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 and 22 June 2016 ("Announcements").

Further to the Announcements, the Board of Directors of Next-Generation Satellite Communications Limited (the "Company") wishes to announce the following:

1) Arch Capital Limited ("Arch") and Hillgo Asia Limited ("Hillgo") served a statutory demand on Neo Telemedia Limited ("Neo") on 29 June 2016 requiring Neo to pay the sum of HK$144,000,000 together with interest in full at judgement rate pursuant to the Court Order of the High Court of Hong Kong filed on 13 June 2016 ("Order").

2) On 30 June 2016, Arch and Hillgo received notice of appeal filed by Neo to Judge in Chambers on 27 June 2016 to appeal against the Order ("Appeal"). The hearing on the Appeal has been fixed for 26 September 2016.

3) On 7 July 2016, Neo also filed an application for stay of execution of the Order ("Application"). The hearing on the Application has been fixed for 29 July 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

12 July 2016