

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

**Fiscal Year 2007 (ending March 31, 2008)
Summary Report of Consolidated Financial Results**

May 14, 2008

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): May 14, 2008

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

1. Consolidated Results for FY2007 (April 1, 2007 to March 31, 2008)

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

	Operating Revenue		Operating Profit		Ordinary Profit	
	Million yen	%	Million yen	%	Million yen	%
FY 2007	30,552	(11.1)	7,619	(△21.0)	8,157	(△19.4)
FY 2006	27,504	(2.4)	9,650	(△41.2)	10,119	(△37.8)

	Net Income		Net Income per share		Net Income per share (fully diluted)	
	Million yen	%	yen		yen	
FY 2007	3,213	(△15.0)	1,616.97		1,576.06	
FY 2006	3,779	(△57.5)	1,897.00		1,820.44	

Notes:

1. Profit/loss from equity method investments:

FY 2007: nil FY 2006: nil

2. Changes of Accounting Method: Yes / No

3. 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
FY 2007	74,056	47,621	60.1	22,334 66
FY 2006	81,215	52,598	60.8	24,699 12

Notes: Total outstanding shares as of the end of the quarter/fiscal year (consolidated)

FY 2007: 2,054,840 shares FY2006: 2,029,740 shares

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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	Period	FY 2006		FY 2007		YoY Change
		Amount	Share	Amount	Share	
		Million yen	%	Million yen	%	%
1. Fee income from investment trust business		4,746	17.3	2,927	9.6	-38.3
Management fee income		(3,660)	(13.3)	(2,926)	(9.6)	(-20.1)
Performance-based fee income		(1,085)	(4.0)	(1)	(0.0)	(-99.9)
2. Fee income from investment advisor business		22,066	80.2	25,715	84.2	16.5
Management fee income		(13,754)	(50.0)	(12,819)	(42.0)	(-6.8)
Performance-based fee income		(8,311)	(30.2)	(12,895)	(42.2)	(55.2)
Sub – total < 1 + 2 >		26,812	97.5	28,642	93.7	6.8
Management fee income		(17,414)	(63.3)	(15,745)	(51.5)	(-9.6)
Performance-based fee income		(9,397)	(34.2)	(12,897)	(42.2)	(37.2)
3. Other		692	2.5	1,909	6.3	176.0
Total Operating Revenue		27,504	100.0	30,552	100.0	11.1

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

4. Net Management Fee Rate

Period	FY 2006	FY 2007
SPARX Group	0.80%	0.83%

Note:

1. Net management fee rate = (management fee – related commissions and charges) ÷ average assets under management
2. Net management fee rate for PMA Capital Management Limited (“PMA”) is annualized based on management fees that have been realized since SPARX Group Co., Ltd. acquired its stake in PMA.

5. Assets Under Management (AUM)

The following tables detail historical month-end assets under management of fiscal year ending March 31, 2008 for the SPARX Group Co., Ltd. (“SPARX Group”); including SPARX Asset Management Co., Ltd. (“SPARX”), Cosmo Investment Management Co., Ltd. (“Cosmo”), and PMA Capital Management Limited (“PMA”). PMA's operating revenues generated from its AUM are included in the financial figures based on the equity ratio that SPARX owns, following the completion of its acquisition by the SPARX Group on June 19, 2006. 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:

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Company name	SPARX Group Interest
Cosmo Investment Management Co., Ltd.	67.9%
SPARX Value GP, LLC	70.0%

■ AUM by company

(i) Monthly asset under management

Company \ Month year	June 2007	September 2007	December 2007	March 2008
SPARX	12,481	10,726	8,999	7,159
Cosmo	3,575	3,910	3,668	2,928
PMA	2,476	2,317	3,035	2,561
TOTAL	18,533	16,954	15,704	12,649

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 March 2008 AUM include preliminary data.

(ii) Average assets under management

(hundred million yen)

Company \ Month year	FY 2006	FY 2007
SPARX	14,177	10,160
Cosmo	2,210	3,512
PMA	2,535	2,524
TOTAL	18,922	16,197

- Note: 1. PMA's operating revenue generated from its AUM are included in the financial figures based on the equity ratio that SPARX owns, following the completion of its acquisition by the SPARX Group on June 19, 2006.
2. The above-mentioned figures are market values, rounded down to the nearest hundred million yen.
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(iii) Assets under management for funds with performance-based fees

(hundred million yen)

Company		Month year	FY 2006	FY 2006
SPARX	Amount		6,475	3,607
	% within AUM total		50.5	50.4
Cosmo	Amount		2,255	2,553
	% within AUM total		87.2	87.2
PMA	Amount		2,370	1,922
	% within AUM total		100.0	75.1
TOTAL	Amount		11,101	8,082
	% within AUM total		62.4	63.9

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 March 2008 AUM include preliminary data.

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