

**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

April 18, 2013

ITEM 3. NEWS RELEASE

Press release in the form attached as Schedule "A" was disseminated on April 18, 2013 via Marketwire.

ITEM 4. SUMMARY OF MATERIAL CHANGE

The Company announced a corporate update.

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 19th day of April, 2013.

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

Schedule "A"

STAR NAVIGATION PROVIDES CORPORATE UPDATE

TORONTO, ONTARIO, April 18, 2013 - Star Navigation Systems Group Ltd. (TSX - V: SNA) ("Star" or the "Company"), is pleased to provide an update on various corporate initiatives.

Astrium Services

Star and Astrium Services continue the integration efforts required in order to offer a seamless product to customers. As noted in previous disclosure, significant design and testing has been undertaken by the parties in order to ensure that the data captured and analysed in real time onboard the aircraft is presented to the customer in the most efficient and useful manner. The majority of testing has now been successfully completed, together with Ground Station Services. Client Support Services testing is now underway and is expected to be completed shortly. The Pilot Project with Air North has been extended in order to generate additional functionality and data.

India

Star continues its efforts in India to secure the necessary Aeromobile License, required to operate Star's STAR-ISMS® System in Indian airspace.

Pakistan International Airlines ("PIA")

Discussions continue with PIA. PIA has recently instituted major changes in top management and Star is currently awaiting a consideration of its recent detailed proposal.

China

Scheduling extensions continue with respect to the C919, China's first indigenously-manufactured large passenger aircraft. Star is in regular contact with the Commercial Aircraft Corporation of China, Ltd. ("COMAC") and continues to monitor the situation.

Star has also recently initiated discussions with various parties in China and is exploring opportunities in the general aviation sector.

Major Manufacturers

The Company continues discussions with CMC Electronics Inc.

AS9100 Rev. C Update

Star successfully achieved AS9100 Rev. "C" in 2011. AS9100 Rev. "C" is the international quality management system standard for the aerospace industry. The standard provides manufacturers

and suppliers with a comprehensive internationally recognized quality system for providing safe and reliable products to the aerospace (civil, military) industry.

Following the annual audit in January 2013, BSI (the certifying organization) recommended Star for continued certification. Star continues to build and improve upon the quality processes, infrastructure, planning strategies and risk management involved in the design and manufacture of our products along the entire supply chain to achieve a high level of customer satisfaction and increased market penetration.

TSX Venture Exchange (“TSX-V”) Approvals

The Company wishes to confirm the following TSX-V approvals of applications made by the Company:

Warrant Extension announced November 15, 2012 – Approved

Shares for Debt exchanges announced November 2, 2012 and February 11, 2011 – Approved

Private Placements announced September 17, 2012, February 27, 2012 and June 15, 2011 - Approved