

The following is a translation summary of the official announcement given to the JASDAQ and the media in Tokyo, Japan.

**Summary Report of Consolidated Financial Results of Three Months (April - June, 2007)
for the Fiscal Year 2007(ending March 31, 2008)**

August 8, 2007

Company Name: SPARX Group Co., Ltd.
 Stock Code Number: 8739
 (U R L <http://www.sparxgroup.com>)
 Representative: Shuhei Abe
 President & Chief Executive Officer
 Contact: Masatoshi Fukami
 Managing Director
 Tel: +81-3-5437-9700

Date of Board of Directors Meeting (to finalize financial results): August 8, 2007

Adoption of U.S. Accounting Standards: Yes / No

1. Consolidated Results for FY2007 (April 1, 2007 to June 30, 2007)

(1) Consolidated Operating Results (Amount rounded down to million yen)

	Operating Revenue		Operating Profit		Ordinary Profit	
	Million yen	%	Million yen	%	Million yen	%
Jun. FY 2007	8,047	(△9.1)	1,045	(△75.6)	1,354	(△69.6)
Jun. FY 2006	8,848	(229.0)	4,281	(380.9)	4,453	(449.6)
FY 2006	27,504	—	9,650	—	10,119	—

	Net Income		Net Income per share		Net Income per share (fully diluted)	
	Million yen	%	yen		yen	
Jun. FY 2007	501	(△78.1)	251.05		243.45	
Jun. FY 2006	2,288	(564.6)	1,158.38		1,103.00	
FY 2006	3,779	—	1,897.00		1,820.44	

Notes:

- Changes of Accounting Method: Yes / No
- Percentage figures shown for operating revenue, operating profit, ordinary profit and net income represent year-on-year changes.

(2) Consolidated Financial Position

	Total Assets	Shareholders' Equity	Shareholders' Equity / Total assets	Shareholders' Equity per share
	Million yen	Million yen	%	yen
Jun. FY 2007	92,274	56,860	57.6	26,564 97
Jun. FY 2006	72,190	46,270	64.1	23,078 02
FY 2006	81,215	52,598	60.8	24,699 12

Note:

Changes in the scope of consolidation

Consolidated subsidiaries:

Newly included: None

Newly excluded: None

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2. Forecast of Results for the Fiscal Year ended March 31, 2008

The SPARX Group Co., Ltd.'s business is influenced by changes in market conditions which make it difficult to forecast operating results with a high degree of accuracy. Instead of a projection for results, please refer to the following quarterly report of operating results:

3. Breakdown of Consolidated Operating Revenue

Items	Jun. FY 2007		Jun. FY 2006		FY 2006	
	Amount	Share	Amount	Share	Amount	Share
	Thousand yen	%	Thousand yen	%	Thousand yen	%
1. Fee income from investment trust business	789,718	9.8	2,053,564	23.2	4,746,235	17.3
Management fee income	(789,360)	(9.8)	(971,248)	(11.0)	(3,660,326)	(13.3)
Performance-based fee income	(357)	(0.0)	(1,082,316)	(12.2)	(1,085,909)	(4.0)
2. Fee income from investment advisor business	7,219,273	89.7	6,758,431	76.4	22,066,310	80.2
Management fee income	(3,503,417)	(43.5)	(3,167,509)	(35.8)	(13,754,556)	(50.0)
Performance-based fee income	(3,715,856)	(46.2)	(3,590,922)	(40.6)	(8,311,753)	(30.2)
Sub – total < 1 + 2 >	8,008,991	99.5	8,811,995	99.6	26,812,545	97.5
Management fee income	(4,292,777)	(53.3)	(4,138,757)	(46.8)	(17,414,882)	(63.3)
Performance-based fee income	(3,716,213)	(46.2)	(4,673,238)	(52.8)	(9,397,663)	(34.2)
3. Other	38,059	0.5	37,002	0.4	692,008	2.5
Total Operating Revenue	8,047,050	100.0	8,848,998	100.0	27,504,554	100.0

Note: Figures in () indicate the breakdown of fee income in the relevant category.

4. Net Management Fee Rate

Period	Jun. FY 2007	Jun. FY 2006	FY 2006
SPARX Group	0.83%	0.80%	0.80%

Note: Net management fee rate = (management fee – related commissions, charges and minority interests) ÷ average assets under management

5. Assets Under Management (AUM)

The following tables detail historical month-end assets under management of Nine Months of fiscal year ending March 31, 2007 for the SPARX Group Co., Ltd. (“SPARX Group”); including SPARX Asset Management Co., Ltd. (“SPARX”) and SPARX International (Hong Kong) Limited (“SPARX”), Cosmo Investment Management Co., Ltd. (“Cosmo”), and PMA Capital Management Limited (“PMA”). Some figures are provided on a preliminary basis. The following numbers represent total AUM for each subsidiary, regardless of the SPARX Group’s equity interest and the minority interests are reported on the profit and loss statement, regarding the interests of shareholders outside of the SPARX Group. SPARX Group unit interests that total less than 100% ownership are as follows:

Company name	SPARX Group Interest
Cosmo Investment Management Co., Ltd.	51.9%
SPARX Value GP, LLC	70.0%

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■ **AUM by company**

(i) **Monthly asset under management**

(hundred million yen)

Company \ Month year	April 2007	May 2007	June 2007
SPARX	12,419	12,301	12,447
Cosmo	2,779	3,299	3,575
PMA	2,311	2,384	2,476
TOTAL	17,510	17,985	18,499

Note:

1. The above-mentioned figures are market values, rounded down to the nearest hundred million yen, and the parts of figures include the committed amount that is applicable for calculating management fee based on each fund contract.
2. Portions of the figures for June 2007 AUM include preliminary data.

(ii) **Average assets under management**

(hundred million yen)

Company \ Month year	Jun. FY 2007	Jun. FY 2006	FY 2006
SPARX	12,389	15,635	14,177
Cosmo	3,218	1,889	2,210
PMA	2,390	2,579	2,535
TOTAL	17,998	20,105	18,922

Note:

1. The above-mentioned figures are market values, rounded down to the nearest hundred million yen.
2. Portions of the figures for June 2007 AUM include preliminary data.

(iii) **Assets under management for funds with performance-based fees**

(hundred million yen)

Company \ Month year	Jun. FY 2007	Jun. FY 2006	FY 2006	
SPARX	Amount	6,254	7,112	6,475
	% within AUM total	50.2	46.7	50.5
Cosmo	Amount	3,071	1,589	2,255
	% within AUM total	85.9	82.6	87.2
PMA	Amount	2,476	2,615	2,370
	% within AUM total	100.0	100.0	100.0
TOTAL	Amount	11,801	11,317	11,101
	% within AUM total	63.8	57.2	62.4

Note:

1. The above-mentioned figures are market values, rounded down to the nearest hundred million yen, and the parts of figures include the committed amount that is applicable for calculating management fee based on each fund contract.
2. Portions of the figures for June 2007 AUM include preliminary data.

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