NGSC LIMITED

(formerly known as Next-Generation Satellite Communications Limited)
Co. Registration No.196400100R

UPDATE ON THE CALL OPTION AGREEMENT AND LOAN AGREEMENT

*All capitalised terms used in this announcement shall, unless otherwise defined herein, have the same meanings ascribed to them in the announcements dated 27 April 2017, 17 May 2017 and 27 June 2017 ("**Announcements**").*

The Board of Directors (the "**Board**") of NGSC Limited (the "**Company**", and together with its subsidiaries, the "**Group**") refers to the Announcements in relation to the grant of call option by the Vendor and Mark Tam to the Company to acquire 650,000 shares, representing 65% of the equity interest in Zhong Ping Trading Development Limited ("**ZP**") and a loan of the principal amount of S$3,000,000 granted by the Company to ZP ("**Loan**").

The Board wishes to update shareholders that the Company has decided not to proceed with the Call Option. Accordingly, the Company has entered into a settlement agreement with ZP, Mark Tam and the Vendor ("**Settlement Agreement**") pursuant to which the parties have agreed to terminate the Call Option Agreement subject to ZP agreeing to prepay the Loan and interest under the Loan Agreement by 16 August 2018 or such later date as may be agreed by the Company and ZP in writing in accordance with the terms and conditions of the Settlement Agreement.

By Order of the Board
NGSC Limited

Ku Vicente S.
Managing Director and Chief Executive Officer
9 May 2018