

**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**

January 13, 2016

**ITEM 3. NEWS RELEASE**

Press release in the form attached as Schedule "A" was disseminated on January 12, 2016 via Marketwire.

**ITEM 4. SUMMARY OF MATERIAL CHANGE**

The Company announced an agreement with ISONEO.

**ITEM 5. FULL DESCRIPTION OF MATERIAL CHANGE**

For a full description of the material change, please refer to the press release attached hereto.

**ITEM 6. Reliance on subsection 7.1(2) or (3) 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 13th day of January, 2016.

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

**Schedule "A"**

**TORONTO, ONTARIO--(Marketwired - Jan. 13, 2016) - Star Navigation Systems Group Ltd. (TSX VENTURE:SNA) (OTCBB:SNAVF) ("STAR" or the "Company"), and Solutions Isonéo Inc. (ISONEO), a subsidiary of Artal Group in France, are pleased to announce their agreement to cooperate on multiple aerospace projects.**

**STAR will provide its expertise in real-time on-board systems monitoring and tracking. ISONEO will bring its expertise in complex sensors interfacing, information integration, and its Group expertise in avionics integration environment at aircraft manufacturer and OEM levels.**

**The intent is to provide a multi-purpose real time data gathering and analysis solution for all aerospace applications from research projects to flight tests, and new commercial application insertion.**

**The companies have started integrating various medical, bio monitoring and environmental detection sensors with the STAR-A.D.S. ® platform and its ground-services capabilities. The first applications are expected to reach the market by Fall 2016.**