



UPDATE ON THE PROPOSED ACQUISITION OF 75% OF THE ISSUED AND PAID-UP SHARE CAPITAL OF STAR CHARIOT LIMITED ("PROPOSED ACQUISITION")

Unless otherwise defined, all capitalised terms used in this announcement shall bear the same meanings in the Company's announcement dated 13 January 2014 in relation to the Proposed Acquisition (the "Announcement")

The Board of Directors (the "**Board**") of Next-Generation Satellite Communications Limited (the "**Company**") refers to the Announcement and wishes to inform that completion of the Proposed Acquisition is conditional upon the fulfillment or waiver of certain conditions precedent (the "**Conditions Precedent**") by 13 July 2014, being a date on or before falling six (6) months from the date of the SPA ("**Long Stop Date**").

Under the terms of the SPA, it is provided, *inter alia*, that if any of the Conditions Precedent is not fulfilled by the Vendor or the Company (as applicable) or not waived by a party with respect to the conditions applicable to the other party (as applicable) on or before the date falling six (6) months from the date of the SPA, the SPA shall *ipso facto* cease at the option of either Party.

The Board wishes to announce that as certain Conditions Precedent (including but not limited to approval of shareholders of the Company for the Proposed Acquisition having been obtained) under the SPA have not been fulfilled by the Long Stop Date, the Parties have mutually agreed that the SPA shall cease with effect from the Long Stop Date.

By Order of the Board
Next-Generation Satellite Communications Limited

Lam Ah Seng@ Lam Pang Chuang
Executive Director

21 July 2014