



UPDATE ON LEGAL ACTION AGAINST NEO TELEMEDIA LIMITED – GARNISHEE ORDERS TO SHOW CAUSE

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 and 16 August 2016 (“Announcements”).

Further to the Announcements, the Board of Directors of Next-Generation Satellite Communications Limited (the “Company”) wishes to announce that Arch Capital Limited (“Arch”) and Hillgo Asia Limited (“Hillgo”), wholly-owned subsidiaries of the Company, have filed five (5) garnishee orders to show cause (“Garnishee Orders”) in the High Court of Hong Kong (“Court”) on 24 August 2016 against the following banks, where Neo Telemedia Limited (“Neo”)’s bank accounts are maintained:

- 1) Industrial and Commercial Bank of China (Asia) Limited
- 2) Bank of China (Hong Kong) Limited
- 3) Bank of Communications Co., Ltd.
- 4) China Construction Bank Corporation
- 5) The Bank of East Asia Limited

(collectively “Banks”).

Pursuant to the Garnishee Orders, the Court ordered that:

- a) all debts due or accruing due from the Banks to Neo be attached to answer a judgment recovered against Neo by Arch and Hillgo in the Court on 13 June 2016 for the sum of HK\$144,000,000 and interest on HK\$144,000,000 at judgment rate from 13 June 2016 until full repayment; and
- b) the Banks attend the Court hearing on 30 September 2016.

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

25 August 2016