

RNS Contract

## Contract

### VELOCITY COMPOSITES PLC

Released 07:00:03 14 May 2021

RNS Number : 6088Y  
Velocity Composites PLC  
14 May 2021

14 May 2021

#### **Velocity Composites plc ("Velocity")**

#### **Three-year Contract Extension**

Velocity Composites plc (AIM: VEL), the leading supplier of advanced composite kitting solutions and material management services to the aerospace composites industry, is pleased to announce that it has signed a new three-year contract (the "Contract") with a major Tier 1 aerostructures manufacturer based in Hampshire (the "Customer"). The Contract includes both an extension in the term of an existing five-year agreement entered in August 2016 and the award of new business covering the remaining additional programmes in production at the Customer site, starting immediately.

The Contract term, applying retroactively, is valid from 1 March 2021 until 31 August 2024 and expands the long-standing relationship between the Customer and Velocity to supply a fully managed structural material and kitting service for existing and new aerostructure work packages. Services provided by Velocity to the Customer under the Contract have an expected annual value of £4.1m, including the awarded £1.4m of new business on the A350, A400M and Eurofighter Typhoon aircraft platforms, based upon the latest COVID-19 impacted build rate guidance, and will continue as a major contributor to revenues through to 2024.

#### **Jon Bridges, Chief Executive Officer of Velocity, said:**

*"Execution of this Contract extension and new business award with the Customer is an important milestone for Velocity, with our key customer reaffirming and strengthening our relationship. Together we have been successful in leveraging our material efficiency technologies and excellent service history to provide the Customer with a more competitive and compelling offering, enabling a full offload of composite management and kitting services from the Customer to our Fareham facility.*

*The signature of this Contract will directly protect existing jobs and enable new opportunities at our manufacturing site as we look to grow further and fully recover from the Covid-19 impacts to our business. The Customer and Velocity have committed to a future partnership together in the UK and we look forward to further expanding this relationship with their other Group manufacturing sites in Europe and internationally."*

#### **Enquiries:**

**Velocity Composites plc**  
Andy Beaden, Chairman  
Jon Bridges, Chief Executive Officer  
Chris Williams, Finance Director

+44 (0)1282 577577

**Cenkos Securities**  
(Nominated Adviser and Broker)  
Russell Cook  
Ben Jeynes

+44 (0)20 7397 8900

*This announcement contains inside information for the purposes of Article 7 of EU Regulation 596/2014 (as amended), which forms part of domestic UK law pursuant to the European Union (Withdrawal) Act 2018. Upon publication of this announcement via a Regulatory Information Service, this inside information is now considered to be in the public domain.*

This information is provided by RNS, the news service of the London Stock Exchange. RNS is approved by the Financial Conduct Authority to act as a Primary Information Provider in the United Kingdom. Terms and conditions relating to the use and distribution of this information may apply. For further information, please contact [rns@lse.com](mailto:rns@lse.com) or visit [www.rns.com](http://www.rns.com).

RNS may use your IP address to confirm compliance with the terms and conditions, to analyse how you engage with the information contained in this communication, and to share such analysis on an anonymised basis with others as part of our commercial services. For further information about how RNS and the London Stock Exchange use the personal data you provide us, please see our [Privacy Policy](#).

END

CNTZZGMKMFNGMZZ

---

**London Stock Exchange plc is not responsible for and does not check content on this Website. Website users are responsible for checking content. Any news item (including any prospectus) which is addressed solely to the persons and countries specified therein should not be relied upon other than by such persons and/or outside the specified countries. [Terms and conditions](#), including restrictions on use and distribution apply.**

---

© 2021 London Stock Exchange plc. All rights reserved.