Near Space Communications Systems

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Overview

Space Data produces high-altitude communications platforms that:

- Provide emergency response communications within 30 minutes and coverage over hundreds of miles within 2 hours
- Require minimal or no infrastructure, a capability that's critical in post-disaster scenarios and remote locations
- Support voice, data and asset tracking
- Have been in commercial operation for more than 3 years and are now being purchased in quantity by the U.S. Air Force
- Are cost-effective, recoverable and immediately available
- Can be tailored to users' specific needs and support interoperability



What We Do

SkySite®
Platform
at 100,000 ft

Fill gaps in terrestrial wireless networks providing ubiquitous coverage to

- 1) enterprises operating in rural areas,
- 2) wireless service providers, and
- 3) government agencies for services and products including:

Services

M2M / Telemetry
Short Messaging
Wireless E-mail
Voice
Broadband

Moderns CPS ers Trackers

PDAS



The Solution Simply Integrates 3 Proven Technologies

Integrated with proprietary altitude / network control & logistic systems

Weather Balloons



- 20-Mile Altitude
- A Century of Experience
 - Simple Logistics
- All Weather Operations
 - FAA Acceptance of two 6 lb payloads

Ever Shrinking Wireless Devices



- Base Station Radios are also Shrinking
- (i.e. Picocells and Femtocells)
 - Expendable
 - Infrastructure keeps pace with Moore's Law

GPS Network

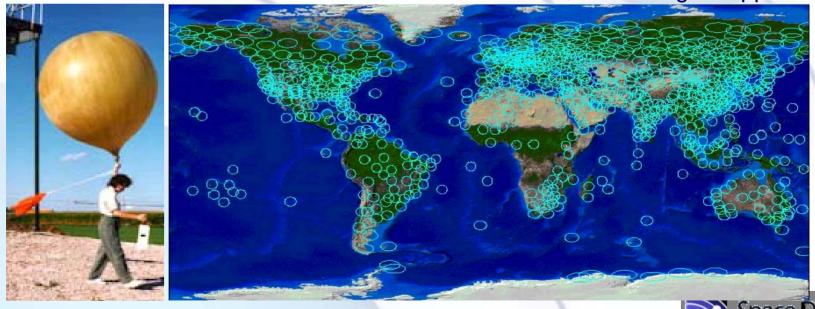


- Precise Timing
 - Location
 - Inexpensive



Weather Balloons: over 80 Years of Reliable Launch Experience with Worldwide Coverage

- 880 worldwide sites launch 2X / day at noon / midnight
- Over 800,000 launches / yr with no incidents of Aircraft Damage
- FAA rules permit unmanned use in National Air Space (NAS) if:
 - 1) Total payload mass suspended from balloon < 12 lb
 - 2) Each payload package must be < 6 lbs
 - 3) Payloads must separate with 50 lb force
- FAA Regulations bar winged UAVs from NAS
 - Est. will take more than a decade and more than \$400 M to gain approval



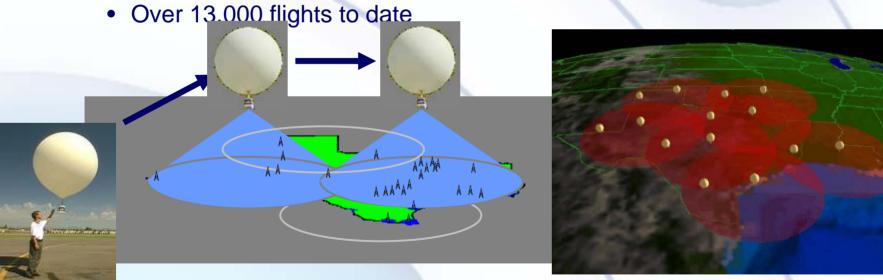
CORPORATION

Developing a UAS collision-avoidance system will be a more complex task than the development of TCAS. It took the aviation community more than a decade and about \$400 million to develop TCAS, notes Andrew Lacher, Mitre Corp. UAS program lead. Aviation Week 2-21-07

Space Data's Coverage Solution

Our network consists of transceivers on weather balloons at 100,000 feet

- A single SkySite® covers everything under a 420-mile diameter circle
 - Single SkySite = 300 terrestrial towers
- Only 41 M2M or 200 Voice SkySites needed to cover the entire US
- Uses industry standard protocols:
 - Interoperates with existing carriers who utilize towers
 - Interoperates with existing user devices
- In 24 x 7 operations for the past 39 months
 - Over 180,000 flight-hours of cumulative near-space operations

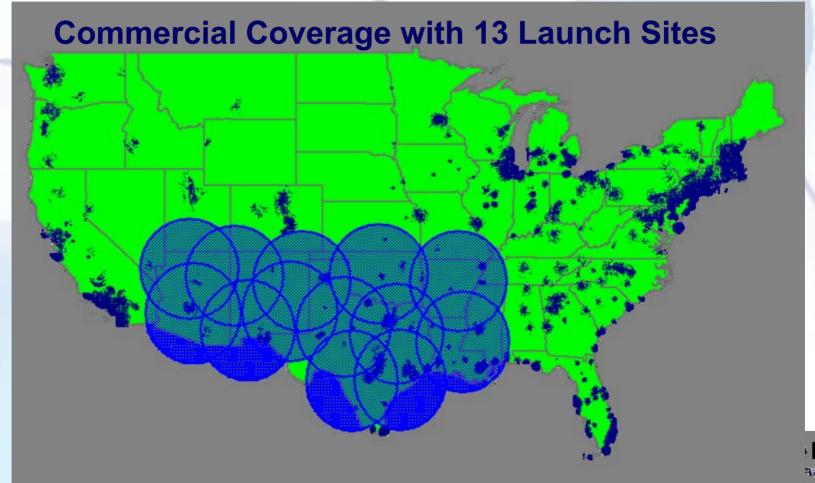


Each SkySite rises to 100,000 feet and levels off. In the uniform winds at that altitude, a constellation of interlocking SkySites float in unison to blanket large regions with coverage. New SkySites are launched every 12-24 hours to replace the previous constellation which is taken down, recovered and reused.



Space Data's Commercial Machine-to-Machine Network

- Full Constellation provides ubiquitous coverage to > 20% of CONUS
- Tower-based urban coverage provided through roaming to SkyTel
- In operation for over 3 years focused on oil and gas markets
- Over 13,000 flights, over 180,000 flight hours, over 85% recovery rate



Types of Near Space Platforms

Platforms



Tethered Aerostats

- Limited mission envelope
- Already militarily exploited



Free-Floating Weather Balloon

- Limited mission envelope
- Already exploited



Altitude Control, Free-Floating Weather Balloon

- Moderate mission envelope
- Technology commercially mature and military deployment imminent



Altitude Control, Free-Floating Hi-Altitude Balloon

- Moderate mission envelope
- Limited military exploitation



Station-Keeping Hi-Altitude Airship

- Broad mission envelope
- Technology not mature

Low Risk Low Payoff

Continuum of Near-Space Assets

_⊳High Risk High Payoff

Recovery Method

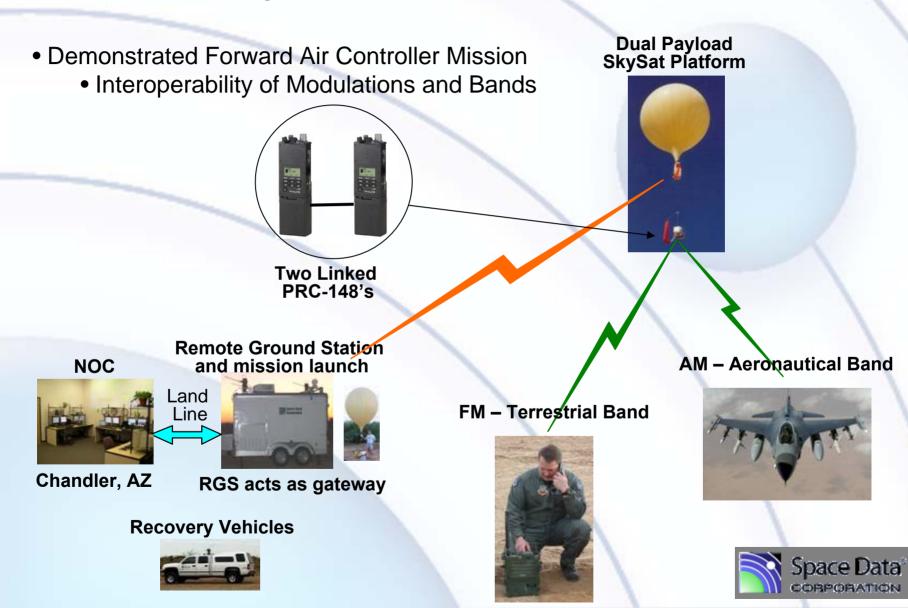
Tethered Descent

Parachute Descent
Controlled Parachute Descent
Parafoil Descent
Glider Descent

Controlled Platform Descent

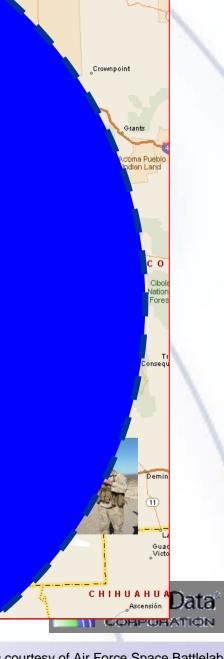


Combat SkySat Demonstration, March 2005





Combat SkySat Demo: March '05

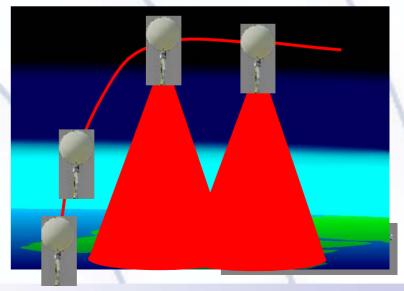


Near Space Communications System (NSCS)

- Deployment contract with USAF
 - \$49 M / 5 year IDIQ Contract
 - Awarded Aug. 2006
 - Free-floating Balloons
 - Comm Relay secure voice/data
 - "Truck" to carry lower 6-pound payloads to Near Space
 - Three Versions:
 - 225 375 MHz (UHF/FM)
 - 30 88 MHz (LVHF/FM)
 - UHF / VHF cross-band payload
 - 65,000 100,000 ft operation for
 6 to 12 hours
- Training materials and Ground Stations delivered 1Q07
- Active Programs
 - Initial deployment quantities on order
 - U.S. Southern Command
 - Joint Urgent Operational Need JS approved validation
 - U.S. Central Command
 - Quick Reaction Capability



Payload



Applications for Homeland Security

- Support FEMA, State/Federal agencies in contingencies (power outage, hurricanes, earthquakes, etc.)
- Enhance border and coast monitoring efforts, filling in coverage gaps and tracking assets
- Extend comms and personnel/asset tracking for wildland fires
- Provide extended communications for transportation security







Emergency Response

- Broad communication coverage for recovery management
- Group talk ability
 - Effective at coordinating large number of first responders
- Initial replacement of telecommunications infrastructure
- Bridge comms between federal, state & local authorities







SkySat Coverage at 77K



SkySite® Voice Repeater Kit

• Demonstrated at Assoc. of Public safety Comm. Officers (APCO) Conference

August 2006 in Orlando, Florida

• Responsive communications for disaster recovery operations





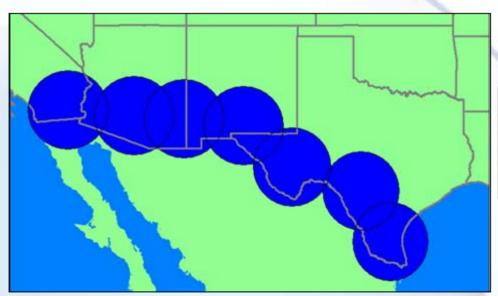
Border Protection

Digital, encrypted voice for Border Patrol agents

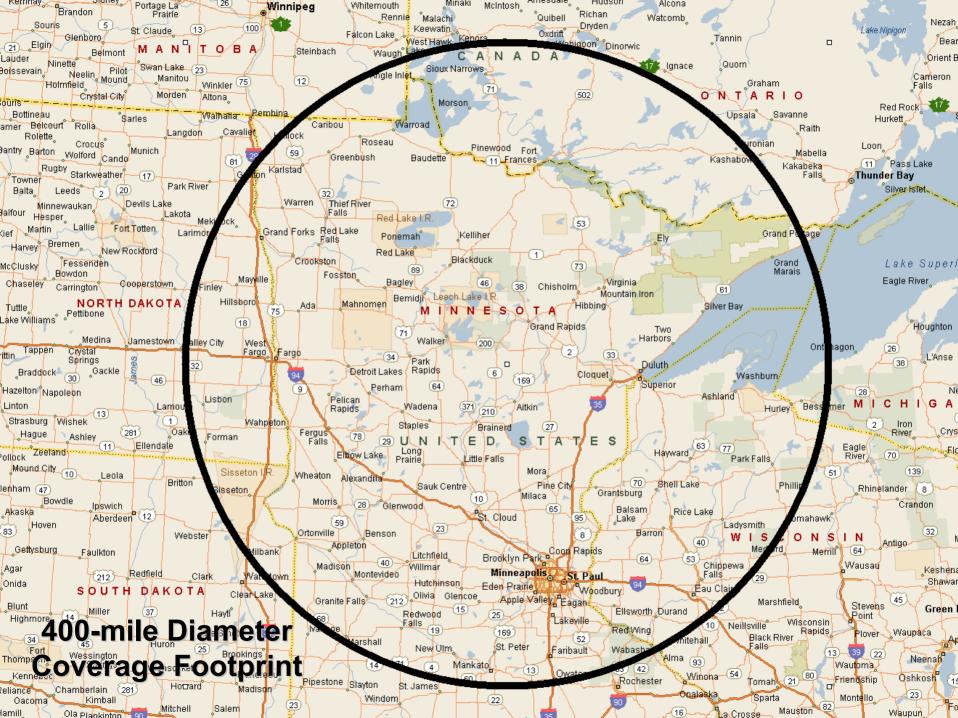
Covers deep canyons & extends battery life

Supports agent comms. & asset tracking

Responsively tasked







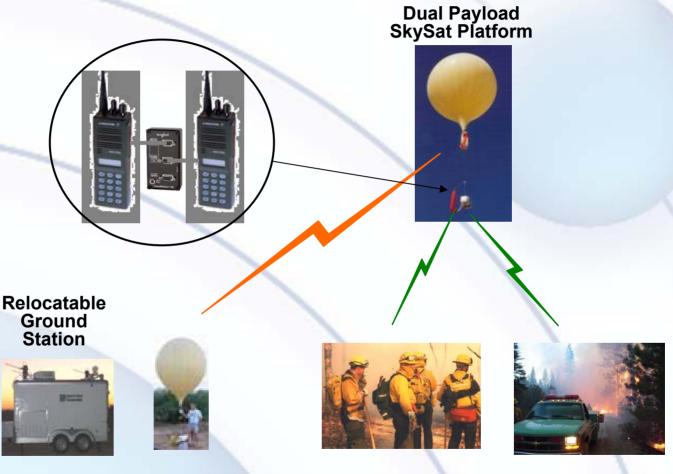
Coastal Protection

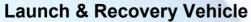
- Extend off-shore / international waters comms
- Expanded comms for specific emergency events
- Comms over greater lengths of waterways when needed
- Broader USCG involvement in disaster recovery



Coverage for Puget Sound & Straits of Juan de Fuca

Wildland Fires Proof-of-Concept Configuration





Portable

Ground

Station

or





Transportation Security

- Asset tracking
- Rapid dissemination of information over broad areas
- Facilitate interoperability
- Coordinate protection activities sector-wide
- Support specific transportation security events
- Support broad secure comms architectures
- Improve security across all modes of transportation
- Support mobile command post
- Coordination across federal, state & local agencies







Typical Near Space Platform Launch







Near Space Platform Applications

- Emergency Response
- Border Patrol Comm. / ISR
- Wildland Fire Comm/Tracking
- Tactical Ground-to-Ground Comms.
 - Convoy Support
 - Special Operations
- Intelligence, Surveillance & Reconnaissance (ISR)
 - "Truck" to carry special payloads to altitude
 - Visual / IR Imagery
- Tactical Air-to-Ground
 - Supports low-flying aircraft
- High Bandwidth Data Relay
- Other satellite-like missions





Interoperability

Bridging Repeater supports communication between security agencies



Good Coverage in Challenging Topography

220 Mile link from bottom of Grand Canyon on Aug 3, 2006

- Used 900 MHz, 2-way handheld radio

- Only "5 palms" of sky visible

LEO Sat phone only worked 2 out of 15 min

Walls too high for **GEO Sat Comms.**





SkySite at 80,000 Feet

ile 186 Camp - Aug 3, 2006

Applications & Devices

Data Markets	Applications	Devices	Key Benefits
Oil and Gas	Production Automation		 Replaces CDPD being decommissioned this year (75,000 wells losing coverage)
	Asset Tracking		Monitor assets for greater efficiency & security
	Field Comm.		Low cost service to coordinate field operations
Industrial	Irrigation	2	Control and monitor water usage
Automation	Alarm Systems 🥻		Secure assets inexpensively in remote areas
	Meter Reading		Read rural utility meters for energy usage
Fleet Tracking	Trailer Tracking		 Low power/small device easily integrates on trailer
	Cargo Tracking		 Track individual pallets using GPS tags
Personal Messaging	In-field work force comm.		 Over 1.1 million compatible devices deployed New, lower-cost PDAs entering market from Asia
Gov't Markets	Applications	Devices	Key Benefits
Emergency Response	Dispatch service		 Call up police / fire personnel in rural areas Voice on standard Land Mobile Radios
Homeland Security & Defense	Tracking / Communication Intelligence		 Track material & soldiers in hostile areas Encrypted voice communications for military Monitor & triangulate on enemy communications



Near-Space: High Resolution, Low Cost

QuickBird 60 cm natural color

\$60,000,000 vehicle \$15,000,000 launch

SkySite® natural color demo

\$600 for vehicle construction* \$50 launch*



^{*} Not strictly an apples-to-apples comparison

Conclusion/Recommendations

- Responsive platform exists <u>now</u> to provide broad wireless coverage safely above affected areas
 - No reliance on infrastructure
 - Store until required... launch as needed
- Homeland Security suited payload version available for demo <u>now</u>
 - System can be tailored to specific user needs
- Incorporate into disaster response plans now
 - Experience shows "real time integration" nearly impossible

