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May 9, 2007

R. Michael Senkowski
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VIA ECFS

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

Re: IB Docket No. 02-364 - Review of the Spectrum Sharing Plan Among
Non-Geostationary Orbit Mobile Satellite Service Systems in the 1.6/2.4
GHz Bands

Dear Ms. Dortch:

Iridium Satellite LLC (“Iridium”) submits this response to Globalstar, Inc.’s (“Globalstar”) April 26, 2007 ex parte letter. As discussed below, Globalstar’s latest ex parte was triggered by a Frost & Sullivan service quality study showing that two-thirds of the calls placed on its system were not successful (i.e. call was not connected and maintained for three minutes) during a February 2007 study period. Globalstar does not dispute the accuracy of the test results, but rather contends that the documented poor service was attributable to a now completed system realignment. As detailed below, the public record establishes the following undisputed facts:

- Globalstar’s own service quality study prepared in response to the Frost & Sullivan study concedes that ***roughly one-third of the calls placed on its system are not successful*** even after the recent system realignment. (See Globalstar ex parte dated April 26, 2007).
- Globalstar has reported in its filings with the Securities and Exchange Commission (“SEC”) that degradation of its system is occurring faster than anticipated and that if the company continues to be unable to correct the problem, its service quality will continue to decline such that by some time in 2008 substantially all of ***Globalstar’s in orbit satellites will “cease to be able to support two-way communication services.”*** (See Attachment 1).
- Globalstar has reported in its SEC filings that the ***service quality problems will not be remedied by launch of additional satellites this year*** and, by its own admission, ***customers should expect “increasingly large coverage***

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gaps” as well as other forms of “degradation in service quality” if other solutions are not found. (See Attachment 1).

- Notwithstanding its increasingly serious service problems, ***Globalstar has embarked on a marketing campaign encouraging customers to sign long-term service agreements with substantial early termination fees.*** (See Attachment 2).

Globalstar’s ex parte struggles mightily to portray disclosures about its system’s deterioration and the Frost & Sullivan study as “attempt[s] to divert the Commission’s attention” But, the Commission’s attention is clearly needed given the serious and growing problems Globalstar has disclosed to its investors, but apparently not to its customers. Indeed, the gap between what is reported in its SEC filings and what is contained in its new marketing materials raises serious questions that the FCC can hardly ignore.

The question of whether or not Globalstar customers know what they are purchasing assumes heightened importance given Globalstar’s marketing of services to first responders. Despite the self-confessed deterioration of its system, Globalstar continues to aggressively market its service to organizations responsible for handling emergencies, national defense and homeland security communications where the inability to make a call can have life or death consequences. Indeed, Globalstar’s web site shows ongoing marketing efforts that include state homeland security, border security, hurricane response and world disaster response initiatives.¹

In its February 2007 Form 8-K and March 2007 Form 10-K filed with the SEC, Globalstar disclosed that its satellite network is quickly decaying:

degradation of the [S-band] amplifiers is now occurring at a rate that is faster than previously experienced and faster than the Company previously anticipated.²

¹ See Attachment 3 – Globalstar Home Page, Globalstar News, <http://www.globalstarusa.com/en/about/newsevents/> (last visited May 7, 2007); and Globalstar Home Page, Services, Industry Solutions, <http://www.globalstarusa.com/en/services/voiceservices/emergency.php> (last visited May 7, 2007).

² See Attachment 1 – Globalstar, Inc., SEC Form 8-K (filed Feb. 5, 2007) and Globalstar, Inc., SEC Form 10-K at p. 21-22 (filed March 30, 2007).



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As a result, Globalstar's ability to provide voice service is seriously impaired. Globalstar notes that to date it has been "unable to correct the [S-band antenna] amplifier problem and may be unable to do so."³

By Globalstar's own admission, the potential launch of eight spare satellites will not remedy these quality of service problems. Thus,

despite a successful launch and optimized placement in orbit of the eight spare satellites in mid-2007, increasingly larger coverage gaps will recur ... [and] it will take substantially longer to establish calls and the average duration of calls may be impacted adversely.⁴

Globalstar is "working on plans" to address its service problems and to "reduce the impact of the degradation in service quality" but is unable to offer any assurance that said plans will be effective or implemented in a timely fashion.⁵ Rather, Globalstar stated that if the degradation of the amplifiers continues at the current rate, and in the absence of additional technical solutions, "by some time in 2008, substantially all of the [Globalstar] currently in-orbit satellites will cease to be able to support two-way communications services."⁶

In spite of these increasing service problems, Globalstar recently launched an aggressive consumer marketing campaign under which consumers may receive unlimited voice and data minutes at a price comparable to that offered by terrestrial wireless carriers.⁷ In order to take advantage of this offering, consumers must enter into a long term contract and commit to paying monthly service payments until June 30, 2010 or face early cancellation fees of up to \$750.⁸

³ *Id.*

⁴ *Id.*

⁵ *Id.*

⁶ *Id.*

⁷ See Attachment 2 – Globalstar Home Page, Airtime Pricing, North America Plans, <http://www.globalstarusa.com/en/airtime/voicepricing/> (last visited May 7, 2007).

⁸ *Id.* at 3 (addressing Globalstar Unlimited Airtime Plan).

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Globalstar's SEC disclosures raise significant questions as to whether the long-term service Globalstar is currently marketing to consumers will even be available in the latter part of the contract term. Globalstar disclosed in its SEC filings that it anticipated being unable to provide even a minimum level of voice service by mid-2008. In contrast, Globalstar's ads promise customers that "with the successful launch of eight spare satellites scheduled for this year, Globalstar will continue to provide and support two-way voice and data satellite services to our customers through the launch of the second-generation constellation,"⁹ which is scheduled to commence in the second half of 2009.¹⁰ Such promises are no doubt intended to mitigate Globalstar's further admission that "there will be significant gaps in satellite availability depending on where you are and when you attempt to place a call."¹¹ Consumers that sign up for service, however, will suffer a significant early termination fee should they seek to terminate because of Globalstar's service problems.

When compared to its SEC disclosures, Globalstar's attempt to discredit the Frost & Sullivan report is merely an attempt to divert the Commission's attention from Globalstar's significant and ongoing quality of service problems and its questionable marketing efforts. In view of the foregoing, Iridium strongly urges the Commission to investigate whether or not Globalstar is acting consistent with its obligations under the Communications Act and the terms of its authorizations. Neither the nation's first responder community nor the customers attracted by Globalstar's mass marketing campaign should be left to wonder whether and when the service they have purchased actually will work.

Please direct any questions about this matter to the undersigned.

⁹ *Id.*

¹⁰ Globalstar Inc. Signs Contract with Alcatel Alenia Space for Second-Generation LEO Satellite Constellation, Press Release, Dec. 4, 2006, http://www.globalstar.com/en/news/pressreleases/press_display.php?pressId=426 (last visited Apr. 30, 2007).

¹¹ Globalstar Home Page, Airtime Pricing, North America Plans, <http://www.globalstarusa.com/en/airtime/voicepricing/> (last visited May 7, 2007).



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Sincerely,

A handwritten signature in black ink that reads "R. Michael Senkowski".

R. Michael Senkowski

cc: Chairman Kevin J. Martin
Commissioner Michael J. Copps
Commissioner Jonathan S. Adelstein
Commissioner Deborah Taylor Tate
Commissioner Robert J. McDowell
James Ball
Michelle Carey
Helen Domenici
Angela Giancarlo
John Giusti
Aaron Goldberger
Jennifer Gorny
Bruce Gottlieb
Howard Griboff
Paul Locke
Kris Montieth
Barry Ohlson
Erika Olsen
Tim Peterson
Derek Poarch
Cathy Seidel
William T. Lake, Counsel to Globalstar, Inc.

ATTACHMENT 1

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION**
WASHINGTON, D.C. 20549

FORM 8-K

CURRENT REPORT
Pursuant to Section 13 or 15(d) of the
Securities and Exchange Act of 1934

Date of Report (Date of earliest event reported): **January 30, 2007**

GLOBALSTAR, INC.
(Exact name of registrant as specified in its charter)

Delaware
(State or Other Jurisdiction
of Incorporation)

001-33117
(Commission
File Number)

41-2116508
(IRS Employer
Identification No.)

461 South Milpitas Blvd. Milpitas, California
(Address of Principal Executive Offices)

95035
(Zip Code)

Registrant's telephone number, including area code: **(408) 933-4000**

N/A
(Former Name or Former Address, if Changed Since Last Report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (*see* General Instruction A.2. below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
 - Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
 - Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
 - Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))
-
-

Forward Looking Statements

In addition to current and historical information, this Report contains forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. These statements refer to the future operations, prospects, potential products, services, developments and business strategies of Globalstar, Inc. (the "Company"). These statements can, in some cases, be identified by the use of terms such as "may," "will," "should," "could," "intend," "expect," "plan," "anticipate," "believe," "estimate," "predict," "project," "potential," "continue," the negative of such terms or other comparable terminology. Forward-looking statements, such as statements regarding the Company's ability to develop and expand its business, its ability to manage costs, its ability to exploit and respond to technological innovation, the effects of laws and regulations (including tax laws and regulations) and legal and regulatory changes, the opportunities for strategic business combinations and the effects of consolidation in its industry on it and its competitors, its anticipated future revenues, its anticipated capital spending (including for future satellite procurements and launches), its anticipated financial resources, its expectations about the future operational performance of its satellites (including their projected operational lives), the expected strength of and growth prospects for its existing customers and the markets it serves, and other statements in this report regarding matter that are not historical facts, involve predictions. These and similar statements involve known and unknown risks, uncertainties and other factors that may cause the Company's actual results, performance or achievements or industry results to be materially different from any future results, performance or achievements expressed or implied by the statements. These risks and uncertainties include, among others, those listed in Part II Item IA "Risk Factors" of the Company's Quarterly Report on Form 10-Q for the quarter ended September 30, 2006. The Company does not intend, and undertakes no obligation, to update any of its forward-looking statements after the date of this report to reflect actual results or future events or circumstances.

Item 5.02 Departure of Directors or Certain Officers; Election of Directors; Appointment of Certain Officers; Compensatory Arrangements of Certain Officers.

On January 30, 2007, the Board of Directors of the Company appointed Kenneth E. Jones as a Class B director (term expires at 2008 Annual Meeting of Stockholders) and as a member of the Audit Committee effective immediately.

Mr. Jones has served as Chairman of Globe Wireless, a maritime communications business, since 2004. From January 1994 to August 2004, he served as Globe's Chief Executive Officer. Prior to Globe Wireless, Mr. Jones was Chief Executive Officer and Founder of Ditech Communications, a publicly traded telecommunications technology company. Mr. Jones' prior experience includes serving as President and Chief Executive Officer of a private label food business and as Vice President and Chief Financial Officer of Hills Bros. Coffee, Inc. He has been a director of Landec Corporation, a publicly traded developer and manufacturer of specialty polymer products for the food and agricultural industries, since 2001 and is currently lead independent director and a member of the Audit Committee of Landec.

Mr. Jones owns a 14% limited partnership interest in Thermo United LP. The general partner of Thermo United LP and its remaining equity are controlled by James Monroe III and his affiliates. The sole asset of Thermo United LP was an approximately 78% interest in United Holdings LLC, an Oklahoma City based distributor of diesel engines, which was sold to an entity controlled by a private equity firm in January 2007. Thermo United LP expects eventually to liquidate rather than investing in further business operations.

After considering the foregoing factors, the Board determined that Mr. Jones is an independent director under the NASDAQ Marketplace Rules and the applicable rules of the Securities and Exchange Commission. Upon his appointment, Mr. Jones became the second independent member of the Company's Audit Committee, replacing James Monroe III, the Company's Chairman and Chief Executive Officer. In accordance with the NASDAQ and SEC independence phase-in rules, the Company intends to add a third independent director to the Board and the Audit Committee within a year of its initial public offering.

There were no arrangements pursuant to which Mr. Jones was appointed to serve as a director and he has not engaged in any related person transactions with the Company. The Board also determined on January 30, 2007 that compensation during 2007 to its independent directors (currently Mr. Jones and Peter Dalton) will be \$30,000. Mr. Dalton will receive an additional \$10,000 for acting as chairman of the Audit Committee.

Item 8.01 Other Events.

Stock Purchase by Thermo Funding. Consistent with its prior purchases, on February 5, 2006, Thermo Funding Company LLC elected to make a further investment in the Company by purchasing an additional 1.5 million shares of the Company's common stock at a price of \$16.17 per share (an aggregate of \$24.3 million) pursuant to its irrevocable standby stock purchase agreement.

Annual Meeting of Stockholders. At its January 30, 2007 meeting, the Board set May 21, 2007 as the date of the Company's Annual Meeting of Stockholders, which will be held in Palo Alto, California. The record date for determining stockholders entitled to vote at the meeting will be April 13, 2007. The Company expects to mail a notice of the meeting and related proxy materials to stockholders in mid-April.

Satellite Constellation Operations.

As previously disclosed in the Company's public filings, a number of its satellites have experienced various anomalies over time, one of which is a degradation in the performance of the solid-state power amplifiers of the S-band communications antenna. The S-band antenna provides the downlink from the satellite to a subscriber's phone or data terminal. Degraded

performance of the S-band antenna reduces the quality of two-way voice and data communication between the affected satellites and the subscriber and may reduce the duration of a call. If the S-band antenna on a satellite ceases to function entirely, two-way communication is impossible over that satellite, but not necessarily over the constellation as a whole. The root cause of the degradation in performance of the amplifiers is unknown, although the Company believes it may result from irradiation of the satellites in orbit.

The S-band antenna amplifier degradation does not affect adversely the Company's one-way "Simplex" data transmission services, which utilize only the L-band uplink from a subscriber's "Simplex" terminal to the satellites.

To date, the Company has managed the degradation of the S-band antenna amplifiers in various technical ways, as well as by placing into service spare satellites already in orbit and moving unimpaired satellites to key orbital positions. To maintain the highest possible capacity and best possible quality of service in light of this problem and to prepare for the integration of the eight satellites to be launched in 2007, on February 2, 2007, the Company completed the reconfiguration of its satellite constellation to combine two different "Walker" configurations, which continue to operate as a single constellation of 40 satellites plus in-orbit spares. When launched, the eight satellites will be utilized to replenish the constellation over time as necessary until the second generation satellites are available for service, which the Company currently projects will be in late 2009.

As reported in the Company's prior public filings, in early 2006 the Company undertook a comprehensive third party review of this problem and the likely impact of the degradation of performance of these amplifiers in individual satellites on the performance of the constellation as a whole. At that time, based in part on the third-party report, the Company concluded that, although there was risk, with the addition of the eight spare satellites in 2007, the constellation would continue to provide commercially viable two-way communication services until the next generation satellites were placed in service in 2009. Based on data recently collected from satellite operations, the Company has concluded that the degradation of the amplifiers is now occurring at a rate that is faster than previously experienced and faster than the Company had previously anticipated. In response, the Company, in consultation with outside experts, has implemented innovative methods, and plans to continue to implement additional corrective measures, to attempt to ameliorate this problem, including modifying the configuration of its constellation as described above, and thereby extend the life of the two-way communication capacity of the constellation. Nonetheless, to date the Company has been unable to correct the amplifier problem and may be unable to do so.

Based on its most recent analysis, the Company now believes that, if the degradation of the S-band antenna amplifiers continues at the current rate or further accelerates, and if the Company is unsuccessful in developing additional technical solutions, the quality of two-way communications services will decline, and by some time in 2008 substantially all of the Company's currently in-orbit satellites will cease to be able to support two-way communications services. As the number of in-orbit satellites with properly functioning S-band antenna decreases, despite a successful launch and optimized placement in orbit of the eight spare

satellites in mid-2007, increasingly larger coverage gaps will recur over areas in which the Company currently provides two-way communication services. Subscriber service will continue to be available, but at certain times in any given location it will take substantially longer to establish calls and the average duration of calls may be impacted adversely.

The Company is working on plans, including new products and services and pricing programs, and exploring the feasibility of accelerating procurement and launch of its second-generation satellite constellation, to attempt to reduce the effects of this problem upon its customers and operations. The Company will be able to forecast the duration of service coverage at any particular location in its service area and intends to make this information available without charge to its service providers, including its wholly owned operating subsidiaries, so that they may work with their subscribers to reduce the impact of the degradation in service quality in their respective service areas. The Company is also reviewing its business plan in light of these developments.

The Company's liquidity remains strong. At December 31, 2006, in addition to its credit agreement, the Company had unrestricted cash on hand and undrawn amounts under the Thermo Funding Company irrevocable standby stock purchase agreement of approximately \$195 million.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

GLOBALSTAR, INC.

/s/ Fuad Ahmad

Fuad Ahmad
Vice President and
Chief Financial Officer

Date: February 5, 2007

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION**
WASHINGTON, DC 20549

FORM 10-K

ANNUAL REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the fiscal year ended December 31, 2006

OR

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the transition period from _____ to _____
Commission File Number 001-33117

GLOBALSTAR, INC.

(Exact name of Registrant as specified in its charter)

Delaware
(State or other jurisdiction of
incorporation or organization)

41-2116508
(I.R.S. Employer
Identification No.)

461 South Milpitas Blvd.
Milpitas, California 95035
(Address of principal executive offices)

Registrant's telephone number, including area code: **(408) 933-4000**

Securities registered pursuant to Section 12(b) of the Act:

Title of Each Class	Name of Each Exchange on Which Registered
Common Stock, \$.0001 par value	The NASDAQ Stock Market

Securities registered pursuant to Section 12(g) of the Act:

None

Indicate by check mark if the Registrant is a well-known seasoned issuer as defined in Rule 405 of the Securities Act. Yes No

Indicate by check mark if the Registrant is not required to file reports pursuant to Section 13 or Section 15(d) of the Act. Yes No

Indicate by check mark whether the Registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the Registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes No

Indicate by check mark if disclosure of delinquent filers pursuant to Item 405 of Regulation S-K is not contained herein, and will not be contained, to the best of Registrant's knowledge, in definitive proxy or information statements incorporated by reference in Part III of this Form 10-K or any amendment to this Form 10-K.

Indicate by check mark whether the Registrant is a large accelerated filer, an accelerated filer, or a non-accelerated filer. See definition of "accelerated filer and large accelerated filer" in Rule 12b-2 of the Exchange Act. (Check one):

Large accelerated filer

Accelerated filer

Non-accelerated filer

Indicate by check mark whether the Registrant is a shell company (as defined by Rule 12b-2 of the Exchange Act) Yes No

The aggregate market value of the Registrant's Common Stock held by non-affiliates at December 31, 2006, the last business day of the Registrant's most recently completed fiscal quarter, was approximately \$343.7 million. The Registrant's Common Stock was not publicly traded at the end of its most recently completed second quarter.

The number of shares of the Registrant's common stock outstanding as of March 26, 2007 was 74,917,340.

DOCUMENTS INCORPORATED BY REFERENCE

Portions of the registrant's Proxy Statement for the 2007 Annual Meeting of Stockholders are incorporated by reference in Part III of this Report.

Item 1A. Risk Factors

You should carefully consider the risks described below, as well as all of the information in this Report and our other past and future filings with the SEC, in evaluating and understanding us and our business. Additional risks not presently known or that we currently deem immaterial may also impact our business operations and the risks identified below may adversely affect our business in ways we do not currently anticipate. Our business, financial condition or results of operations could be materially adversely affected by any of these risks.

Our satellites have a limited life and may fail prematurely, which would cause our network to be compromised and materially and adversely affect our business, prospects and profitability.

Since the first Old Globalstar satellites were launched in 1998, nine have failed in orbit, and others may fail in the future. In-orbit failure may result from various causes, including component failure, loss of power or fuel, inability to control positioning of the satellite, solar or other astronomical events, including solar radiation and flares, and space debris. As our constellation has aged, the quality of our satellites' signals has diminished, and may continue to diminish, adversely affecting the reliability of our service, which could adversely affect our results of operations, cash flow and financial condition. Although we do not incur any direct cash costs related to the failure of a satellite, if a satellite fails, we record an impairment charge reflecting its net book value. There are some remote tools we use to remedy certain types of problems affecting the performance of our satellites, but the physical repair of satellites in space is not feasible. We do not insure our satellites against in-orbit failures, whether such failures are caused by internal or external factors.

We have been advised by our customers and others of temporary intermittent losses of signal cutting off calls in progress or preventing completions of calls when made. If these problems increase, they could affect adversely our business and our ability to complete our business plan.

Other factors that could affect the useful lives of our satellites include the quality of construction, gradual degradation of solar panels and the durability of components. Radiation induced failure of satellite components may result in damage to or loss of a satellite before the end of its currently expected life. As a result, some of our in-orbit satellites may not be fully functioning at any time.

Old Globalstar launched our first-generation constellation beginning in 1998 and ending in 2000. Eight of our nine satellite failures have been attributed to common anomalies in the satellite communications subsystem S-band antenna. The ninth satellite's failure was attributed to an anomaly with the satellite command receiver. The S-band antenna provides the downlink from the satellite to a subscriber's phone or data terminal. Degraded performance of the S-band antenna reduces the quality of two-way voice and data communication between the affected satellites and the subscriber and may reduce the duration of a call. If the S-band antenna on a satellite ceases to be commercially functional, two-way communication is impossible over that satellite, but not necessarily over the constellation as a whole. The root cause of the degradation in performance of the amplifiers is unknown, although we believe it may result from irradiation of the satellites in orbit. The S-band antenna amplifier degradation does not affect adversely our one-way "Simplex" data transmission services, which utilize only the L-band uplink from a subscriber's "Simplex" terminal to the satellites.

To date, we have managed the degradation of the S-band antenna amplifiers in various technical ways, as well as by placing into service spare satellites already in orbit and moving unimpaired satellites to key orbital positions. To maintain the highest possible capacity and best possible quality of service in light of this problem and to prepare for the integration of the eight satellites to be launched in 2007, on February 2, 2007, we completed the reconfiguration of our satellite constellation to combine two different "Walker" configurations, which continue to operate as a single constellation of 40 satellites plus in-orbit spares. When launched, the eight additional satellites will be utilized to augment the constellation until the

second generation satellites are available for service, which we currently project will be launched beginning in late 2009.

In early 2006, we undertook a comprehensive third party review of the S-band antenna amplifier problem and the likely impact of the degradation of performance of these amplifiers in individual satellites on the performance of the constellation as a whole. At that time, based in part on the third-party report, we concluded that, although there was risk, with the addition of the eight spare satellites in 2007, the constellation would continue to provide commercially viable two-way communication services until the next generation satellites begin to be launched in 2009. Based on data recently collected from satellite operations, we have concluded that the degradation of the S-band functionality for commercial service is now occurring at a rate that is faster than previously experienced and faster than we had previously anticipated. In response, in consultation with outside experts, we have implemented innovative methods, and plan to continue to implement additional corrective measures, to attempt to ameliorate this problem, including modifying the configuration of our constellation as described above, and thereby extend the life of the two-way communication capacity of the constellation. Nonetheless, to date we have been unable to correct the amplifier problem and may be unable to do so.

Based on our most recent analysis, we now believe that, if the degradation of the S-band antenna amplifiers continues at the current rate or further accelerates, and if we are unsuccessful in developing additional technical solutions, the quality of two-way communications services will decline, and by some time in 2008 substantially all of our currently in-orbit satellites will cease to be able to support two-way communications services. As the number of in-orbit satellites (but not the eight spare satellites scheduled to be launched in 2007) with properly functioning S-band antenna decreases, despite a successful launch and optimized placement in orbit of the eight spare satellites in 2007, increasingly larger coverage gaps will recur over areas in which we currently provide two-way communication services. Subscriber service will continue to be available, but at certain times in any given location it will take substantially longer to establish calls and the average duration of calls may be impacted adversely.

We are working on plans, including new products and services and pricing programs, and exploring the feasibility of accelerating procurement and launch of our second-generation satellite constellation, to attempt to reduce the effects of this problem upon our customers and operations. We will be able to forecast the duration of service coverage at any particular location in our service area and we intend to make this information available without charge to our service providers, including our wholly owned operating subsidiaries, so that they may work with their subscribers to reduce the impact of the degradation in service quality in their respective service areas. We are also reviewing our business plan in light of these developments.

Implementation of our business plan depends on increased demand for wireless communications services via satellite, both for our existing services and products and for new services and products. If this increased demand does not occur, our revenues and profitability may not increase as we expect.

Demand for wireless communication services via satellite may not grow, or may even shrink, either generally or in particular geographic markets, for particular types of services, or during particular time periods. A lack of demand could impair our ability to sell our services and to develop and successfully market new services, could exert downward pressure on prices, or both. This, in turn, could decrease our revenues and profitability and our ability to increase our revenues and profitability over time.

We are licensed by the U.S. Federal Communications Commission ("FCC") to provide an ancillary terrestrial component, known as ATC services, in combination with our existing communication services. If we can integrate ATC services with our existing business, we will be able to use the spectrum currently licensed to us to provide telecommunications through both our satellite and ground station system and through a terrestrial-based cellular-like system. If successful, this will allow us to address a broader market for our products and services by allowing us to provide communications services where satellite-based

SIGNATURES

Pursuant to the requirements of Sections 13 or 15(d) of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

GLOBALSTAR, INC.

Date: March 30, 2007

By: /s/ JAMES MONROE III
James Monroe III
Chairman and Chief Executive Officer

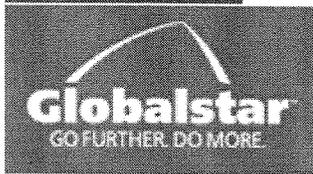
POWER OF ATTORNEY

KNOW ALL MEN BY THESE PRESENTS, that each person whose signature appears below constitutes and appoints James Monroe III and Fuad Ahmad, jointly and severally, his or her attorney-in-fact, with the power of substitution, for him or her in any and all capacities, to sign any amendments to this Annual Report on Form 10-K and to file the same, with exhibits thereto and other documents in connection therewith, with the Securities and Exchange Commission, hereby ratifying and confirming all that each of said attorneys-in-fact, or his or her substitute or substitutes, may do or cause to be done by virtue hereof.

Pursuant to the requirements of the Securities Exchange Act of 1934, this report has been signed below by the following persons on behalf of the registrant and in the capacities indicated as of March 30, 2007.

<u>Signature</u>	<u>Title</u>
<u>/s/ JAMES MONROE III</u> James Monroe III	Chairman of the Board, Chief Executive Officer and Director (Principal Executive Officer)
<u>/s/ FUAD AHMAD</u> Fuad Ahmad	Vice President and Chief Financial Officer (Principal Financial and Accounting Officer)
<u>/s/ PETER J. DALTON</u> Peter J. Dalton	Director
<u>/s/ KENNETH E. JONES</u> Kenneth E. Jones	Director
<u>/s/ JAMES F. LYNCH</u> James F. Lynch	Director
<u>/s/ RICHARD S. ROBERTS</u> Richard S. Roberts	Director

ATTACHMENT 2



PRODUCTS

DATA COMMUNICATIONS

AIRTIME PRICING

North America

Traveling Outside of United States

Long Distance Calls from US & Caribbean

Global Traveler

Enterprise Data Pricing

Rental Pricing

SERVICES

COVERAGE

CUSTOMER CARE

ABOUT GLOBALSTAR

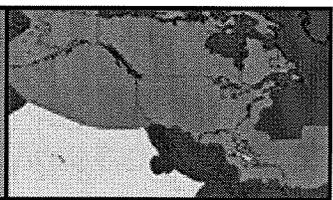
GLOBALSTAR NEWS

AIRTIME PRICING

Voice & Data Pricing

North America Global Traveler Enterprise Data Rental

North America Plans
 Get low rates for included minutes for the US, Canada and Caribbean on most plans
 See Maps and Details >>>



Activate today! This offer is for a limited time only. Visit an [Authorized Globalstar Dealer](#) or [purchase online](#).

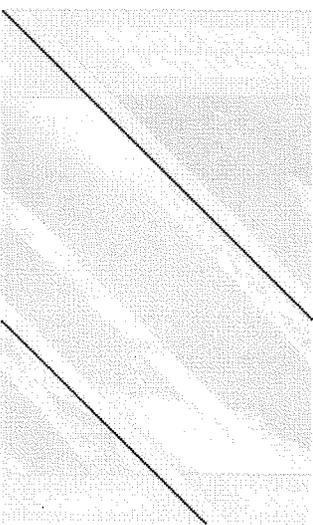
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Features:

- Included airtime for calls placed from the Home Service Area of the US, Canada or Caribbean.
- Free Long Distance for calls to the US, Canada or Puerto Rico.
- For service quality maps, see [Coverage](#)
- Free incoming [Short Messaging Service \(SMS\)](#)
- Low [Roaming](#) and [International Long Distance](#) rates for other regions
- [Express Data Compression](#) free on most plans
- [Voice Mail](#) free on most plans



Globalstar Unlimited Airtime Plan

Year	Rate (MO.)
2007	\$49.99
2008	\$39.99
2009	\$19.99
2010	\$19.99

With the new Globalstar Unlimited Loyalty plan, get unlimited home airtime voice usage with rates that automatically go down each year! \$49.99 in 2007. 2008? Only

\$39.99 per month. 2009 and 2010? \$19.99 per month for unlimited airtime. Talk as much as you want. Nights, weekends, weekdays - anytime! We guarantee the low rates through the term of June 30, 2010.

Globalstar is the only mobile satellite operator launching spare satellites for our existing network, and building a new generation satellite constellation, scheduled to begin deployment in 2009. With the successful launch of eight spare satellites scheduled for this year, along with our existing satellite network, Globalstar will continue to provide and support two-way voice and data satellite services to our customers through the launch of the second-generation constellation. However, there may be significant gaps in satellite availability depending on where you are and when you attempt to place a call. Sign up now and get a bonus year of unlimited service for only \$19.99/month for one full year after Second Generation network launch.

Unlimited Loyalty Plan	Home Minutes	Monthly Service Fee	Included Minute Rate	Voice Mail	Express Data Internet Compression	Optional Fax Service
2007	Unlimited	\$49.99	Free	Free	Free	\$39.95
2008	Unlimited	\$39.99	Free	Free	Free	\$39.95
2009	Unlimited	\$19.99	Free	Free	Free	\$39.95
2010	Unlimited	\$19.99	Free	Free	Free	\$39.95

Plans are based on a contract through June 30, 2010. Credit approval required. Early deactivation will result in a cancellation fee. Cancellation fee based on calendar year; \$750 if cancelled in 2007; \$500 if cancelled in 2008, \$250 if cancelled in 2009 or 2010. The plan is not designed for always-on data communications. Globalstar reserves the right to terminate service of a customer, or amend the plan to prevent abuse of data connectivity.

Liberty Annual/Seasonal Plans

- Use your minutes anytime within 12 months
- Perfect for seasonal users
- Pool minutes with phones on the same account and plan
- Existing Customer? Call Customer Care to take advantage of this offer.
- Limited-time offer. Plans renew at discounted rate only during promotional period.

Liberty Annual/Seasonal Plans	Home Minutes	Annual Service Fee	Included Minute Rate	Voice Mail	Express Data Internet Compression	Optional Fax Service
E-Star Liberty	0	\$359.88	\$1.49	\$95.40	\$119.40	\$479.40
Liberty	600	\$600	\$1.00	\$95.40	\$119.40	\$479.40

600						
Liberty 1,800	1,800	\$780	43¢	Free	Free	\$479.40
Liberty 6,000	6,000	\$1,440	24¢	Free	Free	\$479.40
Liberty 16,800	16,800	\$3,300	20¢	Free	Free	\$479.40
Liberty 48,000	48,000	\$6,600	14¢	Free	Free	\$479.40

Additional airtime \$0.99/minute on all plans except Emergency -- \$1.49/minute and Freedom 4000/Liberty 48,000 -- \$0.49/minute. \$50.00 activation fee applies. 30-second rounding with one-minute minimum per call.

<h2>Freedom Monthly Plans</h2>	<ul style="list-style-type: none"> • Low monthly rates • Perfect for regular use • 1-year service agreement
------------------------------------	--

Monthly Freedom Plans	Home Minutes	Monthly Service Fee	Included Minute Rate	Voice Mail	Express Data Internet Compression	Optional Fax Service
E-Star Emergency Freedom	0	\$29.99	\$1.49	\$7.95	\$9.95	\$39.95
Freedom 50	50	\$50	\$1.00	\$7.95	\$9.95	\$39.95
Freedom 150	150	\$65	43¢	Free	Free	\$39.95
Freedom 500	500	\$120	24¢	Free	Free	\$39.95
Freedom 1400	1400	\$275	20¢	Free	Free	\$39.95
Freedom 4000	4,000	\$550	14¢	Free	Free	\$39.95

Additional airtime \$0.99/minute on all plans except Emergency -- \$1.49/minute and Freedom 4000/Liberty 48,000 -- \$0.49/minute. \$50.00 activation fee applies. 30-second rounding with one-minute minimum per call.

Globalstar Advantages:

- **US-based number.** Easy and affordable.
- **National "800" dialing.** Call to the millions of US toll-free numbers
- **Best satellite sound quality.** No need to waste time repeating yourself.
- **Fastest Mobile Data Rates.** Do more in less time.
- **Many satellites.** Each call is handled by multiple satellites simultaneously for superior quality and reliability.
- **Many gateways.** Globalstar's gateways provide redundant overlapping coverage in most areas, offering the most reliable satellite service during emergencies.

Premium Data Services

Globalstar OCENS Mail lets you do more in less time with the industry's fastest satellite e-mail services. Find out more and experience fast satellite e-mail with a free trial: [Globalstar OCENS Mail](#)

Globalstar OCENS WeatherNet is the premier wireless weather and ocean data delivery service. Fast delivery of the world's widest collection of weather information. Weather charts, satellite imagery, ocean data, and GRIB weather delivered quickly, cost-effectively and on-demand through your Globalstar phone. Find out more and experience fast satellite e-mail with a free trial: [Globalstar OCENS WeatherNet](#).

Legal Terms

Plans are based on a 12-month contract. Credit approval required. Early de-activation of the contract will result in a cancellation fee. Bundled voice and data minutes are applicable for calls from the U.S. and the Caribbean to the U.S., Canada and Puerto Rico. Voice airtime billing is based on a one-minute minimum and 30-second increments. Calls placed from the U.S., Canada and the Caribbean use standard airtime, no roaming, and no long distance to the U.S., Canada and Puerto Rico. Calls to other Caribbean countries and other destinations will be charged long distance. For roaming rates, please consult the Roaming Calculator at www.globalstar.com. Included minutes do not apply while roaming. International roaming charges apply to all calls placed outside North America. International roaming charges and International long distance charges may vary depending on foreign taxes and tariffs from individual countries. Please see End User Terms and Conditions for all details concerning subscription to the Globalstar system. All price plans are subject to all U.S. local, provincial and federal taxes. Globalstar reserves the right to modify any price plan without notice.

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ATTACHMENT 3

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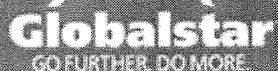
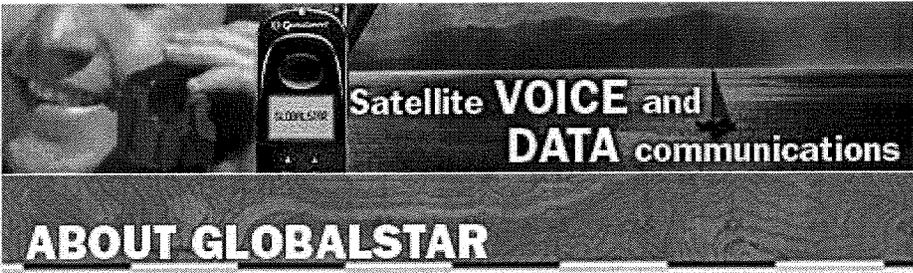
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ABOUT GLOBALSTAR

Globalstar News

US Press Releases

Read the latest press release or explore the archive of past releases. Although there is access to releases prior to April 2004, Globalstar Inc. is not, and has never been, affiliated with Globalstar, L.P. or Globalstar Telecommunications Ltd. The archived releases prior to April 2004 are provided for historical purposes only. > [More](#)

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Testimonials

View a sample of reviews from people that use the Globalstar service. > [More](#)

Events

Talk to Globalstar representatives about our voice and data services at a trade show near you:

Shows	Date/City/Booth
Portland Boat Show	Jan 6-14, Portland, OR Booth 402
WA Sportsmen's Show	Jan 24-28, Puyallup, WA Booth 1122
GTC Southwest 2007	Jan 29-Feb 1, Austin, TX Booth 331
Pacific NW Sportsmen's Show	Feb 7-11, Portland, OR Booth 362
AUVSI Unmanned Systems	Feb 7-9, WDC Booth 4
Central Washington Sportsmen Show	Feb 16-18 Booth 520
Satellite 2007	Feb 20-22, Washington, DC Booth 266
Oregon Logging Conf	Feb 22-24, Eugene, OR Booth 127
Central Oregon Sportsmen's Show	Mar 1-4, Redmond, OR Booth 232
Comfish Alaska	Mar 15-17, Kodiak, AK Booth TBD
2007 Miss Governor's Homeland	Mar 19-21, Choctaw, MS

Security Conf	Booth TBD
Alaska Sportsman's Show	Mar 29-Apr 1, Anchorage, AK Booth TBD
Fairbanks Outdoor Show	Apr 20-22, Fairbanks, AK Booth TBD
Global Border Security	May 8-10, San Antonio, TX Booth TBD
Ready 2007	May 9-10, WDC Booth 2729
Governor's Hurricane Conf	May 14-18, Ft. Lauderdale, FL Booth TBD
CPM 2007	May 22-24, Las Vegas, NV Booth
World Disaster Response Summit	May 31-June 1, Atlanta, GA Booth
AUVSI Unmanned Systems N.A. 2007	August 6-9, WDC Booth 1310
Autovation 2007	Sep 30-Oct 3, Reno, NV Booth TBD
SATCON 2007	Oct 10-11, New York Booth 908
Pacific Marine Expo	Nov 15-17, Seattle, WA Booth 2245
International Work Boat Show	Nov 28-30, New Orleans, LA Booth TBD

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SERVICES

Industry Solutions

Globalstar has many applications for your industry, no matter where you happen to be working. Select your industry to discover how a Globalstar satellite phone will enhance your productivity and keep you doing your job more efficiently.

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[[Leisure](#)] [[Emergency Services](#)] [[Transportation](#)] [[Construction](#)]

Emergency Services/Public Safety

- *Voice Communications*
 - Coordinate relief efforts and communicate important information beyond the reach of traditional cellular and landline coverage
- *Affordable Data Services*
 - Transmit important records and information
- *Email and Internet Applications*
 - Ensure information is accurate and current by submitting it instantly
- *Fax Capabilities*
 - Increase productivity by sending and receiving faxes

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