

**The following is an English version of the official Japanese announcement which has been given to the JASDAQ and the media in Tokyo, Japan.**

December 25, 2009

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

**SPARX Entered Into Agreement With Japan Wind Development To Form A Limited Partnership That Seeks Green Investment Opportunities**

**Tokyo (December 25, 2009)** – SPARX Group Co., Ltd. (hereafter “SPARX”) is pleased to announce that it would establish a limited partnership with Japan Wind Development Co., Ltd. (hereafter “JWD”), one of Japan’s leading renewable energy providers. Through this limited partnership, both SPARX and JWD will jointly invest in Japanese companies that own critical technologies and other know-how that would be necessary to create smart grids, or networks that manage energy demand more efficiently.

In addition, SPARX has entered into an agreement with one of JWD’s subsidiaries, the Energy Strategy Institute Co., Ltd., which would provide information and advice on industry trends, potential investments and technologies.

1. Overview of the Limited Partnership

Name	SPARX Smart Grid Initiative Limited Partnership for Investment
General Partner	SPARX Group Co., Ltd.
Limited Partner	Japan Wind Development Co., Ltd.
Initial Subscription	JPY 1 billion
Investable Universe	Mainly invest in Japanese companies that are listed on Japan’s stock exchanges
Term	5 years
Start Date of Agreement	Beginning of January 2009

**The following is an English version of the official Japanese announcement which has been given to the JASDAQ and the media in Tokyo, Japan.**

2. Objective of Limited Partnership

To invest in companies that own critical technologies and other know-how that would be necessary to create smart grids, which would be a new infrastructure that links electricity suppliers to power users and efficiently manage electrical power consumption in automobiles, houses, offices etc.

3. Investment Policy of Limited Partnership

In principle, SPARX will invest in companies, which possess critical technologies and other know-how needed to transition from an oil society to an oil-free, low-carbon society, and are likely to experience high growth in the mid-to-long term.

SPARX plans to leverage its relationship with the Energy Strategy Institute Co., Ltd. and collaboratively work with its portfolio companies to increase their corporate value and introduce various business opportunities.

4. Future plans

SPARX plans to launch similar investment vehicles to allow both its Japanese and non-Japanese institutional investors to participate in this new strategy.

Continuously seeking ways to increase its profitability, SPARX aims to 1) strengthen its brand and unique hybrid investment business model, a combination of its traditional and alternative investment strategies, and 2) differentiate itself as the only firm that is capable of providing “Asia Investment Intelligence” in Japan. By launching this smart grid-focused investment strategy, SPARX’s product range of alternative investment strategy will be further improved and expanded.

#####