expiration Date (Month/Day/Year)</th>
<th>Title</th>
<th>Amount or Number of Shares Following Reported Transaction(s) (Instr. 3 and 4)</th>
<th>Ownership Form: Direct (D) or Indirect (I) (Instr. 4)</th>
<th>Nature of Indirect Beneficial Ownership (Instr. 4)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Director Option (Right to Buy)</td>
<td>$11.6</td>
<td>06/19/2018</td>
<td>A</td>
<td>1,207(1)</td>
<td>06/19/2018(2)</td>
<td>06/19/2028</td>
<td>Common Stock</td>
<td>80,861(3)</td>
<td>D(4)</td>
<td>1,207(1)</td>
</tr>
<tr>
<td>Reporting Person</td>
<td>Name and Address</td>
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</tbody>
</table>
| Oak Investment Partners XIII, Limited Partnership | Oak Investment Partners XIII, Limited Partnership
| (Last) (First) (Middle) | 901 MAIN AVENUE
| | SUITE 600
| | NORWALK CT 06851
| | (City) (State) (Zip) |
| OAK INVESTMENT PARTNERS X LTD PARTNERSHIP | OAK INVESTMENT PARTNERS X LTD PARTNERSHIP
| (Last) (First) (Middle) | 901 MAIN AVENUE
| | SUITE 600
| | NORWALK CT 06851
| | (City) (State) (Zip) |
| OAK X AFFILIATES FUND LP | OAK X AFFILIATES FUND LP
| (Last) (First) (Middle) | 901 MAIN AVENUE
| | SUITE 600
| | NORWALK CT 06851
| | (City) (State) (Zip) |
| OAK INVESTMENT PARTNERS IX L P | OAK INVESTMENT PARTNERS IX L P
| (Last) (First) (Middle) | 901 MAIN AVENUE
| | SUITE 600
| | NORWALK CT 06851
| | (City) (State) (Zip) |
1. Name and Address of Reporting Person

OAK IX AFFILIATES FUND LP

(Last) (First) (Middle)
901 MAIN AVENUE
SUITE 600

(Street) NORWALK CT 06851

(City) (State) (Zip)

1. Name and Address of Reporting Person

OAK IX AFFILIATES FUND A LP

(Last) (First) (Middle)
901 MAIN AVENUE
SUITE 600

(Street) NORWALK CT 06851

(City) (State) (Zip)

Explanation of Responses:

1. Represents options received in lieu of cash fees from Mr. Carano's service on the Issuer's Board of Directors as approved by the Board of Directors. The grant is effective June 19, 2018.

2. The Director Options became fully exercisable on the date of the grant.

3. Not applicable

4. Includes Director Option to purchase 156 shares of Common Stock, which is held by Mr. Carano on behalf of Oak Investment Partners X, Limited Partnership ("Oak X"); Director Option to purchase 2 shares of Common Stock, which is held by Mr. Carano on behalf of Oak X Affiliates Fund, Limited Partnership ("Oak X Affiliates"); and Director Option to purchase 1,049 shares of Common Stock, which is held by Mr. Carano on behalf of Oak Investment Partners XIII, Limited Partnership ("Oak XIII"). Mr. Carano is a Managing Member of Oak Associates X, L.L.C., the General Partner of Oak X, a Managing Member of Oak X Affiliates, L.L.C., the General Partner of Oak X Affiliates Fund and a Managing Member of Oak Associates XIII, L.L.C., the General Partner of Oak XIII.

Remarks:

Bandel L. Carano is a Director of the Issuer. This Form 4 is being filed by Bandel L. Carano, Oak XIII, Oak X, Oak X Affiliates, Oak Investment Partners IX, Limited Partnership, Oak IX Affiliates Fund, Limited Partnership, and Oak IX Affiliates Fund-A, Limited Partnership, collectively the "Reporting Persons". Each Reporting Person disclaims the existence of a "group" and disclaims beneficial ownership of any securities (except to the extent of such Reporting Person's pecuniary interest in such securities) other than any securities reported herein as being directly owned by such Reporting Person, and this report shall not be deemed an admission that such Reporting Person is the beneficial owner of any such securities for purposes of Section 16 or for any other purpose.

Bandel L. Carano 06/20/2018
/s/ Bandel L. Carano, Managing Member of Oak Associates XIII, L.L.C., general partner of Oak Investment Partners XIII, Limited Partnership 06/20/2018
/s/ Bandel L. Carano, Managing Member of Oak Associates X, L.L.C., general partner of Oak Investment Partners X, Limited Partnership 06/20/2018
/s/ Bandel L. Carano, Managing Member of Oak X Affiliates, LLC, general partner of Oak X Affiliates Fund, Limited Partnership 06/20/2018
/s/ Bandel L. Carano, Managing Member of Oak Associates IX, L.L.C., general partner of Oak Investment Partners IX, Limited Partnership 06/20/2018
/s/ Bandel L. Carano, Managing Member of Oak IX Affiliates, LLC, general partner of Oak IX Affiliates Fund, Limited Partnership 06/20/2018
Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

* If the form is filed by more than one reporting person, see Instruction 4 (b)(v).


Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.