

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



June 29, 2006

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

SPARX Capital Partners to purchase NILE'S Communications shares

SPARX Capital Partners, Co., Ltd. ("SCP"), a wholly-owned subsidiary of SPARX Asset Management Co., Ltd., today announced that it purchased the majority of shares (total number of stock issued is 108,200 shares) of NILE'S Communications Inc. ("NILE'S Communications") from Mr. Toshio Aoyama ("Mr. Aoyama"), the CEO of NILE'S Communications, as follows.

Contents

1. Acquired stock number and stock type: 91,116 shares (common stock)
2. Change in ownership : <before> – %
 <after> 84.2%

NILE'S Communications is an independent publisher of lifestyle magazine "NILE'S NILE", which is distributed only to high income brackets. The company also runs Web-site "NILEPORT", which provides information linked to "NILE'S NILE".

In 10 years after the first publication in 1996, "NILE'S NILE" has become the most recognized and admired magazine for high income brackets. Recently, since there has been a significant increase in upmarketing efforts of enterprises, NILE'S Communications has been growing steadily.

After the transaction, Mr. Aoyama will remain as the CEO of NILE'S Communications. SCP, as the largest shareholder, will dispatch directors to the board and support NILE'S Communications to achieve the further growth.

SCP, as an independent principal investment company, will continue to invest in the companies with competitive and growth oriented management.

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

■ SPARX Capital Partners Co., Ltd.

(1) Head office:	Shinagawa-ku, Tokyo
(2) Representative:	Masamichi Kudo
(3) Description of principal business:	Investment in unlisted stocks, delisting public companies, overseas investment deals, investment in funds managed by SPARX group and by other companies, development of new investment techniques
(4) Shareholder:	SPARX Asset Management Co., Ltd.(100%)

■ NILE'S Communications

(1) Head office:	Minato-ku, Tokyo
(2) Representative:	Toshio Aoyama
(3) Description of principal	Magazine publishing, Web-site management
(4) Shareholder(※):	Toshio Aoyama (100%)
(5) URL	http://www.nileport.com

(※) as of June 28, 2006

Contact : SPARX Capital Partners Co., Ltd. / Tel: +81-3-5437-9800

End of press release