24 March 2021   **ASX RELEASE**

Multiple DroneSentry-X Orders

DroneShield Ltd (ASX:DRO) ("DroneShield" or the "Company") is pleased to announce it has received multiple first orders for its latest product, DroneSentry-X^{TM}, an on-the-move C-UAS system. The orders included both detection-only and detect-and-defeat variants, for North America and South East Asia regions. Detection-only variant is purchased by customers who are legally restricted in their ability to defeat UAS.

The orders, with approximately $500,000 in proceeds, considered material by the Company, have been received in the last week, are the initial trial purchases of the system, in two separate countries, in anticipation of larger procurements. Additional follow up orders are currently being discussed, with the amounts to be confirmed. The Company expects to receive the cash proceeds from these orders through March, June and September quarters.

Oleg Vornik, DroneShield's CEO, commented, "DroneSentry-X^{TM} offers a truly unique capability for directional awareness of asymmetric warfare vectors such as nefarious UAS used for reconnaissance and payload delivery. With DroneShield's expertise in waveform design, it provides a complete bubble of surveillance around the deployed area. The devices utilise our unique AI-based RF software, also deployed across our other platforms such as RfPatrol^{TM}, RfZero^{TM} and DroneSentry^{TM}. We look forward to delivering these initial sales, and expanding to repeat sales, as we have recently done with our other products"

Image: DroneShield's DroneSentry-X^{TM} system on a vehicle

This announcement has been approved for release to the ASX by the Board.

Further Information

Oleg Vornik
CEO and Managing Director
Email: oleg.vornik@droneshield.com
Tel: +61 2 9995 7280

About DroneShield Limited

DroneShield (ASX:DRO) is an Australian publicly listed company with its head office in Sydney and teams in the US and UK, specialising in C-UAS, Electronic Warfare, RF sensing, Artificial Intelligence and Machine Learning, Sensor Fusion, rapid prototyping and MIL-SPEC manufacturing. Our capabilities are used to protect military, Government, law enforcement, critical infrastructure, commercial and VIPs throughout the world.

Through our team of Australian based engineers, we offer customers bespoke solutions and off-the-shelf products designed to suit a variety of terrestrial, maritime or airborne platforms. DroneShield is proudly exporting Australian capability to customers throughout the world and supporting Australia's defence, national security and other organisations protect people, critical infrastructure and vital assets.

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