NEXT-GENERATION SATELLITE COMMUNICATIONS LIMITED

Co. Registration No.196400100R

LEGAL PROCEEDINGS AGAINST THE COMPANY

The Board of Directors of Next-Generation Satellite Communications Limited (the "Company", and together with its subsidiaries, the "Group") wishes to announce that a legal action was commenced in Hong Kong by a third party ("Plaintiff") against a controlling shareholder of the Company regarding some private sale transaction involving that controlling shareholder. As a result of that legal action, the Plaintiff has obtained an injunction order restraining the Company from disposing or dealing with its assets or any money in its bank accounts maintained in Hong Kong or elsewhere up to the value of HK$10 million, and not to remove from Hong Kong any asset up to the value of HK$10 million. However, the injunction order does not prohibit the Company from dealing with any asset or money for so long as the total unencumbered value of all assets remains above HK$10 million.

The Company was not a contracting party to the underlying sale transaction which triggered the legal action, and had no previous knowledge of that sale transaction. However, the Plaintiff has alleged that the purchase price in relation to that sale transaction was paid to the bank account of the Company in Hong Kong in January 2011. In respect of the said funds that were alleged to have been paid to the Company's bank account, the Company's records showed that the funds received by it in January 2011 were in fact funds paid by certain warrant holder(s) for the exercise of warrants issued by the Company. As such, these funds were in fact proceeds arising from the exercise of the warrants, ie. share capital paid to the Company for the issue of new shares in the Company following the exercise of the relevant warrants by the respective warrant holder(s).

The Company has engaged Hong Kong legal counsel to handle the legal action and intends to take all appropriate steps to vigorously contest the legal action and injunction order.

The Company will keep the shareholders informed of the progress of the matter and make such further announcements as and when appropriate.

By Order of the Board
Next-Generation Satellite Communications Limited

Andrew Coulton
Executive Chairman

28 November 2014