

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



August 10, 2007

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

SPARX Group Completes Payment for New Stock Issued Through Third Party Allotment by JVC

Tokyo (August 10, 2007) – SPARX Group Co., Ltd. is pleased to announce that multiple investment funds (collectively the “SPARX Funds”) managed by SPARX International (Hong Kong) Limited, an investment management company belonging to SPARX Group, today completed payment for new stock issued through a third party allotment by Victor Company of Japan, Limited (“JVC”). Details are as follows:

For Reference

On completion of payment for new stock issued through private placement by JVC:

As stated in the Notice of Capital and Business Alliance and Management Integration for Further Study Between JVC and Kenwood as Well as Third Party Allotment of New Shares of JVC that was announced on July 24, 2007, SPARX International (Hong Kong) Limited has adopted a resolution stating that SPARX Funds will underwrite a capital increase through third party allotment by JVC. In accordance with the resolution, SPARX Funds today completed the payment and made an investment of 15 billion yen in JVC.

Number of shares acquired, acquisition cost, and number of shares owned before and after the acquisition:

- (1) Number of shares owned before the acquisition: -- no shares
(ratio to the total number of voting rights: zero %; voting rights: none--)
- (2) Number of shares acquired: 46,154,000 shares
(ratio to the total number of voting rights: 12.8%; voting rights: 46,154)
- (3) Number of shares owned after the acquisition: 46,154,000 shares
(ratio to the total number of voting rights: 12.8%; voting rights: 46,154)

(Note) The ratio to the total number of voting rights, including treasury stock, is 12.8%.

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