

DRONE VOLT

strengthens its equity capital and sharply reduced its debt to continue to pursue its development dynamic

Villepinte, June 9th 2021,

DRONE VOLT, embedded artificial intelligence expert and professional civil drone manufacturer, announces the success of a capital increase of 3.71 million euros (4.51 M USD) to support the acceleration of its international commercial activity and to continue the debt reduction program undertaken by the Group since the beginning of the year. Thus, DRONE VOLT strengthens its financial structure to support its development dynamics.

The capital increase announced today was carried out with cancellation of preferential subscription rights. The shares were subscribed by the company's historical shareholders and by new investors, up to €2.37 million (2.88 M USD) in cash and the balance by offsetting receivables. The issue price of the new shares was set at €0.195 (0.24 USD) per share, i.e. a discount of 9.3% compared to the closing price of the DRONE VOLT share on June 8, 2021 (€0.215).

The net cash proceeds of the capital increase (2.22 million euros [2.7 M USD]) will be used by DRONE VOLT to support the very good commercial dynamics that the Group is currently experiencing internationally, through the financing of the working capital needs related to the increase in drone orders received by the Group during the first half of the fiscal year 2021, and which could accelerate further in the future. As a reminder, during the first half of the year, the Group signed a major contract with a Central European customer for the delivery of a minimum of 275 HERCULES 20 SPRAY drones. DRONE VOLT also received a record order and signed a distribution contract with its partner AQUILINE DRONES for the delivery of 600 HERCULES 2 UAVs and a purchase program for up to 700 HERCULES 10 and 20 UAVs.

This capital increase also completes the various debt reduction initiatives undertaken by the company since the beginning of the year, enabling it to reduce its financial debt by €4.4 million (5.35 M USD), its monthly loan repayments by €210,000 (255,350 USD) and its financial expenses by €130,000 (158,100 USD) in 2021.

Over the entire 1st half of the 2021 fiscal year, DRONE VOLT will have repaid:

- 960 thousand euros of bonded debt at the end of February 2021 (1.17 M USD)
- 560 thousand euros of convertible bonds at the end of May 2021 (691 k USD)
- 1.1 million euros of ORNANE bonds at the end of June 2021 (1.34 M USD)
- 1.8 million euros of Vendor Credit at the end of June 2021. (2.19 M USD)

On this occasion, Marc Courcelle, CEO of DRONE VOLT, said: *'We are very pleased with the success of this capital increase and we thank the historical shareholders as well as the new investors for their confidence in our project. The operation will allow us to support the growth of our international business activity, thanks to the success of our technological solutions on the European and American markets, and to our partnerships. In addition, after a fiscal year 2020 in which our cash and equity reached their highest historical levels, this transaction will allow us to further strengthen our financial structure and thus continue our very good development dynamics.'*

Main characteristics of the capital increase:

On June 8, 2021, the Board of Directors, using the delegation of authority granted to it under the terms of the 11th resolution of the Company's Ordinary and Extraordinary Shareholders' Meeting of June 26, 2020, decided to issue a total of 19,033,904 new ordinary shares, with a par value of €0.030 (0.036 USD)

per share, and reserved the subscription for investors falling within the category of persons defined in the 11th resolution.

The capital increase, representing approximately 8.4% of the Company's share capital, on a non-diluted basis, before the completion of the placement, was carried out with cancellation of the preferential subscription rights of the Company's existing shareholders, based on article L.225-138 of the French Commercial Code.

The issue price of the new shares has been set at €0.195 per share (0.24 USD). This price corresponds to a discount of 9.3% compared to the closing price of the DRONE VOLT share on June 8, 2021 (€0.215 [0.26 USD]), in accordance with the 11th resolution of the Company's Combined General Meeting of June 26, 2020. The gross proceeds of the issue for Drone Volt are €3,711,611.28 [4,513,207.97 USD] (including issue premium).

Impact of the issue on the distribution of capital:

For information purposes and on a non-diluted basis, the shareholding of a shareholder holding 1% of the Company's share capital prior to the capital increase will be increased to approximately 0.92% if he/she does not participate in the operation.

Table of capital distribution before capital increase

Shareholders	# of Shares	Percentage	Voting rights	% Voting rights
AQUILINE DRONES*	9 629 708	4.24%	9 629 708	4.21%
GUALDONI Family*	7 500 000	3.30%	7 500 000	3.28%
Public	210 104 639	92.46%	211 348 778	92.50%
Total	227 234 347	100.00%	228 478 486	100.00%

** Based on known information as of December 31, 2020*

Table of capital distribution after capital increase

Shareholders	# of Shares	Percentage	Voting rights	% Voting rights
AQUILINE DRONES*	9 629 708	3.91%	9 629 708	3.89%
GUALDONI Family*	7 500 000	3.05%	7 500 000	3.03%
Capital Increase Investors	19 033 904	7.73%	19 033 904	7.69%
Public	210 104 639	85.32%	211 348 778	85.39%
Total	246 268 251	100.00%	247 512 390	100.00%

** Based on known information as of December 31, 2020*

Settlement and listing of the new shares:

The settlement-delivery of the new shares and their admission to trading on the regulated market of Euronext Growth in Paris are scheduled for June 11, 2021, subject to the usual conditions. The new ordinary shares will be admitted to trading on the same quotation line as the existing ordinary shares of DRONE VOLT already listed under the same ISIN code FR0013088606 - ALDRV. The new ordinary shares will be assimilated to the existing ordinary shares of DRONE VOLT.

The offering did not give rise to a prospectus submitted to the approval of the Autorité des marchés financiers. The placement has not been subject to any guarantee.

Risk factors:

The public's attention is drawn to the risk factors relating to the Company and its business presented in the 2020 annual financial report published by the Company on April 30, 2021 and available free of charge on its website (<https://www.dronevolt.com/en/investors/documents/?t=RA>). The occurrence of some or all

of these risks could have an adverse effect on the Company's business, financial condition, results, development or prospects.

The Company has conducted a specific review of its liquidity risk and believes that it will be able to meet its upcoming maturities over the next 12 months from today.

Next press release: First half 2021 revenues, Tuesday July 13, 2021

DRONE VOLT's press releases can be found here: <https://www.dronevolt.com/en/investors/>

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About DRONE VOLT

Created in 2011, DRONE VOLT is an aircraft manufacturer specializing in professional civil UAVs and artificial intelligence. DRONE VOLT is established in France, Benelux, Canada, Denmark, the United States, Switzerland and Indonesia. As a global partner, DRONE VOLT offers its customers "turnkey" business solutions including various services and training in UAV piloting.

The DRONE VOLT Group, a member of the GICAT, achieved a turnover of 5.8 million euros in 2020.

DRONE VOLT is notably a supplier to administrations and industrial companies such as the French Army, the French Ministry of the Armed Forces, ENGIE, Total, Bouygues Energies & Services, the ADP Group, the Gendarmerie des Transports Aériennes (GTA) and international government agencies.

DRONE VOLT is qualified as an "innovative company" by Bpifrance.

DRONE VOLT is listed on the Euronext Growth market in Paris:

Share: Mnemo: ALDRV.PA - ISIN Code: FR0013088606 - Eligible: PEA, PEA-PME

BSA : Mnémo : DRVBS - code ISIN : FR001286054

For more information go to www.dronevolt.com and www.abid.co/EPA.ALDRV

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