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Arqit and Blue Bear Collaborate on Security of Autonomous Systems

Partnership in live operational scenarios to solve security challenges of autonomous systems

London, UK – 21 October 2021 – <u>Arqit Quantum Inc.</u> ("Arqit"), a global leader in quantum encryption technology, has entered into an agreement with Blue Bear Systems Research Ltd. ("Blue Bear"), a pioneering supplier of unmanned and autonomous systems for defence and civil customers.

The agreement will see the two companies jointly demonstrate the implementation of Arqit's quantum encryption capabilities on Blue Bear unmanned systems in the critical land, maritime and aerospace domains.

Blue Bear has a variety of next generation unmanned and autonomous systems that are already deployed with its defence customers, and the application of QuantumCloudTM will provide Arqit's provably secure encryption across its range of products. The Blue Bear Smart Connect™ avionics, which rapidly converts basic vehicles into highly autonomous vehicles tasked via its Centurion™ Swarm Mission System, will host QuantumCloud™. Blue Bear's solutions use a communication architecture which is multi-layer with communication bearers ranging from SATCOMs, terrestrial datalinks to 5G. Its specific focus over the last twelve years is Multi-Domain Integrated operations, which optimise use of unmanned air, ground and maritime vehicles, and manned-unmanned teaming.

Blue Bear CEO Dr Yoge Patel said: "Arqit's security solution is a superb addition to Blue Bear's 5th generation modular, Open Architecture avionics solutions, which have accrued many flight hours for both singleton UAS and swarm UAS operations in highly complex use cases. We have been awaiting feasible solutions to robustly secure unmanned operations for many years and QuantumCloudTM offers all the attributes we seek."

Arqit Founder, David Williams added: "Partnering with Blue Bear to apply QuantumCloud™ on autonomous systems in live environments is a great opportunity to demonstrate to new defence customers that Arqit has solved the security layer problem in the Joint All Domain Command and Control mission."

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About Arqit

Arqit Quantum Inc. ("Arqit") supplies a unique quantum encryption Platform-as-a-Service which makes the communications links of any networked device secure against current and future forms of attack − even from a quantum computer. Arqit's product, QuantumCloud™, enables any device to download a lightweight software agent of less than 200 lines of code, which can create encryption keys in partnership with any other device. The keys are

computationally secure, one-time use and zero trust. QuantumCloud™ can create limitless volumes of keys in limitless group sizes and can regulate the secure entrance and exit of a device in a group. The addressable market for QuantumCloud™ is every connected device.

On 3 September 2021, Arqit completed its business combination with Centricus Acquisition Corp. ("Centricus") a special purpose acquisition company. The combined company has retained the name Arqit Quantum Inc. Arqit trades on Nasdaq under the ticker symbols "ARQQ" and "ARQQW".

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About Blue Bear

<u>Blue Bear Systems Research</u> ("Blue Bear") is an agile Systems Integrator and a pioneer in Autonomous Systems. We design, manufacture, test and evaluate and supply end-to-end solutions at pace, always keeping our clients in the loop. We offer bespoke technical solutions, managed services, and products for unmanned systems in air, land and maritime domains.

Over the last six years, the company has won and delivered the critical Air Autonomy programmes that underpins the UK's core capability in swarm autonomy for highly complex Concepts of Operations. The swarm solutions enable deployment of squads of multifunctional UAVs all collaborating and co-operating, with AI in the loop, to deliver missions with single 'button-press'. Core to these pioneering solutions are Blue Bear Open Architecture avionics (on-board and off-board) that have been iteratively developed by the company since 2010 to provide next generation capability with compliance to international standards.

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Caution About Forward-Looking Statements

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and does not intend to, update or revise the forward-looking statements in this communication or elsewhere after the date this communication is issued. In light of these risks and uncertainties, investors should keep in mind that results, events or developments discussed in any forward-looking statement made in this communication may not occur. Uncertainties and risk factors that could affect Argit's future performance and cause results to differ from the forward-looking statements in this release include, but are not limited to: (i) risks that the business combination disrupts Argit's current plans and operations, (ii) the outcome of any legal proceedings that may be instituted against the Argit related to the business combination, (iii) the ability to maintain the listing of Argit's securities on a national securities exchange, (iv) changes in the competitive and regulated industries in which Argit operates, variations in operating performance across competitors, changes in laws and regulations affecting Argit's business and changes in the combined capital structure, (v) the ability to implement business plans, forecasts, and other expectations after the completion of the business combination, and identify and realize additional opportunities, (vi) the potential inability of Argit to convert its pipeline or orders in backlog into revenue, (vii) the potential inability of Arqit to successfully deliver its operational technology which is still in development, (viii) the risk of interruption or failure of Argit's information technology and communications system, (ix) the enforceability of Argit's intellectual property, and (x) other risks and uncertainties set forth in the sections entitled "Risk Factors" and "Cautionary Note Regarding Forward-Looking Statements" in Argit's final prospectus relating to the offer and sale of shares and warrants by certain selling securityholders named therein, filed with the U.S. Securities and Exchange Commission (the "SEC") on October 12, 2021 and in subsequent filings with the SEC. While the list of factors discussed above and the list of factors presented in the final prospectus are considered representative, no such list should be considered to be a complete statement of all potential risks and uncertainties. Unlisted factors may present significant additional obstacles to the realization of forward-looking statements.