



AV Awarded \$13.2M Contract to Provide P550 UAS for U.S. Army's Long Range Reconnaissance (LRR) Program

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ARLINGTON, Va.--(BUSINESS WIRE)--Dec. 8, 2025-- AV, with partner Parry Labs, has been awarded a 3-year Other Transaction Agreement with an initial base contract value of \$13.2M with additional options for a total potential contract value of \$42M to provide the newly developed P550™ uncrewed aircraft system (UAS) for the U.S. Army's Long Range Reconnaissance (LRR) program. The all-battery electric, high-performance P550 delivers long-range intelligence, surveillance, and reconnaissance (ISR) capabilities alongside lethal effects crucial to the LRR mission. AV will deliver P550 system updates along with support and documentation deliverables to the U.S. Army, PEO Aviation, PM UAS, PdM SUAS for testing, evaluation, and integration into the Army Family of Systems. This award is in addition to the previously announced delivery of P550 systems to PM UAS.

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P550 Autonomous Group 2 UAS - maximum flexibility with minimal logistical burden [Credit: AV]

the U.S. Armed Forces. We are confident that P550 will effectively bridge the current capability gap, providing the Army with critical functionalities in a single, adaptable platform.”

Equipped with advanced AI and autonomous capabilities, P550 serves as a readily deployable asset for enhanced situational awareness, force protection, and targeting capabilities in contested environments. Its toolless quick-connect airframe and vertical take-off and landing (VTOL) system reduce soldier exposure to adversarial fire.

“From its inception, P550 was designed with a Modular Open Systems Approach (MOSA),” continued Hendrix. “The ability to swiftly install and exchange payloads, update mission software, and interoperate with other Army elements depending on mission requirements is crucial to operational success and soldier safety. AV’s partnership with Parry Labs integrates their proven mission system components into P550, offering best-in-class solutions that anticipate soldier needs. P550 embodies a true MOSA system, providing maximum flexibility with minimal logistical demands.”

P550 represents a significant advancement in AV’s commitment to equipping soldiers with adaptable, mission-ready tools that enhance battlefield effectiveness while minimizing logistical burdens. As a versatile, cutting-edge platform, P550 is poised to support the Army’s LRR needs and elevate the operational readiness of U.S. forces.

About AeroVironment

AeroVironment (“AV”) (NASDAQ: AVAV) is a defense technology leader delivering integrated capabilities across air, land, sea, space, and cyber. The Company develops and deploys autonomous systems, loitering munitions, counter-UAS technologies, space-based platforms, directed energy systems, and cyber and electronic warfare capabilities—built to meet the mission needs of today’s warfighter and tomorrow’s conflicts. At the core of these technologies lies AV_Halo, a modular, mission-ready suite of AI-powered software tools that empowers warfighters and enables full-battlefield dominance: detect, decide, deliver. With a national manufacturing footprint and a deep innovation pipeline, AV delivers proven systems and future-defining capabilities at speed, scale, and operational relevance. For more information, visit www.avinc.com.

Safe Harbor Statement

Certain statements in this press release may constitute “forward-looking statements” as defined in the Private Securities Litigation Reform Act of 1995. These statements are based on current expectations, forecasts, and assumptions that involve risks and uncertainties, which could cause actual results to differ materially. Factors that may cause such differences include, but are not limited to, our ability to perform under existing contracts and obtain new ones; our ability to execute definitive contracts in the future for the collaboration described herein; risks related to conducting business internationally; regulatory changes; competitor activities; market growth; product development challenges; and general economic conditions. For a more detailed discussion of these risks, please refer to AeroVironment’s filings with the Securities and Exchange Commission. We undertake no obligation to update forward-looking statements as a result of new information or future events.

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“AV’s LRR offering was engineered to meet the Army’s unique needs, resulting in an architecture tailored to match battalion-level battlefield requirements,” said Jason Hendrix, AV’s vice president of Small Uncrewed Aerial Systems. “AV has a strong track record of providing both ISR and lethal effect solutions to

Source: AeroVironment