Milbank August 2008

A monthly round-up of space industry developments for the information of our clients and friends.

August Satellite Orders

On August 13, Space-Communication Ltd (Spacecom) announced that it signed an agreement with JSC "Academician M.F. Reshetnev" Information Satellite Systems (ISS - formerly NPO-PM) to build and launch the **Amos-5** communications satellite. The spacecraft will provide C-band coverage over Africa and Ku-band steerable beams over Africa, the Middle East and Europe. Amos-5 is scheduled for launch in 2010 and will have a design life of 15 years. On August 21, Orbital Sciences Corporation announced that it has been selected by *Intelsat Ltd.* to build the Intelsat-18 (IS-18) satellite, based on its **STAR-2** platform. The spacecraft will be equipped with 24 C-band transponders to cover the Northern and Southern hemispheres and 12 Ku-band transponders to provide communications services to the U.S., French Polynesia, Australia, New Caledonia and other Pacific islands from the 180°EL orbital location. *Inmarsat plc* announced on August 22 that it has signed an authorization to proceed with *Thales Alenia Space* for the development of the EuropaSat spacecraft. Based on Thales' Spacebus 4000C3 platform, the satellite payload will generate 9 dual polarization S-band user spot beams operating at 2 GHz to provide mobile broadcast and two-way communications services throughout Europe from the 31°EL orbital location. EuropaSat is scheduled for launch in early 2009 by *International Launch* Services on a Proton Breeze M rocket. The EuropaSat program is subject to a favorable outcome of Inmarsat's application under the European S-band Application Process.

Yahsat Concludes Debt Financing

2008 - Milbank, Tweed, Hadley & McCloy LLP.

On August 8, Al Yah Satellite Communications Company PJSC (Yahsat), a wholly-owned subsidiary of *Mubadala*, the Abu Dhabi sovereign wealth fund, announced that it has secured \$1.2bn in debt financing to fund the development, construction and launch of its Yahsat 1A and 1B satellites, currently being built by EADS Astrium and Thales **Alenia Space** and scheduled for delivery in late 2010 and early 2011. The 14-year nonrecourse debt facility consists of a \$1.01bn term loan, a \$100m standby facility and an \$80m reserve letter of credit. Fourteen banks were involved in the financing, with **BNP Paribas** acting as the lead arranger. The margins on the loans start at 1.1% and increase to 1.4% during the term.

August Launches

On August 14, *Arianespace* placed into orbit two satellites, AMC-21 for SES Americom and Superbird-7 for Space Communications Corporation (SCC) of Japan, from the European Space Center in Kourou, French Guiana on an Ariane 5 ECA rocket. AMC-21 was built by Thales Alenia Space incorporating a Star-2 platform from Orbital Sciences Corporation and is equipped with 24 Ku-band transponders to provide cable TV distribution and business services in the U.S., the Gulf of Mexico, the Caribbean and Central America from the 125°WL orbital location. Superbird-7 was manufactured by *Mitsubishi* Electric Corporation based on its DS 2000 platform and is equipped with 28 Ku-band transponders to provide mobile communications, cable TV and direct TV broadcast services to Japan and the Asia-Pacific region from the 144°EL orbital location. On August 19, International Launch **Services** (ILS) successfully launched the Inmarsat-4 F3 satellite for Inmarsat plc from the **Baikonur Cosmodrome** in Kazakhstan on a **Proton Breeze M** rocket. Inmarsat-4 F3 was built by **EADS Astrium** based on its *Eurostar 3000GM* bus design and weighed 5,960 kg at launch. The spacecraft will be positioned at the 98°WL orbital location to complete the Inmarsat-4 **BGAN** global voice and broadband services network. RapidEye AG announced on August 29 the successful launch of its 5satellite *RapidEye* commercial Earth observation constellation on a silo-based **Dnepr** vehicle from the **Baikonur** Cosmodrome. Built by Surrey Satellite **Technology Ltd**, the 150-kg satellites are equipped with a five-band multispectral optical imager with a ground resolution of 6.5 meters.

Arianespace To Launch Koreasat 6

Arianespace announced on August 25 that it has been selected to launch the Koreasat 6 communications satellite for Korea Telecom. The launch will be performed by an Ariane 5 or Soyuz vehicle from Kourou, French Guiana during the second half of 2010. Koreasat 6 will be built by Thales Alenia Space using a Star-2 platform from Orbital Sciences Corporation and will be equipped with 30 Ku-band transponders to provide direct broadcast and fixed satellite services throughout South Korea from the 116°EL orbital location.

Space Smart®

BEIJING
FRANKFURT
HONG KONG
LONDON
LOS ANGELES
MUNICH
NEW YORK
SINGAPORE
TOKYO
WASHINGTON DC

Milbank's Space Business Practice, or view previous issues of the Space Business Review, please visit www.milbank.com.

The information contained herein is provided for informational purposes only and should not be construed as legal advice on any subject matter. Recipients of this publication should not take or refrain from taking any action based upon content included herein. If you do not wish to receive this newsletter, please send an e-mail to MilbankSBG@milbank.com with the word "unsubscribe" in the subject line. ATTORNEY ADVERTISING. Prior results do not quarantee similar results.