



LEGAL CLAIM AGAINST A DIRECTOR

The Board of Directors of Next-Generation Satellite Communications Limited (the “Company”) wishes to announce that the Company has commenced legal action by issuing a Writ of Summons (“Writ”) against an existing Director, Mr Lam Ah Seng @ Lam Pang Chuang (“Mr PC Lam”) as guarantor for the repayment of an outstanding loan of S\$2.5 million (“Outstanding Loan”), together with interest and costs. This legal action was instituted by the Company as the Outstanding Loan remains unpaid despite repeated reminders to repay the same.

The Outstanding Loan was part of a S\$5.0 million loan that was granted by the Company to its subsidiary, Ban Joo Global Pte Ltd (“BJ Global”) in 2009, and such loan was subsequently novated to Ban Joo Investment (Pte) Ltd (“BJI”) in 2010 pursuant to a novation agreement. These transactions were part of the sale and transfer of the textile business, assets and liabilities of BJ Global to BJI in 2010, as announced on 11 November 2010. Mr PC Lam is a guarantor for the Loan and is currently holding approximately 21.43% shares in BJI. Mr PC Lam is also an existing director of BJI.

The Company will issue updates on any material developments in respect of the Writ at the appropriate time.

**By Order of the Board
Next-Generation Satellite Communications Limited**

Andrew Coulton
Chairman and Executive Director

16 September 2014