

**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

August 6, 2007

ITEM 3. NEWS RELEASE

Press release in the form attached as Schedule "A" was disseminated on September 5, 2007.

ITEM 4. SUMMARY OF MATERIAL CHANGE

The Company announced patent litigation.

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. 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 14th day of January, 2011.

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

Schedule "A"



Star moves forward with patent/licence defence

TSX Venture Exchange Symbol: SNA

TORONTO, Sept. 5 /CNW/ - In the interest of our shareholders, our customers and our company, Star has taken the initial steps towards protecting its patent licence rights against infringement of those rights by AeroMechanical Services Ltd ("AMS") of Calgary, Alberta Canada.

On August 6, 2007, Star requested reexamination of U.S. Patent No. 7,203,630, issued to AMS.

As the first and exclusive licensee of the technology, Star believes that U.S. Patent No. 7,113,852 is relevant to the patentability of AMS's patent and should have been cited in its prosecution history. Omission of consideration of such patent is sufficient to question the validity of the AMS patent and raises issues regarding the enforceability of AMS's patent.

In addition to the request for patent reexamination, Star has put AMS on notice regarding its infringement of Star's intellectual property. Information that is available to us regarding AMS' technology indicates that AMS is knowingly infringing on U.S. Patent No. 7,113,852 and corresponding patents around the world. As a result, Star is diligently preparing the case for infringement should such formal action be required. Both Star and its legal counsel are extremely confident that Star's case will be successful.

Accordingly, Star has formally requested that AMS cease and desist its infringing activities including the sale and offer for sale of the AFIRS(TM) 200 and any other product/service.

Star will continue to vigorously protect its intellectual property rights.