

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

July 10, 2013

ITEM 3. NEWS RELEASE

Press release in the form attached as Schedule "A" was disseminated on July 25, 2013 via Marketwire.

ITEM 4. SUMMARY OF MATERIAL CHANGE

The Company announced a reorganization of management.

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 26th day of July, 2013.

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

Schedule "A"

Star Navigation Announces Reorganization

TORONTO, July 25, 2013 - Star Navigation Systems Group Ltd. (TSX-V: SNA) ("Star" or the "Company"), announces a reorganization of its management function.

While Research and Development will continue to be an important part of Star's business, as the Company transitions from being primarily a research and development company into the full commercialization of its STAR-ISMS® In-Flight Safety Monitoring System, the Company's' main focus has shifted to sales, marketing and customer support.

As a result of the reorganization, the duties and responsibilities of the Chief Operating Officer ("COO") have been reallocated internally. Mr. John Thorburn, P. Eng., formerly COO, is no longer with the Company.