

# SKY Perfect JSAT Corporation

## News Release



May 12, 2008  
SKY Perfect JSAT Corporation

### Loss on Valuation of Investment Securities

SKY Perfect JSAT Corporation (Head Office: Minato-ku, Tokyo; President and Representative Director: Masao Nito, “SKY Perfect”) has recorded in its consolidated Income Statements a valuation loss for marketable securities classified as “Investment Securities” on its consolidated Balance Sheet for the fiscal year ended March 2008. This accounting entry was necessitated by a decline of the market value in certain investment securities in excess of 50%, with no reasonable expectation of a market value increase back to the original purchase price.

|  |                 |
|--|-----------------|
| (A) Total Valuation Loss of Marketable Securities, FY ending March 2008            | ¥4,726 million  |
| (B) Net Assets, FY ended March 2007  | ¥87,340 million |
| (A) / (B) × 100  | 5.4%            |
| (C) Average Ordinary Income for the Five Fiscal Years prior to FY ended March 2007 | ¥2,280 million  |
| (A) / (C) × 100  | 207.3%          |
| (D) Average Net Income for the Five Fiscal Years prior to FY ended March 2007      | ¥1,690 million  |
| (A) / (D) × 100  | 279.6%          |

#### (Reference)

1. SKY Perfect JSAT is a holding company established through equity transfer, integrating the management of JSAT Corporation and SKY Perfect Communications Inc. on April 2, 2007. SKY Perfect JSAT does not have consolidated income statements or balance sheets for the FY ENDED March 2007; accordingly, the averages calculated for net assets, ordinary income and net income above are based on figures recorded by SKY Perfect Communications Inc., having the greater consolidated operating revenues of the two entities during FY ENDED March 2007.
2. A total of four investments have been written down, including shares of Index Holdings (¥3.785 billion valuation loss).
3. Of the total valuation loss related to Marketable Securities for the FY ENDING March 2008, approximately ¥2.4 billion were recorded during the interim period.
4. The consolidated FY ENDING March 2008 earnings projections announced by the Company on February 13, 2008 included the possibility of a securities valuation loss during the fourth fiscal quarter; accordingly the effect of the valuation loss above on prior earnings projections will be minimal.