



October 31, 2017

Kratos Receives \$14.5 Million in Unmanned Aerial Drone System Contract Awards

Kratos to Deliver Eight Unmanned Aerial Drone Systems to National Security Customers

SAN DIEGO, Oct. 31, 2017 (GLOBE NEWSWIRE) -- Kratos Defense & Security Solutions, Inc. (Nasdaq:KTOS), a leading National Security Solutions provider announced today that it has recently received \$14.5 million in contract awards for eight high performance, jet powered unmanned aerial drone systems, communication, ground control and related systems from certain National Security related customers. Kratos is a leading provider of high performance jet powered unmanned aerial drone systems for tactical and adversarial target, threat representation purposes. The work under these recent contract awards will be performed at secure Kratos manufacturing facilities. Due to competitive, customer related and other considerations, no additional information will be provided related to these contract awards.

Eric DeMarco, President & CEO of Kratos, said, "Unmanned systems, autonomy and related artificial intelligence are strategic focus areas for our Company, as well as state of the art ground control systems, communication and data links. These recent contract awards with these customers are representative of the continued successful execution of our strategy to be a leader in innovating, rapidly designing and fielding affordable systems in the unmanned systems market space."

About Kratos Defense & Security Solutions

Kratos Defense & Security Solutions, Inc. (NASDAQ:KTOS) develops transformative, affordable technology for the Department of Defense and commercial customers. Kratos is changing the way breakthrough technology for these industries are brought to market through proactive research and a streamlined development process. Kratos specializes in unmanned systems, satellite communications, cyber security/warfare, microwave electronics, missile defense, training and combat systems. For more information go to 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 25, 2016, and in subsequent reports on Forms 10-Q and 8-K and other filings made with the SEC by Kratos.

Press Contact:

Yolanda White
858-812-7302 Direct

Investor Information:

877-934-4687
investor@kratosdefense.com

Source: Kratos Defense & Security Solutions, Inc.

News Provided by Acquire Media