



**Unaudited First Quarter Financial Statements for the Financial Period Ended 30 June 2014**

As of the date of this announcement, the statutory audit for the financial years ended 31 March 2013 ("FY2013") and 31 March 2014 ("FY2014") of Next-Generation Satellite Communications Limited ("Company") has not commenced and the independent review conducted by Ernst & Young Advisory Pte Ltd (as announced on 25 July 2012) is still in progress and has not been finalised.

As such, the comparative figures for FY2014 in this announcement are based on unaudited results for the first quarter ended on 30 June 2013 which was announced on 14 August 2013. In the event that there are material adjustments arising from the finalisation of the audit for FY2013 and FY2014, the Company will make the appropriate announcement(s) highlighting the variance and the reasons for the discrepancies.

**1(a)(i) An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

**Unaudited Consolidated Statement of Comprehensive Income for the Financial Period Ended 30 June 2014**

	Note	Group		%
		First quarter ended 30/06/14 (unaudited) S\$'000	30/06/13 (unaudited) S\$'000	
<b>Revenue</b>		<b>942</b>	<b>638</b>	48
Cost of sales		(334)	(400)	(17)
Gross profit		608	238	155
Other income	1	1,159	148	683
Distribution costs		-	(17)	(100)
Administrative expenses		(576)	(545)	6
Finance expenses, net		(489)	-	n.a.
Share of profit / (loss) of joint venture		72	(314)	n.m.
<b>Profit / (loss) before income tax</b>		<b>774</b>	<b>(490)</b>	n.m.
Income tax expense		(67)	(26)	158
<b>Profit / (loss) for the financial period</b>	2	<b>707</b>	<b>(516)</b>	n.m.
Other comprehensive loss:				
Translation differences arising from consolidation		(255)	(188)	36
<b>Total comprehensive profit / (loss) attributable to equity holders of the Company</b>		<b>452</b>	<b>(704)</b>	n.m.

Note:

n.a. – not applicable

n.m. – not meaningful

1 (a)(ii) Notes to Consolidated Statement of Comprehensive Income

	Group		
	First quarter ended		
	30/06/14	30/06/13	%
	S\$'000	S\$'000	+ / (-)
<b>1. Other income</b>			
Interest income	-	7	(100)
Foreign exchange gain, net	-	141	(100)
Waiver of debts from trade payable	1,159	-	n.a.
	<u>1,159</u>	<u>148</u>	683

**2. Total profit / (loss) for the financial period is derived after crediting (charging) the following:**

Amortisation of intangible asset	(44)	(44)	-
Depreciation of plant and equipment	(267)	(318)	(16)
Foreign exchange loss, net	(489)	-	n.a.
Income tax – current	(67)	(26)	158
	<u>(67)</u>	<u>(26)</u>	

**1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.**

	Group		Company	
	As at 30/06/14 (unaudited) S\$'000	As at 31/03/14 (unaudited) (restated) S\$'000	As at 30/06/14 (unaudited) S\$'000	As at 31/03/14 (unaudited) (restated) S\$'000
<b>EQUITY</b>				
<b>Capital and reserves attributable to equity holders of the Company</b>				
Share capital	145,508	145,508	145,508	145,508
Treasury shares	(1,219)	(1,219)	(1,219)	(1,219)
	144,289	144,289	144,289	144,289
<b>Other reserves</b>				
Capital reserve	(169)	(169)	(169)	(169)
Fair value reserve	220	220	-	-
Translation reserve	(1,612)	(1,357)	-	-
	(1,561)	(1,306)	(169)	(169)
Accumulated losses	(53,937)	(54,644)	(71,175)	(70,555)
<b>TOTAL EQUITY</b>	<b>88,791</b>	<b>88,339</b>	<b>72,945</b>	<b>73,565</b>
<b>ASSETS</b>				
<b>Non-current assets</b>				
Plant and equipment	1,341	1,688	12	13
Goodwill	5,019	5,019	-	-
Subsidiaries	-	-	65,670	65,670
Joint venture	50,628	50,551	-	-
Deferred tax asset	251	266	-	-
Intangible asset	1,928	1,991	-	-
<b>Current assets</b>				
Trade receivables (Allowance for doubtful debts: Nil)	8,267	8,202	-	-
Other receivables, deposits and prepayments	5,902	5,598	2,524	2,536
Due from subsidiaries (non-trade)	-	-	14,127	13,622
Available-for-sale financial assets	22,694	22,891	-	-
Cash and bank balances <sup>(1)</sup>	362	740	300	503
	37,225	37,431	16,951	16,661
<b>TOTAL ASSETS</b>	<b>96,392</b>	<b>96,946</b>	<b>82,633</b>	<b>82,344</b>
<b>LIABILITIES</b>				
<b>Current liabilities</b>				
Trade payables	462	1,652	-	-
Other payables and accruals	6,043	5,878	1,239	1,096
Due to subsidiaries (non-trade)	-	-	8,449	7,683
Income tax payable	1,096	1,077	-	-
	7,601	8,607	9,688	8,779
<b>TOTAL LIABILITIES</b>	<b>7,601</b>	<b>8,607</b>	<b>9,688</b>	<b>8,779</b>
<b>NET ASSETS</b>	<b>88,791</b>	<b>88,339</b>	<b>72,945</b>	<b>73,565</b>

**1(b)(i) Statement of financial position (Cont'd)**

Note (1): <u>Cash and bank balances</u>	Group		Company	
	As at 30/06/14 (unaudited) S\$'000	As at 31/03/14 (unaudited) (restated) S\$'000	As at 30/06/14 (unaudited) S\$'000	As at 31/03/14 (unaudited) (restated) S\$'000
Available for use	989	1,372	300	503
Restricted <sup>(a)</sup>	-	-	-	-
Discrepancy <sup>(b)</sup>	(627)	(632)	-	-
	<u>362</u>	<u>740</u>	<u>300</u>	<u>503</u>

- (a) As announced on 5 July 2012, the amount as at 31 March 2013 represents deposits placed with a finance company in Hong Kong (the "**Finance Company**") which it claims as restricted cash in its audit confirmation for the financial year ended 31 March 2012 ("**FY2012**").

On 25 June 2013, the Group announced it had entered into an agreement ("**Agreement**") with the Finance Company to set out a framework towards the settlement of funds that were placed with it. Under this framework, the Finance Company transferred the entire issued share capital in Arch Capital Limited ("**Arch**") and Hillgo Asia Limited ("**Hillgo**") to the Group. Arch and Hillgo hold two convertible notes with a total principal value of HK\$144.0 million issued by Neo Telemedia Limited, a company incorporated in the Cayman Islands with limited liability and whose shares are listed on the Growth Enterprise Market of The Stock Exchange of Hong Kong Limited.

- (b) As at 31 March 2013, this represents deposits placed with the Finance Company which was not accounted for in the audit confirmations received from it for FY2012. The Group has since received S\$2.2 million from the Finance Company in the period up to the financial year ended 31 March 2014. The remaining S\$0.6 million was withheld by the Finance Company and intended for the settlement of an invoice for 65 sets of Universal Service Obligation equipment which was purchased under a conditional letter of credit ("**LC**") arrangement provided by the Finance Company to one of the Group's subsidiaries. Pending confirmation that the invoice has been settled, the amount has been recorded as a receivable.

As announced on 25 July 2012, the Group appointed Ernst & Young Advisory Pte Ltd to conduct an investigation into the circumstances surrounding the funds placed with the Finance Company. As at the date of this report, this investigation has yet to conclude.

**1(b)(ii) Aggregate amount of the group's borrowings and debt securities.**

**Amount repayable in one year or less, or on demand**

As at 30/06/14 (unaudited)		As at 31/03/14 (unaudited)	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
-	-	-	-

**Amount repayable after one year**

As at 30/06/14 (unaudited)		As at 31/03/14 (unaudited)	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
-	-	-	-

**Details of any collateral**

Not applicable.

1(c) **A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.**

	<b>Group</b>	
	<b>First quarter ended</b>	
	<b>30/06/14</b>	<b>30/06/13</b>
	(unaudited)	(unaudited)
	S\$'000	S\$'000
<b>Cash flows from operating activities</b>		
Profit / (loss) before income tax	774	(490)
Adjustments:		
Amortisation of intangible asset	44	44
Depreciation of plant and equipment	267	318
Interest income	-	(7)
Share of (profit) / loss of joint venture	(72)	314
Unrealised foreign exchange differences	555	(72)
Waiver of debts from trade payable	(1,159)	-
	<hr/>	<hr/>
Operating profit before working capital changes	409	107
Trade receivables	(540)	(784)
Other receivables, deposits and prepayments	(394)	26
Trade payables	(31)	29
Other payables and accruals	171	319
	<hr/>	<hr/>
<b>Net cash used in operations</b>	(385)	(303)
	<hr/>	<hr/>
<b>Cash flows from investing activities</b>		
Interest received	-	7
	<hr/>	<hr/>
<b>Net cash from investing activities</b>	-	7
	<hr/>	<hr/>
<b>Cash flows from financing activities</b>		
Repayment to a related party (non-trade)	-	(1)
Restricted cash and bank balances from finance company	-	(46)
	<hr/>	<hr/>
<b>Net cash used in financing activities</b>	-	(47)
	<hr/>	<hr/>
<b>Net change in cash and cash equivalents</b>	(385)	(343)
Effect of exchange rate changes in cash and cash equivalents	7	(22)
<b>Cash and cash equivalents at beginning of the financial period</b>	740	1,835
	<hr/>	<hr/>
<b>Cash and cash equivalents at end of the financial period</b>	362	1,470
	<hr/>	<hr/>

## 1(c) Consolidated Statement of Cash Flows (Cont'd)

Note:

- (1) Cash and cash equivalents in the consolidated statement of cash flows comprise the following:

	<b>Group</b>	
	<b>As at 30/06/14 (unaudited)</b>	<b>As at 30/06/13 (unaudited)</b>
	S\$'000	S\$'000
Cash and bank balances	989	26,373
Fixed deposits placed with financial institutions	-	662
	<hr/>	<hr/>
Cash and bank balances as stated per statement of financial position	989	27,035
Less:		
Restricted <sup>(a)</sup>	-	(24,022)
Discrepancy <sup>(b)</sup>	(627)	(1,543)
	(627)	(25,565)
	<hr/>	<hr/>
Cash and cash equivalents per consolidated statement of cash flows	362	1,470

- (a) As announced on 5 July 2012, the amount as at 31 March 2013 represents deposits placed with a finance company in Hong Kong (the "**Finance Company**") which it claims as restricted cash in its audit confirmation for the financial year ended 31 March 2012 ("**FY2012**").

On 25 June 2013, the Group announced it had entered into an agreement ("**Agreement**") with the Finance Company to set out a framework towards the settlement of funds that were placed with it. Under this framework, the Finance Company transferred the entire issued share capital in Arch Capital Limited ("**Arch**") and Hillgo Asia Limited ("**Hillgo**") to the Group. Arch and Hillgo hold two convertible notes with a total principal value of HK\$144.0 million issued by Neo Telemedia Limited, a company incorporated in the Cayman Islands with limited liability and whose shares are listed on the Growth Enterprise Market of The Stock Exchange of Hong Kong Limited.

- (b) As at 31 March 2013, this represents deposits placed with the Finance Company which was not accounted for in the audit confirmations received from it for FY2012. The Group has since received S\$2.2 million from the Finance Company in the period up to the financial year ended 31 March 2014. The remaining S\$0.6 million was withheld by the Finance Company and intended for the settlement of an invoice for 65 sets of Universal Service Obligation equipment which was purchased under a conditional letter of credit ("**LC**") arrangement provided by the Finance Company to one of the Group's subsidiaries. Pending confirmation that the invoice has been settled, the amount has been recorded as a receivable.

As announced on 25 July 2012, the Group appointed Ernst & Young Advisory Pte Ltd to conduct an investigation into the circumstances surrounding the funds placed with the Finance Company. As at the date of this report, this investigation has yet to conclude.

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

**Unaudited Statement of Changes In Equity for the Financial Period ended 30 June 2014**

<u>Group</u>	Share capital S\$'000	Treasury shares S\$'000	Capital reserve S\$'000	Fair value reserve S\$'000	Translation reserve S\$'000	Accumulated losses S\$'000	Total Equity S\$'000
<b>Balance at 1 April 2014, restated (unaudited)</b>	<b>145,508</b>	<b>(1,219)</b>	<b>(169)</b>	<b>220</b>	<b>(1,357)</b>	<b>(54,644)</b>	<b>88,339</b>
Profit for the financial period	-	-	-	-	-	707	707
Other comprehensive loss, net of tax	-	-	-	-	(255)	-	(255)
Total comprehensive profit for the financial period	-	-	-	-	(255)	707	452
<b>Balance at 30 June 2014 (unaudited)</b>	<b>145,508</b>	<b>(1,219)</b>	<b>(169)</b>	<b>220</b>	<b>(1,612)</b>	<b>(53,937)</b>	<b>88,791</b>

<u>Group</u>	Share capital S\$'000	Treasury shares S\$'000	Capital reserve S\$'000	Fair value reserve S\$'000	Translation reserve S\$'000	Accumulated losses S\$'000	Total Equity S\$'000
<b>Balance at 1 April 2013, restated (unaudited)</b>	<b>145,508</b>	<b>(1,219)</b>	<b>(169)</b>	<b>-</b>	<b>(635)</b>	<b>(52,469)</b>	<b>91,016</b>
Loss for the financial period	-	-	-	-	-	(516)	(516)
Other comprehensive loss, net of tax	-	-	-	-	(188)	-	(188)
Total comprehensive loss for the financial period	-	-	-	-	(188)	(516)	(704)
<b>Balance at 30 June 2013 (unaudited)</b>	<b>145,508</b>	<b>(1,219)</b>	<b>(169)</b>	<b>-</b>	<b>(823)</b>	<b>(52,985)</b>	<b>90,312</b>

<u>Company</u>	Share capital S\$'000	Treasury shares S\$'000	Capital reserve S\$'000	Accumulated losses S\$'000	Total Equity S\$'000
<b>Balance at 1 April 2014, restated (unaudited)</b>	<b>145,508</b>	<b>(1,219)</b>	<b>(169)</b>	<b>(70,555)</b>	<b>73,565</b>
Loss for the financial period	-	-	-	(620)	(620)
Total comprehensive loss for the financial period	-	-	-	(620)	(620)
<b>Balance at 30 June 2014 (unaudited)</b>	<b>145,508</b>	<b>(1,219)</b>	<b>(169)</b>	<b>(71,175)</b>	<b>72,945</b>

<u>Company</u>	Share capital S\$'000	Treasury shares S\$'000	Capital reserve S\$'000	Accumulated losses S\$'000	Total Equity S\$'000
<b>Balance at 1 April 2013, restated (unaudited)</b>	<b>145,508</b>	<b>(1,219)</b>	<b>(169)</b>	<b>(69,252)</b>	<b>74,868</b>
Loss for the financial period	-	-	-	(120)	(120)
Total comprehensive loss for the financial period	-	-	-	(120)	(120)
<b>Balance at 30 June 2013 (unaudited)</b>	<b>145,508</b>	<b>(1,219)</b>	<b>(169)</b>	<b>(69,372)</b>	<b>74,748</b>

**1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

<u>Issued ordinary shares</u>	<b>Number of ordinary shares</b>	
	<b>2014</b>	<b>2013</b>
Balance at 1 April and 30 June	6,410,535,828	6,410,535,828

**Outstanding convertibles**

The Company did not have any outstanding share convertibles as at 30 June 2014 (30 June 2013: nil).

**Treasury shares**

Included in the above issued ordinary shares as at 30 June 2014 was 24,200,000 (30 June 2013: 24,200,000) treasury shares held by the Company.

**1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

	<b>As at 30/06/14</b>	<b>As at 31/03/14</b>
Total number of issued shares excluding treasury shares	6,386,335,828	6,386,335,828

**1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

<u>Treasury shares</u>	<b>Number of ordinary shares</b>	
	<b>2014</b>	<b>2013</b>
Balance at 1 April and 30 June	24,200,000	24,200,000

**2. Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.**

The figures have not been audited or reviewed by the Company's auditors.

**3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).**

Not applicable.



4. **Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

There are certain new Financial Reporting Standards ("FRS") that are published and mandatory for accounting periods beginning on or after 1 April 2014. The adoption of these FRS where applicable did not have any material impact on the financial statements for the financial period ended 30 June 2014. Apart from this, the same accounting policies and methods of computation have been consistently applied.

5. **If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

Not applicable.

6. **Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.**

	<b>Group</b>	
	<b>First quarter ended</b>	
	<b>30/06/14</b>	<b>30/06/13</b>
	(cents)	(cents)
Profit / (Loss) per share attributable to the equity holders of the Company		
- basic	0.01	(0.01)

As the Company does not have any outstanding share convertibles for the first quarter ended 30 June 2014 and 30 June 2013, the diluted profit / (loss) per share is the same as basic profit / (loss) per share.

7. **Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:**

- (a) **current financial period reported on; and**  
 (b) **immediately preceding financial year**

	<b>Group</b>		<b>Company</b>	
	<b>As at</b>	<b>As at</b>	<b>As at</b>	<b>As at</b>
	<b>30/06/14</b>	<b>31/03/14</b>	<b>30/06/14</b>	<b>31/03/14</b>
	(unaudited)	(unaudited) (restated)	(unaudited)	(unaudited) (restated)
	(cents)	(cents)	(cents)	(cents)
Net asset value per ordinary share based on the total number of issued shares excluding treasury shares	1.39	1.38	1.14	1.15

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-**
- (a) **any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
  - (b) **any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

#### **Statement of Comprehensive Income**

The Group's revenue increased from S\$0.6 million in the first quarter ended 30 June 2013 ("**1Q14**") to S\$0.9 million for the first quarter ended 30 June 2014 ("**1Q15**"), a 48% increase. This was primarily due to interest income derived from the convertible notes acquired pursuant to the Agreement entered with the Finance Company on 25 June 2013.

Revenue from the Group's core Universal Service Obligation ("**USO**") business in Indonesia remained stable year-on-year, although the significant reduction in sales activity for its satellite equipment and satellite communication business in 1Q15 continued to put downward pressure on this revenue source. The share of profits from its joint venture operation was S\$72,000 in 1Q15, compared to share of loss of S\$0.3 million in 1Q14. This positive result was attributed to the higher demand for the joint venture's satellite broadband products and services in China.

Other income for 1Q15 includes S\$1.1 million waiver of debts from a trade payable. This pertains to a waiver being granted by the vendor for the purchase of equipment to the Group.

The Group recorded foreign exchange loss of S\$0.5 million in 1Q15, against S\$0.1 million gain in 1Q14. As the revenue from its USO business is denominated in Indonesian Rupiah ("**IDR**"), the continued depreciation of the IDR against the Singapore Dollar ("**SGD**") results in this negative impact.

Overall, the Group's net profit for 1Q15 was at S\$0.4 million compared to net loss of S\$0.7 million in 1Q14.

#### **Statement of Financial Position**

Plant and equipment was S\$1.3 million, against S\$1.7 million as at 31 March 2014. This is attributed to fixed asset depreciation of S\$0.3 million and a translation difference of IDR-denominated assets to SGD of S\$0.1 million.

Available-for-sale financial assets of S\$22.7 million as at 30 June 2014 reflects the fair value of the two convertible notes held by Arch and Hillgo. The share of profit from the Group's joint-venture project also resulted in an increase in the net carrying value of joint ventures as at 30 June 2014.

Other receivables, deposit and prepayments increased from S\$5.6 million as at 31 March 2014 to S\$5.9 million as at 30 June 2014. This was largely a result of a S\$0.3 million interest income receivable from the convertible notes.

Trade payables stood at S\$0.5 million as at 30 June 2014. This is due to the waiver of debts from a trade payable amounting to S\$1.1 million which reduced the carrying value of trade payables from S\$1.7 million as at 31 March 2014 to S\$0.5 million as at 30 June 2014.

#### **Statement of Cash Flow**

The Group's cash and cash equivalents as at 30 June 2014 stood at S\$0.4 million.

### **Update of Watch-List Status**

As at the date of this announcement, the Company is on the watch-list (“**Watch-List**”) pursuant to Rule 1311 of the Listing Manual (“**Listing Manual**”) of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”). Under Rule 1314 of the Listing Manual of the SGX-ST, an issuer on the Watch-List may apply to the SGX-ST for its removal from the Watch-List if it satisfies any one of the following requirements:-

- (1) the issuer records consolidated pre-tax profit for the most recently completed financial year (based on the latest full year consolidated audited accounts, excluding exceptional or non-recurrent income and extraordinary items) and has an average daily market capitalisation of \$40 million or more over the last 120 market days on which trading was not suspended or halted. For the purpose of this rule, trading is deemed to be suspended or halted if trading is ceased for the full market day; or
- (2) the issuer satisfies the SGX-ST Mainboard admission criteria, either under Rule 210(2)(a) or Rule 210(2)(b).

SGX-ST had on 1 December 2010 granted to the Company an extension until 1 June 2012, to meet the requirements to exit the Watch-List (which are set out under Listing Rule 1314) based on the Company’s audited FY2012 results.

The Company will update the shareholders on its Watch-List status as and when appropriate.

**9. Where a forecast, or prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.**

The current announced results are in line with the prospect statement in the results announcement for the financial year ended 31 March 2014 and the subsequent announcements released by the Group.

**10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

The Group’s core Universal Service Obligation business is affected by a challenging environment in Indonesia. The foreign exchange loss due to continued weakness of the IDR against the SGD (the Group’s functional currency) remains a key concern affecting the Group’s overall profitability.

The Group has ceased negotiations for the proposed acquisition announced on 13 January 2014 of 75% of the paid-up capital of Star Chariot Limited, a company engaged in the provision of mobile content development and distribution. The cessation was in accordance with the sale and purchase agreement (“**SPA**”) as certain conditions in the SPA were not fulfilled by either party within six months of the date of the SPA.

On 16 July 2014, the Group and its subsidiaries received a civil summon from the District Court of Central Jakarta relating to a dispute arising between the original shareholders of PT Multi Skies Nusantara, one of the Group’s subsidiaries, prior to its acquisition by the Group. The Plaintiffs claim approximately S\$5.6 million against the Group along with all cost, interest and damages. The Group will strenuously defend itself against these allegations and claims. It will make further announcements on this matter as it progresses.

The Group continues to explore opportunities that will enable it to turn around from its current position.

**11. If a decision regarding dividend has been made:-**

- (a) Whether an interim (final) ordinary dividend has been declared (recommended) – None
- (b) (i) Amount per share – Not applicable  
(ii) Previous corresponding period - Not applicable
- (c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated) – Not applicable
- (d) The date the dividend is payable – Not applicable
- (e) The date on which Registrable Transfers received by the Company (up to 5.00pm) will be registered before entitlements to the dividend are determined – Not applicable

**12. If no dividend has been declared (recommended), a statement to that effect.**

No dividend has been declared (recommended) for the financial period ended 30 June 2014.

**13. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

The Company did not seek nor obtain a shareholders' general mandate for interested person transactions.

By Order of the Board  
Next-Generation Satellite Communications Limited

Lam Ah Seng @ Lam Pang Chuang  
Executive Director

13 August 2014



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**Unaudited First Quarter Financial Statements for the Financial Period Ended 30 June 2014**

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**CONFIRMATION PURSUANT TO RULE 705(5) OF THE LISTING MANUAL OF THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED FOR THE ANNOUNCEMENT OF UNAUDITED FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 30 JUNE 2014**

We, Lam Ah Seng @ Lam Pang Chuang and Sri Tjintawati Hartanto, being Directors of the Company, do hereby confirm, for and on behalf of the Board of Directors of the Company, that, to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the unaudited consolidated financial results for the first quarter ended 30 June 2014 to be false or misleading in any material aspect.

For and on behalf of the Board of Directors

Lam Ah Seng @ Lam Pang Chuang  
Executive Director

Sri Tjintawati Hartanto  
Executive Director

13 August 2014