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APT SATELLITE HOLDINGS LIMITED

(Incorporated in Bermuda with limited liability)

(Stock code: 1045)

ANNOUNCEMENT

UPDATE ON TRANSACTIONS IN RESPECT OF APSTAR 7B SATELLITE

The Board is pleased to announce that the assignment of the rights and liabilities of APT (HK) under the APSTAR 7B Satellite Procurement Contract and the APSTAR 7B Satellite Launch Services Agreement in respect of APSTAR 7B Satellite to China Satcom has been completed on 26 September 2012, and APT (HK) has applied the consideration received for the Assignment to fully repay the outstanding facility provided by the Lender under the Loan Agreement together with all interests accrued thereon in the total sum of USD37,132,087 (approximately HK\$289,630,000).

Reference is made to (i) the announcement of the Company dated 26 April 2010, the circular of the Company dated 17 May 2010 (the “**Circular**”) and the announcement of the Company dated 27 October 2011 in relation to, inter alia, the Co-operation Agreement entered into between APT (HK) (being a wholly-owned subsidiary of the Company) and China Satcom and the Loan Agreement between APT (HK) and the Lender and (ii) the announcement of the Company dated 1 April 2012 in relation to the successful launch of APSTAR 7 Satellite to the designated orbit. Unless otherwise defined in this announcement, terms used herein shall have the meanings ascribed thereto in the Circular.

Pursuant to the terms of the Co-operation Agreement, in the event that launch of APSTAR 7 Satellite is successful and in commercial operation, APT (HK) will assign all APT (HK)’s rights under the APSTAR 7B Satellite Procurement Contract, the APSTAR 7B Satellite Launch Services Agreement and the insurance policies (if any) in respect of APSTAR 7B Satellite, on an as-is basis, to China Satcom. The Board is pleased to announce that all the conditions precedent for the Assignment as stipulated under the Co-operation Agreement have been fulfilled. The assignment of the rights and liabilities of APT (HK) under the APSTAR 7B Satellite Procurement Contract and the APSTAR 7B Satellite Launch Services Agreement in respect of APSTAR 7B Satellite to China Satcom has been completed on 26 September 2012 and a total sum of USD128,697,787 (approximately HK\$1,003,843,000) (being the relevant sum of the payments which have been made by APT(HK) under the APSTAR 7B Satellite Procurement Contract and the APSTAR 7B Satellite Launch Services Agreement) has been paid by China Satcom to

APT (HK) pursuant to the terms of the Co-operation Agreement as consideration for the Assignment. Following the Assignment, the parent company guarantee issued by the Company in favour of the Satellite Contractor pursuant to the APSTAR 7B Satellite Procurement Contract has also ceased to be effective.

Furthermore, APT (HK) has applied the consideration received for the Assignment to fully repay the outstanding facility provided by the Lender under the Loan Agreement together with all interests accrued thereon in the total sum of USD37,132,087 (approximately HK\$289,630,000).

By Order of the Board
APT Satellite Holdings Limited
Dr. Lo Kin Hang, Brian
Company Secretary

Hong Kong, 26 September 2012

The Directors as at the date of this announcement are as follows:

Executive Directors:

Cheng Guangren (President) and Qi Liang (Vice President)

Non-executive Directors:

Lei Fanpei (Chairman), Lim Toon, Yin Yen-liang, Yong Foo Chong, Zhuo Chao, Fu Zhiheng and Tseng Ta-mon (Alternate Director to Yin Yen-liang)

Independent Non-executive Directors:

Lui King Man, Lam Sek Kong, Cui Liguang and Meng Xingguo