NEXT-GENERATION SATELLITE COMMUNICATIONS LIMITED

Co. Registration No.196400100R

1) LOAN AGREEMENT
2) NON-BINDING LETTER OF INTENT

Unless otherwise defined, all capitalised terms used in this announcement shall bear the same meanings in the Company's announcement dated 27 April 2017 (the "Announcement").

1. LOAN AGREEMENT

The Board of Directors of Next-Generation Satellite Communications Limited (the "**Company**", and together with its subsidiaries, the "**Group**") refers to the Announcement regarding the Loan Agreement with Zhong Ping Trading Development Company Limited ("**ZP**") and Tam Man Wai ("**Mark Tam**") in connection with the grant of a loan to the ZP of the principal amount of up to S$3 million (the "**Loan**").

The Board wishes to update shareholders that the completion of the Loan has taken place today in accordance with the terms and conditions of the Loan Agreement, and the Company has disbursed the Loan to ZP.

2. NON-BINDING LETTER OF INTENT

The Board of Directors of the Company wishes to further announce that the Company had on 17 May 2017 entered into a non-binding letter of intent ("**LOI**") with Grand Harvest Resource Holdings Limited ("**Vendor**") and Mark Tam. Pursuant to the LOI, the parties intends to explore for the Vendor to grant to the Company a call option to acquire up to 65% of the equity interest in ZP (the "**Call Option**") and in the event the Company decides to exercise the Call Option, the Company will consider the option of satisfying the exercise price by issuing such number of ordinary shares in the share capital of the Company at an issue price to be agreed and determined by the parties. This is in line with the Company's intention to consider future investment in ZP as announced by the Company in the Announcement. The parties intend to engage in further negotiations on the terms of the transactions with a view to entering into a definitive agreement. Meanwhile, the Company has performed preliminary due diligence and evaluation on the potential of ZP and its business in the growing green energy industry in the People's Republic of China and will continue to explore the feasibility of the potential acquisition and to monitor ZP's financial results.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect in the Call Option.

By Order of the Board
Next-Generation Satellite Communications Limited

Ku Vicente S.
Managing Director and Chief Executive Officer
17 May 2017