

**FORM 51-102F3  
MATERIAL CHANGE REPORT**

**ITEM 1. REPORTING ISSUER**

Star Navigation Systems Group Ltd.  
2970 Lakeshore Blvd. W., Suite 300,  
Toronto, ON M8V1J7

**ITEM 2. DATE OF MATERIAL CHANGE**

March 19, 2013

**ITEM 3. NEWS RELEASE**

Press release in the form attached as Schedule "A" was disseminated on March 20, 2013 via Marketwire.

**ITEM 4. SUMMARY OF MATERIAL CHANGE**

The Company announced receipt of installation approval.

**ITEM 5. FULL DESCRIPTION OF MATERIAL CHANGE**

For a full description of the material change, please refer to the press release attached hereto.

**ITEM 6. Reliance on subsection 7.1(2) or (3) of National Instrument 51-102**

Not Applicable

**ITEM 7. OMITTED INFORMATION**

No information has been omitted on the basis of confidentiality.

**ITEM 8. EXECUTIVE OFFICER**

The following officer of the Company is knowledgeable about the material change and the Report:

Viraf S. Kapadia  
Chief Executive Officer  
(416) 252-2889

**ITEM 9. DATE OF REPORT**

Dated at Toronto, Ontario this 20<sup>th</sup> day of March, 2013.

By: (signed) Viraf S. Kapadia  
Viraf S. Kapadia

Schedule "A"

**Star Navigation Receives Approval for Midwest Airlines (Egypt)  
Installation**

**TORONTO, March 20, 2013 - Star Navigation Systems Group Ltd. (TSX-V: SNA) ("Star" or the "Company")**, announces that it has received a Supplementary Type Certificate validation from the Egyptian Civil Aviation Authority. This validation allows for the installation of Star's STAR-ISMS® system aboard a Midwest Airlines (Egypt) Boeing 737-800, in accordance with the purchase agreement between Star and Midwest Airlines (Egypt) ("Midwest").

It is expected that Transport Canada approved Star personnel will travel to Egypt shortly in order to oversee the installation and gather the data required for final operational documentation. Full operation is expected within 45 days, subject to normal regulatory approval.

Star's CEO, Viraf S. Kapadia said:

"Any new technology, no matter how innovative and cost-effective, faces challenges to its initial acceptance by the marketplace. I would like to express my sincere appreciation to Midwest for their confidence in Star and the STAR-ISMS® system, and look forward to a long and mutually beneficial relationship. I would also like to thank the Star team for their hard work and dedication, and trust that this sale will enhance our current initiatives with other airlines in the region."