

VIRGIN ORBIT SET TO TAKE STAKE IN SAS

Highlights:

- Virgin Orbit to acquire equity stake in Sky and Space Global
- Three-year A\$3 million launch services and consulting agreement with Virgin Orbit from 1 July 2021
- Mutual reseller agreement with Virgin Orbit to commence on re-listing
- Previous A\$55 million Launch Services Agreement with Virgin Orbit to be terminated by both parties
- Virgin Orbit to appoint an observer to the Company's board meetings

Sky and Space Global Ltd (**ASX: SAS**, '**Sky and Space Global**' or the '**Company**'), an ASX-listed UK satellite company with communications, satellite, and software industry expertise, is pleased to announce Virgin Orbit will acquire a stake in the Company and enter into new strategic launch services and mutual reseller agreements to support future growth.

Subject to a number of conditions precedent associated with the effectuation of the Deed of Company Arrangement (DOCA) and relisting on the ASX, the quantum of the stake will be no less than 14.7% of the issued capital in SAS at an issue price of A\$0.20 following the Company's DOCA being effectuated and prior to the Company raising funds under a prospectus.

Upon completion of the stock issuance, the signing of the new agreements and the grant of options to Virgin Orbit, the previous A\$55 million Launch Services Agreement (LSA) with Virgin Orbit will be terminated, with both parties to be released from all past, current and future obligations related to the LSA.

Virgin Orbit will also be granted 7 million three-year options in SAS, exercisable at A\$0.40 each, and will also be entitled to appoint an observer to the Board of Sky and Space Global.

In addition, SAS and Virgin Orbit will enter into two new commercial agreements relating to launch services and mutual reseller arrangements.

SAS and Virgin Orbit will sign a three-year, A\$1 million per annum launch services and consulting agreement, commencing 1 July 2021. In addition, the two parties will enter into a Mutual Reseller Agreement, whereby Virgin Orbit will promote SAS' services to its current customer base, and SAS will refer and resell Virgin Orbit's launch services.

Commenting on the new agreement with Virgin Orbit, SAS Chairman Xavier Kris said:

"We are delighted to have Virgin Orbit as a partner and shareholder as we progress the recapitalisation of the business and short-term commercialisation of our nanosatellite communications technology."

Investors will shortly receive documentation relating to the shareholder meeting, required to approve the particulars of the proposal to effectuate the DOCA, recapitalise the Company and, subject to ASX approval*, recommence trading on the exchange.

* Please note that there is no guarantee that the Company's securities will be reinstated on the ASX for quotation.

Authorised for release by the SAS Board.



ABOUT SKY AND SPACE GLOBAL LIMITED



Sky and Space Global Limited is an ASX listed (SAS) satellite company regulated by the UK Space Agency with communications, satellite, and software industry expertise.

The Company's core business is to provide communications infrastructure and services based on nanosatellite technology and deploy highly sophisticated software systems that launch, maintain orbit, control, and manage global communication networks in space.

The Company was the first to build and operate a nanosatellite based commercial telecom network. It currently benefits from over 50 agreements with future customers, award winning technology and many nanosatellite world firsts including propulsionless formation flying and inter satellite communications.

FOR MORE INFORMATION, PLEASE CONTACT:

Xavier Kris	Ronn Bechler
Executive Chairman	Investor and Media Relations
info@skyandspace.global	ronn.bechler@marketeye.com.au