

**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): **December 17, 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))

**Item 1.01 Entry into Material Definitive Agreement.**

As previously announced, on November 7, 2007, Globalstar, Inc. ("Globalstar" or the "Company"), Wachovia Investment Holdings, LLC, as the administrative agent ("Wachovia"), the lenders under the Company's amended and restated credit agreement and Thermo Funding Company LLC, which is controlled by James Monroe III, the Company's Chief Executive Officer and principal stockholder ("Thermo Funding Company"), agreed that by December 17, 2007, Thermo Funding Company would receive an assignment of all of the rights (except indemnification rights) and assume all of the obligations of the administrative agent and the lenders under the credit agreement. On December 17, 2007, with the acknowledgement and agreement of the Company and the subsidiary guarantors, Thermo Funding Company and Wachovia entered into an assignment and assumption agreement effecting this transaction.

On the same date, as authorized by a special committee consisting of two independent members of the Company's board of directors, the Company and Thermo Funding Company entered into a second amended and restated credit agreement. The principal amount of the credit facilities provided by, the collateral pledged to secure the new credit agreement are identical to those provided in the prior agreement. The interest rate spreads remain unchanged at 3.25% to 3.75% for base rate loans and 4.25% to 4.75% for LIBOR loans depending on the Company's consolidated total leverage ratio at each quarterly calculation date.

The material differences between the prior agreement and the second amended and restated credit agreement are as follows:

- Globalstar is permitted to incur additional term loans on an equally and ratably secured, *pari passu*, basis in an aggregate amount of up to \$250.0 million (instead of \$150.0 million) from the lenders under the credit agreement or from other banks, financial institutions or investment funds approved by the Company and the administrative agent. Globalstar has not sought or obtained commitments for these additional term loans.
- The \$100 million delayed draw term loan may be drawn in multiple tranches in increments of \$25.0 million or more (instead of one draw of \$100.0 million) after January 1, 2008 and prior to August 16, 2009 without any limitation on borrowing related to the Company's leverage ratio.
- The second amended and restated credit agreement does not include a letter of credit facility, but Globalstar may cash collateralize its obligations with respect letters of credit up to \$20.0 million and its existing interest rate swap agreement with Wachovia Bank, National Association.

- The Company's representation and warranty as to the absence of a material adverse change applies only to events occurring after September 30, 2007 (instead of December 31, 2005) and now excludes any existing and future first-generation satellite constellation degradation or failure issues and the effects of such events on the Company.
- The financial covenants related to forward fixed charges and consolidated total leverage were deleted.
- The amount of permitted capital expenditures has been increased by approximately \$370 million and applies to a six-year period (instead of five years).

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- The minimum liquidity which Globalstar is required to maintain has been reduced to \$5.0 million, which may include undrawn revolver or delayed draw term loan commitments up to \$5.0 million and cash collateral pledged for the swap agreement. The prior agreement required \$25.0 million in liquidity, with up to \$10.0 million included from the undrawn revolver commitment.
- The consolidated senior secured leverage ratio covenant does not take effect until the end of the second full fiscal quarter after 24 of the Company's second-generation satellites are in service, and at that point the ratio cannot exceed 5.0 to 1.0 (instead of 3.5 to 1.0).
- The revolving credit loans and the delayed draw term loans will mature on December 31, 2012 (instead of June 30, 2010 and June 30, 2011, respectively).
- The amended agreement eliminates all fees to which Wachovia and the lenders were entitled, other than unused commitment fees. Thermo Funding Company will receive unused commitment fees calculated on the same basis as under the prior agreement.

Immediately after the execution of the second amended and restated credit agreement, Globalstar borrowed the full amount available under the revolving credit facility, \$50 million.

#### **Item 2.03 Creation of a Direct Financial Obligation or an Obligation under an Off-Balance Sheet Arrangement of a Registrant.**

The disclosure under Item 1.01 of this report relating to the second amended and restated credit agreement is incorporated herein by reference.

#### **Item 7.01 Regulation FD Disclosure**

On December 17, 2007, Globalstar issued a press release concerning the events reported in Item 1.01.

The information in this Item and the Exhibit attached hereto is furnished pursuant to the rules and regulations of the Securities and Exchange Commission and shall not be deemed "filed" for purposes of Section 18 of the Securities Exchange Act of 1934 (the "Exchange Act") or otherwise subject to the liabilities of that section, nor shall it be deemed incorporated by reference in any filing under the Securities Act of 1933 or the Exchange Act, except as expressly set forth by specific reference in such a filing.

#### **Item 9.01 Financial Statements and Exhibits.**

(d) Exhibits.

99.1 Press release dated December 17, 2007

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### **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

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Date: December 18, 2007

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461 SO. MILPITAS BLVD.  
MILPITAS CA  
95035 USA

## NEWS

For Immediate Release

### GLOBALSTAR, INC. ANNOUNCES \$150 MILLION FINANCING

*Revised agreement provides increased access to funds and amends covenants from the existing credit facility*

**MILPITAS, CA. — (December 17, 2007)** — Globalstar, Inc. (NASDAQ:GSAT), a leading provider of mobile satellite voice and data services to businesses, government and individuals, today announced that Thermo Funding Company LLC (which is controlled by Jay Monroe, Globalstar's Chairman and CEO) has assumed all of the obligations of the administrative agent and the lenders under Globalstar's credit agreement with Wachovia Investment Holdings, LLC and the other lenders parties thereto. In connection with this assignment and assumption, Thermo Funding and Globalstar have entered into an amended and restated credit agreement, pursuant to which Globalstar can borrow up to \$150 million from Thermo Funding.

According to the amended agreement, Globalstar is permitted to incur additional term loans on an equally and ratably secured, pari passu, basis in an aggregate amount of up to \$250.0 million (instead of the previous \$150.0 million) from the lenders under the credit agreement or from other banks, financial institutions or investment funds approved by Globalstar and Thermo Funding. Globalstar has not yet sought or obtained such additional funding.

"The amended agreement, which was reviewed and approved by a committee of the independent members of our board of directors, revises certain financial covenants in the credit agreement and ensures Globalstar will have complete access to the credit facility while providing the Company with the ability to draw the funds as and when required," said Mr. Monroe. He added, "By agreeing to assume the lenders' commitments, Thermo Funding is also demonstrating our continued belief in Globalstar's future." The amended agreement also extends the term of the credit facilities to December 31, 2012. Interest rates on the facilities are unchanged from the prior credit agreement.

Globalstar intends to use the financing to continue the ongoing design and deployment of its second-generation satellite constellation and upgrades to its ground segment. The second-generation satellite constellation will provide

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Globalstar customers with industry leading voice quality as well as increased data speeds to both handheld and fixed subscriber equipment.

The second-generation network will also integrate ancillary terrestrial component or ATC capability and ensure the company's long-term capability to provide this and other integrated wireless multimedia satellite solutions. Earlier this year, the U.S. Federal Communications Commission (FCC) released a Notice of Proposed Rule Making (NPRM or Notice) regarding Globalstar's petition for increased authority to offer Ancillary Terrestrial Component services (ATC) in the U.S. in conjunction with its mobile satellite services. In the Notice the FCC requested comment on expanding the L-band and S-band spectrum in which Globalstar may operate ATC to a total of 19.275 MHz.

#### About Globalstar, Inc.

With over 285,000 activated satellite voice and data units, Globalstar offers satellite services to commercial and recreational users in more than 120 countries around the world. The Company's voice and data products include mobile and fixed satellite telephones, simplex and duplex satellite data modems and flexible service packages. Many land based and maritime industries benefit from Globalstar with increased productivity from remote areas beyond cellular and landline service. Global customer segments include: oil and gas, government, mining, forestry, commercial fishing, utilities, military, transportation, heavy construction, emergency preparedness, and business continuity as well as individual recreational users. Globalstar data solutions are ideal for various asset tracking, data monitoring and SCADA applications.

For more information regarding Globalstar, please visit Globalstar's web site at [www.globalstar.com](http://www.globalstar.com)

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For further **media** information:

#### Globalstar, Inc.

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#### Safe Harbor Language for Globalstar Releases

This press release contains certain statements such as, "The second-generation satellite constellation will provide Globalstar customers with industry leading voice quality as well as increased data speeds to both handheld and fixed subscriber equipment," and, "The second-generation network will also integrate ancillary terrestrial component or ATC capability and ensure the company's long-term capability to provide this and other integrated wireless multimedia satellite solutions," that are "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. These statements are subject to a number of assumptions, risks and uncertainties, many of which are beyond Globalstar's control, including demand for the Company's products and services, including commercial acceptance of our new Simplex products, including SPOT, and the ability to retain and migrate its two-way communications services subscribers to its second-generation constellation when it is deployed; problems relating to the construction, launch or in-orbit performance of its existing and future satellites; including the effects of the degrading ability of the first-generation satellite constellation to support two-way communication; problems relating to the ground-based facilities operated by it

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or by independent gateway operators; its ability to attract sufficient additional funding to meet its future capital requirements including deployment of its second-generation constellation; competition and its competitiveness vis-a-vis other providers of satellite and ground-based communications products and services; the pace and effects of industry consolidation; the continued availability of launch insurance on commercially reasonable terms, and the effects of any insurance exclusions; changes in technology; its ability to continue to attract and retain qualified personnel; worldwide economic, geopolitical and business conditions and risks associated with doing business on a global basis; and legal, regulatory, and tax developments, including changes in domestic and international government regulation.

Any forward-looking statements made in this press release speak as of the date made and are not guarantees of future performance. Actual results or developments may differ materially from the expectations expressed or implied in the forward-looking statements, and the Company undertakes no obligation to update any such statements. Additional information on factors that could influence Globalstar's financial results is included in its filings with the Securities and Exchange Commission, including its Annual Report on Form 10-K, Quarterly Reports on Form 10-Q and Current Reports on Form 8-K.

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