

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

ALLEGED IRREGULARITIES IN RELATION TO THE ACQUISITION OF THE MSN GROUP

Unless otherwise defined, all capitalised terms used in this announcement shall bear the same meanings in the Company's announcement dated 10 November 2014.

The Board of Directors of NGSC Limited (the “**Company**”) refers to the announcements dated 10 November 2014 and 10 August 2017 in relation to the above matter, and wishes to update Shareholders that Ernst & Young Advisory Pte. Ltd. (“**E&Y**”), following the completion of the report on its findings relating to the funds place with a finance company (“**E&Y Report**”) which the Company has announced on 31 October 2014 and with which Company diligently reported and dealt with, has completed its further investigation into the acquisition of Multi Skies Nusantara Limited and its subsidiaries, and has issued a report (the “**E&Y II Report**”) on its findings to the Company.

The Board of Directors of the Company have reviewed the E&Y II Report and have noted that E&Y has in the E&Y II Report highlighted, among other things: (a) possible connections between Bright Reach International Limited and a former director of the Company, Hady Hartanto; and (b) possible connections between Hady Hartanto, Bright Reach International Limited and a finance company, Niaga Finance Company.

A copy of the executive summary of the E&Y II Report is attached to this announcement for the reference of Shareholders.

The Board of Directors has adopted the E&Y II Report and has noted the findings highlighted in the same. To address these findings, the Board of Directors has carefully considered the content of the report and will convene a Special Committee to seek legal advice, on the basis of the E&Y II Report findings, in relation to (i) the continuing obligations (if any) of the Company under the Listing Rules and Companies Act, (ii) the extent of any damage caused to the Company arising from these matters that took place in the past under previous management; and (iii) the appropriate action (including any legal action if deemed appropriate) that the Company can reasonably take. The Company has already previously engaged E&Y to conduct in-depth study as to measures and recommended practices to be implemented to address the weaknesses and lapses in the Company's internal controls highlighted in the earlier E&Y Report which the Company is currently adhering to in straight conformity to ensure good and sound internal control practices.

By Order of the Board
NGSC Limited

Ku Vicente S.
Managing Director and Chief Executive Officer

7 December 2017