



January 15, 2013

SKY Perfect JSAT Holdings Inc.

Execution of a Program to Upgrade and Operate X-Band Satellite  
Communications Functions by the Subsidiary

SKY Perfect JSAT Corporation (Head Office: Minato-ku, Tokyo; Representative Director, President & Chief Executive Officer: Shinji Takada), a wholly owned subsidiary of SKY Perfect JSAT Holdings Inc. (Head Office: Minato-ku, Tokyo; Representative Director / President: Shinji Takada), today announced that DSN Corporation (Head Office: Minato-ku, Tokyo; Representative Director: Koki Koyama), a subsidiary of SKY Perfect JSAT Corporation, has concluded a program contract concerning a “Program to Upgrade and Operate X-Band Satellite Communications Functions, etc.” with the Ministry of Defense, as outlined in the attachment.

Activities related to the program, such as procurement of communications satellites and upgrading of ground facilities, will begin in turn from the next fiscal year, and will thus only minimally affect this term’s consolidated results for the company. The consolidated financial forecast for the period starting in the next fiscal year will include the effects of this program.

January 15, 2013  
SKY Perfect JSAT Corporation  
NEC Corporation  
NTT Communications Corporation

Execution of a Program to Upgrade and Operate X-Band Satellite  
Communications Functions.

SKY Perfect JSAT Corporation (Head Office: Minato-ku, Tokyo; Representative Director, President & Chief Executive Officer: Shinji Takada; “Sky Perfect JSAT”), NEC Corporation (Head Office: Minato-ku, Tokyo; President (Representative Director): Nobuhiro Endo; “NEC”), and NTT Communications Corporation (Head Office: Chiyoda-ku, Tokyo; President & CEO: Akira Arima; “NTT Com”) hereby announced that, today, DSN Corporation (Head Office: Minato-ku, Tokyo; Representative Director: Koki Koyama; “DSN”), a joint venture established by the above three companies, concluded a program contract concerning a “Program to Upgrade and Operate X-Band Satellite Communications Functions, etc.” (the “Program”) with the Ministry of Defense.

1. Program Details

This Program is a PFI program\* to upgrade and operate Japan’s next X-band satellite communications system. Based on the Program contract, DSN will manufacture and launch two communications satellites and upgrade the ground facilities including satellite control equipment. DSN will operate, maintain, and manage the facilities and equipment from FY2015 to FY2030.

(\*) PFI (Private Finance Initiative) is a system for using private funds, management capabilities and technical capabilities for construction, maintenance, management, and operation of public facilities.

2. Program Scheme (see reference material)

The primary business operator will be DSN, and roles will be assigned as follows to each company under the umbrella of DSN:

- SKY Perfect JSAT: Procurement, operation, general management, etc. of the satellites for this Program
- NEC: Production of the satellites for this Program, upgrading of ground facilities (excl. station building), etc.
- NTT Com: Maintenance, management, etc. of ground facilities (excl. station building)
- Maeda Corporation: Upgrading, maintenance and management of ground facilities (station building only)

3. Contract term

Program Scheme (see reference material)

January 15, 2013 to March 31, 2031

4. Contract amount (comprising the entire contract period) ¥122,074,026,613 (tax incl.)

5. Profile of DSN Corporation (as of January 15)

(1) Business name : DSN Corporation

(2) Address : 1-14-14 Akasaka, Minato-ku, Tokyo

(3) Representative title and name : Koki Koyama, Representative Director

(4) Scheduled date of establishment : December 19, 2012

(5) Capital : ¥1 billion

(6) Shareholders and shareholdings:

Sky Perfect JSAT (65.0%)

NEC (17.5%)

NTT Com (17.5%)

6. Schedule (tentative)

1st satellite	Launch in December 2015
	Start operation in March 2016
	Terminate operation in April 2030
2nd satellite	Launch in January 2017
	Start operation in March 2017
	Terminate operation in March 2031 (end of program)

# Attachment: Scheme for Execution of a Program to Upgrade and Operate X-Band Satellite Communications Functions.

