UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK

In re:	)	Chapter 11
TERRESTAR CORPORATION, *et al.*,[1]	)	Case No. 11-10612 (SHL)
Debtors.	)	Jointly Administered

MONTHLY OPERATING REPORT FOR THE PERIOD FROM FEBRUARY 1, 2012 TO FEBRUARY 29, 2012

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The undersigned, having reviewed the attached report and being familiar with the TSC Debtors' financial affairs, verifies under penalty of perjury, that the information contained therein is complete, accurate and truthful to the best of my knowledge.

Douglas Brandon, General Counsel &
Secretary of TerreStar Corporation

[1] The debtors in these chapter 11 cases, along with the last four digits of each debtor's federal taxpayer-identification number, are: (a) TerreStar Corporation [6127] ("***TSC***") and TerreStar Holdings Inc. [0778] (collectively, the "***February Debtors***"); (b) TerreStar New York Inc. [6394]; Motient Communications Inc. [3833]; Motient Holdings Inc. [6634]; Motient License Inc. [2431]; Motient Services Inc. [5106]; Motient Ventures Holding Inc. [6191]; and MVH Holdings Inc. [9756] (collectively, the "***Other TSC Debtors***" and, collectively with the February Debtors, the "***TSC Debtors***").

TERRESTAR CORPORATION, ET AL.[2]

Monthly Operating Reports
For the period from February 1, 2012 to February 29, 2012

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[2] This Monthly Operating Report includes information with respect to each of the TSC Debtors. As discussed further in the monthly operating report for TerreStar Networks Inc. ("***TSN***") and its affiliated debtors and debtors in possession (collectively, the "***TSN Debtors***"), dated March 18, 2011, as of February 23, 2011, the Other TSC Debtors are no longer being jointly administered with the TSN Debtors.

TERRESTAR CORPORATION, ET AL.
Debtors-in-Possession

Condensed Consolidated Balance Sheets
(Unaudited)

		February 29, 2012
ASSETS		
Current assets		
Cash and cash equivalents	$	7,173,976
Due from affiliated companies		53,340,188
Notes due from TerreStar Networks Inc. including accrued interest		59,156,165
Notes due from TerreStar Global LTD including accrued interest		16,136,715
Deferred issuance costs towards bridge loan		2,926,001
Other current assets		214,088
Total current assets		138,947,133
Intangible assets		177,480,000
Equity investments in affiliated companies		322,398,339
Total assets	$	638,825,472
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities		
Accounts payable and accrued expenses	$	4,002,825
Bridge loan, net		4,304,763
Deferred revenue		1,466,667
Other current liabilities		137,413
Series A cumulative convertible preferrred stock		90,000,000
Series B cumulative convertible preferred stock		318,500,000
Series A and Series B cumulative convertible preferred stock dividends payable		70,814,844
Total current liabilities		489,226,512
Deferred income taxes		25,773,205
Total liabilities		514,999,717
Stockholders' equity		
Series C preferred stock ($0.01 par value, 1 share authorized and 1 share issued and outstanding at February 29, 2012)		-
Series D preferred stock ($0.01 par value, 1 share authorized and 1 share issued and outstanding at February 29, 2012)		-
Series E junior convertible preferred stock ($0.01 par value, 1,900,000 shares authorized and 1,200,000 shares issued and outstanding at February 29, 2012)		12,000
Common stock; voting, par value $0.001; authorized 240,000,000 shares; 143,280,100 shares issued and 139,328,898 shares outstanding as of February 29, 2012		1,432,801
Additional paid-in capital		964,763,855
Treasury stock (3,951,202 common shares held in treasury stock at February 29, 2012)		(73,876,875)
Accumulated deficit		(768,506,026)
Total stockholders' equity		123,825,755
Total liabilities and stockholders' equity	$	638,825,472

TERRESTAR CORPORATION, ET AL.
Debtors-in-Possession

Condensed Consolidated Statements of Operations
(Unaudited)

	Month Ended February 29, 2012
Revenues	$ 2,000,000
Operating expenses	
General and administrative	1,457,724
Total operating expenses	1,457,724
Net operating income	542,276
Interest expense	(50,323)
Accrued Dividends on Series A&B Preferred Stock	(2,052,604)
Interest and other income	131,794
Loss before income taxes	(1,428,857)
Net Loss	(1,428,857)

The accompanying notes are an integral part of these condensed consolidated financial statements.

TERRESTAR CORPORATION, ET AL.
Debtors-in-Possession

Condensed Consolidated Statements of Cash Flows
(Unaudited)

		Month Ended February 29, 2012
Cash Flows From Operating Activities		
Net loss	$	(1,428,857)
Adjustments to reconcile net loss to net cash used in operating activities:		
Interest income- Affiliates		(125,934)
Changes in assets and liabilities:		
Accounts payable and accrued expenses		229,830
Accrued interest		1,366
Accrued dividends on Series A&B preferred stock		2,052,604
Other current assets		23,700
Net cash received in operating activities		752,709
Net increase in cash and cash equivalents		752,709
Cash and cash equivalents, beginning of period		6,421,267
Cash and cash equivalents, end of period	$	7,173,976

The accompanying notes are an integral part of these condensed consolidated financial statements.

TERRESTAR CORPORATION, ET AL.
Debtors-in-Possession

Notes to Condensed Consolidated Financial Statements

1. Background and Bankruptcy

Background - TerreStar Corporation ("***the Company***," "***TSC***," "***we***," "***us***" or "***our***") is a Delaware corporation whose main assets are its rights to use 1.4 GHz terrestrial spectrum ("***1.4 Spectrum***") pursuant to 64 FCC licenses held by TerreStar 1.4 Holdings LLC ("***1.4 Holdings***"), a non-debtor that is wholly owned by TerreStar Holdings Inc.

In September 2009, 1.4 Holdings entered into a lease agreement (the "***Spectrum Lease***") with One Dot Four Corp. ("***One Dot Four***"), pursuant to which One Dot Four leases the right to use the 1.4 Spectrum for which 1.4 Holdings holds the FCC licenses. Pursuant to the Spectrum Lease, One Dot Four pays 1.4 Holdings $2,000,000 per month. One Dot Four has prepaid the Spectrum Lease through June 2011.

Although TSC, through its wholly owned subsidiary Motient Ventures Holding Inc. ("***MV Holding***"), has an indirect 89% ownership interest in TerreStar Networks Inc. ("***TSN***"), which operates a separate and distinct mobile communications business, it is expected that this ownership interest will be divested through TSN's chapter 11 proceedings.

Chapter 11 Cases – On October 19, 2010 (the "***October Petition Date***"), the Other TSC Debtors each filed a voluntary petition for relief in the United States Bankruptcy Court for the Southern District of New York (the "***Court***") under chapter 11 of title 11 of the United States Code (the "***Bankruptcy Code***"). On February 16, 2011 (the "***February Petition Date***"), the February Debtors each filed a voluntary petition for relief under chapter 11 of the Bankruptcy Code with the Court. On February 23, 2011, the Court entered an order approving the joint administration of the February Debtors' cases with the Other TSC Debtors' cases [Docket No. 11].[3] In addition, the Court entered an order applying certain orders that were entered in the TSN Debtors' chapter 11 cases to the February Debtors [Docket No. 13, 41].[4]

The TSC Debtors are operating their businesses and managing their property as debtors in possession pursuant to sections 1107(a) and 1108 of the Bankruptcy Code.

On the February Petition Date, the February Debtors and MV Holding sought approval of ongoing access to cash collateral as well as approval to enter into an aggregate $13,368,421.05 secured debtor-in-possession financing facility (the "***DIP Facility***"), with the February Debtors as borrowers and MV Holding as guarantor. The DIP Facility is secured by a first lien on all of the February Debtors' assets, subject to certain existing liens.

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[3] In connection therewith, on February 23, 2011, the Court entered an order modifying the joint administration order in the TSN Debtors' cases to provide that the Other TSC Debtors' cases would no longer be jointly administered with the TSN Debtors' chapter 11 cases.

[4] The orders entered in the TSN Debtors' chapter 11 cases that the Court made applicable to the February Debtors' cases included orders regarding the cash management systems, interim compensation procedures, creditor matrix, case management, insurance coverage and payment of taxes. The Court also applied orders covering the retention of Akin Gump Strauss Hauer & Feld LLP, The Garden City Group, Inc. and various law firms and professionals to the February Debtors.

The DIP Facility carries a 12.5% interest rate. The DIP Facility contains negative and affirmative covenants standard for debtor-in-possession financing facilities, as well as various operational performance covenants. The DIP Facility contains various events of default, including, without limitation, that on or before November 30, 2011, the Court shall have entered an order confirming a plan of reorganization for the February Debtors.

On March 9, 2011, the Court entered an order approving the TSC Debtors' entry into the DIP Facility on a final basis [Docket No. 43]. The DIP Facility was paid and satisfied in full on January 3, 2012.

On June 16, 2011, the TSC Debtors filed a motion seeking to further extend their exclusive periods, thereby automatically extending their exclusive periods until a hearing on such motion could be held [Docket No. 112]. On July 18, 2011, the Court entered an order extending the TSC Debtors' exclusive periods through and including August 15, 2011 and October 14, 2011, respectively [Docket No. 132].

On July 22, 2011, the TSC Debtors filed an omnibus objection to certain proofs of claim that the TSC Debtors determined were asserted on account of equity interests in TSC, seeking to disallow and expunge such proofs of claim from the TSC Debtors' claims register [Docket No. 142]. The Court entered an order granting such objection on August 26, 2011 [Docket No. 176].

On July 22, 2011, the TSC Debtors filed the Joint Chapter 11 Plan of TerreStar Corporation, Motient Communications Inc., Motient Holdings Inc., Motient License Inc., Motient Services Inc., Motient Ventures Holding Inc., MVH Holdings Inc., TerreStar Holdings Inc. and TerreStar New York Inc. [Docket No. 141] (as may be amended, modified or supplemented from time to time, the "***Plan***"). On August 3, 2011, the TSC Debtors filed the Disclosure Statement for the Joint Chapter 11 Plan of TerreStar Corporation, Motient Communications Inc., Motient Holdings Inc., Motient License Inc., Motient Services Inc., Motient Ventures Holding Inc., MVH Holdings Inc., TerreStar Holdings Inc. and TerreStar New York Inc. [Docket No. 149] (as may be amended, modified or supplemented from time to time, the "***Disclosure Statement***"). On December 27, 2011, the TSC Debtors filed a revised Plan [Docket No. 313] and Disclosure Statement [Docket No. 315] to reflect, among other things, events that had transpired since the filing of the Plan and Disclosure statement, modify, add or amend certain language on account of comments received from various parties in interest in the Debtors' chapter 11 cases and correct various clerical and typographical errors. On January 12, 2012, the TSC Debtors filed a further revised Plan [Docket No. 336] and Disclosure Statement [Docket No. 338] to, among other things, modify, add or amend certain language on account of comments and objections received from various parties in interest. The Court entered an order approving the Disclosure Statement, as amended, on January 17, 2012 [Docket No. 343]. On February 3, 2012, the TSC Debtors filed the plan supplement documents, as contemplated by the Plan [Docket No. 364]. The TSC Debtors are currently soliciting the Plan for vote.

On August 9, 2011, the TSC Debtors, with the support of certain holders of preferred equity interests in TSC, filed a motion seeking approval of a compensation program to adequately compensate certain key executives of TSC who currently receive no compensation for their services provided to the TSC Debtors and to incentivize such key executives to maximize the net equity value of the TSC Debtors [Docket No. 155]. On August 18, 2011, Elektrobit Inc. ("***Elektrobit***") filed an objection to such motion and, as a result, the TSC Debtors agreed to defer consideration of the hearing on the transaction bonus portion of the motion until the hearing on confirmation of the TSC Debtors' plan. The Court entered an order approving the motion on August 26, 2011 [Docket No. 177].

On August 12, 2011, the TSC Debtors filed a motion seeking to further extend their exclusive periods during which only the TSC Debtors may file a chapter 11 plan and solicit acceptances thereof by 91 days, to November 14, 2011 and January 13, 2012, respectively [Docket No. 159]. On August 15, 2011, the Court entered a bridge order extending the TSC Debtors' exclusive period to file a chapter 11 plan until such time as the Court has entered an order determining the motion [Docket No. 160]. The Court entered an order granting such motion on September 19, 2011 [Docket No. 209].

On August 29, 2011, Jeffrey Swarts ("***Swarts***") filed an objection to the Disclosure Statement, which included a request for the Court to appoint an independent examiner to conduct a valuation of the TSC Debtors' interests in the 1.4 GHz spectrum [Docket No. 179]. The Swarts request was joined by Mohawk Capital LLC on September 15, 2011 [Docket No. 203]. On September 15, 2011, Aldo Perez also filed an objection to the Disclosure Statement, together with a request for the Court to appoint an examiner [Docket No. 207]. On September 15, 2011, the TSC Debtors and Solus each filed an objection to such request [Docket Nos. 201, 202]. A hearing on such requests was held on September 19, 2011, and the Court entered an order denying such requests on September 23, 2011 (the "***Denial Order***") [Docket No. 217].[5] On October 11, 2011, Aldo I. Perez filed a motion for reconsideration of the Denial Order and for appointment of an examiner [Docket No. 232]. This request was joined by Swarts [Docket No. 272]. A hearing on the motion to reconsider the Denial Order was held on November 16, 2011, where the Court denied the motion to reconsider the Denial Order and, separately, denied Mr. Perez's request to appoint an examiner in the TSC Debtors' cases [Docket No. 290]. Mr. Perez has filed a notice of appeal with respect to the Court's denial of his requests to appoint an examiner [Docket Nos. 310, 334 and 335].

On August 31, 2011, the TSC Debtors filed a stipulation, entered into by and among the TSC Debtors and Elektrobit, temporarily allowing and valuing Elektrobit's claim for voting purposes only [Docket No. 183]. On September 8, 2011, the Court entered an order approving such stipulation [Docket No. 193].

On September 6, 2011, the TSC Debtors filed an omnibus objection to certain proofs of claim that the TSC Debtors determined had been amended and superseded, were not in compliance with the Bankruptcy Code or the TSC Debtors' bar date order, had been fully or partially satisfied or were filed in an improper amount, seeking to disallow and expunge such proofs of claim from the TSC Debtors' claims register [Docket No. 187]. A hearing on such objection was held October 12, 2011, and the Court entered an order granting the relief requested on October 12, 2011 [Docket No. 234]. The hearing was adjourned to November 16, 2011 with respect to claim numbers 33, 61 and 64. Following the November 16, 2011 hearing, the Court entered a supplemental order disallowing and expunging such claims from the TSC Debtors' claims register [Docket No. 286].

On November 14, 2011, the TSC Debtors filed a motion to extend (a) the exclusive filing period through and including February 13, 2012 and (b) the exclusive solicitation period through and including April 13, 2012 [Docket No. 262]. Also on November 14, 2011, the Court entered a bridge order extending the TSC Debtors' exclusive filing period until the court has entered an order determining the motion. On December 21, 2011, the Court entered an order granting the TSC Debtors' motion to extend their exclusive periods [Docket No. 307].

On November 14, 2011, the TSC Debtors filed a motion to approve a settlement with Sprint Nextel Corporation ("***Sprint***") [Docket No. 270], one of the TSC Debtors' most significant claimholders, and the Preferred Shareholders. Sprint asserted a claim against each of the TSC Debtors in the amount of approximately $104 million. Pursuant to the proposed settlement, in full and final satisfaction of their claim against the TSC Debtors, Sprint will agree to forego any distribution they would be entitled to receive under the Plan (as defined below), and instead, will agree to receive an assignment of TSC's rights to receive the first $2.6 million payable on account of an intercompany claim. In short, rather than the TSC

[5] In July and August 2011, certain TSC shareholders requested the appointment of an official equity committee in the TSC Debtors' cases. The TSC Debtors and the TSN Committee each submitted a written response to such requests to the U.S. Trustee and, on September 2, 2011, the U.S. Trustee declined to appoint an official equity committee in these chapter 11 cases.

Debtors potentially (a) incurring millions of dollars in fees, (b) delaying exit from chapter 11 on account of time-consuming litigation, and (c) potentially having an additional $104 million in debt upon emergence from chapter 11, TSC will only have to assign its right to receive payment from TerreStar Networks Inc. of $2.6 million in cash to Sprint to resolve Sprint's claim. A hearing on the settlement was held on December 14, 2011, and the Court entered an order authorizing the TSC Debtors' entry into the settlement [Docket No. 299].

On November 16, 2011, the TSC Debtors filed an objection to the approximately $27.9 million claim asserted by Elektrobit, Inc. ("***Elektrobit***") in the TSC Debtors' cases [Docket No. 275]. The Preferred Shareholders also filed a joint objection to Elektrobit's claim [Docket No. 276]. On December 12, 2011, Elektrobit filed an omnibus response to the TSC Debtors' and Preferred Shareholders' objections. Elektrobit contemporaneously filed a motion to approve a case management order with respect to its claim. A status conference on the Elektrobit claim and case management order was held on January 10, 2012, and the Court approved an agreed case management order on January 25, 2012 [Docket No. 353].

On January 4, 2012, the TSC Debtors filed a motion to approve a settlement with Jefferies & Company, Inc. ("***Jefferies***"), resolving claim numbers 8-14, 81, 82 and 165-171 in an unsecured amount, as amended, of potentially over $14 million. Pursuant to the settlement, in full and final satisfaction of Jefferies' claims, Jefferies agreed to forego any distribution it would have been entitled to receive under the Plan, and instead agreed to receive an assignment of TSC's rights to receive cash on account of an intercompany claim against TSN up to an amount equal to $1 million minus the distribution that Jefferies receives from TSN based on allowed unsecured claim against TSN in the amount of $1.7 million. To the extent that these amounts do not equal $1 million, TSC will make a cash payment to Jefferies after the two distributions described above have been made so that Jefferies' total recovery is $1 million. The settlement was approved by the Court's order entered January 30, 2012 [Docket No. 358].

On January 9, 2012, Mohawk Capital LLC ("***Mohawk***") filed a motion seeking standing to pursue an alleged intercompany fraudulent transfer action [Docket No. 328]. The TSC Debtors filed an objection to Mohawk's motion on January 18, 2012 [Docket No. 345]. The Court denied Mohawk's standing motion by order entered on February 27, 2012 [Docket No. 400].

On January 26, 2012, the TSC Debtors filed an objection to the claim of Jeffrey M. and Patricia E. Swarts (Claim No. 142) [Docket No. 357]. In response to the objection, Swarts filed a declaration, response, and response addendum [Docket Nos. 363, 417, 423]. On March 12, 2012, the TSC Debtors' filed a reply to these documents [Docket No. 421]. A hearing on the claim objection was held on March 16, 2012. Following the hearing, additional documents submitted by Swarts in connection with his claim were entered on the docket [Docket Nos. 427, 429, 430]. The Court reserved judgment on the Swarts claim and set a supplemental response deadline of March 23, 2012.

On February 10, 2012, the TSC Debtors filed a motion seeking to further extend their exclusive periods during which only the TSC Debtors may file a chapter 11 plan and solicit acceptances thereof by 91 days, to May 14, 2012 and July 13, 2012, respectively [Docket No. 374]. On February 10, the Court entered a bridge order extending the TSC Debtors' exclusive period to file a chapter 11 plan until such time as the Court has entered an order determining the motion [Docket No. 375]. On March 20, 2012, the granted the TSC Debtors' motion to extend their exclusive periods on the record. The TSC Debtors expect that an order memorializing the ruling will be entered on the docket in the near term.

On February 10, 2012, the TSC Debtors filed a motion seeking entry of an order establishing notification and hearing procedures that must be satisfied before certain transfers of preferred stock of TSC or of any beneficial therein, including options to acquire such stock, are deemed effective [Docket No. 376]. On February 17, 2012, the Court entered an interim order establishing such notification and hearing procedures

[Docket No. 387]. A final hearing on the motion was held on March 7, 2010, and the Court entered a final order approving the motion on March 8, 2012 [Docket No. 413].

2. Significant Accounting Policies

Basis of Presentation **-** The condensed consolidated financial statements are prepared in accordance with generally accepted accounting principles in the United States of America ("***GAAP***"). The financial statements include the accounts of the Company and its wholly owned subsidiary TerreStar 1.4 Holdings LLC.

The accompanying condensed consolidated financial statements do not include any adjustments that results in connection with our filing for reorganization under Chapter 11 on February 16, 2011.

Use of Accounting Estimates **-** The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. The Company's most significant estimates relate to the fair value of stock-based compensation, and long-lived assets. Due to the inherent uncertainty involved in using estimates, actual results reported in future periods could differ from those estimates.

Cash and Cash Equivalents **-** The Company considers all highly liquid investments with original maturities of ninety days or less to be cash equivalents. The carrying amount of cash and cash equivalents approximates fair value because of the short maturity of those instruments.

Concentrations of Credit Risk **-** Financial instruments, which are potentially subject to concentrations of credit risk, consist principally of cash and short-term investments. We periodically invest funds in short-term investments primarily in United States Treasury money market funds. At February 29, 2012, we had approximately $7.2 million in highly liquid short-term investments. To date, we have not experienced any losses on cash or investments.

Fair Value of Financial Instruments **-** The carrying amounts of certain of our financial instruments, such as cash and cash equivalents, restricted cash, investments, receivables, accounts payable and accrued liabilities approximate their fair values based on their short maturities. The fair value of certain financial instruments such as our Series A & B Preferred Stock differs from its carrying value recorded in the accompanying condensed consolidated financial statements.

Intangible Asset **-** Intangible assets consists of the value of indefinite lived 1.4GHz spectrum licenses. No impairment, if any, is recorded, pursuant to Chapter 11 filing by the TSC Debtors on February 16, 2011.

Equity Investments – Our equity investment in affiliates primarily consist of approximately 89.3% and 86.5% interest in TerreStar Networks Inc. and TerreStar Global Ltd., respectively.

Revenue Recognition **-** Our revenue currently is derived primarily from a spectrum-leasing agreement. We recognize spectrum lease revenue over the term of the lease.

Income Taxes **-** Income taxes are accounted for using the liability method of accounting. Deferred tax assets and liabilities are recognized for future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax basis. Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect on deferred tax assets and liabilities of a change in tax rates is recognized in income in the period that includes that enacted date. If it is more likely than not that some portion of all of the deferred tax assets will not be realized, a valuation allowance is recognized.

Series A and B Preferred Stock

Pursuant to the outstanding redemption obligation as of August 15, 2010, we account for Series A and B Preferred Stock as current liability under the applicable accounting standard guidance. Dividends on Series A and B Preferred Stock are due bi-annually in April and October, payable at TSC's option in cash at a rate of 5.25% per annum or in common stock at a rate of 6.25% per annum through August 2010. Per the terms of the issuance, on August 2010, we had a redemption requirement of $408.5 million in principal plus unpaid dividends accrued. We did not redeem the Series A and B Preferred Stock on the redemption date.

TERRESTAR CORPORATION, ET AL.

Debtors-in-Possession

Schedule of Cash Disbursements by Legal Entity

Debtor	Case Number	Period from February 1, 2012 to February 29, 2012 Disbursements
TSC Debtors		
TerreStar Corp.	11-10612	$1,247,576
TerreStar Holdings Inc.	11-10613	-
TerreStar New York Inc.	10-15445	-
Motient Communications Inc.	10-15452	-
Motient Holdings Inc.	10-15453	-
Motient License Inc.	10-15454	-
Motient Services Inc.	10-15455	-
Motient Ventures Holding Inc.	10-15458	-
MVH Holdings Inc.	10-15462	-

TERRESTAR CORPORATION, ET AL.
Debtors-in-Possession

Debtor Questionnaire

Case No.	
(Jointly Administered)	11-10612 (SHL)
Reporting Period	February 29, 2012

Must be completed each month. If the answer to any of the questions is "Yes", provide a detailed explanation of each item. Attach additional sheet if necessary.	**Yes**	**No**
Have any assets been sold or transferred outside the normal course of business this reporting period?		X
Have any funds been disbursed from any account other than a debtor in possession account this reporting period?		X
Is the Debtor delinquent in the timely filing of any post-petition tax returns?		X
Are workers compensation, general liability or other necessary insurance coverages expired or cancelled, or has the debtor received notice of expiration or cancellation of such policies?		X
Is the Debtor delinquent in paying any insurance premium payment?		X
Have any payments been made on pre-petition liabilities this reporting period?		X
Are any post petition receivables (accounts, notes or loans) due from related parties?		X
Are any post petition payroll taxes past due?		X
Are any post petition State or Federal income taxes past due?		X
Are any post petition real estate taxes past due?		X
Are any other post petition taxes past due?		X
Have any pre-petition taxes been paid during this reporting period?		X
Are any amounts owed to post petition creditors delinquent?		X
Are any wage payments past due?		X
Have any post petition loans been received by the Debtor from any party?	X(1)	
Is the Debtor delinquent in paying any U.S. Trustee fees?		X
Is the Debtor delinquent with any court ordered payments to attorneys or other professionals?		X
Have the owners or shareholders received any compensation outside of the normal course of business?		X

(1) Represents DIP Facility more fully described on pages 7 and 8 of the Monthly Operating Report. The DIP Facility was repaid in full on or about January 3, 2012.

TERRESTAR CORPORATION, ET AL.
Debtors-in-Possession

Schedule of Payments to Insiders and Professionals

	Period From Feb 1 - Feb 29 Disbursements
Retained Professionals	
Akin Gump Strauss Hauer & Feld LLP	$263,577
Other Professionals	
Weil Gotshal	479,292
Wachtell Lipton Rosen & Katz	345,694
Insiders	
Board of Directors	-
Partial Compensation Payment	- (1)

(1) Pursuant to the order approving the TSC Debtors' Management Compensation Program entered by the Court on August 26, 2011 [Docket No. 177], the TSC Debtors have paid a total of $300,000 to executives Jeffery Epstein, Douglas Brandon, and Vincent Loiacono.