

**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 15, 2005

ITEM 3. NEWS RELEASE

Press release in the form attached as Schedule "A" was disseminated on August 22, 2005.

ITEM 4. SUMMARY OF MATERIAL CHANGE

The Company announced a contract with A.R. Airways

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 Navigation Announces Contract with A.R. Airways (Club One Aviation) for ISMS(TM) Sale

TORONTO, Aug. 22 /CNW/ - Star Navigation Systems Group Ltd. ("Star Navigation") (TSX Venture: SNA), is pleased to announce that it has signed a contract for the sale and installation of Star's flagship product, the ISMS(TM), (In-Flight Safety Monitoring System) with A.R. Airways (Club One Aviation) of New Delhi, India.

As previously reported on July 26, 2005, Star Navigation signed a letter of intent with A.R. Airways (Club One Aviation). The now formalized contract between the parties is worth an estimated \$2.5 Million.

"In less than one month we have moved from a letter of intent to a firm and binding sale. Our capability to enhance flight safety and, at the same time, reduce operating costs has made a powerful impression on the aviation industry. The private jet market represents a tremendous niche opportunity for Star Navigation. Those who own and operate private jets are very - very wealthy making the purchase of our product, the ISMS(TM), an easy decision. With an estimated 12,800 business jets operating worldwide, this single niche has a potential market size of approximately \$2.5 Billion for Star Navigation. This is only one of many sales verticals which the company will be actively pursuing," reports Viraf Kapadia, Chairman and CEO.

Star is in discussions with airlines operators worldwide for the sale and installation of its ISMS(TM) product