



Making Space Communications Corporation (SCC) a wholly owned subsidiary

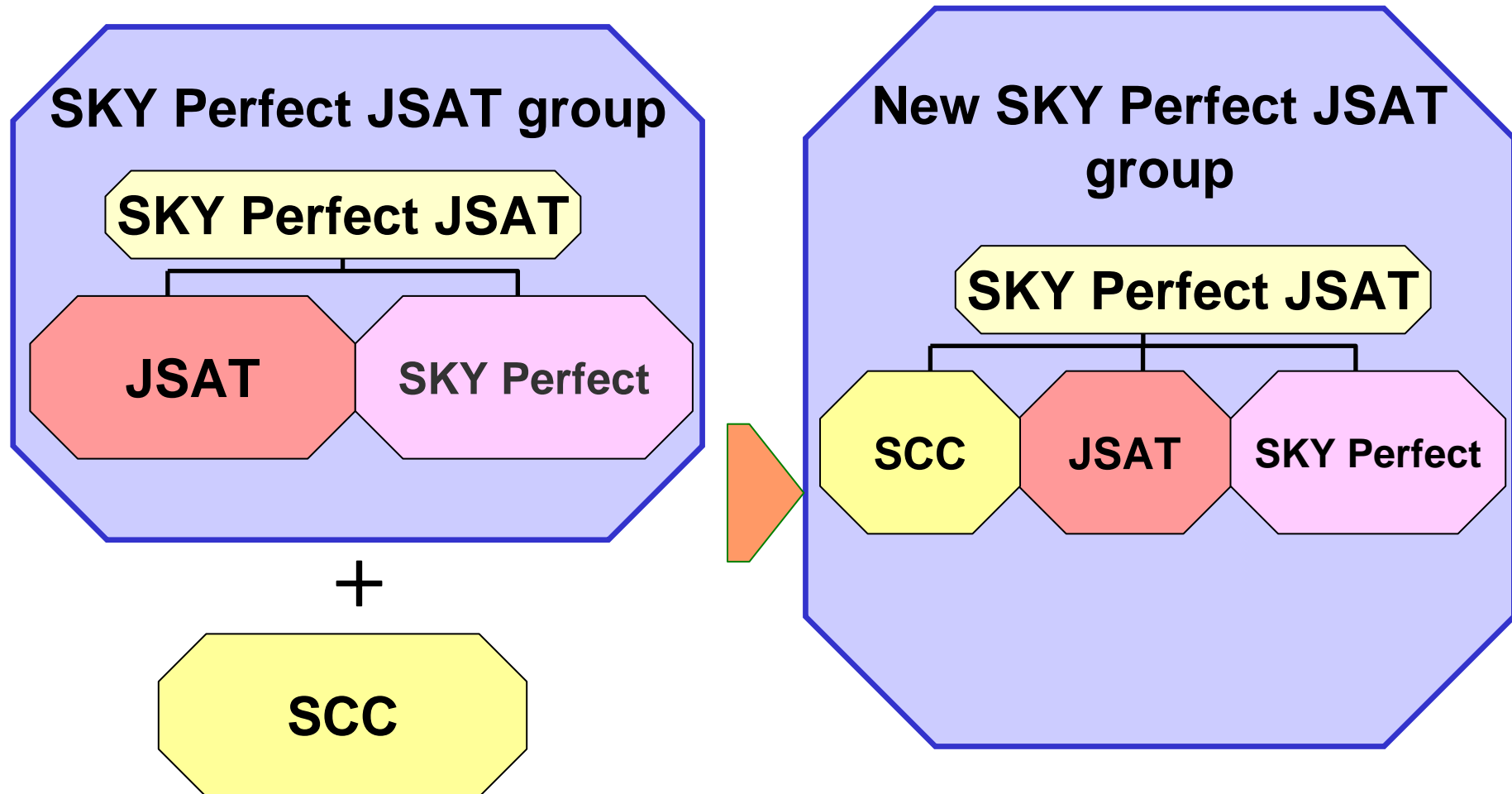
March 12, 2008
SKY Perfect JSAT Corporation (9412)

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- **Making Space Communications Corporation (SCC) a wholly owned subsidiary**
- **Return to Shareholders**

Making SCC a wholly owned subsidiary

On March 31, 2008 making SCC a wholly owned subsidiary



**Becoming a leader in the multiple pay channel business in Japan
driven by the major pillars of broadcasting and telecommunication**

SCC Profile

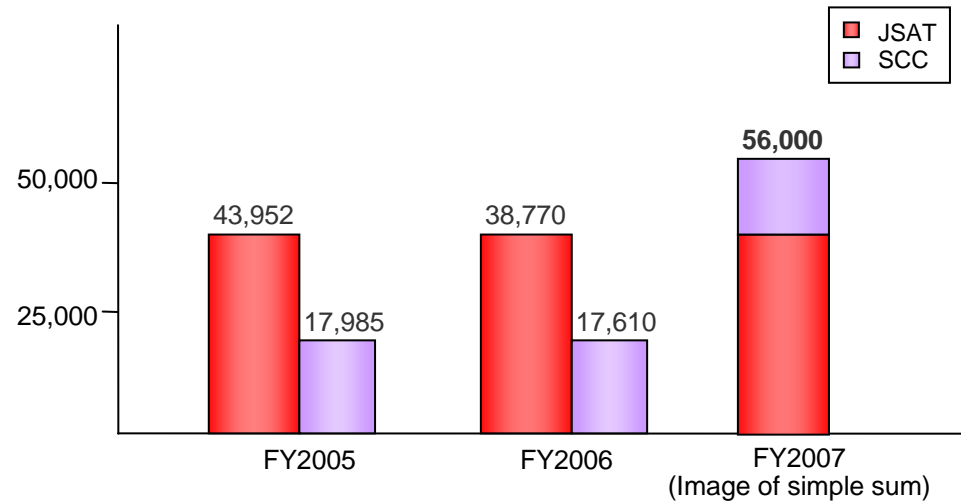


- **Date established:** March 1985
- **Major business description:** Satellite communications service, Entrusted satellite communications service (11th largest satellite communications service provider in the world)
- **Revenues and Ordinary Income for the year ending March 2007:** ¥17.6 billion, ¥3 billion
- **Capital:** ¥20 billion (Total Equity ¥25.9 billion (End of March, 2007))
- **Number of employees:** 174 (End of December, 2007)

Provide stable profit

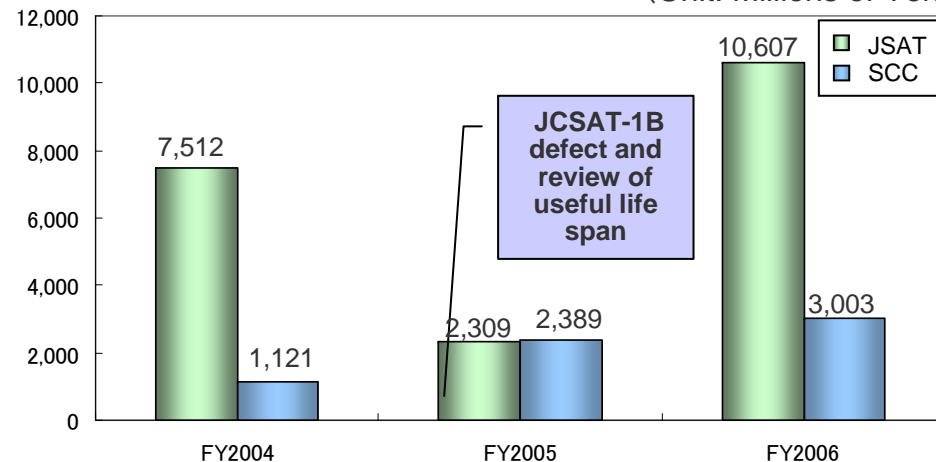
Revenues

(Unit: Millions of Yen)



Ordinary Income

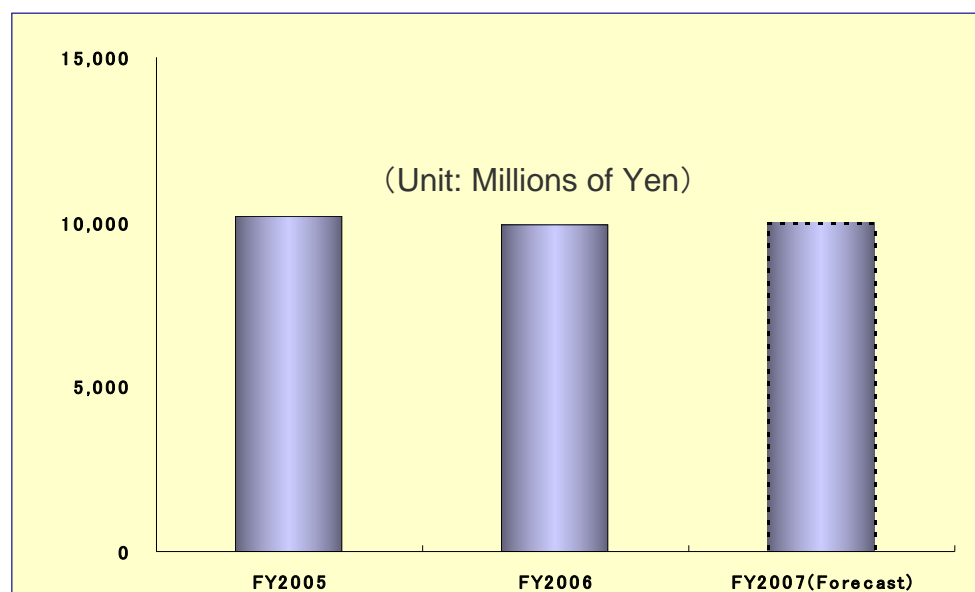
(Unit: Millions of Yen)



Corporate Value of SCC

Corporate value at the merger: Approx. ¥54.5 billion
(Purchase price: ¥28 billion + Net Debt ¥26.5 billion)

(1) SCC EBITDA changes



(2) EV/EBITDA (FY2006) M&A of satellite communications service providers around the world

Period	March '08	Jan. '07	Dec. '06	Dec. '06	Aug. '05
Bought out Company	SCC	Intelsat	Telesat	New Skies	PanAmSat
Acquiring Company	SKY Perfect JSAT	BC Partners	Loral/PSP	SES	Intelsat
Transaction Amount	\$0.27 billion	\$16.4 billion	\$3 billion	\$1.4 billion	\$6.4 billion
EV/EBITDA	5.5	9.8	13.2	9.8	9.9

Synergy



1. Promote incremental and continuous operating effectiveness to strengthen the competitive edge (Expand service menus)

2. Improve service and strengthen sales in niche satellite-superior areas; such as “digital-divides”, governments, mobiles, etc.

3. Maximize stable profit and cash flow

Synergy 1

-Further Enhancement of the Satellite Business



Worldwide Communications Satellite Operators (Source : SPACE NEWS)

(FY 2006)

(USD in millions)

No.	Satellite Operator	Sales
1	Intelsat	2,100
2	SES	1,900
3	Eutelsat	1,050
4	Telesat Canada	411
5	JSAT	326
6	Star One SA	196
...		
8	Loral Skynet	164
...		
11	SCC	151

(After the transaction (Sum of the companies))

(USD in millions)

No.	Satellite Operator	Sales
1	Intelsat	2,100
2	SES	1,900
3	Eutelsat	1,050
4	Telesat + Loral	575
5	JSAT + SCC	477
6	Star One SA	196
...		

2007
Autumn

2008
Spring

- NO.1 satellite operator in the Asia-Pacific region, TOP5 in the world.
- Enhanced bargaining power towards satellite manufacturers, rocket companies and insurance companies
- New opportunities for joint projects with other top satellite operators
(Examples of joint projects: Horizons satellite in the North America with Intelsat, Joint satellite in the Indian Ocean)
- JSAT acquires two satellites in USA to respond to the expanding international satellite communications market.

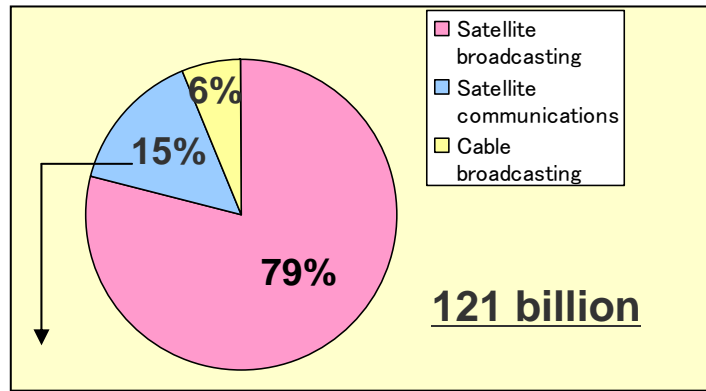
Synergy 1

-Further Enhancement of the Satellite Business



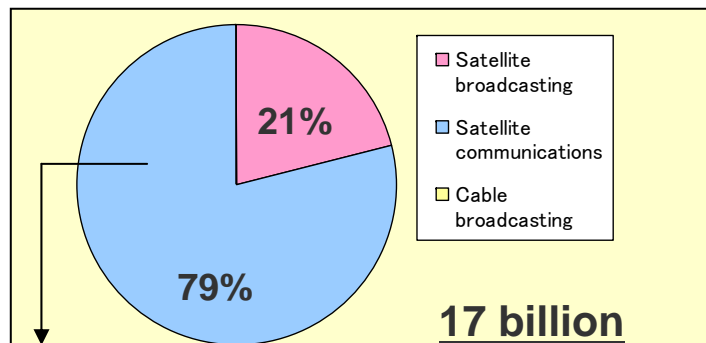
Detail of Revenues by Sector (FY2007 Forecast)

SKY Perfect JSAT

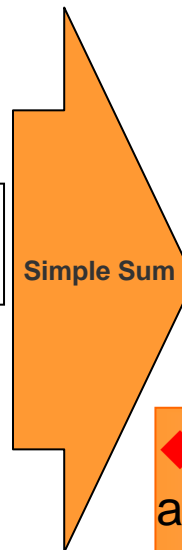


Ratio of private corporations such as NTT Group and international telecommunication service providers is high.

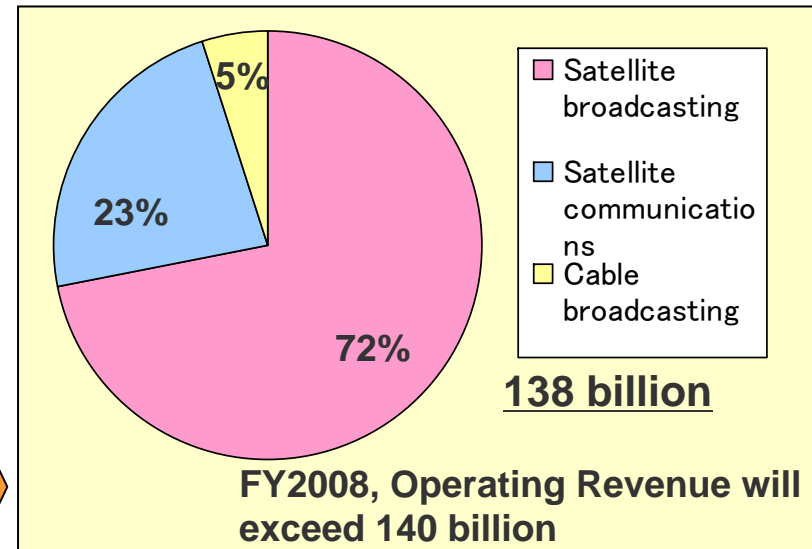
SCC



Ratio of governmental and other public service companies is high.



SKY Perfect JSAT + SCC



- ◆ Enhancing customer base for long-term and stable satellite communications
- ◆ Becoming the only company that provides satellite communications in Japan

Synergy 1

- Building the Leading Company in the Japanese Satellite Business



Merits of integration

Business areas expected to expand

■ Combining the business capabilities of JSAT + SCC



Business for governmental and other public offices/ public-service companies

(Business-related disaster prevention and national land security, etc.)

Marine business/ digital divide prevention

(Areas without broadband and cable services for marine vessels, etc.)

Global Business

(Business cooperation with satellite service providers in the U.S., Europe, and Asia)

■ Mutual complementing and Expansion of services



Service proposals combining various frequency

■ Utilization of satellite Operation know-how



Business expansion including a consulting business for both domestic and overseas service providers, and entrusted operation of research satellites by utilizing the know-how of satellite operation and control that both domestic and overseas companies have accumulated.

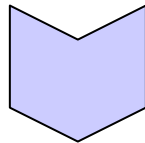
Synergy 2

-Enhancing Efficiency and Service Improvement through Horizontal Integration



Vertical integration
JSAT + SKY Perfect

Increasing subscribers
Promoting HD channels

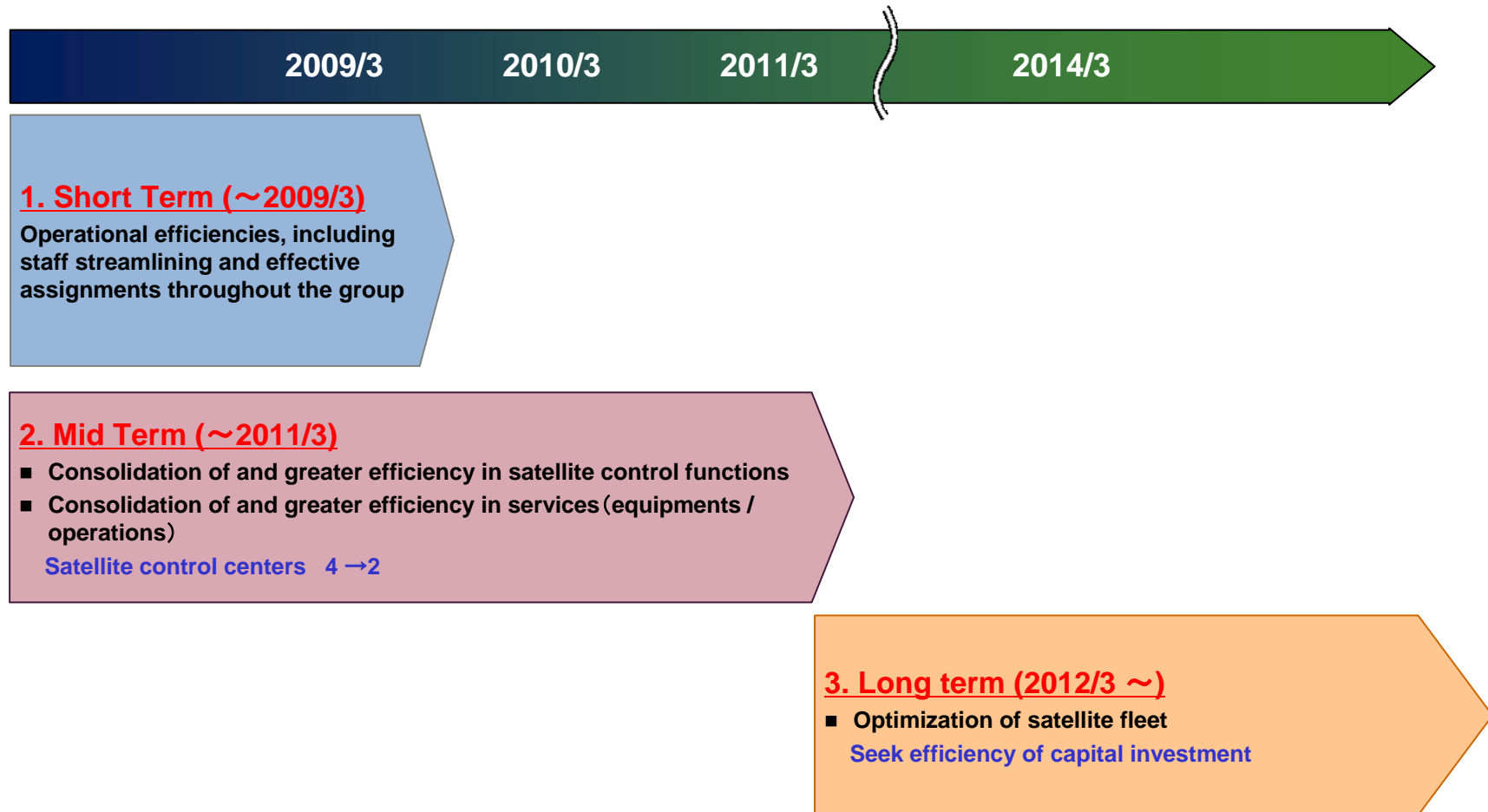


Horizontal integration
JSAT + SCC + SKY Perfect

Seeking cost reduction and promotion of business efficiency

Synergy 2

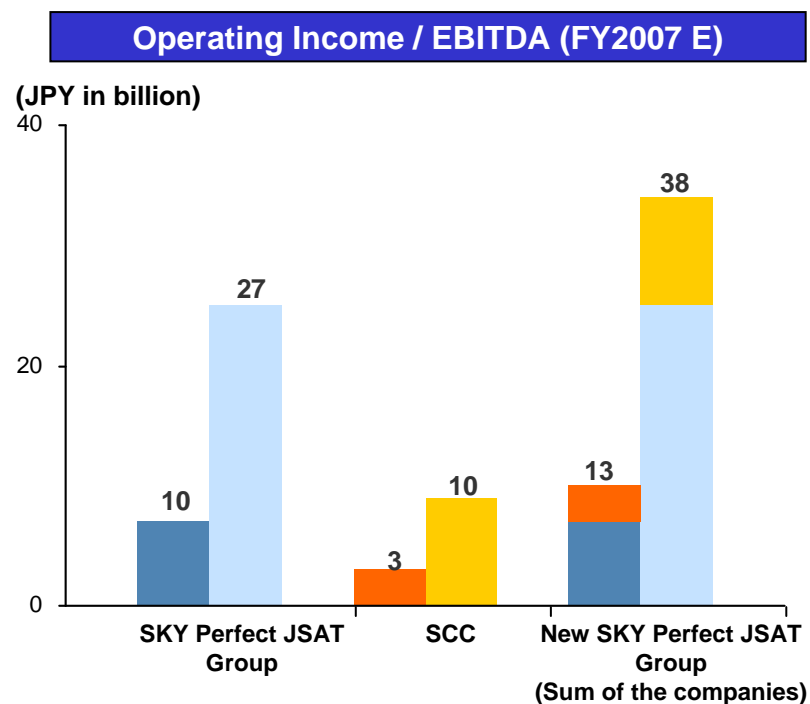
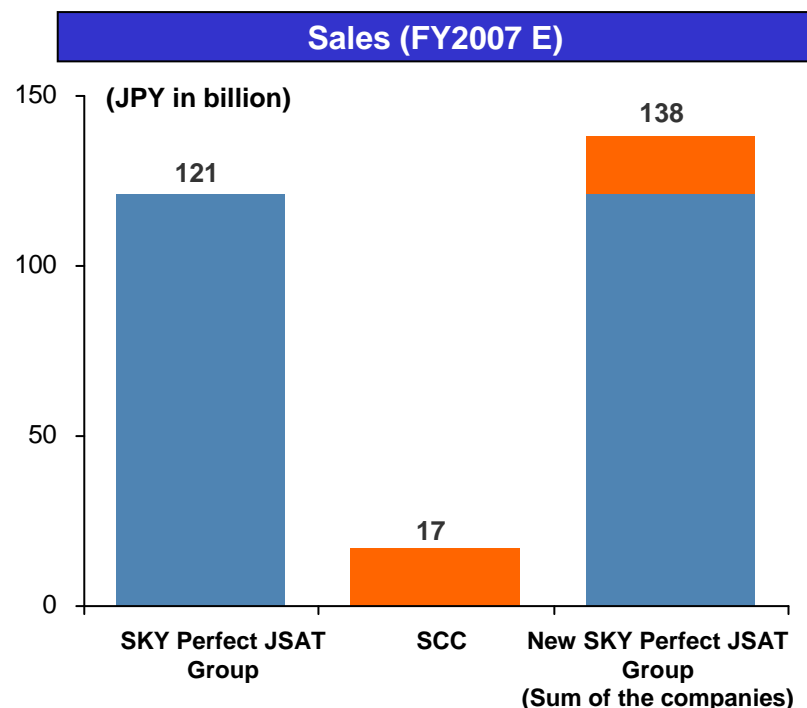
-Efficiencies through Horizontal Integration and Improve Services



→If all the above-listed conditions are achieved, it is possible to achieve a greater effect on profit than SCC's current ordinary income.

Synergy 3

-Enhanced Cash Flow Generation



Invest aggressively in multi-channel pay TV business to realize the growth potential leveraging the stable profit / cash flows from the satellite business

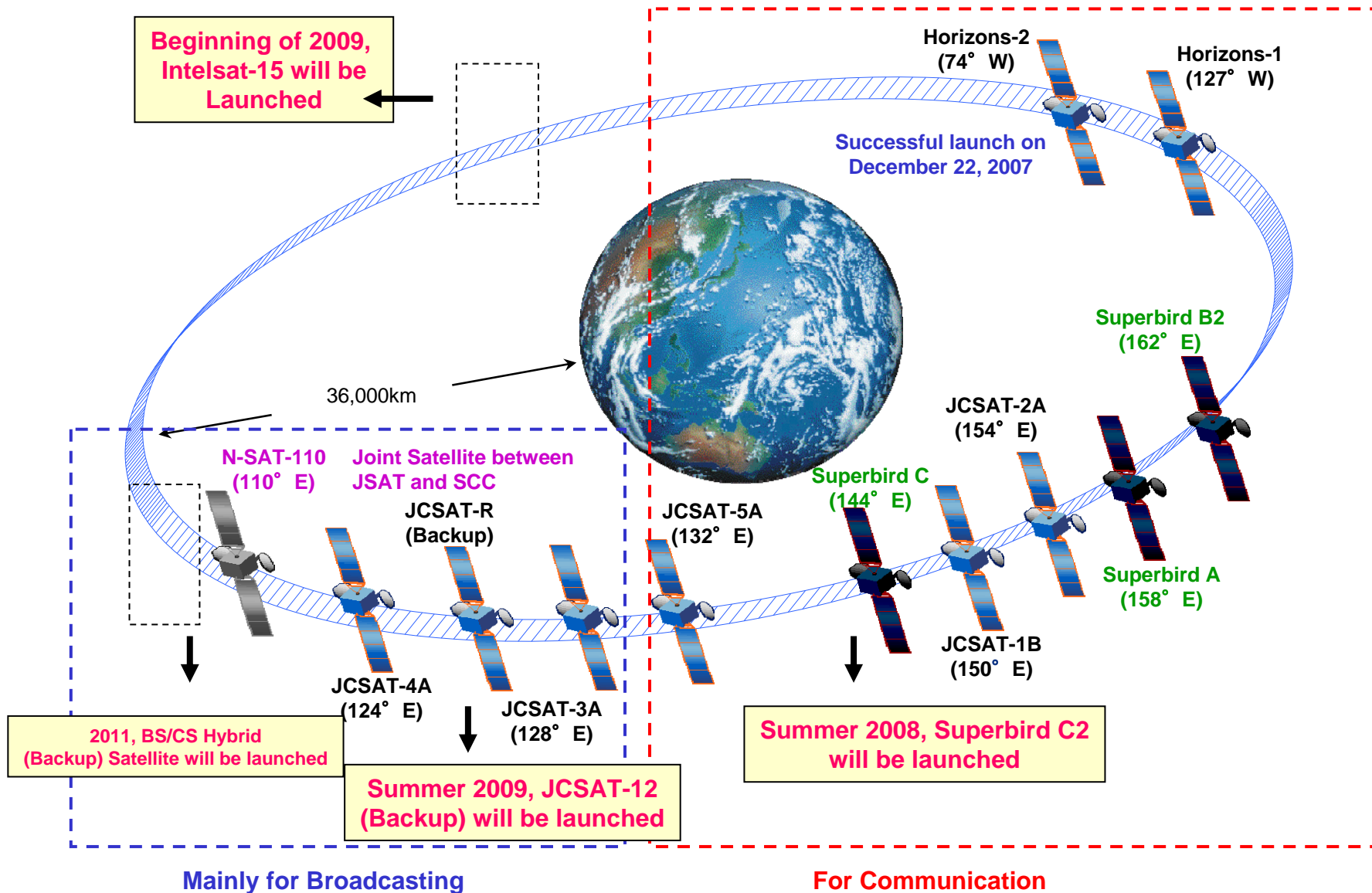
- Acquisition of new subscribers
- Investment in HD transition, promotion.....

•Forecasts regarding SCC are not forecasts announced by SCC but the figures assumed by SKY Perfect JSAT, considering SCC's business results of FY2006

Satellite Fleet Status after the Acquisition



SKY Perfect JSAT Corporation



New Directors of Space Communications Corporation



New Post	Name	Present Post
Representative Director	Yutaka Nagai	JSAT Board Director & Senior Managing Executive Officer
Director	Yoichi Ilzuka	JSAT Board Director & Senior Managing Executive Officer
Director	Hideaki Kido	JSAT Managing Executive Officer
Director	Osamu Kato	JSAT Managing Executive Officer CCO & CRO
Director	Koki Koyama	JSAT Executive Officer
Corporate Auditor	Masataka Hattori	JSAT Corporate Auditor
Corporate Auditor	Shoichi Kameyama	SKY Perfect JSAT Corporate Auditor JSAT Corporate Auditor

* Formal decision regarding this matter will be made at the General Meeting of Shareholders of SCC to be held on March 31, 2008 and the subsequent Board of Directors Meeting.

Return to Shareholders

Our Policy of Return to Shareholders



SKY Perfect JSAT Group makes efforts to

- establish stable management bases,
- maintain sound financial characteristics, and
- fulfill retained earnings to prepare for aggressive business expansion,

and set

stable dividends

as a basic policy.

Revision of the Dividend Forecast



SKY Perfect JSAT Group is scheduled to

Distribute 1,500 yen / share as an annual dividend.
*** Including 300 yen as the commemorative dividend**

- ◆ **Dividend in March, 2008: Interim Dividend ¥500/share
Annual Dividend (total)
¥1,500/share**
- ◆ **Dividend yield: 4.1%**
(Calculated by ¥36,600, share price on March 10, 2008)
- ◆ **Basic ordinary dividend in the next year is ¥1,200/share.**

Elimination of Treasury Stocks

SKY Perfect JSAT Group is scheduled to

eliminate 250,000 shares of treasury stock
on April 30, 2008.
(6.76% of total issued stocks)

✓ Estimated number of issued stocks after the elimination

3,696,037 → 3,446,037 shares

✓ Estimated number of treasury stocks after the elimination

274,791 → 24,791 shares

→ Agile capital strategies will be discussed continually.

Summary



April 2, 2007 Establishment of SKY Perfect JSAT Corporation

Company characteristics and strengths

- (1) Established leading position in the satellite communications business – Inclusion of SCC as subsidiary.
- (2) The largest number of channels and subscribers in the broadcasting business in Japan
- (3) Sound financial positions and ability to generate cash flow

From now

- (1) Expand stable profits by establishing dominant position in the satellite communication business
- (2) Accumulate profits by the acquisition of new customers through the promotion of HDTV in the broadcasting business
- (3) Positive attitude on return to shareholders

Statements about the SKY Perfect JSAT Group's forecasts, strategies, management policies and objectives contained in this presentation that are not based on historical facts constitute forward-looking statements. These statements are strictly based on management's assumptions, plans, expectations and judgments in light of information currently available.

Please direct any inquiries regarding IR information to the division in charge.

SKY Perfect JSAT Corporation
Public Relations & Investor Relations Department

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