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ASX Code: SAS

SAS Selects GomSpace as Equatorial Constellation Constructor

Highlights

- Sky and Space Global has selected its existing construction partner, GomSpace in Denmark, to develop and deliver its full Equatorial nano-satellite constellation
- Contract follows a comprehensive tender process undertaken by SAS to global space and satellite companies and a rigorous evaluation process of proposals
- Second major contract for the SAS Equatorial constellation signed, following the securing of Virgin Galactic in late 2016 as the primary launch provider
- Costs and product delivery to be spread over the next 4 years, commencing in H2 2017 and meeting SAS schedule requirements
- Commencement of the GomSpace contract to occur following successful 3 Diamonds launch, which remains on schedule for early Q2 2017
- Estimated cost of the total contract is between AUD \$50 to \$75 million, to be determined by the total number of nano-satellites for the Equatorial constellation and their operating systems
- Sky and Space Global aims to launch a nano-satellite constellation to provide equatorial band coverage (+/- 15% of the Equator) to billions of people living in remote locations

Sky and Space Global Ltd (ASX: **SAS**, "**Sky and Space Global**" or the "**Company**") is pleased to announce that it has signed a procurement contract with GomSpace ApS ("GomSpace") a subsidiary of GS Sweden AB, to develop and deliver the full Equatorial nano-satellite constellation. The first delivery of nano-satellites will be in 2018, with the full constellation to be deployed and operational by 2020 in line with the Company's current schedule as previously announced.

The GomSpace nano-satellite construction contract costs will be distributed over the term of the agreement. The total cost of this contract is depending on the total number of nano-satellites constructed for the Equatorial constellation, with several options including development, services, choice of satellites and will therefore range between a value of approximately AUD \$50 to \$75 million.

The commencement of the GomSpace contract to build the Equatorial constellation, and the financing of this and the other major contracts will commence following the successful launch and operational testing of the 3 Diamonds commercial demonstration satellites in early Q2 2017.

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The decision to select GomSpace as the SAS nano-satellites contractor follows a tender issued by SAS to global leaders in the space sector as well as a rigorous process of proposal evaluation. Additionally, as the Company's existing construction partner for the initial 3 Diamonds, GomSpace has a proven track record of meeting all of SAS technical requirements, as well as its schedule and financial considerations.

Sky and Space Global's CEO, Mr. Meir Moalem said:

"We are getting very close to the launch of our first 3 diamonds, but the goal is to build a communication network, based on a constellation of nano-satellites. This contract with GomSpace is another step towards our mission to provide a commercial, revenue generating service that delivers communications to anyone, anywhere, anytime. We are very happy to continue working with GomSpace which have proven their value and capabilities."

GomSpace CEO, Mr Niels Buus said:

"We are extremely excited at GomSpace to be continuing to be part of this ground breaking project from Sky and Space Global Ltd. We believe that with this project SAS – seconded by GomSpace – will be making a breakthrough for nano-satellites in the professional low earth orbit satellite business."

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About Sky and Space Global Ltd

World Experts and Highly Disruptive Business Plan

Sky and Space Global Ltd owns 100% of Sky and Space Global (UK) Limited, a UK incorporated company with European and Israeli centres of Aerospace, Satellite and Software Industry Experts, plans to deploy nano-satellites constellations in orbit to provide global communication infrastructure and services to the telecommunications and international transport industries.

The Company is currently fully funded beyond the Q2 2017 launch of its "3 Diamonds" pilot network with the Indian Space Research Organization, following the completion of the Company's recent capital raising.

The core Sky and Space Global business is to construct a communications infrastructure based on nano-satellite technology and develop the highly complex and sophisticated software systems that will deploy, maintain orbit control and handle communication code between each of the nano-satellites to give a global coverage.

Sky and Space Global aims to provide low cost, nano-satellite communication coverage on an anywhere to everywhere base with relatively low maintenance costs. Due to the experience and expertise of the founders in the aerospace industry, the business will be able to develop with inherent upgrading capabilities within short intervals, utilising their unique IP-nanosat software protocols.

About GomSpace Ltd

The Company's business operations are mainly conducted through the wholly-owned Danish subsidiary, GomSpace ApS, with operational office in Aalborg, Denmark. GomSpace is a space company with a mission to be engaged in the global market for space systems and services by introducing new products, i.e. components, platforms and systems based on innovation within professional nano-satellites. The Company is listed on the Nasdaq First North Premier exchange under the ticker GOMX. FNCA Sweden AB is the Company's Certified Adviser. For more information, please visit our website on www.gomspace.com.

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