

Presentation to Investors

**For the Three and Nine Month Periods Ending
September 30, 2008**

November 10, 2008

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The purpose of this presentation is to update lenders and note holders with respect to Telesat’s financial performance for the three and nine month periods ending September 30, 2008, capital expenditures for the three and nine month periods ending September 30, 2008, and to report on the progress of business initiatives during the 2008 fiscal year. Please note that financial information may be found on Telesat’s website at www.telesat.com under the heading “investor relations”.

- Quarterly revenues were \$172 million; quarterly EBITDA was \$110 million
- EBITDA margin improved to 64% from 61% at the end of the 2nd quarter
- Nimiq 4 successfully launched and in commercial service since October 2008 – fully sold to Bell TV
- T11N expected to launch in the 1st quarter of 2009 with commercial service in the 2nd quarter of 2009
- Michel Cayouette joined Telesat as Chief Financial Officer replacing Ted Ignacy who retired in September, 2008

2008 Q3 and YTD Results



Telesat Holdings Inc. Consolidated Statements of Earnings

<i>(in millions of Canadian dollars)</i>	Three months ended September 30, 2008	Three months ended June 30, 2008	Q3 vs Q2 2008 Variance	YTD
Service revenues	166.6	161.9	4.7	483.7
Equipment sales revenues	5.6	7.6	(2.0)	20.7
Operating revenues	172.2	169.5	2.7	504.4
Operations and administration expense	57.6	59.6	2.0	176.7
Cost of equipment sales	4.6	5.9	1.3	16.5
Operating expenses	62.2	65.5	3.3	193.2
EBITDA	110.0	104.0	6.0	311.2
Amortization	57.4	57.4	0.0	173.5
Earnings from operations	52.6	46.6	6.0	137.7
Interest expense	64.1	55.7	(8.4)	(185.1)
Other expense (income)	55.7	(39.1)	(94.8)	(107.5)
Income (loss) before income taxes	(67.2)	30.0	(97.2)	(154.9)
Income taxes expense (recovery)	(5.1)	17.6	(22.7)	(3.8)
Net income (loss)	(62.1)	12.4	(74.5)	(151.1)

2008 Q3 Results



Telesat Holdings Inc. vs Telesat Canada and Loral Skynet
3 months ended September 30, 2008 vs. 3 months ended September 30, 2007
(in millions of Canadian dollars)

	2008	2007 (1)			Variance 2008 vs 2007
	Telesat Holdings Inc.	Telesat Canada	Loral Skynet	Total	
Service revenues	166.6	119.7	43.9	163.6	3.0
Equipment sales revenues	5.6	10.7	-	10.7	(5.1)
	172.2	130.4	43.9	174.3	(2.1)
Operating and administration expense	57.6	40.9	22.5	63.4	5.8
Cost of equipment sales	4.6	9.8	-	9.8	5.2
	62.2	50.7	22.5	73.2	11.0
EBITDA	110.0	79.7	21.4	101.1	8.9

(1) Unaudited, combined results of the legacy Loral Skynet and Telesat Canada businesses.

2008 Q3 Update – Capital Expenditures



Telesat Holdings Inc.

(in millions of Canadian dollars)

	Three Months Ended September 30, 2008	Nine Months Ended September 30, 2008
Satellite Programs (Total)	85.2	206.9
Less: Capitalized Interest	<u>10.9</u>	<u>30.9</u>
	74.3	176.0
Property Additions	<u>2.7</u>	<u>6.4</u>
	<u>77.0</u>	<u>182.4</u>