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ASX ANNOUNCEMENT

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09 November 2021

ORBITAL UAV SUCCESSFULLY COMPLETES ENTITLEMENT OFFER RAISING A$6.5M

PERTH, AUSTRALIA: Orbital Corporation Ltd ('Orbital UAV', 'OEC' or 'the Company') is pleased to announce the successful completion of the Company's renounceable entitlement offer announced on 19 October 2021 of one new share for every six shares held, at an issue price of A$0.50 ('Entitlement Offer').

The Entitlement Offer was well supported by eligible shareholders who subscribed for a total of 8,417,063 new shares pursuant to their entitlements and a further 2,989,798 shares out of the shortfall pursuant to the Top Up Facility detailed in the Offer Booklet. In total, eligible shareholders subscribed for A$5.7 million of new equity under the Entitlement Offer representing 87.8% of the total of A$6.5 million, or 12,985,114 shares, available.

The balance of 1,578,253 shares available under the Entitlement Offer, representing a shortfall of approximately A$0.8 million, will be allocated in accordance with the shortfall allocation policy outlined in the Offer Booklet to applications received from sophisticated and institutional investors.

Gross proceeds raised upon completion of the Entitlement Offer will be approximately A$6.5 million before costs. All new shares issued under the Entitlement Offer will rank equally with existing ordinary shares in all respects and are expected to be issued by Friday 12 November 2021 following final reconciliation and receipt of all shortfall proceeds.

Major shareholders, UIL Limited and First Sentier Investors, along with all of Orbital's Directors, took up 100% of their available entitlements.

"We are delighted with the strong level of support we have received from eligible shareholders across the register and are excited by the opportunities the $6.5 million in new funding will provide to our engine development programs and production capabilities," said Mr Todd Alder, Managing Director and CEO of Orbital UAV.

-ENDS-

CONTACTS

Announcement authorised by:

Todd Alder

CEO & Managing Director

Tel: +61 8 9441 2311

Email: contact@orbitalcorp.com.au

For further information, contact:

Ian Donabie

Communications Manager

Tel: +61 8 9441 2165

Email: idonabie@orbitalcorp.com.au

About Orbital UAV

Orbital UAV provides integrated propulsion systems and flight critical components for tactical unmanned aerial vehicles (UAVs). Our design thinking and patented technology enable us to meet the long endurance and high reliability requirements of the UAV market. We have offices in Australia and the United States to serve our prestigious client base.

Forward-looking statements

This release includes forward-looking statements that involve risks and uncertainties. These forward-looking statements are based upon management's expectations and beliefs concerning future events. Forward-looking statements are necessarily subject to risks, uncertainties and other factors, many of which are outside the control of the Company that could cause actual results to differ materially from such statements. Actual results and events may differ significantly from those projected in the forward-looking statements as a result of a number of factors including, but not limited to, those detailed from time to time in the Company's Annual Reports. The Company makes no undertaking to subsequently update or revise the forward-looking statements made in this release to reflect events or circumstances after the date of this release.

Not an offer of securities

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