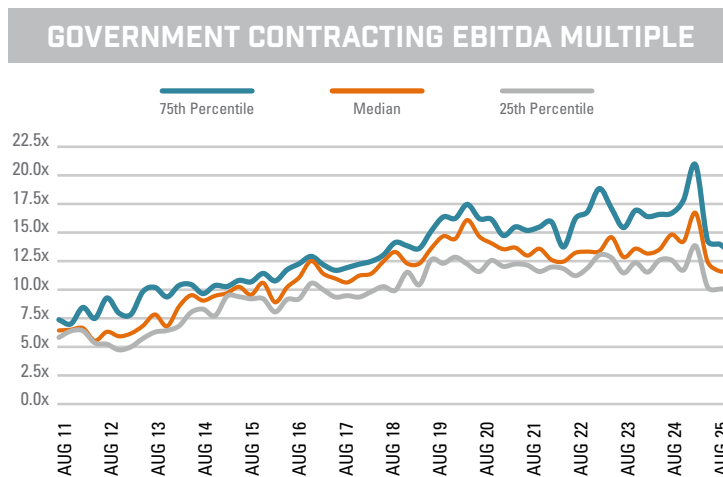
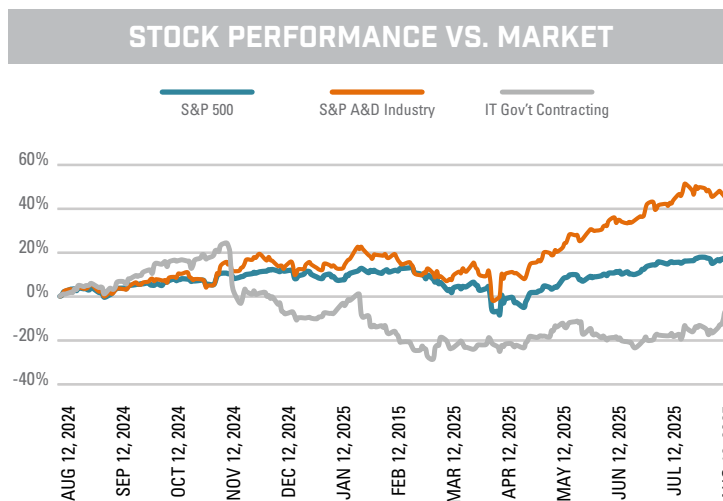


- While challenges such as slow awards and funding persist, the quarter may be viewed as transitional – from an environment of significant uncertainty and aggressive cost-cutting toward a stabilizing market with greater clarity regarding the outlook.
- Recent months have provided more visibility into the administration’s priorities, including border security, Golden Dome, modernization, readiness, and the use of technology and AI to improve efficiency.
- The M&A market shows signs of recovery, with bankers reporting increased activity, diligence providers noting higher demand, and investors observing more assets coming to market.

VALUATIONS



The following companies are included for any periods in which they were public - Amentum, BigBear.ai, Booz Allen Hamilton, CACI, CSRA/SRA, ICF, Leidos, ManTech, Maximus, PAE, Parsons, Perspecta, SAIC, V2X, and VSE.



KEY INDUSTRY TRANSACTIONS & DEVELOPMENTS

JUN
3

Impulse Space announced it raised \$300 million in a Series C funding round. The company manufactures cost-effective, high-performance space vehicles, including Helios and Mira, and has secured more than 30 commercial and government contracts.

JUN
4

Aprio, a business advisory and accounting firm, acquired Nextfed, Inc. Nextfed provides strategy consulting and M&A advisory with experience in commercial aerospace, defense, and government services. The acquisition expands Aprio's defense, aerospace, and government contracting market presence, particularly in Washington, D.C.

JUN
10

PCI Federal announced its acquisition of Street Legal Industries, a provider of infrastructure support services to federal, state, and local governments. Supported agencies include the DOE, DoD, DHS, DOI, NRC, and GSA.

JUN
12

Voyager Technologies, a defense and space technology company, announced the closing of its initial public offering. Voyager's Class A common stock began trading on the NYSE on June 11 under the ticker symbol VOYG at \$31.00 per share. Net proceeds were approximately \$402.3 million, a portion of which is expected to be allocated to purchase M&A aligned with the core business areas.

Muon Space announced the closure of its Series B-1 round, bringing total Series B funding to \$146 million. Muon Space designs, builds, and operates mission-optimized satellite constellations to deliver mission-critical data. The company also announced the acquisition of Starlight Engines, a propulsion systems developer.

JUN
13

Redwire Corporation (NYSE: RDW) completed its acquisition of Edge Autonomy for \$925 million, consisting of \$150 million in cash and \$775 million of Redwire common stock. Edge Autonomy develops unmanned and autonomous technology for defense and national security missions. The company was a portfolio company of AE Industrial Partners.

JUN
16

Tikehau Capital entered into exclusive discussions to acquire ScioTeq through its dedicated aerospace and defense fund. ScioTeq designs and manufactures high-performance visualization and computing systems for global defense contractors and aerospace manufacturers. OpenGate Capital, which backed ScioTeq in 2021, will retain minority ownership alongside Tikehau.

Organizational Development Resource Group (ODRG) announced it secured a \$3 million investment from the Empower the Change Fund, a growth capital fund managed by Advantage Capital. ODRG provides mission support, mission technology, and geoservices to federal, DoD, and IC customers.

JUN
17

Raft (Washington Harbour Partners), a defense technology provider specializing in autonomous warfare, announced its acquisition of N3bula Systems. N3bula develops cybersecurity and AI solutions, including defense infrastructure that connects sensors, shooters, and weapons systems across services and domains. Its programs include work with the U.S. Navy, DARPA, and the U.S. Air Force.

Kongsberg Discovery, an operating subsidiary of Kongsberg Gruppen ASA (OB: KOG), signed a definitive agreement to acquire Sonatech. Sonatech develops acoustic devices, subsystems, and systems used in U.S. Navy projects.

KEY INDUSTRY TRANSACTIONS & DEVELOPMENTS

JUN
23

Casa del Fuego Family Office and Trust acquired Digital Global Systems in a transaction valued at approximately \$5 billion. Digital Global Systems specializes in AI-powered spectrum optimization. Its patent portfolio enables real-time RF awareness, dynamic spectrum sharing, RAN automation, and interference mitigation for defense, public safety, commercial wireless, and private networks. The platform also supports advanced signal anomaly detection, drone and UAV monitoring, and protection of high-value infrastructure across land, sea, air, and space domains.

JUN
26

Lockheed Martin (NYSE: LMT) completed its acquisition of Amentum's Rapid Solutions business unit. Rapid Solutions provides space and airborne mission capabilities, including ISR technology. Its integration into Lockheed Martin's Space business will support mission demands within the Golden Dome architecture.

JUL
1

Parsons Corporation (NYSE: PSN) announced it acquired Chesapeake Technology International (CTI), a portfolio company of Bluestone Investment Partners, for \$89 million. CTI develops advanced solutions for military and security applications, specializing in the electromagnetic spectrum, cyberspace, autonomous systems, and special communications. The acquisition strengthens Parsons' modern warfare capabilities and its position in the Indo-Pacific Command area of operations.

LevelBlue, a cloud-based, AI-driven managed security services (MSS) provider, signed a definitive agreement to acquire Trustwave, a portfolio company of the MC² Security Fund sponsored by The Chertoff Group. TrustWave provides managed detection and response (MDR), MSS, cyber advisory, penetration testing, database security, and email security. It holds full FedRAMP and StateRAMP authorization, positioning LevelBlue to meet DoD requirements for MDR services across federal, state, and local government markets.

JUL
2

B&A (DFW Capital Partners) announced the acquisition of Hexagon US Federal's Strategic Services and Solutions (HS3) Intelligence and Defense portfolio. HS3 provides geospatial services, mission-focused IT, and integrated solutions enabling cyber assurance and situational awareness. The acquisition enhances B&A's capabilities in defense, intelligence, and the broader national security landscape.

JUL
7

Saalex Corporation, a defense and technology solutions provider, announced it acquired Greenfield Engineering Corporation. Greenfield is a software and systems engineering firm, primarily specializing in avionics software development for the U.S. Navy.

JUL
10

MP Materials Corp. (NYSE: MP) announced it entered into a public-private partnership with the DoD, under which the DoD agreed to purchase \$400 million of MP's preferred stock convertible into shares of common stock, and a warrant permitting the DoD to purchase additional common stock. MP produces rare earth materials, and the contributed capital and partnership will accelerate the build-out of the U.S. rare earth magnet supply chain and reduce foreign dependency.

Booz Allen Hamilton (NYSE: BAH) announced its venture arm, Booz Allen Ventures, made a strategic investment in Corsha. Corsha develops a machine identity provider (mIDP) for secure communication across operational systems, including domestic defense manufacturing and other U.S. critical infrastructure.

KEY INDUSTRY TRANSACTIONS & DEVELOPMENTS

JUL
14

Sphinx, a developer of counterintelligence and cyber tools for the digital battlefield, announced its acquisition of Enigma International. Enigma provides professional and technical services to defense and intelligence customers, including research, evaluation analysis, integration, and interpretation. The acquisition enhances Sphinx's capabilities and adds several key contract vehicles.

JUL
15

IonQ (NYSE: IONQ) completed its acquisition of Capella Space. Capella Space provides a satellite-based signals platform for top-secret government and commercial applications. Following the acquisition, IonQ will develop a space-based quantum key distribution network by integrating Capella's satellite infrastructure with its quantum technology.

JUL
16

CASE (AE Industrial Partners), a software development and cloud engineering services provider, acquired Ragnarok Technologies. Ragnarok provides specialized and tailored engineering and enterprise IT solutions for federal and commercial clients.

Firestorm Labs, Inc. announced it secured \$47 million in its Series A funding round. Firestorm Labs develops modular, open-architecture UAS and integrates ISR, EW, SIGINT, and kinetic payload capabilities to support warfighters with mission-critical tools. Led by New Enterprise Associates, the funding round also included Lockheed Martin Ventures, Decisive Point, Washington Harbour Partners, and Booz Allen Ventures.

JUL
17

SES S.A. (BDL: SESGL) completed its acquisition of Intelsat for approximately \$3.1 billion. Intelsat provides a comprehensive range of space-based communications services to governments, enterprises, and service providers, including broadband, mobility, and media broadcasting. The merger creates a global satellite operator with an expanded fleet of 120 satellites across two orbits.

AIS (Blue Delta Capital Partners) announced its acquisition of Dorrean, a mission solutions provider to the DOJ, FBI, and DHS. Dorrean's capabilities include intelligence analysis, systems development, security, and other mission support services. The acquisition expands AIS's U.S. federal presence.

Hadrian announced it closed its \$260 million Series C funding round. Hadrian develops AI-powered automated factories that manufacture precision parts for defense, aerospace, and space industries. The contributed capital will support rapid scale across key DoD areas.

JUL
18

York Space Systems (AE Industrial Partners) agreed to acquire ATLAS Space Operations (ATLAS). ATLAS provides Ground Software as a Service in the space communications industry. ATLAS delivers secure, cloud-native connectivity through its Freedom software platform. Freedom provides a single API access point to a global network of more than 50 antennas and in 20+ countries.

JUL
19

Fairbanks Morse Defense (Arcline Investment Management) entered into a definitive agreement to acquire Rolls-Royce's Naval Propulsors and Handling business. The business provides propellers and waterjets for naval applications, as well as marine handling systems for the deployment and recovery of manned and unmanned craft and other cargo from naval vessels.

KEY INDUSTRY TRANSACTIONS & DEVELOPMENTS

JUL
21

Rune Technologies announced its \$24 million Series A funding round. The company develops AI-enabled predictive software to optimize logistics and sustainment operations for the military.

JUL
22

Noblis, a science, technology and strategy services provider to the federal government, announced that its venture arm, Noblis Ventures, made a strategic investment in Prediction Guard. Prediction Guard specializes in secure, self-hosted AI systems for high security environments.

JUL
23

Amphenol Corporation (NYSE: APH) announced it completed its acquisition of Narda-MITEQ (Narda). Narda designs and manufactures active RF interconnect components, primarily serving the defense market. Narda will be included in Amphenol's Harsh Environment Solutions Segment.

GovCIO (Welsh, Carson, Anderson & Stowe Company) announced its acquisition of SoldierPoint Digital Health (SoldierPoint). SoldierPoint provides digital health solutions enabling organizations to expand access to care, improve outcomes, and modernize healthcare delivery for veterans.

JUL
24

Knexus Research, an AI solutions provider to the federal government, announced its acquisition of S4, an enterprise IT, cybersecurity, intelligence analysis, and national security solutions provider to the federal government.

AUG
1

Piper Sandler Companies (NYSE: PIPR) announced it entered into a definitive agreement to acquire G Squared Capital Partners, an investment bank specializing in government services and defense technology.

AUG
4

Special Aerospace Services (SAS) (Godspeed Capital) announced its rebrand as Aurex. The rebrand reflects Aurex's commitment to providing advanced systems, solutions, products, and technologies across space, missile defense, and hypersonics.

AUG
6

Firefly Aerospace (AE Industrial Partners) announced the pricing of its initial public offering of approximately 19.3 million shares of its common stock at \$45 per share. The shares will trade on the Nasdaq Global Market under the ticker symbol FLY. Firefly provides mission solutions for national security, government, and commercial customers.

AUG
7

Intuitive Machines, Inc. (NasdaqGM: LUNR) signed a definitive agreement to acquire KinetX. KinetX provides deep space navigation, systems engineering, ground software, and constellation mission design capabilities, primarily supporting NASA and National Security Space missions.

Voyager Technologies (NYSE: VOYG) acquired ElectroMagnetic Systems, Inc. (EMSI). EMSI develops AI/ML-based automated target recognition software and intelligence analytics for space-based radar systems. The acquisition supports Voyager's mission-resilient systems that align with U.S. defense and intelligence priorities.

PartnerOne, an enterprise software conglomerate, announced its acquisition of Monster Government Solutions, a federal talent acquisition and workforce development technology solutions provider for the government and public sector.

AUG
12

Woven Solutions, a technology and software solutions provider, announced a strategic investment from Falfurrias Management Partners. Woven specializes in cloud-native development, DevOps, cybersecurity, and data solutions for national security customers.

GUIDANCE & BOOK-TO-BILL

COMPANY	CURRENT GUIDANCE	PRIOR GUIDANCE	LTM BOOK-TO-BILL
Amentum	Guidance: - Revenue: \$13.975 - \$14.175 billion - EPS: \$2.05 - \$2.20	Guidance: - Revenue: \$13.85 - \$14.15 billion - EPS: \$2.00 - \$2.20	n/a
BigBear.ai	Guidance: - Revenue: \$125 - \$140 million	Guidance: - Revenue: \$160 - \$180 million - EBITDA: Low single digit in millions	n/a
BAH	Guidance: - Revenue: \$12.0 - \$12.5 billion - EPS: \$6.20 - \$6.55	Actual: - Revenue: \$11.98 billion - EPS: \$6.35	1.31x
CACI	Actual: - Revenue: \$8.63 billion - EPS: \$26.48	Guidance: - Revenue: \$8.55 - \$8.65 billion - EPS: \$24.24 - \$24.87	1.1x
ICF	Guidance: - Revenue Growth: (10%) - 0% - EPS Growth: (10%) - 0%	Guidance: - Revenue Growth: (10%) - 0% - EPS Growth: (10%) - 0%	n/a
Leidos	Guidance: - Revenue: \$17.0 - \$17.25 billion - EPS: \$11.15 - \$11.45	Guidance: - Revenue: \$16.9 - \$17.3 billion - EPS: \$10.35 - \$10.75	n/a
Maximus	Guidance: - Revenue: \$5.375 - \$5.475 billion - EPS: \$7.35 - \$7.55	Guidance: - Revenue: \$5.25 - \$5.4 billion - EPS: \$6.30 - \$6.60	0.8x
Parsons	Guidance: - Revenue: \$6.48 - \$6.68 billion - EBITDA: \$595 - \$635 million	Guidance: - Revenue: \$7.0 - \$7.5 billion - EBITDA: \$640 - \$710 million	1.0x
SAIC	Guidance: - Revenue: \$7.60 - \$7.75 billion - EPS: \$9.10 - \$9.30	Actual: - Revenue: \$7.479 billion - EPS: \$9.13	0.8x
V2X	Guidance: - Revenue: \$4.375 - \$4.5 billion - EPS: \$4.65 - \$4.95	Guidance: - Revenue: \$4.375 - \$4.5 billion - EPS: \$4.45 - \$4.85	n/a



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