

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



November 6, 2017

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

**Notice on Execution of Investment in iQPS Inc.,
Developer of the 1m resolution World's Lightest Small Radar Satellite**

To build Cutting-Edge Social Infrastructure through which "Earth Observation
Is Instantly Available at Any Time"

Tokyo (November 6, 2017) – SPARX Group Co., Ltd. ("SPARX") announces that "Mirai Creation Investment Limited Partnership" ("Fund"), has executed a new investment (JPY 750 million) in iQPS Inc.(Company), the developer of the 1m resolution world's lightest small SAR (Synthetic Aperture Radar) satellite. This capital will be appropriated for R&D expenses, which include satellite launches.

■ Overview of Investment

The Company was founded as a start-up enterprise in 2005, to conduct research and development for small artificial satellites based on the research results of Kyushu University. Company's newly developed innovative small SAR antenna will contribute to downsize SAR satellite, which can make observations during any weather, day or night. Their analysis of microwaves allows them to acquire detailed discriminating or identifying information about targets, so SAR satellites are promised to use in various fields, including disaster prevention, defense, and environmental surveys. In the long term, by launching many small SAR satellites, the company aims to build cutting-edge social infrastructure through which "earth observation is instantly available at any time," thereby contributing to the creation of new economic value.

■ Overview of the Fund

The Fund targets investment in enterprises and projects that possess innovative technologies in the core fields of AI, robotics, technologies to enable a hydrogen-based society, as well as other related projects. The Fund began its operations in November 2015 with SPARX as an operator, with investment of 13.5 billion yen by Toyota Motor Corporation, Sumitomo Mitsui Banking Corporation and SPARX. At the end of September 2017, 20 companies have invested in the Fund and AUM reached 36.7 billion yen.

■ Related Press Release

"Toyota and Sumitomo Mitsui Banking Corporation to Invest in New Investment Fund Established by SPARX Group.Co., Ltd." dated November 4, 2015.

<http://v4.eir-parts.net/v4Contents/View.aspx?cat=tdnet&sid=1297754>

"Notice Concerning the Execution of First Investment Project by Mirai Creation Fund" dated January 5, 2016.

<https://www.sparxgroup.com/press/uploads/PressE160105-01.pdf>

"Notice Concerning the Execution of New Investment by Mirai Creation Fund" dated January 13, 2016.

<https://www.sparxgroup.com/press/uploads/PressE160113-01.pdf>

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“Notice Concerning the Execution of First Investment In Energy Storage Venture by Mirai Creation Fund” dated March 30, 2016.

<https://www.sparxgroup.com/press/uploads/PressE160330-01.pdf>

“INCJ, SPARX Group and Mitsubishi UFJ Capital to invest in 3D MEDiA Co., Ltd. Company develops and markets world's first "3D robot vision system" dated May 26, 2016.

<https://www.sparxgroup.com/press/uploads/PressE160526-01.pdf>

“Notice On the Execution of Investment In WHILL, Revolutionary Next-Generation Personal Mobility Device Company” dated June 1, 2016.

<https://www.sparxgroup.com/press/uploads/PressE160601-01.pdf>

“Notice On the Execution of Investment In SORACOM, M2M Connection Service, which is Crucial in IoT Era” dated July 6, 2016.

<https://www.sparxgroup.com/press/uploads/PressE160706-01.pdf>

“Notice On the Execution of Investment In a FoF, Composed By a U.S. Venture Capital Firm” dated July 11, 2016.

<https://www.sparxgroup.com/press/uploads/PressE160711-01.pdf>

“Notice On the Execution of Investment In GROOVE X New Generation Robot for Consumer Appliances” dated October 4, 2016.

<https://www.sparxgroup.com/press/uploads/PressE161004-01.pdf.pdf>

“Notice On the Execution of Investment In Getaround Peer to Peer Car Sharing Service and Car Rental” dated November 1, 2016.

<https://www.sparxgroup.com/press/uploads/PressE161101-01.pdf>

“Notice On the Execution of Investment In freee Japan's Leading Market Share Company In Cloud Accounting Software” dated December 26, 2016.

<https://www.sparxgroup.com/press/uploads/PressE161226-01.pdf>

“Notice of Investment in FiNC Japan's Mobile Health Technology Venture” dated January 13, 2017.

<https://www.sparxgroup.com/press/uploads/170113EF%20Mirai%20FiNC.pdf>

“Notice on the Execution of Investment in MJJ, Consumer Communication Robots Company” dated February 17, 2017.

<https://www.sparxgroup.com/press/uploads/PressE170217-01.pdf>

“Notice on the Execution of Investment in Magellan Japan's Satellite Navigation Systems Comp” dated February 20, 2017.

<https://www.sparxgroup.com/press/uploads/PressE170220-01.pdf>

“Notice on Execution of Investment in aptpod, Bi-Directional Cloud System Provider, Applicable to Autonomous Driving” dated March 8, 2017.

<https://www.sparxgroup.com/press/uploads/PressE170308-01.pdf>

“Notice on Execution of Investment in Goldlp Legal Tech Company” dated March 21, 2017.

<https://www.sparxgroup.com/press/uploads/PressE170321-01.pdf>

“Notice on Execution of Investment in SLAMcore Limited., a low-energy, modular-type SLAM system company” dated May 10, 2017.

<http://v4.eir-parts.net/v4Contents/View.aspx?cat=tdnet&sid=1467516>

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

“Notice on Execution of Investment in Guardian Optical technologies Ltd., a company which develops next generation sensor for monitoring the safety.” dated May 10, 2017.

<http://v4.eir-parts.net/v4Contents/View.aspx?cat=tdnet&sid=1467515>

“Notice on Execution of Investment in JapanTaxi, Provider of Japan’s Biggest Taxi Distribution Network App, dated June 1, 2017.

<http://v4.eir-parts.net/v4Contents/View.aspx?cat=tdnet&sid=1481565>

“Notice on Execution of Investment in Autotalks, Leading V2X Communication Chipsets Company, dated June 26, 2017.

<http://v4.eir-parts.net/v4Contents/View.aspx?cat=tdnet&sid=1489278>

“Notice on Execution of Investment in Exvision High-Speed Vision Development Platform Company, dated June 29, 2017.

<http://v4.eir-parts.net/v4Contents/View.aspx?cat=tdnet&sid=1490717>

“Notice on Execution of Investment in RT Corporation, Service Robots and Artificial Intelligent Development, dated July 10, 2017.

<http://v4.eir-parts.net/v4Contents/View.aspx?cat=tdnet&sid=1494908>

“Notice on Execution of Investment in Sansan, Inc. Provider of “Sansan”, Cloud-Based Business Card Management Services, dated August 7, 2017.

<http://v4.eir-parts.net/v4Contents/View.aspx?cat=tdnet&sid=1504039>

“Notice on Execution of Investment in Flydata Inc., Data Integration Solution Provider” dated September 4, 2017.

<http://v4.eir-parts.net/v4Contents/View.aspx?cat=tdnet&sid=1512367>

“Notice on Execution of Investment in Realtime Robotics, Inc., robotics motion-planning technology company, October 31, 2017. “

<http://v4.eir-parts.net/v4Contents/View.aspx?cat=tdnet&sid=1524123>

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