NEXT-GENERATION SATELLITE COMMUNICATIONS LIMITED

Co. Registration No.196400100R

SETTLEMENT AGREEMENT

Unless otherwise defined, all capitalised terms used in this announcement shall bear the same meanings in the Company's announcement dated 16 September 2014 (the "Announcement").

The Board of Directors of Next-Generation Satellite Communications Limited (the "Company", and together with its subsidiaries, the "Group") refers to the Announcement regarding legal action commenced by the Company against a former director of the Company, Mr PC Lam, as guarantor in respect of certain outstanding sum owing by BJI ("Suit").

The Board wishes to update Shareholders that on 20 February 2017, the Company has entered into a settlement agreement with BJI and another personal guarantor in respect of the outstanding sum owing by BJI on the following terms:

(i) the payment of a sum of S$35,000 to the Company, which has been received by the Company;

(ii) the Company will receive economic and monetary rights and benefits (including dividends and future proceeds arising from the sale) in respect of a total of 384,800,220 ordinary shares in the Company ("Settlement Shares"). Such Settlement Shares will be held by a custodian nominated by the Company which will act under the sole direction and for the benefit of the Company.

The Company will discontinue the Suit within seven days after the Settlement Shares have been transferred to the aforesaid custodian under its custody for the benefit of the Company.

By Order of the Board
Next-Generation Satellite Communications Limited

Ku Vicente S.
Managing Director and Chief Executive Officer
20 February 2017