FORM 51-102F3 MATERIAL CHANGE REPORT

ITEM 1. <u>REPORTING ISSUER</u>

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

ITEM 2. DATE OF MATERIAL CHANGE

December 16 ,2005

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

Press release in the form attached as Schedule "A" was disseminated on January 17, 2006.

ITEM 4. <u>SUMMARY OF MATERIAL CHANGE</u>

The Company announced award of patent.

ITEM 5.1 <u>FULL DESCRIPTION OF MATERIAL CHANGE</u>

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. <u>EXECUTIVE OFFICER</u>

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 14th day of January, 2011.

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



Star Navigation Announces - Hong Kong Patent Awarded TORONTO, Jan. 17 /CNW/ - Star Navigation Systems Group Ltd. 'Star Navigation' (SNA - TSX.V) is pleased to announce that the Government of Hong Kong has awarded the Official Grant of Letters Patent for its flagship product, the ISMS(TM) - In-flight Safety Monitoring System. The official grant is entitled, "Systems and Method for Transportation Vehicle Monitoring or Analyzing," and is the Company's second license to the worldwide patent applications to be awarded.

Securing patents is a key strategy in maintaining Star Navigation's proprietary advantage with its flagship product, the ISMS(TM). The ISMS(TM) is the first system in the world to feature in-flight data monitoring and diagnostics with a real-time, secure connection between aircraft and the ground, made possible through current technology and satellite transmission. "2005 was a very positive year for the company. We were awarded our first patent by the United Kingdom, and signed orders of approximately \$17 million for the ISMS(TM) at list prices. Having secured our Hong Kong patent, we look to 2006 becoming another banner year! We are in earnest sales discussions with airline operators world-wide, and look to adding further successes in the coming year ahead," reports Viraf Kapadia, Chairman and CEO.