

INTELSAT, LTD.
 UNAUDITED RECONCILIATION OF NET LOSS TO EBITDA
 (\$ in thousands)

	<u>Predecessor Entity</u> Three Months Ended September 30, 2007	<u>Successor Entity</u> Three Months Ended September 30, 2008	<u>Predecessor Entity</u> Nine Months Ended September 30, 2007	<u>Combined</u> Nine Months Ended September 30, 2008
Net loss	\$ (42,569)	\$ (179,291)	\$ (189,315)	\$ (673,939)
Add:				
Interest expense, net	239,589	368,339	758,864	1,009,962
Provision for income taxes	9,877	16	23,382	9,208
Depreciation and amortization	197,609	217,285	588,002	642,680
EBITDA	<u>\$ 404,506</u>	<u>\$ 406,349</u>	<u>\$ 1,180,933</u>	<u>\$ 987,911</u>
EBITDA margin	74%	68%	73%	56%

Note:

Intelsat, Ltd. EBITDA consists of earnings before interest, taxes and depreciation and amortization. EBITDA is a measure commonly used in the fixed satellite services sector, and Intelsat presents Intelsat, Ltd. EBITDA to provide further information with respect to its operating performance. Intelsat, Ltd. EBITDA margin is defined as Intelsat, Ltd. EBITDA divided by total revenues. Intelsat uses Intelsat, Ltd. EBITDA as one criterion for evaluating its performance relative to that of its peers. Intelsat believes that Intelsat, Ltd. EBITDA is an operating performance measure, and not a liquidity measure, that provides investors and analysts with a measure of operating results unaffected by differences in capital structures, capital investment cycles and ages of related assets among otherwise comparable companies. However, Intelsat, Ltd. EBITDA and Intelsat, Ltd. EBITDA margin are not measures of financial performance under GAAP, and may not be comparable to similarly titled measures of other companies. You should not consider Intelsat, Ltd. EBITDA or Intelsat, Ltd. EBITDA margin as an alternative to operating income or net loss or operating or net income (loss) margin, determined in accordance with GAAP, as an indicator of Intelsat's operating performance, or as an alternative to cash flows from operating activities, determined in accordance with GAAP, as an indicator of cash flows or as a measure of liquidity.

INTELSAT, LTD.
 UNAUDITED RECONCILIATION OF CASH FLOW FROM OPERATIONS TO
 NEW BERMUDA ADJUSTED EBITDA AND SUB HOLDCO ADJUSTED EBITDA
 (\$ in thousands)

	Predecessor Entity	Successor Entity	Predecessor Entity	Combined
	Three Months Ended September 30, 2007	Three Months Ended September 30, 2008	Nine Months Ended September 30, 2007	Nine Months Ended September 30, 2008
Reconciliation of net cash provided by operating activities to net loss:				
Net cash provided by operating activities	\$ 216,934	\$ 386,927	\$ 430,149	\$ 687,497
Depreciation and amortization	(197,610)	(217,285)	(588,002)	(642,680)
Impairment of asset value	-	-	-	(63,644)
Provision for doubtful accounts	32	2,275	(6,245)	5,287
Foreign currency transaction gain	512	149	808	2,024
(Gain) loss on disposal of assets	(287)	(153)	(262)	(199)
Share-based compensation expense	(1,261)	(27)	(3,785)	(199,544)
Compensation cost paid by parent	-	-	(288)	-
Deferred income taxes	6,181	6,685	8,008	18,699
Amortization of bond discount and issuance costs	(18,951)	(50,164)	(84,566)	(167,657)
Interest paid-in-kind	-	(62,422)	-	(140,678)
Share in (gain) loss of unconsolidated affiliates	47	(17,487)	(6,884)	(17,262)
Gain on undesignated interest rate swaps	(11,817)	(28,842)	(9,654)	35,531
Loss on prepayment of debt and other non-cash items	1,430	613	(9,948)	(443)
Changes in operating assets and liabilities, net of effect of acquisition	(37,779)	(199,560)	81,354	(190,870)
Intelsat, Ltd. net loss	(42,569)	(179,291)	(189,315)	(673,939)
Add (Subtract):				
Interest expense, net	239,589	368,339	758,864	1,009,962
Provision for income taxes	9,877	16	23,382	9,208
Depreciation and amortization	197,609	217,285	588,002	642,680
Intelsat, Ltd. EBITDA	404,506	406,349	1,180,933	987,911
Add (Subtract):				
Parent and intercompany expenses, net	5,132	4,237	12,138	10,508
Compensation and benefits	918	443	4,489	4,781
Restructuring and transaction costs	(55)	-	7,088	313,102
Acquisition related expenses	5,176	2,312	18,163	7,929
Share in (gain) loss of unconsolidated affiliates	(47)	17,487	7,284	17,247
Satellite impairment charge	-	-	-	63,644
(Gain) loss on undesignated interest rate swaps	9,488	36,609	2,760	(19,820)
Non-recurring and other non-cash items	5,536	9,156	17,210	18,686
Satellite performance incentives	(3,659)	(2,578)	(11,209)	(8,476)
New Bermuda Adjusted EBITDA	426,995	474,015	1,238,856	1,395,512
New Bermuda Adjusted EBITDA Margin	78%	79%	77%	79%
Add (Subtract):				
Intelsat Corp Adjusted EBITDA	(176,076)	(191,833)	(523,152)	(592,885)
Parent and intercompany expenses	(114)	576	206	///
Non-recurring intercompany expenses	-	-	-	34,991
Satellite performance incentives	3,659	2,578	11,209	8,476
Sub Holdco Adjusted EBITDA	\$ 254,464	\$ 285,336	\$ 727,119	\$ 846,871

Note:

Intelsat calculates a measure called New Bermuda Adjusted EBITDA, based on the term Adjusted EBITDA, as defined in the indenture governing the 11 1/4% Senior Notes due 2017 and 11 1/2%/12 1/2% Senior PIK Election Notes due 2017. New Bermuda Adjusted EBITDA consists of Intelsat, Ltd. EBITDA as adjusted to exclude or include certain unusual items, certain other operating expense items and other adjustments permitted in calculating covenant compliance under this indenture as described in the table above. New Bermuda Adjusted EBITDA as presented above is calculated only with respect to Intelsat Bermuda and its subsidiaries. New Bermuda Adjusted EBITDA is a material component of certain ratios used in this indenture, such as the unsecured indebtedness leverage ratio and the secured indebtedness leverage ratio. New Bermuda Adjusted EBITDA Margin is defined as New Bermuda Adjusted EBITDA divided by Intelsat Bermuda total revenues.

Intelsat also calculates a measure called Sub Holdco Adjusted EBITDA, based on the term Consolidated EBITDA, as defined in the Credit Agreement of Intelsat Sub Holdco dated as of July 3, 2006, as amended. Sub Holdco Adjusted EBITDA consists of EBITDA as adjusted to exclude certain unusual items, certain other operating expense items and other adjustments permitted in calculating covenant compliance under the Credit Agreement as described in the table above. Sub Holdco Adjusted EBITDA as presented above is calculated only with respect to Intelsat Sub Holdco and its subsidiaries. Sub Holdco Adjusted EBITDA is a material component of certain covenant ratios used in the Credit Agreement that apply to Intelsat Sub Holdco and its subsidiaries, such as the secured debt leverage ratio and total leverage ratio.

New Bermuda Adjusted EBITDA, Sub Holdco Adjusted EBITDA and New Bermuda Adjusted EBITDA Margin are not measures of financial performance under GAAP, and may not be comparable to similarly titled measures of other companies. You should not consider Sub Holdco Adjusted EBITDA, New Bermuda Adjusted EBITDA or New Bermuda Adjusted EBITDA Margin as alternatives to operating income or net loss or operating or net income (loss) margin, determined in accordance with GAAP, as indicators of Intelsat's operating performance, or as alternatives to cash flows from operating activities, determined in accordance with GAAP, as indicators of cash flows or as measures of liquidity.

INTELSAT, LTD.
 UNAUDITED RECONCILIATION OF NET CASH PROVIDED BY OPERATING ACTIVITIES
 TO FREE CASH FLOW FROM OPERATIONS
 (\$ in thousands)

	<u>Predecessor Entity</u>	<u>Successor Entity</u>	<u>Predecessor Entity</u>	<u>Combined</u>
	Three Months Ended September 30, 2007	Three Months Ended September 30, 2008	Nine Months Ended September 30, 2007	Nine Months Ended September 30, 2008
Net cash provided by operating activities	\$ 216,934	\$ 386,927	\$ 430,149	\$ 687,497
Payments for satellites and other property and equipment (including capitalized interest)	(126,852)	(99,149)	(368,395)	(304,012)
Free cash flow from operations	<u>\$ 90,082</u>	<u>\$ 287,778</u>	<u>\$ 61,754</u>	<u>\$ 383,485</u>

Note:

Free cash flow from operations consists of net cash provided by operating activities, less payments for satellites and other property and equipment (including capitalized interest). Free cash flow from operations is not a measurement of cash flow under GAAP. Intelsat believes free cash flow from operations is a useful measure of financial performance that shows a company's ability to fund its operations. Free cash flow from operations is used by Intelsat in comparing its performance to that of its peers and is commonly used by analysts and investors in assessing performance. Free cash flow from operations does not give effect to cash used for debt service requirements, and thus does not reflect funds available for investment or other discretionary uses. Free cash flow from operations is not a measure of financial performance under GAAP, and may not be comparable to similarly titled measures of other companies. You should not consider free cash flow from operations as an alternative to operating or net income, determined in accordance with GAAP, as an indicator of Intelsat's operating performance, or as an alternative to cash flows from operating activities, determined in accordance with GAAP, as an indicator of cash flows or as a measure of liquidity.