

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



February 8, 2006

Company: SPARX Asset Management Co., Ltd
(JASDAQ Code: 8739)

SPARX group adopts holding company structure

SPARX Asset Management Co., Ltd. (“SPARX”) announced today after its Board of Directors meeting that it will move toward a holding company structure scheduled October 1, 2006. The change is subject to the approval at the annual shareholder’s meeting in June 2006 and the approval from regulatory agencies.

1. Purpose of establishing the holding company

SPARX functions as holding company of SPARX group, while SPARX is running discretionary investment management business activities, investment advisory business activities, and investment trust management business activities on the basis of investment advisor business registration, a discretionary investment management business license, and securities investment trust management business authorization in Japan. SPARX group has decided to adopt holding company structure for achieving their business expansion with flexibly responding to changes. Having this structural change, SPARX will continuously try to develop their corporate value and to maximize their shareholders’ value.

2. Implementation Date

Late June 2006: Proposals related to the holding company to be officially approved at the annual shareholders’ meeting.

October 1, 2006: A new holding company is scheduled to be established.

3. Method of establishing the holding company

SPARX group will adopt the corporate divestiture system and SPARX will separate their business and functions. SPARX will transfer to the holding company and will continuously be the listed company. The new company will be established and, afterward, they will get into the process for obtaining the investment advisor business registration, a discretionary investment management business license, and securities investment trust management business authorization in Japan. The new company will change in corporate name to “SPARX Asset Management Co., Ltd. (provisional title)” as of October 1, 2006 and will take over discretionary investment management business activities, investment advisory business activities, and investment trust management business activities.

End of press release