

April 27, 2020  
Autonomous Control Systems Laboratory Ltd.

## **Notice of Adoption of the “Technical Base Development for Secure and Reliable Drones” Project**

Autonomous Control Systems Laboratory Ltd. (ACSL) hereby announces that the company's proposal to “Technical Base Development for Secure and Reliable Drones” project has been adopted by the National Research and Development Agency New Energy and Industrial Technology Development Organization (NEDO).

### **1. Objective of the project**

The project aims to strengthen competitiveness of the drone industry as well as nurture related business ecosystems in Japan through designing and developing of standard drones and flight controllers and supporting activities towards mass production while ensuring safety and reliability. This will contribute to expanded use of drones for government procurement in fields such as disaster response, infrastructure inspections, monitoring and surveying and others.

### **2. Contents of the project**

In this project, as a consignment part, development of a standard drone that realizes high flight performance, maneuverability, and security assuming government procurement will be conducted. Cooperation with related ministries for performance tests and receiving error information and feedback will be conducted for agile development.

As a subsidy part, system establishment of a system for mass production, provision and maintenance of drones and key drone components, and system establishment of a system for continuous performance and functional updates will be supported.

### **3. Project period**

End of February 2021

### **4. Project budget**

Consignment part: Up to 968 mn JPY

Subsidy part: Up to 600 mn JPY

(Note that this is the overall budget of the project, whereby the proposal is set forth together will multiple entities. This is not ACSL portion of the budget)

## 5. Company

Autonomous Control Systems Laboratory Ltd., Yamaha Motor Co., Ltd., NTT DOCOMO, INC., Xacti Corporation, Advanced Simulation Technology of Mechanics R&D, Co., Ltd

## 6. Outlook

With regard to the impact on the Company's business results for the fiscal year ending March 2021, which will be disclosed in the future, we plan to factor in the impact of the adoption of this project. The effects of the spread of the new coronavirus infection are still under investigation.

We are planning to disclose our financial results for the fiscal year ending March 31, 2020 and forecasts for the fiscal year ending March 31, 2021 on May 12, 2020, but due to the spread of the new coronavirus infection, the disclosure might not be announced as schedule. Further disclosure will continue if such need arrives.

*This document is an unofficial translation of the timely disclosure on October 10, 2019 by ACSL and this is for reference purpose only. In case of a discrepancy between the English and Japanese versions, the Japanese original shall prevail*