

For Release June 8, 2004

Novra Technologies and Norsat International to Provide IP-to-MPEG Encapsulation Services to Loral Skynet

Winnipeg, Canada (June 8, 2004) - Novra Technologies Inc. (NVI: TSX; Venture), a provider of broadband technologies for satellite, cable and wireless networks, and Norsat International Inc. (TSX-NII.TO, OTC BB-NSATF.OB) today announced that they will provide Loral Skynet, Bedminster, NJ, with IP-to-MPEG Encapsulation products and services – a key component of the company's SkyReach^(SM) family of Internet Protocol (IP)-based networking services.

After having recently entered into a partnership agreement for the Open Networks technology, Norsat and Novra continue to work closely together on IP-to-MPEG Encapsulation technology. This technology is a key component of SkyReach, IP-based services that provide secure private networks and high-speed Internet access using Skynet's established global satellite and fiber communications infrastructure. Included in the sale are a number of IP Encapsulators (IPE's), plus custom development of the IPE's to support Loral Skynet's existing ATM infrastructure.

"We selected Novra's forward-link IP encapsulation technology because it provided a carrier-grade product set that fully met our requirements. We found the Novra/Norsat team very experienced and extremely responsive to our needs and we are confident that using this technology, we can exceed our SkyReach customers' requirements," confirmed Richard H. Currier, executive vice president, engineering and technical operations, Loral Skynet

"I am extremely pleased how smoothly the Open Networks group has integrated into Novra. During this transition period, we have been able to provide seamless support to Skynet while providing them with a superior technical solution. We will build on this early success, and continue to offer Skynet our full support as we go forward," stated Harris Lontas, president and CEO of Novra Technologies, Inc.

About Novra Technologies Inc.

Novra Technologies offers premium broadband products, applications and services centered on DVB-IP and multicasting technology. Current products include the S75, A75 and the C75 (high throughput, cost effective DVB satellite and cable receivers), the IPE-400 series of IP Encapsulators, DisseMedia (a multicast file server technology) and the SSP100 (a broadband media store and play appliance).

About Norsat International Inc.

Norsat International Inc. designs and markets satellite products for high-speed data transmission, including the Norsat OmniLink™ group of portable satellite terminals for application in remote or hostile environments.

About Loral Skynet

A pioneer in the satellite industry, Loral Skynet continues to deliver the superior service quality and range of satellite solutions that have made it an industry leader for more than 40 years. Through the broad coverage of the Telstar and Loral Global Alliance satellite fleets, and in combination with its established hybrid VSAT/fiber global network infrastructure, Skynet offers a unique, single source for all broadcast, data network, Internet access, IP and systems integration

needs. Headquartered in Bedminster, New Jersey, Skynet is dedicated to providing secure, high-quality connectivity and communications. Loral Skynet is a subsidiary of Loral Space & Communications (OTCBB: LRLSQ). For more information, visit www.loralskynet.com.

Forward Looking Statements

Statements in this release relating to matters that are not historical fact are forward-looking statements based on current expectations, forecasts and assumptions that involve risks and uncertainties that could cause actual outcomes and results to differ materially. Factors that could cause or contribute to such differences include, but are not limited to general economic conditions, changes in technology, reliance on third party manufacturing, managing rapid growth, global sales risks, limited intellectual property protection and other risks and uncertainties described in Norsat's public filings with securities regulatory authorities.

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