

HSI Q3 2024 Investor Update

HyperSciences: Q3 2024 Investor Quarterly Update

Dear HyperSciences Investors,

I am excited to share an update on the progress we've made and the significant milestones we've reached during 3rd quarter 2024.

Highlights:

- **Hypersonic Test Facility:** Our new facility is fully commissioned, with the baffle tube ram accelerator (BTRA) operational. Free-flight testing has achieved Mach 3, progressing toward Mach 5+.
 - **DoD Contract Progress:** \$1.7M in funds for a new government contract has been transferred to the supporting agency, pending final negotiations.
 - **Finance and Investment Opportunities:** The Pipeline2Space crowdfunding campaign concluded. Thank you to all who participated for your support!
 - **Sustained Operations:** We continue to fund operations at a lean \$100k/month until the government contract begins. Accredited investors are invited to contact us regarding investment opportunities.
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Hypersonic Test Facility:

The HyperLab Facility has been relocated, commissioned, and is now operational as the new **HyperMine Facility**. Testing and free-flight demonstrations under ram

acceleration have achieved approximately Mach 3, and infrastructure is in place for the facility to be upgraded to Mach 5+ capability.

This marks a significant milestone: The world's first BTRA free-flight test facility run by an experienced team. With this infrastructure in place, we are ready to initiate the \$1.7M government contract once finalized. Additionally, this progress positions us for the upcoming 50-shot tunneling project for a major mining customer. Images of the new facility and a free-flight demonstration are below.

Ram Accelerator Exhaust Projectile Release



DoD Contract Progress:

The supporting agency has verbally approved the \$1.7M government contract, with funds transferred from the Small Business Authority Office. HyperSciences has been assigned a contract officer and is currently next in line for negotiations.

Additional DoD Updates:

- **NAVY Crane Decision Pending:** General Hypersonics, a wholly owned subsidiary, awaits the outcome of the NAVY Crane Mach TB decision for a \$23M, 4-year hypersonic testing contract.
- **LOIs in Place:** HyperSciences has Letters of Intent (LOIs) for both Pipeline2Space and General Hypersonics, securing the Intellectual Property necessary for these contracts.

Updates will be shared as negotiations progress.

Finance and Investment Opportunities & Sustained Operations:

The **Pipeline2Space Regulation CF financing** closed last in October, raising \$780k+ over the past year.

The **General Hypersonics SAFE financing** has secured \$600k so far, with several groups expressing interest in the remaining amount. Accredited U.S. investors are invited to participate in this opportunity.

To achieve key milestones and sustain operations, we have implemented an **intercompany loan pool** to share resources across our entities. This approach has allowed us to:

- Retain our engineering team.
- Continue critical testing at the University of Washington's Ram Accelerator Lab.

- Fulfill our IP and contractual obligations with UW CoMotion licensing.

Our operational facilities and demonstrated capabilities validate years of significant investment and progress. Thank you for your commitment over the years.

Future Outlook:

With LOIs signed and a paying federal contract on the horizon, HyperSciences is well-positioned to serve the government hypersonic test and suborbital sounding rocket markets.

Despite current financial challenges, we remain optimistic that securing federal contracts will unlock access to larger private and venture funding. Your continued support is invaluable as we navigate this critical phase of growth.

Conclusion:

The progress achieved this year underscores our commitment to innovation and strategic advancement. HyperSciences is on track to transform both the mining and government sectors through groundbreaking hypersonic technology.

Thank you for your unwavering confidence in our vision. We look forward to sharing more updates and celebrating future successes with you.

Best regards,

Mark Russell

President & CEO, HyperSciences, Inc. and Pipeline2Space, Inc.

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About HyperSciences: Founded in 2014, HyperSciences develops innovative hypervelocity technologies for major industries such as fast tunneling, energy drilling, and aerospace. Our securities offerings are detailed on EDGAR.

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