ORIGINAL

Celsat America, Inc. 532 S. Gertruda Avenue Redondo Beach, CA 90277

RECEIVED

JUL 1 6 2003

July 16, 2003

Federal Communications Commission Office of Secretary

Received

Marlene H. Dortch Secretary Federal Communications Commission 445 12th Street, S.W. Washington, DC 20554

JUL 2 5 2003

Policy Branch International Bureau Int'l Bureau

JUL 1 8 2003

Front Office

Re:

Celsat America, Inc.

Certification of Milestone Compliance

Dear Ms. Dortch:

This letter serves to certify that Celsat America, Inc. ("Celsat") has met the second milestone set forth in its 2 GHz Mobile Satellite Service ("MSS") license, as modified by Celsat's Ka-band feeder link license.

The FCC granted Celsat a 2 GHz MSS license on July 17, 2001.² Subsequently, the FCC granted Celsat a Ka-band license for feeder links for Celsat's 2 GHz MSS system on August 3, 2001.³ The Ka-band License modified the milestones as set forth in the 2 GHz MSS License. The second milestone for the Celsat satellite system is July 17, 2003, by which time Celsat must have completed Critical Design Review (CDR) for its satellite system. In its 2000 decision announcing service rules for 2 GHz MSS licensees, the Commission indicated that "[s]ystem proponents certifying completion of [the CDR] milestone must support their certification with a declaration by the satellite manufacturing company stating the date on which CDR was completed."⁴

See FCC File Nos. 26/27/28-DSS-P-94, 36-SAT-AMEND-95, 65/66/67-SAT-AMEND-96, 192-SAT-AMEND-97, 88-SAT-AMEND-98; and IBFS Nos. SAT-A/O-19940408-00016/17/18, SAT-AMD-19941125-00089, SAT-AMD-19960124-00007/8/9, SAT-AMD-19970925-00124, SAT-AMD-19980113-00009, SAT-AMD-20001103-00153.

See Order and Authorization, DA 01-1632 (the "2 GHz MSS License").

See Order and Authorization, DA 01-1682 (the "Ka-band License").

See In the Matter of The Establishment of Policies and Service Rules for the Mobile Satellite Service in the 2 GHz Band, 15 FCC Red 16127, ¶ 108 (2000).

The attached letter from Celsat's manufacturing company, Loral, certifies that CDR was completed on June 20, 2003. Accordingly, Celsat has met its second construction milestone as required by the 2 GHz MSS License and the Ka-band License.

Durid DOTE

David D. Otten

Chairman and Chief Executive Officer

Celsat America, Inc.



3825 Fabian Way Palo Alto, CA 94303.4039

July 9, 2003

David D. Otten Chairman & CEO Celsat America, Inc. 532 S. Gertruda Avenue Redondo Beach, CA 90277

Dear Mr. Otten:

Pursuant to our Satellite manufacturing contract dated July 15, 2002, Section 2.2-A Loral is submitting this formal declaration of the successful and timely completion/ approval of the critical design review (CDR) of Celsat's proposed 2 GHz mobile satellite system ahead of its contractually required date of 10 July 2003. By this letter, SS/L hereby certifies that the CDR on the Celsat satellite was completed on June 20, 2003.

In accordance with Section 1.16 of the rules of the Federal Communications Commission, 47 C.F.R. § 1.16, the undersigned, acting on behalf of Loral, hereby declares under penalty of perjury that the foregoing is true and correct.

Executed on _

Sincerely,

Edward M. Hunter

Celsat Advanced Program Director

Space Systems\Loral, Inc.