NEXT-GENERATION SATELLITE COMMUNICATIONS LIMITED
Co. Registration No.196400100R

UPDATE ON LEGAL ACTION AGAINST NEO TELEMEDIA LIMITED

Unless otherwise defined, all terms and references used herein shall bear the same meaning ascribed to them in the announcements dated 12 June 2015, 8 January 2016, 29 January 2016, 17 March 2016, 12 April 2016, 29 May 2016, 22 June 2016, 12 July 2016, 5 August 2016, 16 August 2016, 25 August 2016, 3 October 2016 and 14 October 2016 ("Announcements").

Further to the Announcements, the Board of Directors ("Board") of Next-Generation Satellite Communications Limited (the "Company") is pleased to announce that the legal claim against Neo Telemedia Limited ("NEO") has come to a successful and comprehensive conclusion as the lawyers of Arch Capital Limited ("Arch") and Hillgo Asia Limited ("Hillgo"), wholly-owned subsidiaries of the Company, in Hong Kong, have today, pursuant to the High Court of Hong Kong ("Court") order dated 13 June 2016, received the aggregate redemption principal amount of the two Convertible Notes of HK$144,000,000 and the outstanding interest on HK$144,000,000 at judgment rate from 13 June 2016 until 26 October 2016, aggregating to HK$148,292,383.56 from NEO.

The Company will update shareholders on any material developments at the appropriate time.

By Order of the Board

Next-Generation Satellite Communications Limited

Ku Vicente S.
Managing Director and Chief Executive Officer

2 November 2016