

**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 17, 2007

**ITEM 3. NEWS RELEASE**

Press release in the form attached as Schedule "A" was disseminated on August 15, 2007.

**ITEM 4. SUMMARY OF MATERIAL CHANGE**

The Company announced grant of Canadian Patent.

**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 Canadian Patent**

**TSX Venture Exchange Symbol: SNA**

**TORONTO, Aug. 15 /CNW/ - Mr. Viraf Kapadia, C.E.O. of Star Navigation Systems Group Ltd. ("Star"), a leading edge aviation technology company and developer of the In-Flight Safety Monitoring System ("TERRASTAR(TM)"), is very pleased to announce that the Patent Branch of the Canadian Intellectual Property Office has granted a patent entitled "System and Method for Transportation Vehicle Monitoring, Feedback and Control." TERRASTAR(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 ground, made possible through current technology and satellite transmission. This proprietary patented technology is designed to enhance aviation safety, facilitate the reduction of maintenance costs, and provide the opportunity to dramatically increase an airline operator's profits.**

**Star holds the exclusive worldwide license to use and commercially exploit this particular patent, as well as similar patents previously issued by the United States of America, the United Kingdom, Australia, and Hong Kong. Mr. Kapadia stated: "This patent is important for Star because we are a proud Canadian company. Also, it significantly enhances the protection of our lead product, the In-flight Safety Monitoring System and the proprietary technology behind it, as well as supports our expansion efforts with respect to all applications on land, at sea and in the air. Star is actively developing new applications for in-flight medical monitoring, environmental monitoring and ground-based systems. Other applications for patent protection are progressing around the World."**