

ASX Release
9 December 2013

NEWSAT UPDATE IN RELATION TO ASX LISTING RULE 7.1A

In relation to the past issue of securities by NewSat Limited (ASX: NWT) (**NewSat** or **Company**) pursuant to ASX Listing Rule 7.1A, NewSat provides the following information in accordance with ASX Listing Rule 3.10.5A.

1. Appendix 3B dated 28 February 2013

- a) The dilution to existing shareholders as a result of the shares issued pursuant to the placement under Listing Rule 7.1A (2,627,526 shares) was 1.13%.
- b) The Company issued these shares pursuant to a prospectus dated 25 February 2013 as part of a capital raising undertaken by the Company for the purposes of financing the Jabiru-1 satellite project. The issue of the securities under the prospectus was part of a financing arrangement with third parties, and on the basis of the Company's financing requirements for the project, a pro-rata issue or other type of issue in which existing ordinary security holders would have been eligible to participate would not have been appropriate for the Company's financing requirements.
- c) No underwriting arrangements were entered into in relation to the placement.
- d) As set out in Section 2.4 of the Company's prospectus dated 25 February 2013, the following fees were paid in respect of the capital raising:
 - i. Placement Fees – US\$8.6 million; and
 - ii. Mezzanine Funding Fees – US\$1.8 million.

These were the total fees paid in respect of the capital raising, and cannot be proportionately applied to the issue of shares on 28 February 2013 under Listing Rule 7.1A.

We note that Section 6d of the Appendix 3B states that 1,627,526 shares were issued under Listing Rule 7.1A. This was an administrative oversight as 2,627,526 shares were issued under Listing Rule 7.1A. This oversight was corrected in the calculation of Listing Rule 7.1A placement capacity as set out in Annexure 1 of Appendix 3Bs subsequently issued by the Company.

2. Appendix 3B dated 1 March 2013

- a) The dilution to existing shareholders as a result of the shares issued pursuant to the placement under Listing Rule 7.1A (20,349,365 shares) was 4.37%.
- b) The Company issued these shares pursuant to a prospectus dated 25 February 2013 as part of a capital raising undertaken by the Company for the purposes of financing the Jabiru-1 satellite project. The issue of the securities under the prospectus was part of a financing arrangement with third parties, and on the basis of the Company's financing requirements for the project, a pro-rata issue or other type of issue in which existing ordinary security holders would have been eligible to participate would not have been appropriate for the Company's financing requirements.
- c) No underwriting arrangements were entered into in relation to the placement.

d) As set out in Section 2.4 of the Company's prospectus dated 25 February 2013, the following fees were paid in respect of the capital raising:

- i. Placement Fees – US\$8.6 million; and
- ii. Mezzanine Funding Fees – US\$1.8 million.

These were the total fees paid in respect of the capital raising, and cannot be proportionately applied to the issue of shares on 1 March 2013 under Listing Rule 7.1A.

3. Appendix 3B dated 8 March 2013

- a) The dilution to existing shareholders as a result of the shares issued pursuant to the placement under Listing Rule 7.1A (100 shares) was 0.000019%.
- b) The Company issued these shares pursuant to a prospectus dated 25 February 2013 as part of a capital raising undertaken by the Company for the purposes of financing the Jabiru-1 satellite project. The issue of the securities under the prospectus was part of a financing arrangement with third parties, and on the basis of the Company's financing requirements for the project, a pro-rata issue or other type of issue in which existing ordinary security holders would have been eligible to participate would not have been appropriate for the Company's financing requirements.
- c) No underwriting arrangements were entered into in relation to the placement.
- d) No fees or costs were payable in relation to the placement.

4. Appendix 3B dates 10 May 2013

- a) The dilution to existing shareholders as a result of the shares issued pursuant to the placement under Listing Rule 7.1A (3,250,000 shares) was 0.63%.
- b) The Company issued these shares as a debt to equity conversion of a short term loan facility that had been provided by the recipient to the Company for the purposes of working capital. The shares were issued as it was considered to be more efficient and expedient to convert the debt to equity in this manner, rather than to conduct a pro-rata issue or other type of issue in which existing ordinary security holders would have been eligible to participate.
- c) No underwriting arrangements were entered into in relation to the placement.
- d) No fees or costs were payable in relation to the placement.

We note that Section 6d of the Appendix 3B states that 3,520,000 shares were issued under Listing Rule 7.1A. This was an administrative oversight as only 3,250,000 shares were issued under Listing Rule 7.1A. This oversight was corrected in the calculation of Listing Rule 7.1A placement capacity as set out in Annexure 1 of Appendix 3Bs subsequently issued by the Company.

About NewSat:

NewSat is Australia's largest pure-play satellite communications company, delivering internet, voice, data and video communications via satellite. With its unique-to-Australia teleport infrastructure, NewSat provides a full range of managed satellite communication services and has established a reputation as the partner of choice for governments, corporations and private enterprises. Today, NewSat has the ability to provide coverage to 75% of the globe; from Australia, Asia, the Middle East, Africa, across the Indian Ocean extending into Europe and across the Pacific Ocean, reaching into the West coast of the USA.

NewSat's world acclaimed teleports in Perth (Western Australia) and Adelaide (South Australia) were Top 3 Finalists in the World Teleport Association's 2012 and 2010 "Awards for Excellence" and made the 2012 and 2011 "Top Operator Rankings". Both teleports are accredited to supply services to the Australian Department of Defence and are recognised as highly secure Global Access Points, supporting certified classified networks to ensure the transmission of vital and sensitive information for government clients.

NewSat will be expanding its satellite capabilities with the Jabiru Satellite Program, beginning with the launch and operation of Jabiru-1, Australia's first commercial Ka-band satellite. Jabiru-1, a large next generation satellite, will provide superior coverage over South East Asia, the Middle East and North Africa. At 70% utilisation, the Jabiru-1 satellite is expected to generate in excess of US\$3 billion of revenue over 15 years at 85% margins. To date, Jabiru-1 has secured US\$618 million of pre-launch customer contracts and a US\$454 million forward sales pipeline. Jabiru-2, scheduled for launch in 2014, will deliver enhanced coverage over Australia, Timor Leste and Papua New Guinea. NewSat has rights to eight premium orbital slots and its fleet of next generation geostationary satellites will lead Australia's space quest. For more information, please visit www.newsat.com

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