

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, 2008) for the Fiscal Year 2008(ending March 31, 2009)

August 11, 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): August 11, 2008

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

1. Consolidated Results for FY2008 (April 1, 2008 to June 30, 2008)

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

	Operating Revenue		Operating Profit		Ordinary Profit	
	Million yen	%	Million yen	%	Million yen	%
Jun. FY 2008	3,735	—	△660	—	△273	—
Jun. FY 2007	8,047	(△9.1)	1,045	(△75.6)	1,354	(△69.6)

	Net Income		Net Income per share		Net Income per share (fully diluted)	
	Million yen	%	yen		yen	
Jun. FY 2007	△809	—	△403.98		—	
	501	(△78.1)	251.05		243.45	

Notes:

1. Changes of Accounting Method: Yes / No

2. 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 2008	68,521	46,037	62.8	21,367 06
FY 2007	74,056	47,621	60.1	22,334 66

Note:

Changes in the scope of consolidation

Consolidated subsidiaries:

Newly included: None

Newly excluded: None

2. Forecast of Results for the Fiscal Year ended March 31, 2009

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:

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3. Breakdown of Consolidated Operating Revenue

Items	Period	Jun. FY 2008		Jun. FY 2007		FY 2007	
		Amount	Share	Amount	Share	Amount	Share
		Million yen	%	Million yen	%	Million yen	%
Management fee income		3,205	85.8	4,292	53.3	15,745	51.5
Performance-based fee income		1,171	31.4	3,716	46.2	12,897	42.2
Appraisal losses and gains on investment securities		△647	△17.3	—	—	—	—
Other		5	0.1	38	0.5	1,909	6.3
Total Operating Revenue		3,735	100.0	8,047	100.0	30,552	100.0

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

4. Net Management Fee Rate

Period	Jun. FY 2008	Jun. FY 2007	FY 2007
SPARX Group	0.84%	0.83%	0.83%

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 Three Months of fiscal year ending March 31, 2009 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.	67.9%
SPARX Value GP, LLC	70.0%

(The dissolution was approved by SPARX Group’s Board on July 30, 2008)

■ AUM by company

(i) Monthly asset under management

(hundred million yen)

Company	Month year	April 2008	May 2008	June 2008
SPARX		7,474	7,461	7,059
Cosmo		3,259	3,257	2,936
PMA		2,605	2,615	2,637
TOTAL		13,339	13,335	12,633

Note: 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.

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(ii) Average assets under management

(hundred million yen)

Company \ Month year	Jun. FY 2008	Jun. FY 2007	FY 2007
SPARX	7,331	12,400	10,160
Cosmo	3,151	3,218	3,512
PMA	2,619	2,390	2,524
TOTAL	13,102	18,009	16,197

Note: The above-mentioned figures are market values, rounded down to the nearest hundred million yen.

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

(hundred million yen)

Company \ Month year	Jun. FY 2008	Jun. FY 2007	FY 2007	
SPARX	Amount	3,339	6,287	3,607
	% within AUM total	47.3	50.4	50.4
Cosmo	Amount	2,541	3,071	2,553
	% within AUM total	86.5	85.9	87.2
PMA	Amount	2,009	2,476	1,922
	% within AUM total	76.2	100.0	75.1
TOTAL	Amount	7,891	11,835	8,082
	% within AUM total	62.5	63.9	63.9

Note: 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.

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