

This announcement contains inside information as stipulated under the Market Abuse Regulations (EU) no. 596/2014 (which forms part of domestic UK law pursuant to the European Union (Withdrawal) Act 2018) ("MAR"). With the publication of this announcement via a Regulatory Information Service, this inside information is now considered to be in the public domain.

17 September 2021

PipeHawk plc
("PipeHawk", "Company" or the "Group")

Update on acquisition of Utsi Electronics Limited

Further to the Company's announcement on 28 January 2021, it was agreed that the consideration for the Acquisition will be satisfied as an initial cash payment of £500,000, subject to adjustment based on UtEI's net asset value on completion, with any excess over £500,000 to be satisfied as 50 per cent. in cash and 50 per cent. in ordinary shares in PipeHawk (based on the Company's volume weighted average price of a PipeHawk ordinary share for the preceding 30 business days) ("Deferred Payment Shares").

PipeHawk is pleased to announce that the completion accounts in relation to the Acquisition have now been completed and in this regard can confirm that the net asset value on completion was £693,890. Accordingly, PipeHawk will satisfy the excess consideration payable by making a further cash payment of £96,945 and delivery of 952,308 Deferred Payment Shares. In calculating the number of Deferred Payment Shares, the Company's volume weighted average price of a PipeHawk ordinary share for the preceding 30 business days was 10.18p.

Application will be made to the London Stock Exchange for 952,308 Ordinary Shares to be admitted to trading on AIM ("Admission"). It is anticipated that Admission will occur on 27 September 2021.

Please note that the above defined terms have the same meaning to those used in the 28 January 2021 announcement published by the Company.

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Notes to Editors

For further information on the Company and its subsidiaries, please visit: www.pipehawk.com