

Market Data

COMSovereign Holding Corp. OTCQB: COMS

Fiscal Year December

Industry Communications

Recent Price \$2.89

Market Cap \$407M

Shares Out. 140.8M

Float 13.2M

Avg. Volume (30-day) 26.5K

Revenue (2019 proforma) \$15.3M

Current Assets (mrq) >\$135M

Debt (mrq) \$24M

As of Aug 20, 2020

Company Website

www.comsovereign.com

Company Overview

COMSovereign Holding Corp. has assembled a portfolio of US-based communications technology companies whose combined capabilities enable connectivity across the entire data transmission spectrum. Through strategic acquisitions and organic research and development efforts, COMSovereign is seeking to become a U.S.-based communications developer able to provide LTE Advanced and 5G-NR telecom solutions to network operators and enterprises worldwide.

DIVISION	MARKET	SIZE - 2020	CAGR
Dragonwave	Telecom Network Infrastructure	\$300B	10%
Drone	Aerial Surveillance and Communications	\$10B	8%
InduraPower	Power Storage & Supply Systems	\$130B	9%
Lextrum	Wireless Communications	\$45B	32%
Virtual Network Comm.	Telecom Rapid Deployable Networks	\$210B	10%
Sovereign Plastics	Plastic Mold Injection (not incl. Machining)	\$175B	11%
Silver Bullet	Communications Engineering / Computing	\$320B	29%
VEO	Silicon Photonic Circuitry	\$2B	26%

Value Proposition

The current demand for existing network upgrades to 4G LTE is greater than the \$4.7 billion capex budgeted to transition to 5G. Carriers are expected to spend an estimated \$18 billion upgrading networks to 4G LTE. While 4G LTE networks can coexist with 5G, latent 3G networks are set to “sunset” by 2022, which requires communications infrastructure installers to have the technologies to upgrade latent networks to 4G LTE first, before continuing to transition to 5G. COMSovereign has assembled a portfolio of industry-leading, disruptive, communications and power technologies and other niche companies capable of addressing these needs with rapid integration and expansion. COMSovereign’s eight portfolio companies are all US companies, creating a unique pure-play US communications infrastructure company, an increasingly important security factor as more and more devices come online driven by the ongoing Internet of Things revolution. Overall, COMSovereign’s companies serve a total addressable 2020 market of \$1.2 trillion.

Investment Highlights

- **Total Addressable Market: \$1.2 trillion**
 - Portfolio companies serve entire spectrum of communications infrastructure needs
 - Markets served growing at an average CAGR of 16.87%
- **Projecting combined revenues of \$140M-\$155M in 2021**
 - Company generated, on a pro-forma basis, \$15.3M revenue in FY19
 - Combined revenues are expected to grow to \$140M-\$155M in 2021; additional acquisitions could provide further growth
- **Substantial intellectual property protections**
 - 75 patents granted
 - 22 patents pending
- **Expected to uplist to major exchange**
 - Improved visibility should drive increasing investor interest
 - Credibility of major exchange listing beneficial for ongoing M&A activity
- **Experienced management and technology team**
 - World-class team with history of execution in telecom and technology
 - Board includes David Aguilar, former Commissioner of the US Border Patrol, where he oversaw the agency's entire workforce of 60,000+, and retired General James Marks

