NEXT-GENERATION SATELLITE COMMUNICATIONS LIMITED
Co. Registration No.196400100R

UPDATE ON LEGAL ACTION AGAINST NEO TELEMEDIA LIMITED

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, 16 August 2016 and 25 August 2016 ("Announcements").

Further to the announcement of the Company on 12 July 2016, the Board of Directors of the Company wishes to announce that the Appeal filed by Neo Telemedia Limited against the Order was dismissed with costs on indemnity basis by the Hong Kong High Court at the hearing of 26 September 2016.

And further to the announcement of the Company on 25 August 2016, the Board of Directors of Next-Generation Satellite Communications Limited (the "Company") wishes to announce that the five (5) Garnishee Orders filed by Arch and Hillgo, against five (5) Banks were dismissed at the Court hearing on 30 September 2016, thus giving priority to the petition to wind up Neo Telemedia Limited referred to in the Company's announcement of 16 August 2016.

In view of the disparity between the cash and cash equivalents reported in Neo Telemedia Limited's Interim Results of 30 June 2016 and the bank balances indicated by the five banks served with the Garnishee Orders, the Board of Directors are seeking further advice for the effective enforcement of the favourable judgment obtained in the Order announced on 22 June 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

3 October 2016