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. <u>DATE OF MATERIAL CHANGE</u>

August 19, 2008

ITEM 3. <u>NEWS RELEASE</u>

Press release in the form attached as Schedule "A" was disseminated on August 19, 2008.

ITEM 4. SUMMARY OF MATERIAL CHANGE

The Company announced the rejection by the U.S District Court of jurisdictional arguments made by Aeromechanical Services Ltd. in Star's patent infringement lawsuit.

ITEM 5.1 FULL DESCRIPTION OF MATERIAL CHANGE

See attached Schedule "A" for a full description.

ITEM 5.2 DISCLOSURE FOR RESTRUCTURING TRANSACTIONS

Not Applicable

ITEM 6. RELIANCE ON SECTION 7.1(2) OF NATIONAL INSTRUMENT 51-102

Not applicable

ITEM 7. <u>OMITTED INFORMATION</u>

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. <u>DATE OF REPORT</u>

Dated at Toronto, Ontario this 3rd day of January, 2011.

By: <u>(signed) Viraf S. Kapadia</u> Viraf S. Kapadia

Schedule "A"



FOR IMMEDIATE RELEASE

TSX Venture Exchange Symbol: SNA

<u>STAR NAVIGATION – U.S. District Court Rejects AMS's Jurisdictional</u> <u>Arguments</u>

TORONTO, Ontario, August 19, 2008, —Star Navigation Systems Group Ltd. (TSX-V: SNA) ("Star" or the "Company") is pleased to announce that the United States District Court for the Northern District of California has completely rejected Aeromechanical Services Ltd.'s ("AMS") arguments for lack of personal jurisdiction included in their Motion to Dismiss Star's patent infringement lawsuit (see Star press release May 13, 2008). Although the Court granted AMS's Motion to Dismiss, the Court has given Star leave to file an amended complaint. Specifically, the Court afforded Star time to name Hilary Vieira as a joint defendant with AMS. Star will comply immediately.

About Star Navigation : Star Navigation Systems Group Ltd. (www.star-navigation.com) owns the exclusive worldwide license to its proprietary, patented In-flight Safety Monitoring System, the first system in the world to feature in-flight data-analysis, monitoring and diagnostics with a real-time connection between aircraft and ground. Its real-time capability of tracking performance-trends and predicting incident-occurrence enhances aviation safety and improves fleet management while reducing costs for the operator.

Certain statements contained in this News Release constitute forward-looking statements. When used in this document, the words "may", "would", "could", "will" and similar expressions, as they relate to Star or its management are intended to identify forward-looking statements. Such statements reflect Star's current views with respect to future events and are subject to certain risks, uncertainties and assumptions. Many factors could cause Star's actual performance or achievements to vary from those described herein. Should one or more of these factors or uncertainties materialize, or should assumptions underlying forward-looking statements prove incorrect, actual results may vary materially from those described herein as intended, planned, anticipated, believed, estimated or expected. Star does not assume any obligation to update these forward-looking statements.

CONTACT INFORMATION

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The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of the content of this news release.