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ANNUAL MEETING OF STOCKHOLDERS

AeroVironment, Inc.

September 25, 2020
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Safe Harbor Statement

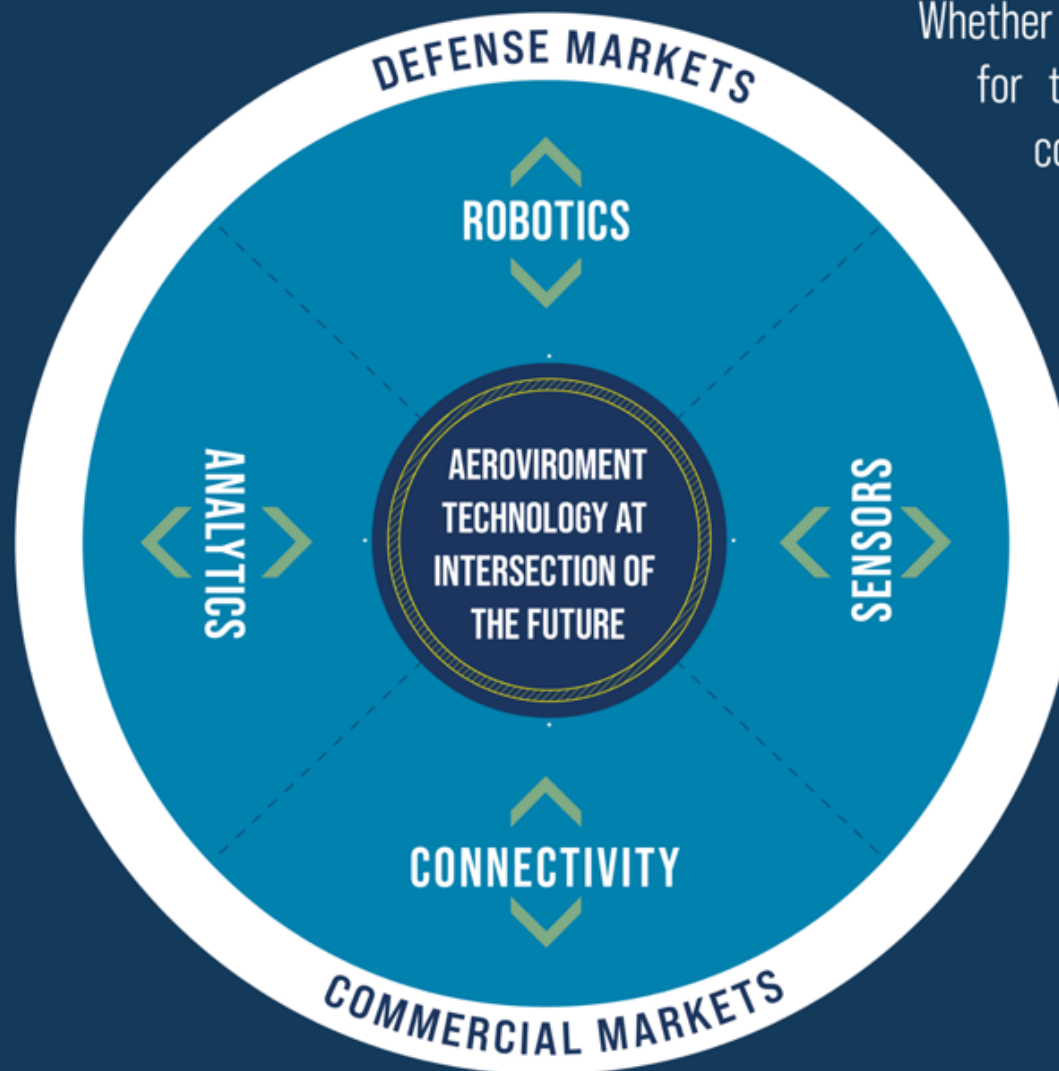
Certain statements in this presentation may constitute "forward-looking statements" as that term is defined in the Private Securities Litigation Reform Act of 1995. Forward-looking statements include, without limitation, any statement that may predict, forecast, indicate or imply future results, performance or achievements, and may contain words such as "believe," "anticipate," "expect," "estimate," "intend," "project," "plan," or words or phrases with similar meaning. Forward-looking statements are based on current expectations, forecasts and assumptions that involve risks and uncertainties, including, but not limited to, economic, competitive, governmental and technological factors outside of our control, that may cause our business, strategy or actual results to differ materially from the forward-looking statements.

Factors that could cause actual results to differ materially from the forward-looking statements include, but are not limited to, reliance on sales to the U.S. government; availability of U.S. government funding for defense procurement and R&D programs; changes in the timing and/or amount of government spending; our ability to perform under existing contracts and obtain new contracts; risks related to our international business, including compliance with export control laws; potential need for changes in our long-term strategy in response to future developments; the extensive regulatory requirements governing our contracts with the U.S. government and international customers; the consequences to our financial position, business and reputation that could result from failing to comply with such regulatory requirements; unexpected technical and marketing difficulties inherent in major research and product development efforts; the impact of potential security and cyber threats; changes in the supply and/or demand and/or prices for our products and services; the activities of competitors and increased competition; failure of the markets in which we operate to grow; uncertainty in the customer adoption rate of commercial use unmanned aircraft systems; failure to remain a market innovator and create new market opportunities; changes in significant operating expenses, including components and raw materials; failure to develop new products; the extensive regulatory requirements governing our contracts with the U.S. government; risk of litigation, including but not limited to pending litigation arising from the sale of our EES business; the impact of our recent acquisition of Pulse Aerospace, LLC and our ability to successfully integrate it into our operations; product liability, infringement and other claims; changes in the regulatory environment; the impact of the outbreak related to the strain of coronavirus known as COVID-19 on our business operations; and general economic and business conditions in the United States and elsewhere in the world. For a further list and description of such risks and uncertainties, see the reports we file with the Securities and Exchange Commission. We do not intend, and undertake no obligation, to update any forward-looking statements, whether as a result of new information, future events or otherwise.

For a further list and description of such risks and uncertainties, see the reports we file with the Securities and Exchange Commission, including our most recent Annual Report on Form 10-K and Quarterly Reports on Form 10-Q, which are available at www.sec.gov or on our website at www.investor.avinc.com/financial-information. We do not intend, and undertake no obligation, to update any forward-looking statements, whether as a result of new information, future events or otherwise.

TECHNOLOGY SOLUTIONS PROVIDER

AT THE INTERSECTION OF FUTURE-DEFINING CAPABILITIES



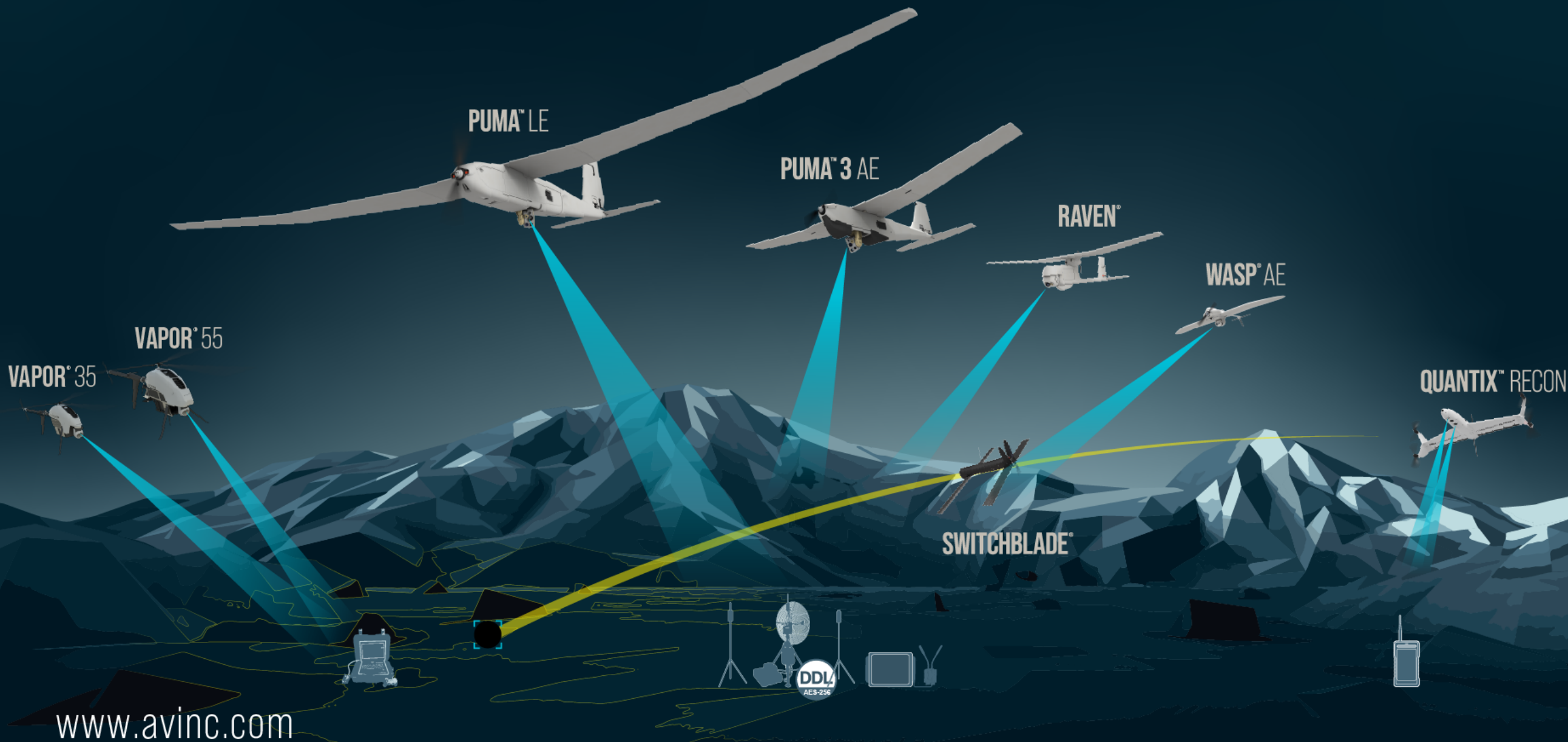
Whether they are warfighters searching for the enemy or telecom providers connecting billions to the global digital economy, we deliver innovative technologies that help our customers achieve their goals and do so with unprecedented accuracy and precision.

WE PROVIDE THE ACTIONABLE INTELLIGENCE YOU NEED TO **PROCEED WITH CERTAINTY**

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Well Positioned for Long-Term Value Creation

- Leader in our core markets
 - Tactical unmanned aircraft systems - globally
 - Tactical missile systems – domestically
- Significant growth potential in existing and adjacent markets
 - Enhancements and support for existing products
 - New products
 - Adjacencies (product capabilities, markets, missions)
 - New domains
 - Partnering with other platform developers

Significant Achievements in Fiscal Year 2020

- Secured \$76 million U.S. Army LMAMS contract award
- Secured U.S. Army FCS contract worth up to \$55 million
- Secured \$45 million U.S. Army Raven contract award
- Introduced Puma LE and Quantix Recon
- Delivered two aircraft & multiple successful test flights of Sunlider solar HAPS
- Significant progress on larger Switchblade variant
- Grew international customers to 50 allied countries
- Acquired & integrated VAPOR unmanned helicopter product line
- Recognized as a “Great Place to Work”

HAPS Continued Progress Flight Test Phase

SoftBank Corp. owns approximately 93% of HAPSMobile Inc. & AeroVironment owns approximately 7%

Flight test phase underway - Sun glider solar HAPS unmanned aircraft system to deliver next generation connectivity (i.e., 5G mobile, IoT)


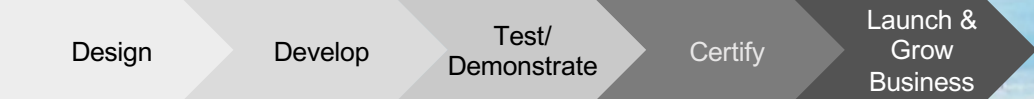
Total contract value of HAPS project to AeroVironment \$166 million

AeroVironment has the potential to manufacture and supply HAPS systems to HAPSMobile on exclusive basis

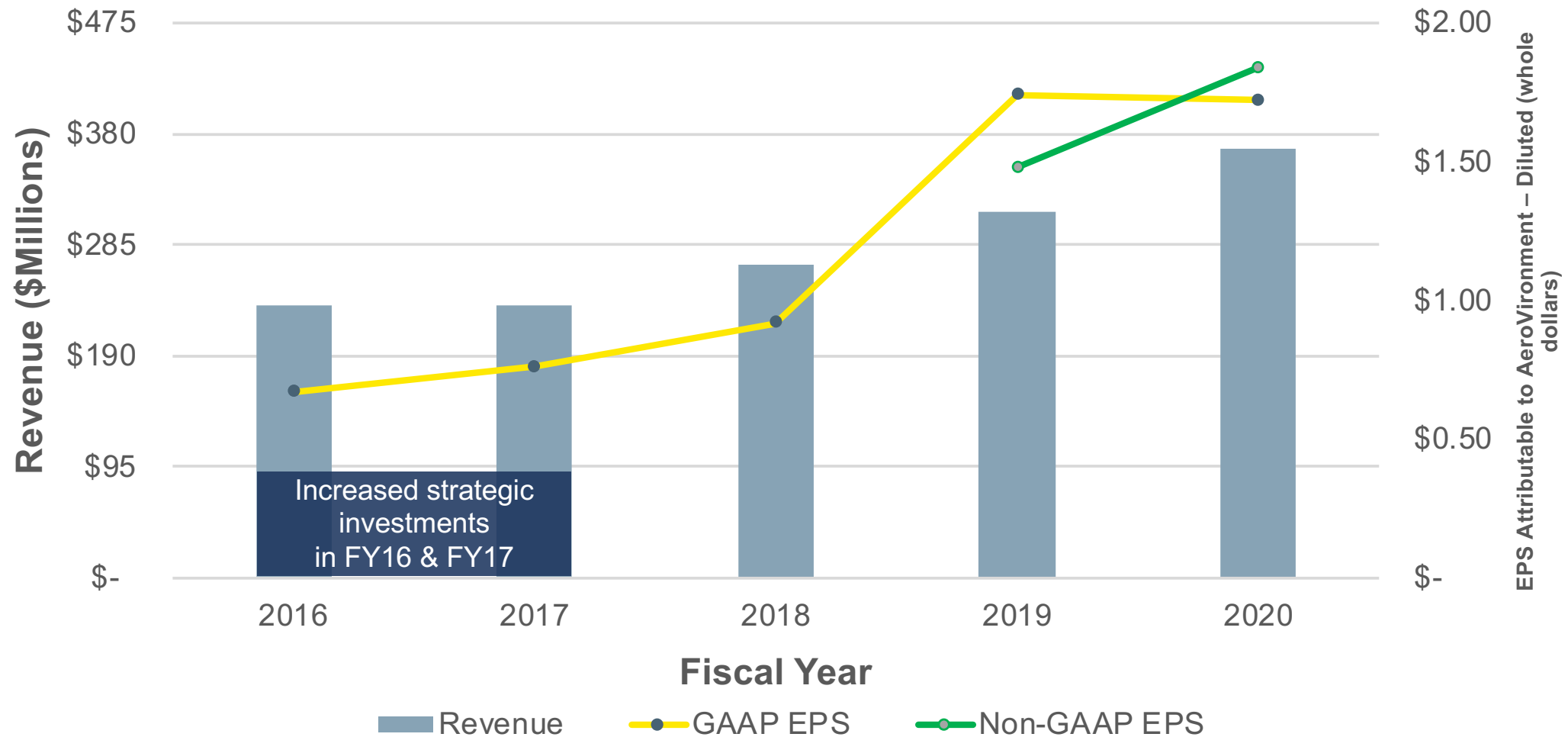
AeroVironment retains exclusive rights to market HAPS UAS to defense customers worldwide, except in Japan

Pathfinder 1997	Pathfinder Plus 1998	Helios 2001
		
71,504 feet World's first solar-powered high altitude UAS	80,201 feet World's first 3G and HDTV connectivity from stratosphere	96,863 feet World's highest flying aircraft in level flight

17% of fiscal year 2020 company revenue



Profitable Growth Driven by Innovation & Strategic Investments



Adjusted Earnings Per Share Attributable to AeroVironment for fiscal year 2019 excludes a \$0.26 per share one-time gain from a litigation settlement, and for fiscal year 2020 excludes \$0.04 in acquisition-related expenses and \$0.08 in amortization of acquired intangible assets.

Note: all figures are as previously reported in the historical Form 10-Ks

A Strong Balance Sheet Supports Our Growth Strategy

AeroVironment, Inc. Consolidated Balance Sheets (In thousands except share and per share data)		
	August 1, 2020 (Unaudited)	April 30, 2020
Assets		
Current assets:		
Cash and cash equivalents	\$ 246,839	\$ 255,142
Short-term investments	71,334	47,507
Accounts receivable, net of allowance for doubtful accounts of \$1,054 at August 1, 2020 and \$1,190 at April 30, 2020	43,357	73,660
Unbilled receivables and retentions (inclusive of related party unbilled receivables of \$28,143 at August 1, 2020 and \$15,779 at April 30, 2020)	73,791	75,837
Inventories	45,530	45,535
Prepaid expenses and other current assets	5,941	6,246
Total current assets	486,792	503,927
Long-term investments	20,338	15,030
Property and equipment, net	22,907	21,694
Operating lease right-of-use assets	13,612	8,793
Deferred income taxes	5,262	4,928
Intangibles, net	12,928	13,637
Goodwill	6,340	6,340
Other assets	9,640	10,605
Total assets	\$ 577,819	\$ 584,954
Liabilities and stockholders' equity		
Current liabilities:		
Accounts payable	\$ 11,740	\$ 19,859
Wages and related accruals	13,025	23,972
Customer advances	5,725	7,899
Current operating lease liabilities	4,478	3,380
Income taxes payable	2,620	1,065
Other current liabilities	8,735	10,778
Total current liabilities	46,323	66,953
Non-current operating lease liabilities	10,344	6,833
Other non-current liabilities	243	250
Liability for uncertain tax positions	1,017	1,017
Commitments and contingencies		
Stockholders' equity:		
Preferred stock, \$0.0001 par value:		
Authorized shares—10,000,000; none issued or outstanding at August 1, 2020 and April 30, 2020	—	—
Common stock, \$0.0001 par value:		
Authorized shares—100,000,000		
Issued and outstanding shares—24,104,564 shares at August 1, 2020 and 24,063,639 shares at April 30, 2020	2	2
Additional paid-in capital	181,406	181,481
Accumulated other comprehensive income	351	328
Retained earnings	338,170	328,090
Total AeroVironment, Inc. stockholders' equity	519,929	509,901
Noncontrolling interest	(37)	—
Total equity	519,892	509,901
Total liabilities and stockholders' equity	\$ 577,819	\$ 584,954

See accompanying notes to consolidated financial statements (unaudited).

\$338 million

in cash, equivalents,
restricted cash and investments

No debt

	August 1, 2020 unaudited	April 30, 2020
Current Assets		
Cash and cash equivalents	\$246,839	\$255,142
Short-term investments	\$71,334	\$47,507
Available-for-sale long-term investments	\$20,338	\$15,030
Total	\$338,511	\$317,679



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