

FORM 27
Securities Act (Ontario)

MATERIAL CHANGE REPORT UNDER SECTION 75(2) OF THE ACT

Item 1. Reporting Issuer

Star Data Systems Inc., Commerce Court South, 30 Wellington Street West, Suite 300,
Toronto, Ontario, M5L 1G1.

Item 2. Date of Material Change

August 31, 2000

Item 3. Press Release

On August 31, 2000, a news release in respect of the material change was released by
teletypewriter through the facilities of Canada Newswire.

Item 4. Summary of Material Change

The material change is fully described in the Company's press release attached hereto as
Schedule "A", which press release is incorporated herein.

Item 5. Full Description of Material Change

A full description of the material change is contained under Item 4.

Item 6. Reliance on Section 75(3) of the Act

The report is not being filed on a confidential basis.

Item 7. Omitted Information

No information has been omitted.

Item 8. Senior Officer

Mr. Mark J. Longo, Corporate Secretary at (416) 304-7392.

Item 9. Statement of Senior Officer

The foregoing accurately discloses the material change referred to herein.

DATED at Toronto, this 31st day of August, 2000.

STAR DATA SYSTEMS INC.

Per: “Mark Longo”
Mark J. Longo
General Counsel and Corporate Secretary

SCHEDULE "A"

PRESS RELEASE

FOR IMMEDIATE RELEASE

**RPM DROPS INTERLOCUTORY INJUNCTION
AGAINST FIDELITY AND STAR DATA**

Toronto, Ont. - August 31, 2000 - Star Data Systems Inc. (STY:TSE) today announced that the interlocutory injunction hearing scheduled for August 30, 2000 will not proceed, pursuant to a request from RPM Technologies Corporation ("RPM"). Instead, the parties to the litigation, including RPM, Fidelity Investments Canada Limited, Fidelity Investments (FMR Corp.) and Star Data, have agreed to adjourn the entire matter to trial, which is expected to be heard in mid-2001. Star Data announced the commencement of this legal action in a press release issued on July 18, 2000.

"The termination of the interlocutory injunction application allows us to continue unimpeded with the development and marketing of the e-settlement™ system with our partner Fidelity", stated Alan Hutton, Star Data President, CEO. Hutton added, "We strongly believe that RPM's claim against Star Data is completely without merit and we will continue to vigorously defend our position in the upcoming trial."

Star Data provides real-time B2B e-business information services and wealth management solutions to the financial services industry. Star Data is based in Toronto, with offices in Vancouver, Calgary, Winnipeg, London, Markham, Montreal, Halifax and London, UK. The company employs more than 400 people and is listed on the Toronto Stock Exchange under the symbol STY. For more information on the company's products, services and investor relations activities, visit www.stardata.com.

- 30 -

For further information contact:

James Newell
Senior Vice President, CFO
(416) 363-7827