For personal use only

This Newsletter covers a number of topics including an Investor Relations Update, an overview of the Paris Airshow, notification that Martin Aircraft will be exhibiting at the Czech International Air Fest, a career opportunity update and the new Martin Jetpack app and Capability Video.

INVESTOR RELATIONS UPDATE

Marketing Update

A month has passed since the Paris Airshow and progress continues to be made. At the show we flew the public and potential customers in the simulator with over 500 sorties flown. The Jetpack certainly attracted attention and we featured in the Show press. We had a number of very useful meetings and we are now following up on those.

Our announcements of the Alliancing Agreements between MACL and M2K in India and Martin sro in the Czech Republic were a major step forward in our marketing strategy. Since the show our VP Sales & Marketing has been working with our Czech partners on the marketing model we will test. We will also display the Static at the Czech Airshow at Hradec Kralove on 5th and 6th September and have the simulator available for key potential customer meetings that we already have in place.

We have also been in discussion with Beijing Flyingman and AVIC over the next steps and our focus is setting up the marketing section of our KuangChi Martin Jetpack Joint Venture to allow that business environment to take the lead in moving to supply contracts from the interests we have in China.

We have also announced that following further discussions we have progressed from a Letter of Intent with Avwatch to a Memorandum of Understanding to negotiate delivery of 3 manned and 3 unmanned Jetpack, simulator and support. Subject to successful negotiation these Jetpacks will be used for demonstration as part of the Avwatch capability. Avwatch provides services to a number of Government Agencies and Departments that are within the First Responder community.

On Monday the Martin Jetpack and Simulator was featured at the Disruptive Technology Innovation conference in Shenzhen China where the KuangChi Science Martin Jetpack Joint Venture introduced the Martin Jetpack to the attendees and Chinese media. It attracted considerable attention in the media over the following days.

Technical Update

Design
As an aviation company, we have engaged the CAA on becoming a Part 146 (design) certified organisation.

Engine
Feedback from our last shareholder update indicated we may have confused some people over our engine programme. For clarity we are working on three different engine types:

- A rotary engine as the potentially lightest and smoothest engine for the product range.
- A six cylinder boxer configuration (flat 6), four stroke engine. This engine is likely to suit many markets and customers. It is familiar to aviation customers and aircraft maintenance organisations.
- A six cylinder two stroke engine. This engine is potentially cost effective and simple to build, but is only in the concept design phase and we have not yet confirmed it will be a viable option. We will confirm if this engine will be a viable option later in the year.

In the meantime we are introducing a limited number of the V4 two stroke Mk1x engines that are replacing the Mk1 engine.

For personal use only

Parachute
We have secured a parachute with very fast deployment characteristics. If auto-deployed the Jetpack will not exceed 10m/s vertical velocity during its descent, which allows for a survivable recovery. The next step is to develop this design towards production readiness. We will put together some more technical detail around the parachute programme and share that with shareholders when completed.

Flight Control System (FCS)
We are preparing for the first new FCS to be fitted to a test aircraft. The system is based on a commercially available system. We have acquired new aviation grade joysticks and fully digitally controlled control vane actuators. The architecture is open to accommodate other system components. This new system is a significant step towards a reliable and safe fly by wire system.

Next Generation Jetpack
The Next Generation (NG) Jetpack is our internal acronym for the commercial Jetpack. Focus is on a new lighter, safer and easier to manufacture airframe. The design is being done to meet aircraft standards and using certified aircraft materials. The second element is a new landing gear design to provide maximum performance for normal use cases and protection in case of hard or even crash landings. Work is being performed in partnership with an expert company specialising in aircraft composite design.

Production
Organisationally, we are progressing towards attaining CAA certification as a Part 148 (Manufacturing Organisation). Additionally, we are establishing a lean assembly system to support production of one jetpack per day in a single shift operation.
We will have by the final part of 2016 three flying P12 models, two of which will be manned flight capable. In addition we are designing and building a half size unmanned test vehicle that could be capable of lifting up to 50Kg. This will allow rapid prototype testing of all the various components of the NG Jetpack de-risking the programme prior to the delivery of the pre-production NG aircraft.

Test Schedule
Design Substantiation and testing is ongoing as the design elements mature. This will all come together in the first half of 2016.
Flight Testing - Flight Operations will be commencing the in depth Developmental Test and Evaluation (DT&E) program on the P12 series of aircraft in Q3, 2015. The outcomes of this test program are to explore further the full flight envelope of the P12 series of aircraft, and provide this information back to the engineering design team to ensure that lessons learned are applied to the NG aircraft. Furthermore, the flight model will be confirmed through rigorous flight profiles, with this data being used to improve the accuracy and validity of the simulator flight model - a pivotal process for increasing the overall safety of jetpack operations. The DT&E program should be completed in early 2016, in time to commence a rapid DT&E program on the NG aircraft prior to production.

People
We have completed phase one of the appointment of key personnel particularly for the development team and flight operations and we are now moving to Phase two. Details of the roles we are seeking can be seen on the Martin Aircraft Company website.

SUCCESS AT THE PARIS AIR SHOW!

Martin Aircraft exhibited at the 51st Paris Air Show

A team of 8 MJP staff travelled to Paris for the 51st The International Paris Air Show, known locally as “Salon international de l’aéronautique et de l’espace, Paris-Le Bourget”.

For the Martin Aircraft Company the Show has been an overwhelming success both in terms of the business and the opportunity to introduce to the global aviation community the latest model of the Martin Jetpack, the world’s first practical personal jetpack, with potential usage spanning search and rescue, military, recreational and commercial applications, both manned and unmanned.

For personal use only

Thanks to the excellent coverage on all the major international media channels our stand at Le Bourget rapidly became the “must see” aircraft exhibit for the over 130,000 trade visitors to the show. We even had VIP guests fly in especially to come and meet with us having read about our participation in Paris from as far away as India, the Middle East and the United States.

For the team that worked on the trade stand during the show, it was the most amazing experience. The staff soldiered through the long days, waves of show attendants, language difficulties and put over 500 enthusiastic, would be jetpack fliers through the Jetpack simulator for a taste of the Jetpack flight experience. The Chairman of the board Jon Mason also made the trip to Paris for this special occasion and saw the team in action.

Highlights during the show include the VIP event hosted at our stand where four significant agreements were signed, namely;

- An agreement with Beijing Flying Man Science & Technology Ltd involves the parties working towards the future delivery of a Martin Aircraft package with an initial tranche of 100 manned Jetpacks, 50 unmanned Jetpacks, 25 static models and 25 simulators. It is noted that at this stage the agreement is a strategic co-operation agreement and any sales are dependent upon a successful supply agreement.
- An agreement with Beijing Voyage Investment Ltd a subsidiary company of well-known Chinese-based AVIC International Holdings Ltd for the intended future delivery of manned and unmanned Jetpacks, simulators, and static models.
- An alliance agreement with Czech Republic-based Martin Aircraft Company s.r.o. to establish a European sales centre for the Martin Jetpack.
- An alliance agreement with New Delhi based M2K Group Ltd to establish a regional sales presents in commercially important India market.

Commenting on the signing of the four agreements, Mr Coker said, “The Company has progressed rapidly since its public listing on the Australian Securities Exchange earlier in the year. We are now well on the path to commercialisation and our move from a Research & Development company to a commercial entity is well marked today with these announcements.

We look forward to returning to Paris in 2017 and have already commenced discussions with the Air Show organisers on having a Martin Jetpack flight display in the program.

For personal use only

DOBRY DEN ČESKÁ REPUBLIKA!

Martin Aircraft to exhibit at the Czech International Air Fest (CIAF)

Martin Aircraft Company Limited (Martin Aircraft), (ASX:MJP) is pleased to announce that in collaboration with our European beachhead partner **Martin Aircraft Company s.r.o. (MACSRO)** we shall be participating with a simulator and static aircraft in the Czech International Air Fest (CIAF) which will be held at Hradec Kralove on 5th and 6th September 2015.

CIAF is the largest air show and competition of top military and civilian aircraft in the Czech Republic. Held in early September at the airport in Hradec Králové crowds of over 150,000 spectators and aviation professionals gather to take part in one of eastern Europe's major aviation events.

At this year's show Martin Aircraft will introduce to the European aviation community the latest model of the Martin Jetpack, the world's first practical personal jetpack, with potential usage spanning search and rescue, military, recreational and commercial applications, both manned and unmanned. Over the 2 days of CIAF, the Martin Jetpack will be exhibited to potential regional customers and suppliers, as well as simulator demonstrations being available.

Further information on CIAF can be found at **www.airshow.cz**

NEW CAREER OPPORTUNITIES AT MARTIN JETPACK!

Have you got the Right Stuff to join our Engineering team?

With international interest in Martin Jetpack at an all-time high and the funding in place to move into the next exciting phase of commercial development our team of specialist engineers is set to grow significantly over the coming months.

A career with us will provide you with the opportunity to be one of the early pioneers joining a small, hardworking and dynamic group of Engineers. There are new and different challenges on a daily basis which will test your technical expertise and capacity to think outside of the box. You'll have access to ongoing training and development relevant for your role and given our growth plans and the company's relative early stage of development, there will be career progression opportunities for the right people.

For personal use only

We are currently looking to hire:

- Mechanical Design Engineer
- Senior Mechanical Design Engineer
- Aerodynamics Engineer
- Substantiation Engineer (Mechanical)
- Senior Substantiation Engineer (Mechanical)
- Systems Test Engineer - Software
- Software Engineer
- Senior Software Engineer
- Systems Engineer
- Electronics Engineer
- Flight Simulator Technician

For more information contact our recruitment partners at The Talent Hive by emailing your enquiry and CV to jetpack@thetalenthive.co.nz or by calling +64 (0)3 2818448 and asking for Matt Love-Smith or Marc Denholm. All enquiries are treated in the strictest confidence.

MARTIN JETPACK APP

Come and explore the Martin Jetpack in the comfort of your Home or Office with our new Augmented Reality Application.

Just like the Martin Jetpack, during the past two decades, augmented reality (AR) went from science fiction pipe dream to practical reality. Essentially, augmented reality means building upon the real, physical world around us by displaying information overlays and digital content tied to physical objects and locations.

With the Martin Jetpack augmented reality app, you can by using a specially encoded coaster bring a 3D Jetpack to life in the comfort of your home or office. You can watch videos of the jetpack and its special features, study technical information and diagrams plus much more!

Available in both Android and iOS devices it's free to download **here**.

OUR NEW CAPABILITY VIDEO

The Martin Jetpack is a significant breakthrough in first responder solutions. Check out this video to see how the Martin Aircraft Company will be working with the first responder community to solve problems and save lives.