

Lockheed Martin Enters Into Definitive Agreement to Sell Its PAE Business to Lindsay Goldberg, LLC

Bethesda, Md., Feb. 22, 2011

Lockheed Martin Corporation [NYSE: LMT] today announced that it has entered into a definitive agreement to sell its Pacific Architects and Engineers Incorporated (PAE) business to Lindsay Goldberg, LLC.

“Our decision to divest PAE followed a comprehensive review of our portfolio to find ways to continuously provide the best, most affordable solutions for our customers, a secure future for our employees and value for our shareholders,” said Lockheed Martin Chairman & CEO Robert J. Stevens. “PAE and its employees have demonstrated tremendous capability to serve the nation with dedication, diligence and honor. I’m confident the company and its employees will continue to thrive under the ownership of Lindsay Goldberg.”

Since acquiring PAE in 2006, the Corporation has strengthened its leadership team, established new business management processes and enhanced the focus on performance excellence. The Corporation’s decision last June to divest this business was based on its assessment that the markets PAE serves had evolved in ways that were inconsistent with the Corporation’s long term strategy.

The closing of the transaction is subject to customary closing conditions. It is expected that the transaction will close in the second quarter of 2011. Terms of the transaction will not be disclosed and are not expected to have a material effect on Lockheed Martin.

Headquartered in Bethesda, Md., Lockheed Martin is a global security company that employs about 132,000 people worldwide and is principally engaged in the research, design, development, manufacture, integration and sustainment of advanced technology systems, products and services. The Corporation’s 2010 sales from continuing operations were \$45.8 billion.

Media Contact:

Jeffery Adams, Director, Worldwide Media Relations:

Office: 301-897-6308

Cell: 703-655-8721

Email: jeffery.adams@lmco.com

For additional information, visit our Web site:

<http://www.lockheedmartin.com>

Forward-looking Statements

Statements in this release that are "forward-looking statements" are based on Lockheed Martin’s current expectations and assumptions. Forward-looking statements in this release include statements about future actions and the consequences of these actions. These statements are not guarantees of future performance and are subject to risks and uncertainties. Our ability to divest PAE could be materially affected due to factors such as: securing any required governmental approvals for the divestiture; availability of government funding for PAE’s products and services both domestically and internationally; changes in government and customer priorities and requirements (including changes to respond to the priorities of Congress and the Administration, budgetary constraints, and cost-cutting initiatives); the award or termination of contracts; the future impact of legislation, rulemaking, and changes in accounting, tax, or defense procurement policies; and the outcome of legal proceedings. These are only some of the factors that may affect the forward-looking statements contained in this press release. For further information regarding risks and uncertainties associated with Lockheed Martin’s business, please refer to the Corporation’s SEC filings, which may be obtained at the Corporation’s website: <http://www.lockheedmartin.com>.