

**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

May 3, 2016

ITEM 3. NEWS RELEASE

Press release in the form attached as Schedule "A" was disseminated on May 3, 2016 via Marketwire.

ITEM 4. SUMMARY OF MATERIAL CHANGE

The Company announced the signing of a contract.

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 4th day of May, 2016.

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

Schedule "A"

TORONTO, ONTARIO--(Marketwired - May 3, 2016) - Star Navigation Systems Group Ltd. (TSX VENTURE:SNA)(OTCBB:SNAVF) ("Star" or the "Company"), is pleased to announce that it has signed a five (5) year contract for the purchase of the STAR-A.D.S. ® solution for installation on an Airbus wide bodied aircraft. The purchaser is an undisclosed Middle East VVIP jet operator.

The Company is advised that the operator's approach is to add the STAR-A.D.S. ® System across their entire fleet of aircraft after this first implementation.

The solution will provide worldwide tracking, in-flight monitoring and analysis of critical parameters and will provide real-time operations and maintenance data flow for action and further analysis on the ground.

Viraf Kapadia, Star's CEO, declared:

"The customer and our team worked efficiently to define the best customized solution to the operator's requirements. We are gratified by their confidence in us and excited by the potential that it opens in the region for us to offer similar solutions to other operators.

Our STAR-A.D.S.® System is currently the only system certified and already fielded for retrofit applications that covers all applications from Operations to Maintenance support, while providing worldwide tracking and data communications. It complies today with anticipated future regulations and recommendations, allowing maximum flexibility to the operator in their growth plans."