INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF NEXT-GENERATION SATELLITE COMMUNICATIONS LIMITED FOR THE FINANCIAL YEAR ENDED 31 MARCH 2016

Report on the Financial Statements

We were engaged to audit the accompanying financial statements of Next-Generation Satellite Communications Limited (the "Company") and its subsidiaries (the "Group") which comprise the statements of financial position of the Group and the Company as at 31 March 2016, and the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows of the Group and the statement of changes in equity of the Company for the financial year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the provisions of the Singapore Companies Act, Chapter 50 (the "Act") and Singapore Financial Reporting Standards, and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair financial statements and to maintain accountability of assets.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on conducting the audit in accordance with Singapore Standards on Auditing. Because of the matters described in the Basis for Disclaimer of Opinion paragraphs, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

Basis for Disclaimer of Opinion

(1) Opening balances

Our independent auditor's report dated 29 November 2016 contains a disclaimer of opinion on the financial statements for the financial year ended 31 March 2015. The basis for disclaimer of opinion on the financial statements for the financial year ended 31 March 2015 is disclosed in Note 30 to the financial statements.

In view of the matters described in the basis for disclaimer of opinion paragraphs on the financial statements for the financial year ended 31 March 2015, we were unable to determine whether the opening balances as at 1 April 2015 are fairly stated.

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Report on the Financial Statements (cont'd)

Basis for Disclaimer of Opinion (cont'd)

(1) Opening balances (cont'd)

Since the opening balances as at 1 April 2015 are entered into the determination of the financial position of the Group and of the Company as at 31 March 2016 and of the financial performance, changes in equity and cash flows of the Group and changes in equity of the Company for the financial year ended 31 March 2016, we were unable to determine whether adjustments, if any, might have been found to be necessary in respect of the Group's and the Company's financial statements for the financial year ended 31 March 2016.

Our opinion on the current financial year's financial statements of the Group and the Company is also modified because of the possible effects of these matters on the comparability of the current year's figures and the corresponding figures.

(2) Independent investigations

Subsequent to the completion of the independent investigation by Ernst & Young Advisory Pte. Ltd. ("EY") on 31 October 2014, EY issued their Report ("EY Report") containing their findings to the Audit Committee of the Company, the details of which are described in [Note 29 (a)] to the financial statements. In view of EY's findings, the Company re-appointed EY on 10 November 2014 to perform further investigation into, inter alia the discrepancies and matters highlighted in the EY Report. Specifically, EY was engaged to investigate on (i) allegations raised by the former owners of Multi Skies Nusantra Limited's ("MSN") subsidiary, PT Multi Skies Nusantara ("PT MSN"); and (ii) the appropriateness of certain transactions and actions involving PT MSN, including review of the acquisition transaction and the process and procedures surrounding the consideration paid with reference to the financial records of MSN, PT Karunia Anugerah Mitra Utama ("PT Kamu") and PT MSN (collectively, the "MSN group") and the corporate records of PT MSN [Note 29(c)].

As at the date of this report, we were informed by the Board of Directors that EY's investigation on the MSN group, as disclosed in Note 29(c) to the financial statements is still on-going. Consequently, we are unable to determine whether any further significant findings may be reported by EY and whether there may be any adjustments arising thereon which may have an impact on the accompanying financial statements of the Group and the Company.

(3) On-going litigations

As disclosed in Notes 29(d) and 31 to the financial statements, the Group and the Company have one remaining on-going litigation as at 31 March 2016 and up to the date of this report. However, given the on-going nature of this litigation, the Directors and their legal advisor are unable to determine the probable outcomes of the litigation. Consequently, we are unable to determine whether any adjustments or additional disclosures, apart from those disclosed in Note 29 to the financial statements, are necessary in respect of the Group's and the Company's financial statements for the financial year ended 31 March 2016.

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF NEXT-GENERATION SATELLITE COMMUNICATIONS LIMITED FOR THE FINANCIAL YEAR ENDED 31 MARCH 2016 (Cont'd)

Report on the Financial Statements (cont'd)

Basis for Disclaimer of Opinion (cont'd)

(4) Equity method of accounting for investment in joint venture

As disclosed in Note 12 to the financial statements, the Group's investment in joint venture with financial year ended 31 December is not co-terminus with the Group's financial year-end of 31 March. Management has used the financial statements of the joint venture relating to financial year ended 31 December 2015, which took into account the financial period from 1 January 2015 to 31 December 2015 for equity accounting the Group's share of results. The Group ought to have adjusted the reporting period of the joint venture for equity accounting purposes having considered and making adjustments to take into account the effects of significant transactions or events that occurred between 1 January 2016 to 31 March 2016 and between 1 January 2015 to 31 March 2015.

Had the Group equity accounted on an adjusted basis, that is, excluded the first 3 months of the financial period from 1 January 2015 to 31 December 2015 and included the first 3 months of the financial period from 1 January 2016 to 31 December 2016, the resultant net financial impacts would have been an increase in share of loss of joint venture and a corresponding increase in total comprehensive loss of $200,309, which is material to the Group's financial statements for the financial year ended 31 March 2016.

(5) Investment in joint venture and subsidiary

As disclosed in Note 12 and 13 to the financial statements, the Group's carrying value of its joint venture, Hughes UnifiedNet Holding (China) Company Limited and the Company's carrying value of a subsidiary, China UnifiedNet Holdings Limited as at 31 March 2016 amounted to approximately $31.8 million and $33.8 million respectively. Management has not carried out a review of the recoverable amount of its investment in the joint venture and subsidiary as management is of the view that there is no indication of impairment. Accordingly, we are unable to obtain sufficient appropriate audit evidence to determine whether the recoverable amounts of the joint venture and subsidiary exceed their carrying amounts as at 31 March 2016. Consequently, we are unable to determine whether any further impairment or reversal of impairment as at 31 March 2016 is required.

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF NEXT-GENERATION SATELLITE COMMUNICATIONS LIMITED FOR THE FINANCIAL YEAR ENDED 31 MARCH 2016 (Cont'd)

Report on the Financial Statements (cont'd)

Disclaimer of Opinion

Because of the significance of the matters described in the Basis for Disclaimer of Opinion paragraphs, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on the financial statements.

Report on Other Legal and Regulatory Requirements

In our opinion, the accounting and other records required by the Act to be kept by the Company and by those subsidiary corporations incorporated in Singapore of which we are the auditors have been properly kept in accordance with the provisions of the Act.

RT LLP
Public Accountants and
Chartered Accountants

Singapore, 21 April 2017