

FORM 7

MONTHLY PROGRESS REPORT

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

Trading Symbol: SNA

Number of Outstanding Listed Securities: 455,253,329

Date: July 9, 2018

This Monthly Progress Report must be posted before the opening of trading on the fifth trading day of each month. This report is not intended to replace the Issuer's obligation to separately report material information forthwith upon the information becoming known to management or to post the forms required by Exchange Policies. If material information became known and was reported during the preceding month to which this report relates, this report should refer to the material information, the news release date and the posting date on the Exchange website.

This report is intended to keep investors and the market informed of the Issuer's ongoing business and management activities that occurred during the preceding month. Do not discuss goals or future plans unless they have crystallized to the point that they are "material information" as defined in the Policies. The discussion in this report must be factual, balanced and non-promotional.

General Instructions

- (a) Prepare this Monthly Progress Report using the format set out below. The sequence of questions must not be altered nor should questions be omitted or left unanswered. The answers to the items must be in narrative form. State when the answer to any item is negative or not applicable to the Issuer. The title to each item must precede the answer.
- (b) The term "Issuer" includes the Issuer and any of its subsidiaries.
- (c) Terms used and not defined in this form are defined or interpreted in Policy 1 – Interpretation and General Provisions.

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.

The Company's business is comprised of two divisions – the STAR-A.D.S.® Division and the STAR-M.M.I.™ Division. The STAR-A.D.S.® Division continues to pursue sales oppourtunities both locally and abroad.

The STAR-M.M.I.™ Division has reported a limited restart of its U.S. Navy repair activities, which had been halted for some months due to internal client budgeting issues.

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

The efforts of management during the month continued to be focused on the MEDEVAC application (In-Flight System Aided Medical Monitoring, or STAR-ISAMM™) and on potential sales opportunities in the airborne emergency medical transfer sector, mainly helicopters. Management expects the product to be fully commercialized by the end of 2018.

The Company's R&D Department has also now completed development of its Land System Aided Medical Monitoring system ("STAR-LSAMM™") for ground ambulance applications. Utilizing Star's patented STAR-A.D.S.® technology, (on-board, real-time flight data monitoring and tracking system), STAR-LSAMM™ directly addresses the need to improve the transmission of the medical data of a patient to a hospital, while still in transit.

One significant prospect has already expressed interest in STAR-LSAMM™ and discussions are continuing. Discussions with existing sales and distribution opportunities for STAR-ISAMM™ are also continuing.

3. Describe and provide details of any new products or services developed or offered.

STAR has completed development of both its STAR-ISAMM™ and STAR-LSAMM™ units, direct applications of its patented STAR-A.D.S.® technology. Designed for Emergency Medical Services use (airborne and ground-based ambulances), both systems offer the capture and transfer real-time of bio-medical information from the ambulance to the ground hospital.

4. Describe and provide details of any products or services that were discontinued.

NONE

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.

NONE

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

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

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

No new customers in the period. No loss.

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

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

None

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

None

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

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

None

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

None

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

None

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

None

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

None

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 were 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: July 9, 2018.

Jean-Louis Larmor

Name of Director or Senior Officer

“Jean-Louis Larmor”

Signature

CEO (Interim)
Official Capacity

Issuer Details		
Name of Issuer Star Navigation Systems Group Ltd.	For Month End June 2018	Date of Report YY/MM/D 18/07/09
Issuer Address 2970 Lakeshore Blvd. W., Suite 203,		
City/Province/Postal Code Toronto, ON M8V 1J7	Issuer Fax No. (416)252-3963	Issuer Telephone No. (416) 252-2889
Contact Name Roger S. Peacock	Contact Position Counsel	Contact Telephone No. (416) 252-2889 # 225
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