

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: STAR NAVIGATION SYSTEMS GROUP LTD. (the "Issuer")

Trading Symbol: SNA

Number of Outstanding Listed Securities: 519,476,538

Date: September 30, 2019

Report on Business

1. Provide a general overview and discussion of the development of the Issuer's business and operations over the previous month. Where the Issuer was inactive disclose this fact.

Star Navigation Systems Group Ltd. owns the exclusive worldwide license to its proprietary, patented In-flight Safety Monitoring System, STAR-ISMS[®], the heart of the STAR-A.D.S.[®] and of the STAR-ISAMM[™] Systems. Its real-time capability of tracking performance trends and predicting incident-occurrence enhances aviation safety and improves fleet management while reducing costs for the operator.

Stars' M.M.I. Division designs and manufactures high performance, mission critical, flight deck flat panel displays for defence and commercial aviation industries worldwide. These displays are found on aircraft and simulators, from C-130 aircraft, to Sikorsky and Agusta Westland helicopters, as examples.

Stars' subsidiary, Star-Isonoe Inc. is a specialized software firm, developing complex solutions in engineering, simulation and development for Canadian customers. Star-Isonoe works closely with Star in the development of the Company's MEDEVAC (STAR-ISAMM[™] and STAR-LSAMM[™]) applications of the patented STAR-A.D.S.[®] technology, and on its current R&D program with Bombardier.

On a press release dated September 6, 2019, the Company announced that it has closed the first tranche of a non-brokered private placement, through issuance of 3,146,667 units at a price of \$0.0375 per unit for gross proceeds of \$118,000. Each unit consists of one common share and one warrant, exercisable for 2 years at a price of \$0.05. The proceeds of the private placement will be used for research and development.

On a press release dated September 10, 2019, the Company announced that AlMasria Universal Airlines ("AlMasria") of Egypt has decided to proceed with the installation of two additional STAR-A.D.S.[®] Systems on recently

acquired aircraft. The STAR-A.D.S.[®] System will help AIMasria achieve important operational cost efficiencies, pursue its growth plans and to immediately meet the recommendations of the International Civil Aviation Organization concerning the Global Aeronautical Distress and Safety System, in particular dealing with the obligation to provide autonomous location and tracking of aircraft in distress at least once every minute.

On a press release dated September 23, 2019, the Company announced that that it has entered into a partnership and industrial agreement with ANTAZ Technologies Pvt. Ltd, (“Antaz”) (see Question #5 for details).

2. Provide a general overview and discussion of the activities of management.

Management has continued to focus on the MEDEVAC applications of its patented technology and on potential sales opportunities in the airborne emergency medical transfer sector, mainly on helicopters and ground ambulances. Recently, a significant part of the corporate reorganization had also involved the Sales Department of the Company which had not performed to expectations.

Management is also continuing its efforts to completely revamp its Sales and Marketing Department. A search for an experienced and innovative Vice President Sales has been underway for some time.

3. Describe and provide details of any new products or services developed or offered. For resource companies, provide details of new drilling, exploration or production programs and acquisitions of any new properties and attach any mineral or oil and gas or other reports required under Ontario securities law.

No new products and services had been noted.

4. Describe and provide details of any products or services that were discontinued. For resource companies, provide details of any drilling, exploration or production programs that have been amended or abandoned.

None noted.

5. Describe any new business relationships entered into between the Issuer, the Issuer’s affiliates or third parties including contracts to supply products or services, joint venture agreements and licensing agreements etc. State whether the relationship is with a Related Person of the Issuer and provide details of the relationship.

On September 23, 2019, the Company announced that that it has entered into a partnership and industrial agreement with Antaz, a well-established Indian company with facilities in Hyderabad, Bangalore and Delhi, India. Antaz will

adapt, integrate and market STAR products to the Indian Defence Forces (Air Force and Navy) in collaboration with Hindustan Aeronautics Limited (“HAL”). STAR is already listed as a registered supplier to HAL for military equipment. Recently, a STAR team met with senior officers from both the Indian Air Force and Navy, and the team successfully demonstrated the benefits and features of STAR-A.D.S.[®] for both fixed wing and rotary aircraft. Of particular interest was the ability of Star’s technology to provide real-time tracking and positioning of aircraft as well as engine status reports. To complete the approach, STAR, through the Antaz presence and already established military business, will comply with the MAKE IN INDIA requirements of the Indian Government. In cooperation with HAL and Antaz, a customised and proprietary solution based on STAR’s patented STAR-ISMS[®] technology is under final development in order to satisfy the specific defence requirements of the Indian Military.

6. Describe the expiry or termination of any contracts or agreements between the Issuer, the Issuer’s affiliates or third parties or cancellation of any financing arrangements that have been previously announced.

None noted.

7. Describe any acquisitions by the Issuer or dispositions of the Issuer’s assets that occurred during the preceding month. Provide details of the nature of the assets acquired or disposed of and provide details of the consideration paid or payable together with a schedule of payments if applicable, and of any valuation. State how the consideration was determined and whether the acquisition was from or the disposition was to a Related Person of the Issuer and provide details of the relationship.

None noted.

8. Describe the acquisition of new customers or loss of customers.

None noted.

9. Describe any new developments or effects on intangible products such as brand names, circulation lists, copyrights, franchises, licenses, patents, software, subscription lists and trade-marks.

None noted.

10. Report on any employee hirings, terminations or lay-offs with details of anticipated length of lay-offs.

None noted.

11. Report on any labour disputes and resolutions of those disputes if applicable.

None noted.

12. Describe and provide details of legal proceedings to which the Issuer became a party, including the name of the court or agency, the date instituted, the principal parties to the proceedings, the nature of the claim, the amount claimed, if any, if the proceedings are being contested, and the present status of the proceedings.

None noted.

13. Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness.

None noted.

14. Provide details of any securities issued and options or warrants granted.

Security	Number Issued	Details of Issuance	Use of Proceeds ⁽¹⁾
Common shares	3,146,667	Issuance of units from non-brokered private placement; each unit consists of 1 common share and 1 warrant	Gross proceeds of \$118,000 to be used for research and development, marketing and corporate overhead.
Warrants	3,146,667	As per above	N/A

(1) State aggregate proceeds and intended allocation of proceeds.

15. Provide details of any loans to or by Related Persons.

None noted.

16. Provide details of any changes in directors, officers or committee members.

None noted.

17. Discuss any trends which are likely to impact the Issuer including trends in the Issuer’s market(s) or political/regulatory trends.

Star’s business involves certain risks and uncertainties that are inherent to high-technology companies. These risks include fluctuations in operating expenses, lengthy sales cycles, technological obsolescence, human

resource costs of necessary additional research and development, competition, regulatory approvals and permitting, and the need to secure further financings or funding. Please refer to the “Risk Factors and Risk Management” section of the Company’s MD&A filed on May 30, 2019 on SEDAR.

Certificate of Compliance

The undersigned hereby certifies that:

1. The undersigned is a director and/or senior officer of the Issuer and has been duly authorized by a resolution of the board of directors of the Issuer to sign this Certificate of Compliance.
2. As of the date hereof there is no material information concerning the Issuer which has not been publicly disclosed.
3. The undersigned hereby certifies to the Exchange that the Issuer is in compliance with the requirements of applicable securities legislation (as such term is defined in National Instrument 14-101) and all Exchange Requirements (as defined in CNSX Policy 1).
4. All of the information in this Form 7 Monthly Progress Report is true.

Dated: October 7, 2019.

Viraf S. Kapadia
Name of Director or Senior Officer

"Viraf S. Kapadia"
Signature

Chief Executive Officer
Official Capacity

Issuer Details		For Month End	Date of Report YY/MM/DD
Name of Issuer Star Navigation Systems Group Ltd.		September 30, 2019	19/10/07
Issuer Address 11 Kenview Blvd.			
City/Province/Postal Code Brampton, Ontario L6T 5G5		Issuer Fax No. (416) 252-3963	Issuer Telephone No. (416) 252-2889
Contact Name Viraf S. Kapadia		Contact Position CEO	Contact Telephone No. (416) 252-2889 ext 230
Contact Email Address viraf.kapadia@star-navigation.com		Web Site Address www.star-navigation.com	