

EXHIBIT BWA-2 Project Description

BlackwaterUSA have formed a subsidiary company called Blackwater Airships LLC with the sole intention of designing and manufacturing Airships (Blimps). The first type of Airship is intended for Airborne Surveillance and will be unmanned. This first Airship will be manufactured and operated from the BlackwaterUSA facility in Moyock, North Carolina.

Blackwater Airships LLC have teamed with L-3, who will supply the control system and radio links between the Moyock based Ground Control Station (GCS) and the mobile Airship. The Airship will operate at up to 100 miles away from the Moyock ground station.

L-3 have previously supplied Government sponsored control systems using government approved frequencies, but as Blackwater do not currently have a Government contract for their Airship, they have not got the luxury of being able to use these Government frequencies, so we believe FCC approval is required.

This Experimental License Application is to obtain FCC approval to use the L-3 radio links for a Telecommand Uplink to control the Airship and a Telemetry downlink to monitor the Airships performance and receive sensor data.

The license request is for a 2 year period for the testing of the first prototype Airship, with flight tests provisionally beginning in January 2007 for a minimum period of 6 months. Ground testing would be prior to this date.

In summary the GCS uplink will operate at around 400 Mhz, the Airship downlink will operate with the 1.7 to 1.85 Ghz band.

