

Consolidated Financial Results for the 2nd Qtr of the FY2017 (Apr. 2017 – Sep. 2017)

November 10, 2017



SPARX Group Co., Ltd.
<http://www.sparxgroup.com/>



**To Be the Most Trusted and Respected
Investment Company in the World**



Financial Results for the 2nd Qtr of the FY2017

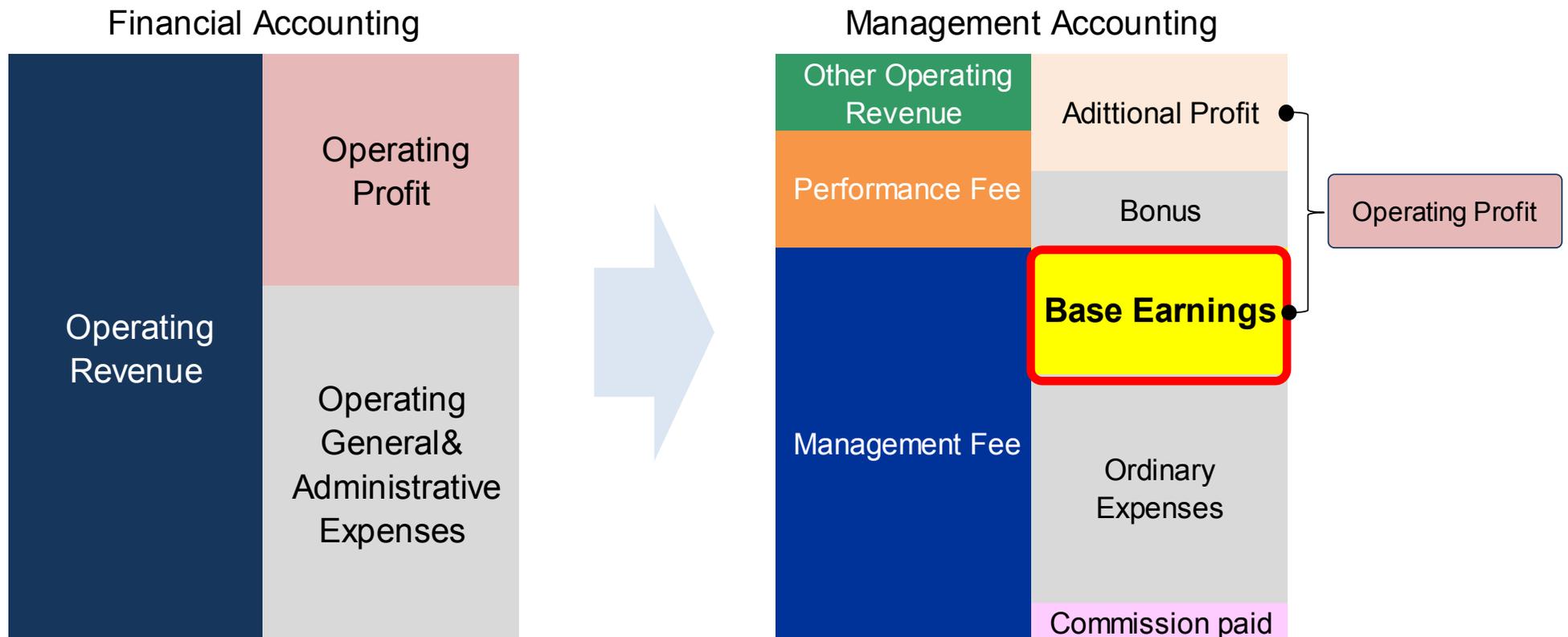
An Attention to Consolidated Financial Results of SPARX Group Co., Ltd.



The Company identifies “**Base Earnings**” as the most important financial indicator which explains sustained and stable fundamental profitability of the Company.

$$\begin{aligned} \text{Base Earnings} &= (\text{Management Fee} - \text{commission paid}) - \text{Ordinary expenses} \\ &= \text{Management Fee (After the deduction of commission paid)} - \text{Ordinary Expenses} \end{aligned}$$

Because the operating profit for financial accounting purposes includes one-off/ additional performance fees which could be affected by trends of the equity market and progress of real assets investment business, we recommend you to pay attention to “Base Earnings” for understanding the earning strength.



(Note) The “Company” means SPARX Group Co., Ltd. and its consolidated subsidiaries. Hereinafter the same.

FY 2017 Overview (1) Performance



Each result improved significantly due to increases such as management fees and performance fees resulting from favorable performance and the growth of Japanese equity market

(Unit:MM JPY)	FY2016	FY2017	YoY change
	Apr2016-Sep2016	Apr2017-Sep2017	
Operating revenue	3,948	5,280	+33.7%
Operating profit	1,287	2,155	+67.3%
Net income	616	1,574	+155.4%
Base earnings	1,115	1,473	+32.1%

(Note1) Please refer slide 6 and slides 27-30 for details of management fees and performance fees.

(Note2) Please refer slide 4, 6 and 33 for details of base earnings.

FY 2017 Overview (2) Performance



		FY2016		FY2017	
		Apr2016-Sep2016	Full Year	Apr2017-Sep2017	YoY change
Average AUM	(100MM JPY)	9,253	9,459	10,322	+11.6%
Management fee rate (After the deduction of commission paid)	(%)	0.67%	0.69%	0.68%	+0.01
Management fee (After the deduction of commission paid)	(MM JPY)	3,120	6,498	3,512	+12.6%
▲ Ordinary expenses	(MM JPY)	2,005	4,028	2,039	+1.7%
Base earnings	(MM JPY)	1,115	2,469	1,473	+32.1%
Performance fee	(MM JPY)	301	1,322	1,142	+279.5%
Percentage of AUM eligible to earn performance fee	(%)	41.8%	36.4%	34.2%	▲7.6
Other operating revenue	(MM JPY)	53	107	98	+85.3%
▲ BONUS (including ESOP Expense)	(MM JPY)	181	688	555	+206.4%
Operating profit	(MM JPY)	1,287	3,169	2,155	+67.3%
Profit attributable to owners of parent	(MM JPY)	616	2,346	1,574	+155.4%
ROE	(%)	8.9%	15.7%	19.7%	+10.8

FY 2017 Overview (3) AUM



Highly profitable Japanese AUM steadily grew up and approaching 1 trillion JPY.

(Unit:100MM JPY)	AUM			Average AUM (Six months)		
	As of March, 2017	As of September, 2017	Change (%)	FY2016	FY2017	YoY change (%)
Japan	8,139	9,417	+15.7%	7,229	8,869	+22.7%
Korea	1,343	1,318	▲ 1.9%	1,820	1,357	▲ 25.4%
Asia	143	96	▲ 32.5%	202	95	▲ 52.9%
Total	9,627	10,832	+12.5%	9,253	10,322	+11.6%

	As of September, 2016	As of March, 2017	As of September, 2017	YoY change
TOPIX	1,322	1,512	1,674	+26.6%
NIKKEI stock average (JPY)	16,449	18,909	20,356	+23.7%
KOSPI	2,043	2,160	2,394	+17.2%

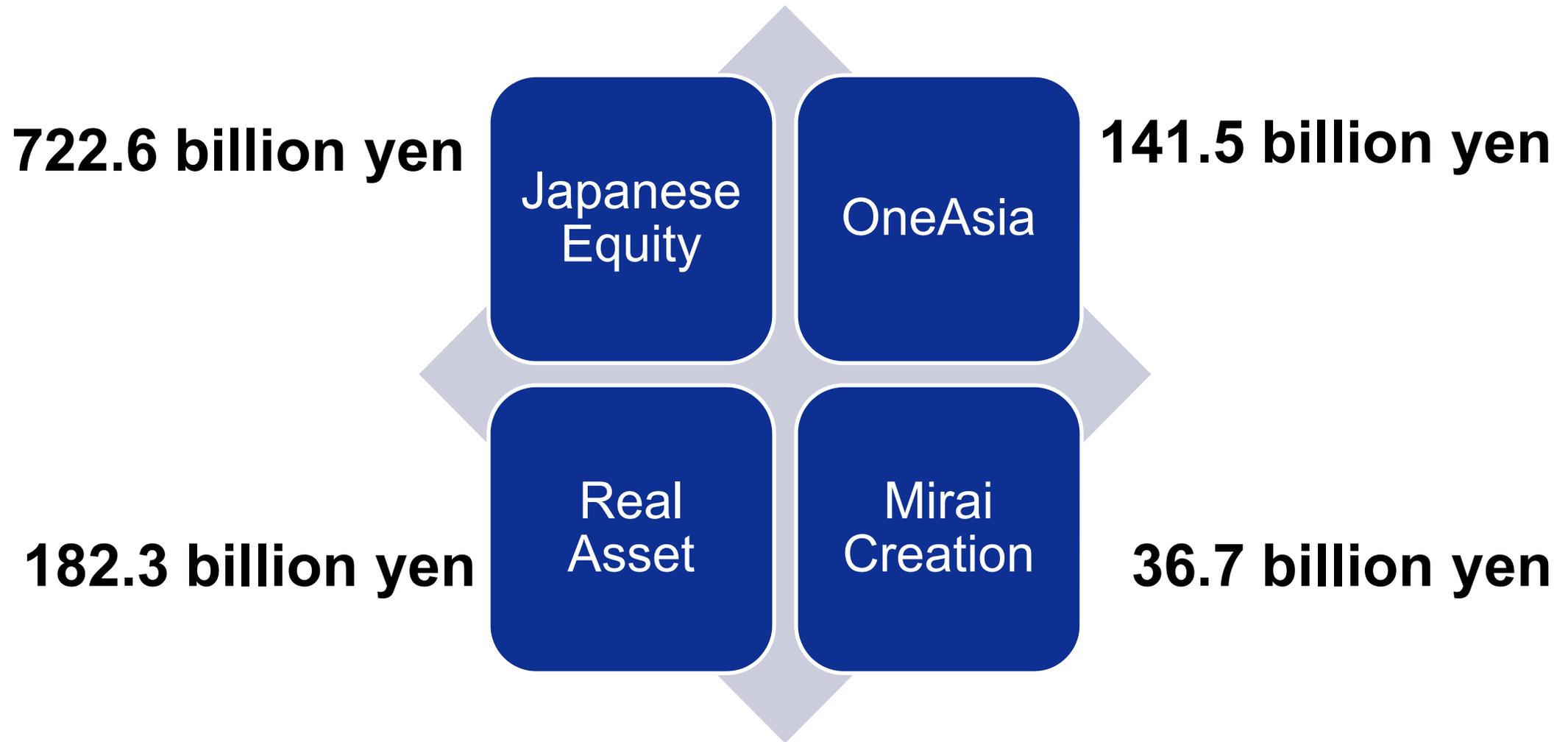
※ Please refer “SPARX Group Announces Assets Under Management for September 2017” for further information.
https://www.sparxgroup.com/ir/uploads/pdf/AUM_Monthly_2017SeptemberE.pdf



Progress of the Businesses and Future Plans

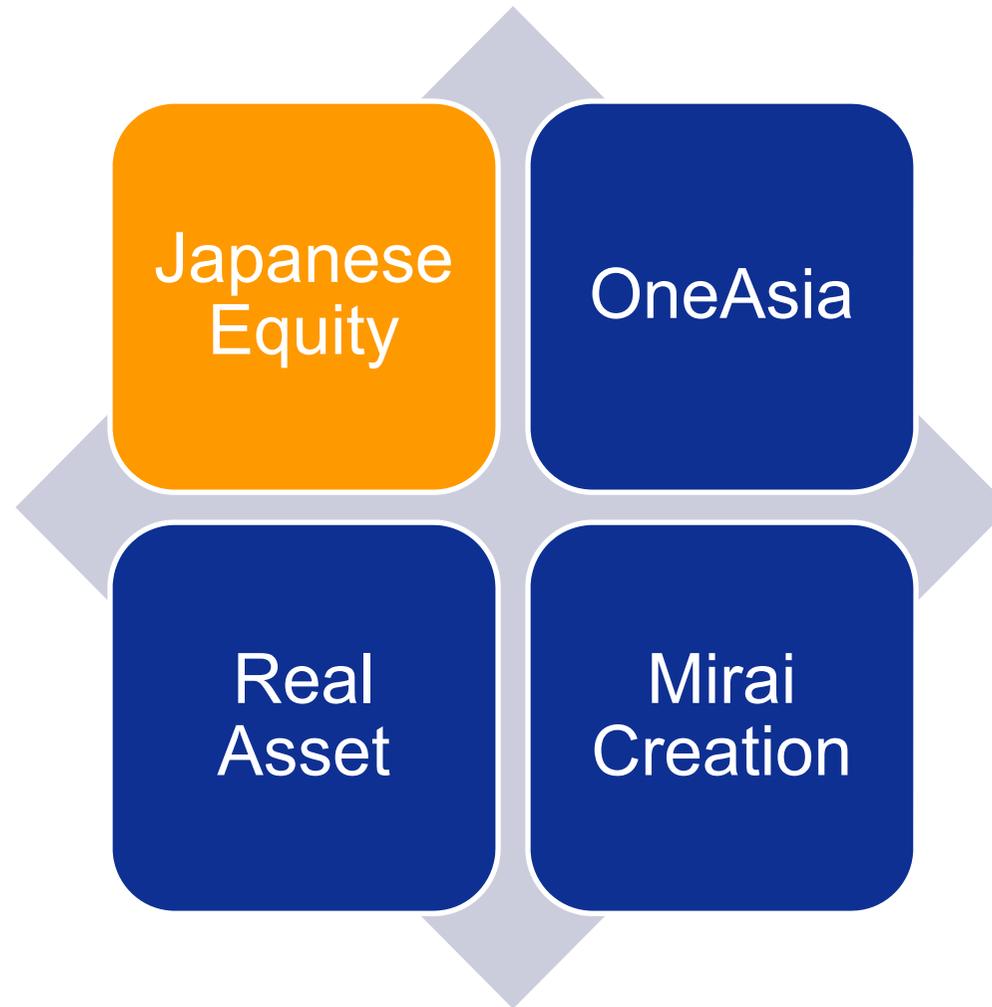
4 Main Investments for Growth Realization

Breakdown of AUM as at the end of September 2017



① Japanese Equity Investment Strategy

(AUM as at the end of September 2017 : 722.6 billion yen)



Japanese Equity Investment Strategy : AUM by Strategies



(Unit : 100million JPY)	AUM			
	Mar. 2017	Sep. 2017	Change	Change (%)
Japanese Equity Long-Short Strategy	179	173	▲5	▲3.3%
Japanese Equity Focus All Cap Strategy	2,946	3,437	+490	16.6%
Japanese Equity Mid & Small Cap Strategy	1,815	2,289	+473	26.1%
Japanese Equity Clean Tech. Strategy	1,030	1,206	+175	17.0%
Shareholders Responsibility Strategy	56	68	+11	19.9%
Others	39	52	+12	32.9%
Total	6,068	7,226	+1,157	19.1%

- Japanese Equity Long-Short Strategy:
recovered by its performance although the AUM is net outflow due to redemption mainly from domestic institutional investors
- Japanese Equity Focus All Cap Strategy:
increased due to favorable performance and rise of equity market although net inflow is limited
- Japanese Equity Mid & Small Cap Strategy:
increased due to favorable performance and rise of equity market in addition to net inflow
- Japanese Equity Clean Tech Strategy:
increased due to favorable performance and rise of equity market



Japan Equity Category (5 years) for five consecutive years!

Received 15th Annual
Mercer MPA Award (Japan) 2017 of Japan
Japan Equity Category (5 years)
For five consecutive years!

SPARX Japan Equity Focus All Cap Strategy

(Reference) <http://v4.eir-parts.net/v4Contents/View.aspx?cat=tdnet&sid=1497388>

The Mercer MPA Awards are based only on historical return obtained from investment managers and there is no relationship with Mercer’s qualitative ratings or recommendation. Mercer gives no representations or warranties as to the accuracy of such information or method of calculation, and accepts no responsibility or liability (including for indirect, consequential or incidental damages) for any error, omission or inaccuracy in such information. In addition, Past Performance cannot be relied upon as a guide to future performance. Only Mercer Japan Ltd. gives this award to investment managers and no other Mercer offices are responsible for this award.

Received “AsiaHedge Awards 2017”



Japan category (1 year) for the first time!

AsiaHedge Awards 2017 Japan Category (1 Year) SPARX Japan Long-Short Fund

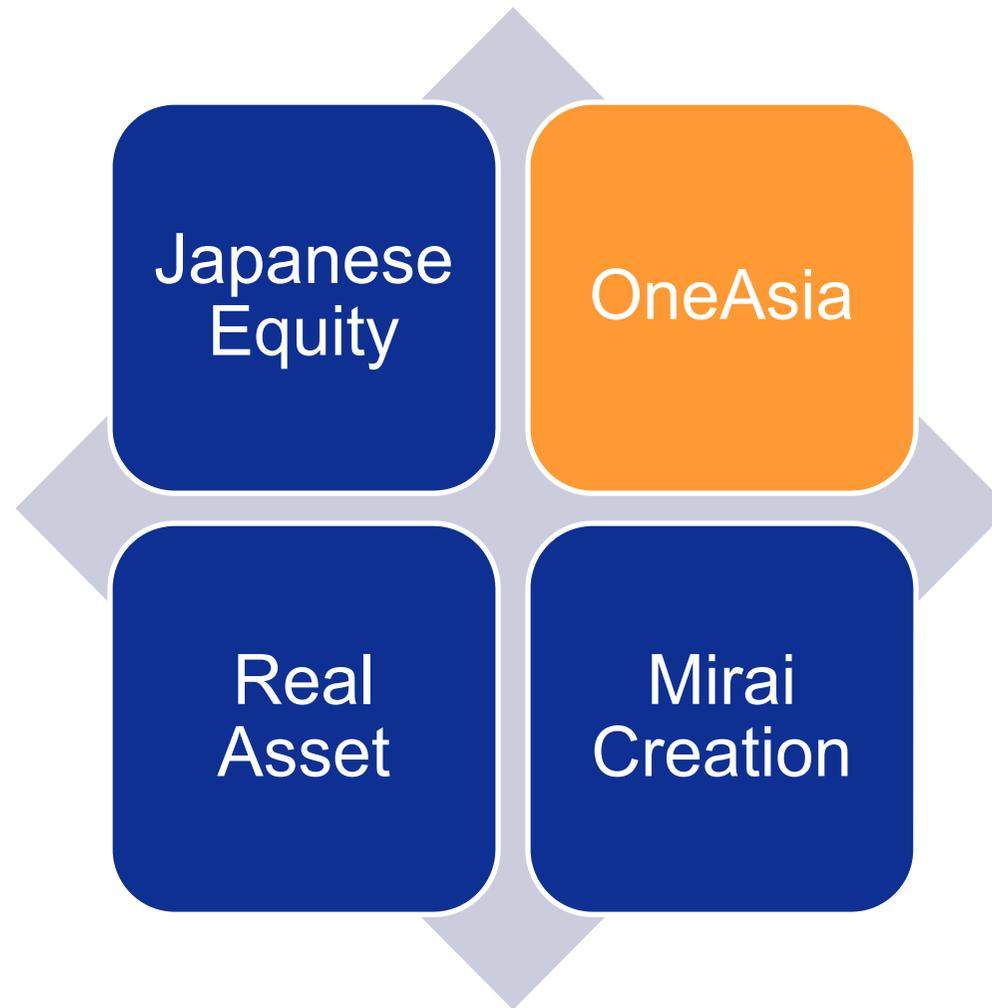


(Reference) <http://v4.eir-parts.net/v4Contents/View.aspx?cat=tdnet&sid=1528539>

The AsiaHedge Awards, now in their 16th year, aim to recognize the best risk-adjusted performers in the Asia-Pacific hedge fund industry, with awards being based on a combination of Sharpe ratios and absolute returns.

②OneAsia Investment Strategy

(AUM at the end of September 2017: 141.5 billion yen)





Set up Asia Gensentoshi Fund (public placement fund) in May 2017

Set up an Asian version of highly esteemed Japanese Equity - Gensentoshi Fund (Highly Selective Investment Fund) (long-term investment fund focusing on a limited number of Asian firms (excluding Japanese ones) with advanced technology and strong brand recognition, which are expected to realize future global expansion) as a private placement fund in February 2017. Further, in May 2017, set up another fund with the same strategy by way of public offering, thereby enhancing access to individual investors and expanding AUM.

Set up Korean Long Short Fund in April 2017, OneAsia Long Short Fund in July 2017

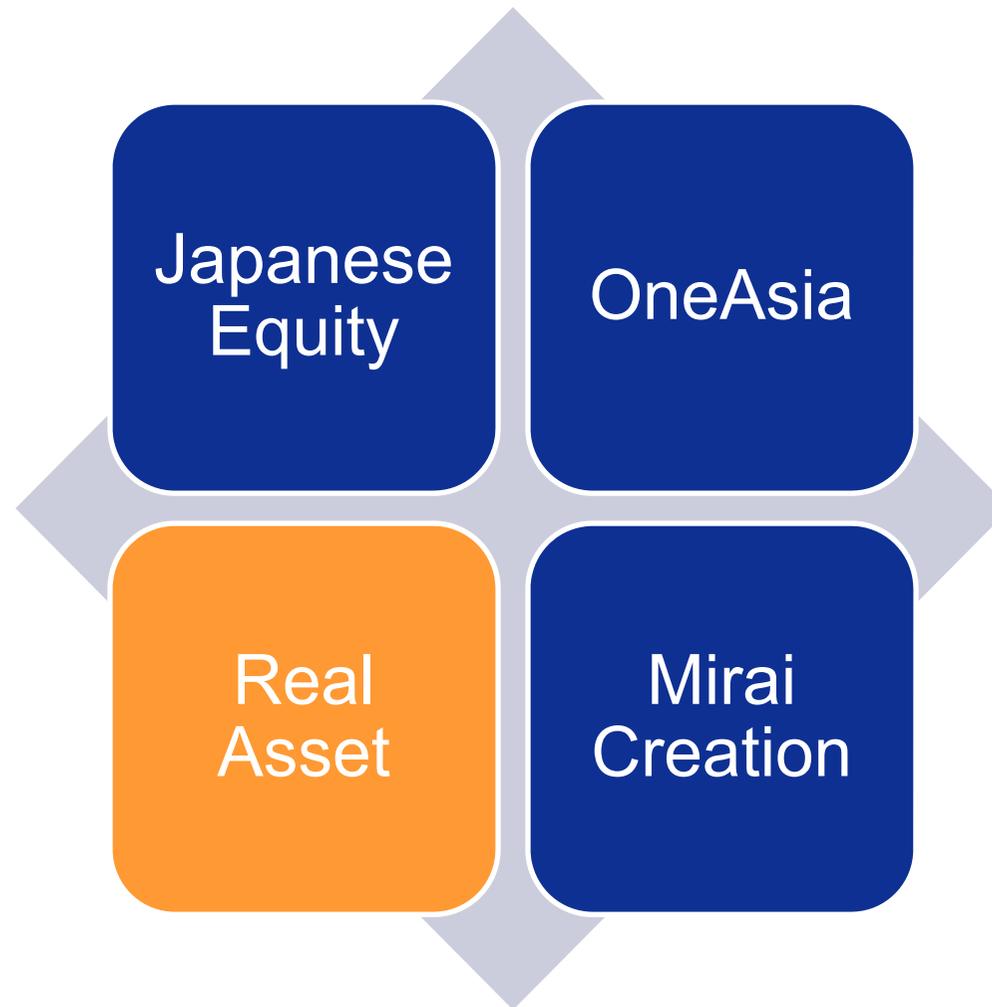
Set up a Long Short Fund of Korean listed equities and Asian equities by utilizing the know-how of investments in Japanese equities. Seek to increase AUM with alternative investments as higher value-added products.



Enhancing investments in Asian equities by sharing intelligence on investments between fund managers in Tokyo, Korea and Hong Kong.

③ Real Asset Investment Strategy

(AUM at the end of September 2017: 182.3 billion yen)



Investment in Renewable Energy Generating Facilities (1)

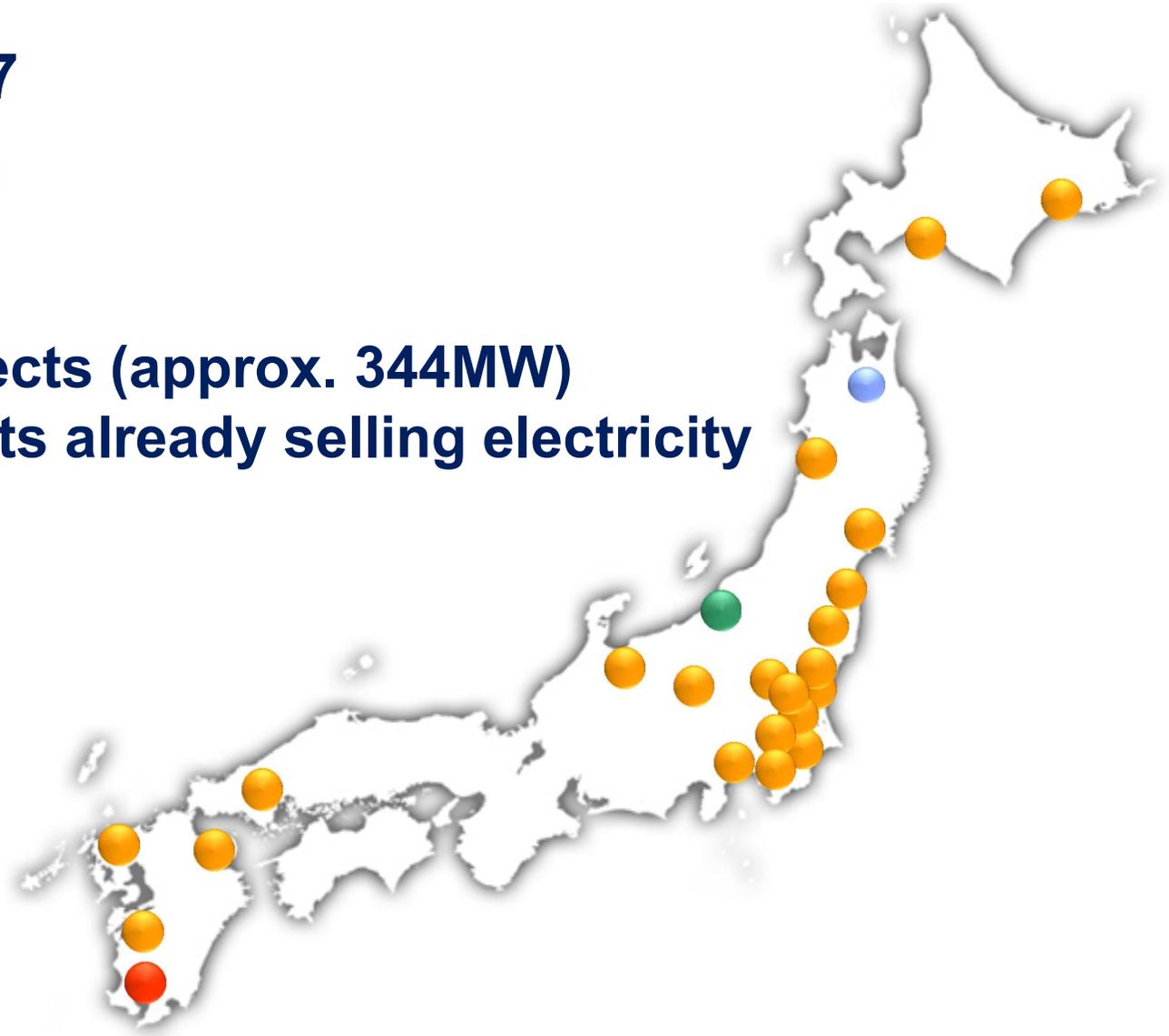


■ AUM

September end, 2017
149.2 billion yen

- Invested in 24 projects (approx. 344MW)
Including 17 projects already selling electricity (approx. 161MW)

-  Solar Power Station
-  Wind Power Station
-  Geothermal Power Station
-  Biomass Power Station





Setting up “Brown Field Investment” fund

The Company has been utilizing its know-how, intelligence and knowledge for “green field investment” funds, targeting on the phase of development and opening of renewable power generation facilities. In addition, the Company aims to set up “brown field investment” funds focusing on the phase of running renewable power generation facilities, which can produce a long-term stable cash flow.

Executed an investment in a renewable energy generating facility in the disaster-stricken region through the fund

The investment executed in a renewable energy generating facility (Total construction cost; 10.4billion yen, power output; 36.8MW) in the region afflicted by the accident at Fukushima Daiichi Nuclear Power Plant through a fund in July 2017. Developing and investing in renewable energy generating facilities is exceedingly meaningful to the Company in terms of contributing to recovery from the disaster.

The company plans to keep seeking opportunities of investment in afflicted regions in future.

Investment in Renewable Energy Generating Facilities (3)



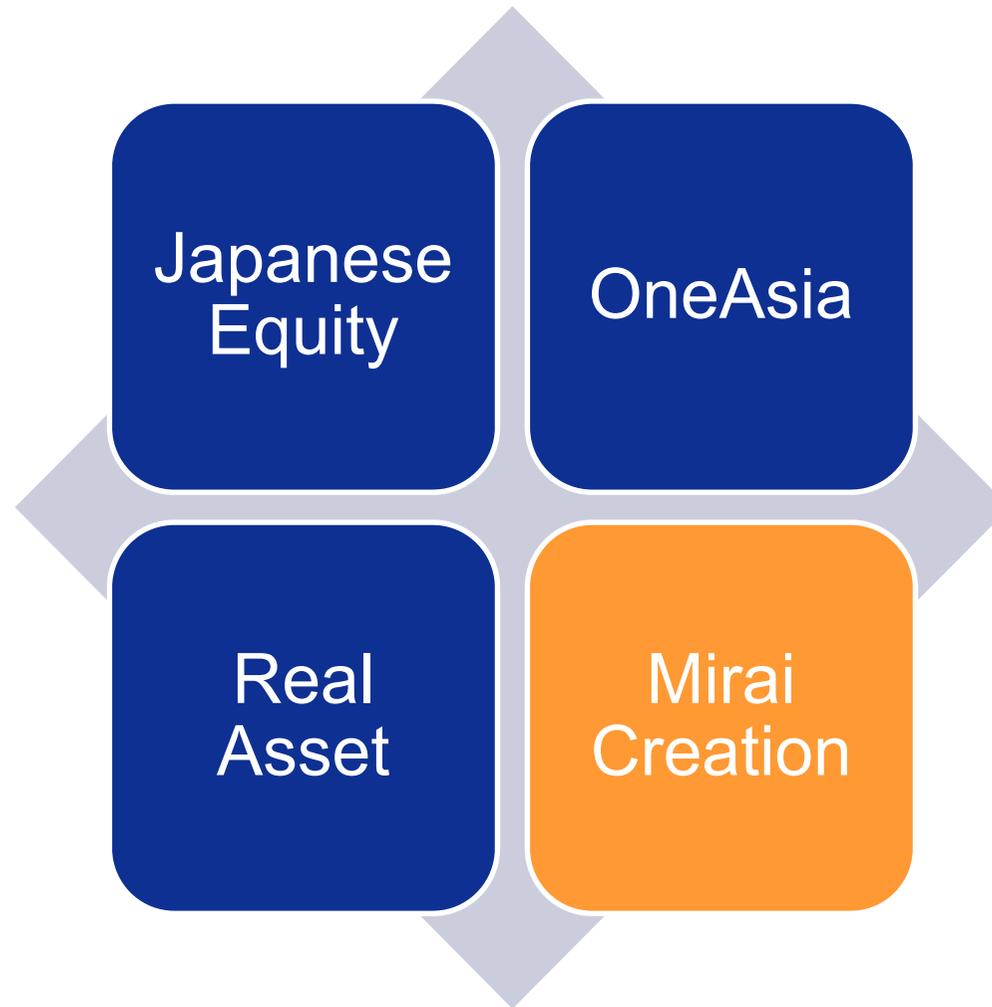
The first biomass energy supply facility of SPARX,
“SGET Sanjo” has begun its operation
(Total construction cost : approx. 6billion yen / Power output: approx. 6.3MW)



- ▶ Utilizing unused trees in mountains as fuel is effective for the protection of village forests, promotion of forest improvement, conservation of the ecosystem, and prevention of disasters in mountains, which will lead to forest restoration.
- ▶ Establishment of this power plant would have a wide range of spinoff effects on the community, including vitalization of forestry by collecting and hauling unused materials from the local area, preservation of village forests, and development of new industries and new job opportunities through the management and operation of biomass energy supply facilities, as well as related facilities.

④ Mirai Creation Investment Strategy

(AUM at the end of September 2017: 36.7 billion yen)



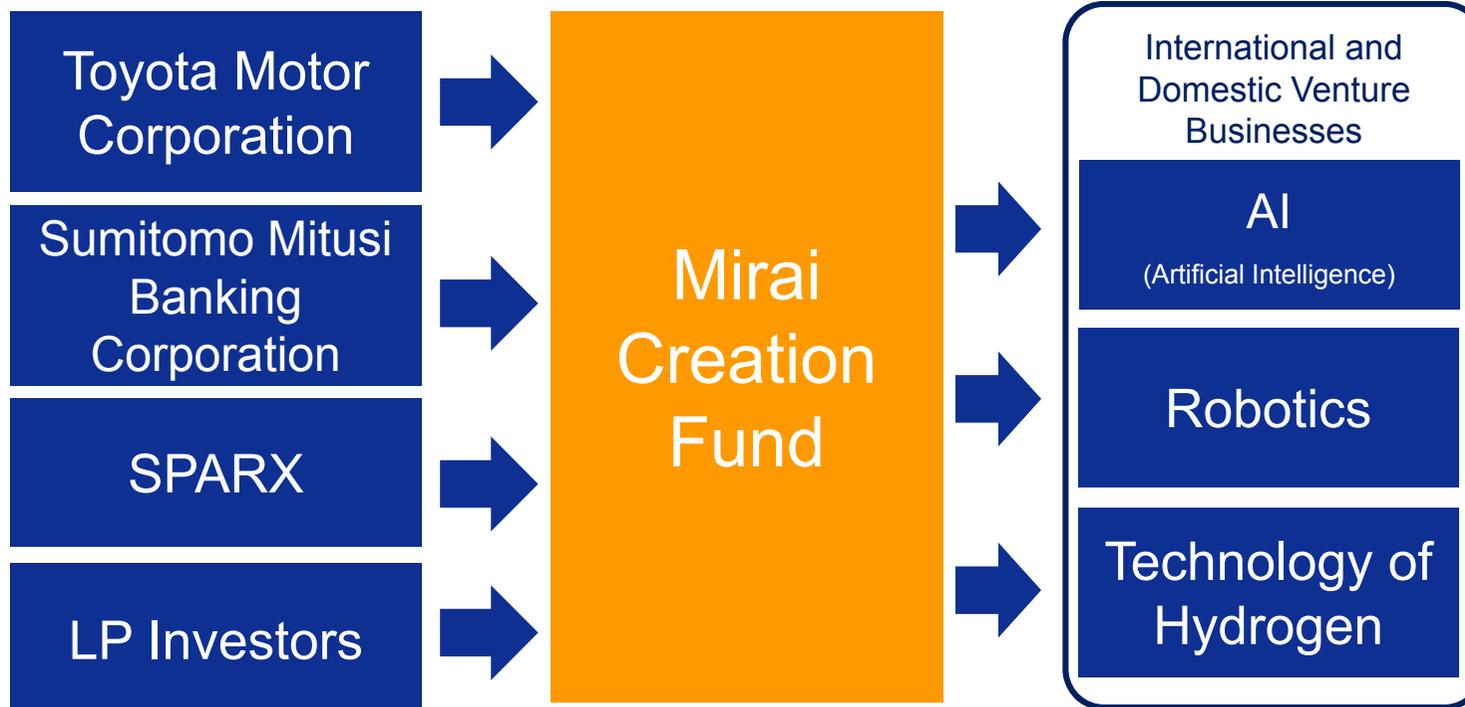
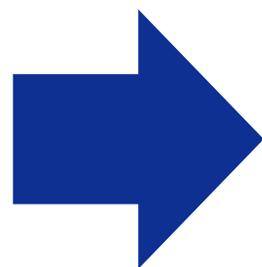
Mirai Creation Strategy (1)



Steadily increasing its investment records. A wealth of investment projects.

At the end of March 2017
AUM: JPY 36.5 BN
26 Projects
Executed Amount : JPY 11.8BN

At the end of September 2017
AUM: JPY36.7BN
33 Projects
Executed Amount : JPY 16.0BN



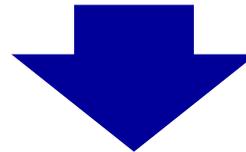
Portfolio Companies

PKSHA Technology Inc.

- A venture specializes in AI, develops algorithms by utilizing its machine learning and licensing
- Listed on TSE Mothers since September 22nd, 2017

SORACOM, INC.

- A leading company in IoT field, provides communication platform "SORACOM"
- Acquired by KDDI CORPORATION in August 2017



Assuming its portfolio companies being newly listed on markets or being acquired by large firms. We have the potential of recording performance fees in the future after making distribution to LP investors.

⇒ However, for now, no performance fees are expected from this strategy during FY2017.



Other

Inherits investment philosophy of SPARX

through Internal Study Sessions, “Buffett Club”



What's Buffett Club

Through sessions, SPARX employees share values of making clients healthier, happier and wealthier as “the Most Trusted and Respected Investment Company in the World” by analyzing and discussing investment philosophies including a prominent investor, Warren Buffett.



Sessions have been carried on periodically since SPARX established and investment philosophy of SPARX has been inherited to next generations.



Corporate Profile



Company Name	SPARX Group Co., Ltd.
President	President & CEO Shuhei Abe
Location	1-2-70 Konan, Minato-ku, Tokyo, JAPAN
Establishment	July 1, 1989
Capital	8,581 million Yen (as of Sep. 2017)
Number of Employees	135 (as of Sep. 2017)
Listed Market	JASDAQ Standard Market, Tokyo Stock Exchange
Ticker	8739



President & CEO Shuhei Abe

- 1954 Born in Sapporo, Hokkaido, Japan
- 1978 Graduated Sophia University faculty of economics
- 1980 Acquired an MBA from Babson College
Joined Nomura Research Institute, Ltd.
Engaged in researching individual firms of Japanese equity as an analyst
- 1982 Seconded to Nomura Securities International, Inc. (NY) and engaged in sale of Japanese equity for US institutional investors
- 1985 Established Abe Capital Research (NY)
Engaged in asset management and advisory business of Japanese equity in US dollars such quantum fund asset management of US individual asset holders
- 1989 After came back to Japan, established SPARX investment advisor (SPARX Group., Ltd.) and in charge of President and CEO (present)
- 2005 Acquired an AMP from Harvard Business School
- 2011 Assumed one of the Cost Estimation and Review Committee members of the Energy and Environment Council established by the Japanese Government
- 2012 Assumed one of the Demand and Supply Review Committee members established by the Japanese Government
- 2012 Assumed one of the Risk Advisory Committee members established by the Japan Bank for International Cooperation (present)



Appendix



Business that receiving fees at fixed rate of AUM

■ Revenue Structure

Management Fees = AUM × rate of management fees

Performance Fees = AUM × percentage of AUM eligible to earn performance fees
× rate of performance fees

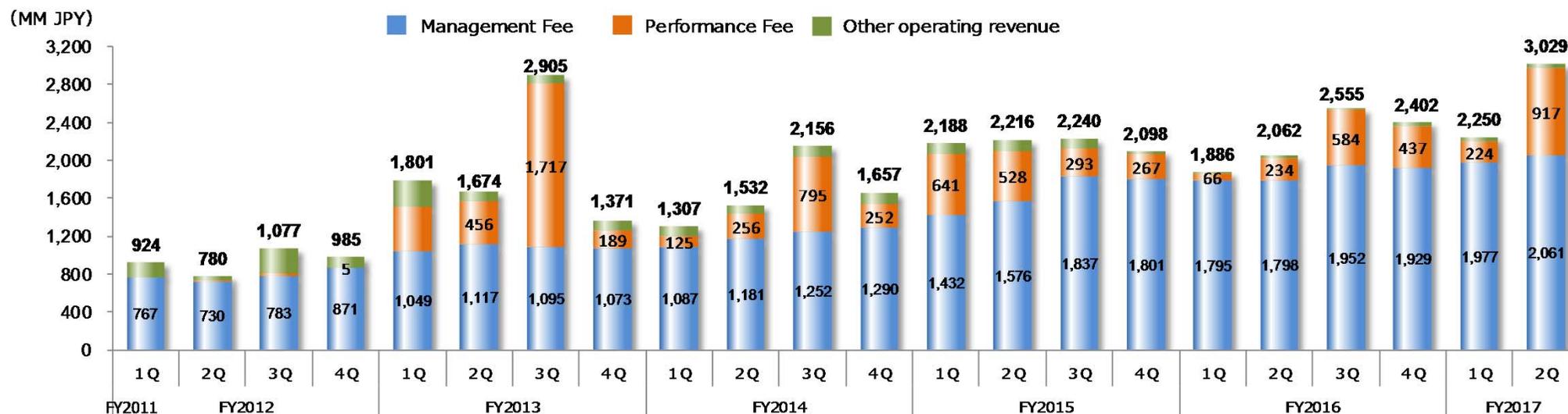
■ Important Management Indicator

- Asset under management (AUM)
- Rate of management fee
- Percentage of AUM eligible to earn performance fees
- Base Earnings
= management fees (after deduction of commission paid) ▲ ordinary expenses

Quarterly Trends of Operating Revenue



Performance fee significantly increased in 2Q FY2017, addition to maintenance of management fee rate and steadily remained management fee



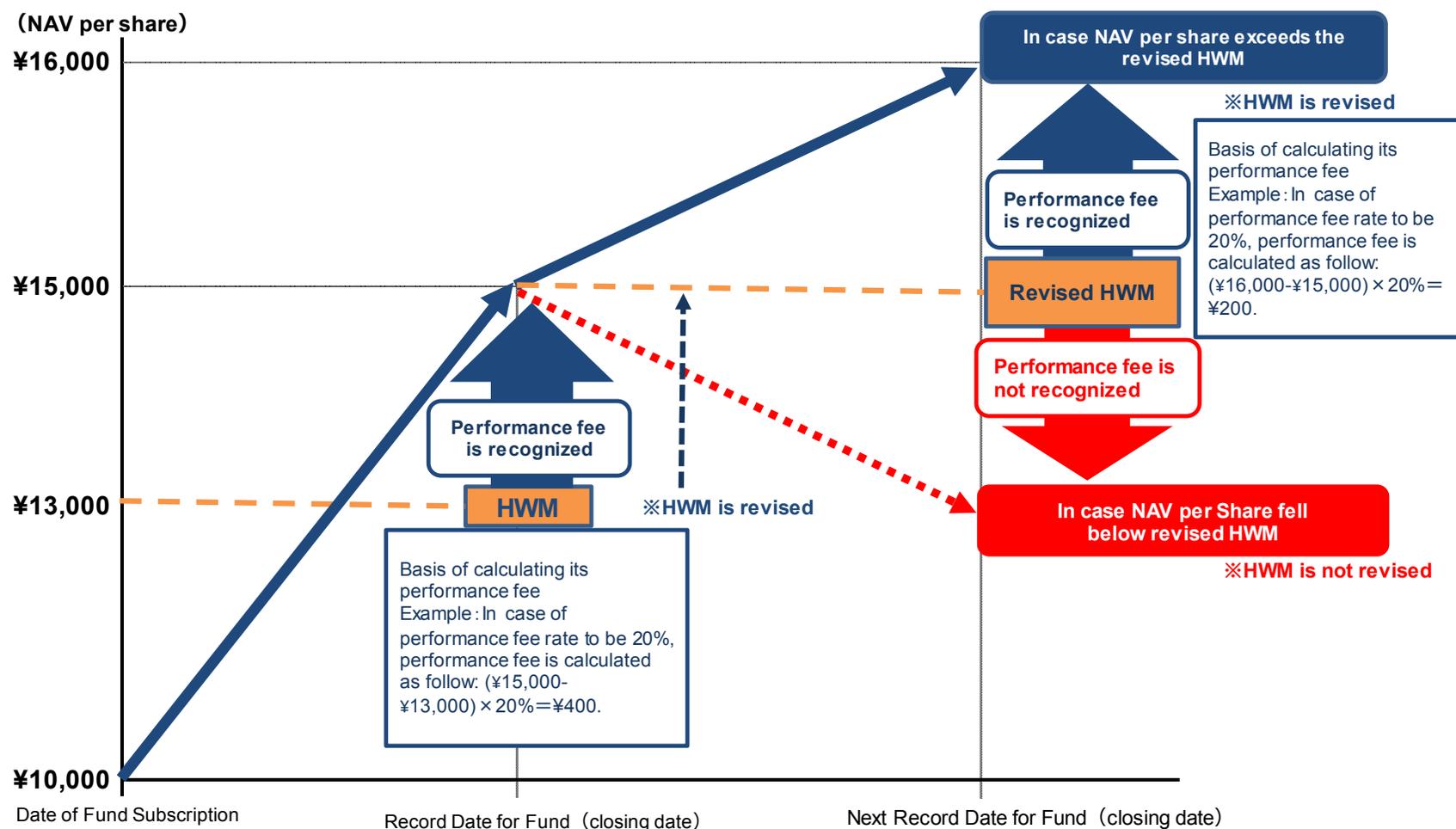
(MM JPY)	FY2012				FY2013				FY2014				FY2015				FY2016				FY2017	
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q
Management Fee	767	730	783	871	1,049	1,117	1,095	1,073	1,087	1,181	1,252	1,290	1,432	1,576	1,837	1,801	1,795	1,798	1,952	1,929	1,977	2,061
Performance Fee	0	2	31	5	462	456	1,717	189	125	256	795	252	641	528	293	267	66	234	584	437	224	917
Other operating revenue	156	46	261	107	288	100	92	109	94	94	109	114	114	111	109	29	24	28	18	35	48	50
Operating Revenue	924	780	1,077	985	1,801	1,674	2,905	1,371	1,307	1,532	2,156	1,657	2,188	2,216	2,240	2,098	1,886	2,062	2,555	2,402	2,250	3,029
(Reference)																						
Average AUM (100MM JPY) (3months average)	4,799	4,643	5,369	6,232	6,774	6,752	7,117	6,874	7,239	7,859	8,217	9,126	10,297	9,277	9,856	9,497	9,233	9,270	9,703	9,631	10,018	10,627
Management fee rate (3months average) (After the deduction of commission fee)	0.57%	0.55%	0.52%	0.50%	0.55%	0.58%	0.53%	0.52%	0.51%	0.52%	0.53%	0.49%	0.49%	0.59%	0.63%	0.66%	0.67%	0.67%	0.70%	0.70%	0.68%	0.68%
Percentage of AUM eligible to earn performance fees	54.0%	51.9%	46.3%	49.1%	46.9%	49.4%	51.9%	55.1%	51.2%	50.5%	51.2%	47.6%	47.4%	37.7%	37.3%	40.1%	39.8%	41.8%	39.2%	36.4%	35.0%	34.2%
NIKKEI stock average (Record date)	9,006	8,870	10,395	12,397	13,677	14,455	16,291	14,827	15,162	16,173	17,450	19,206	20,235	17,388	19,033	16,758	15,575	16,449	19,114	18,909	20,033	20,356

Structure of Performance Fee

(Related to Equity Investment Fund)



Performance Fee is recognized for NAV per share exceeding HWM as of record date for fund



(Note 1) The structure described above is only informational purpose on performance fee structure. It is not intended to explain exactly how the performance fee is calculated based on fund's NAV.

(Note 2) Above uses performance fee rate of 20% for informational purpose only. In addition, "HWM" an abbreviation of High-Water Mark.

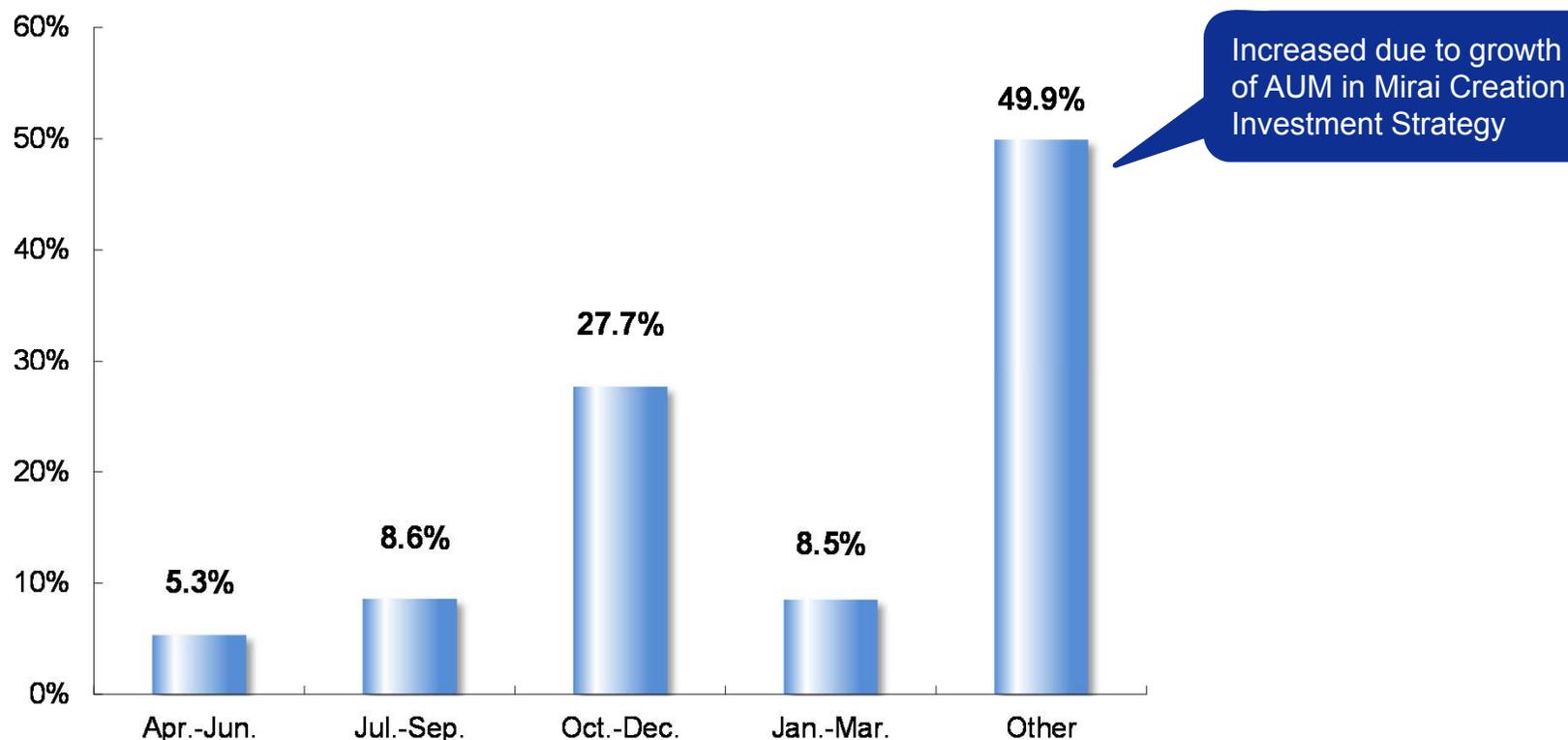
(Note 3) In case performance fee recognized on record date for fund, "HWM" is revised.

(SAM) Funds with Performance Fees

Distribution of Record Date for Calculation



Continuously endeavor to distribute record date (settlement date) of performance fee for funds



(Note1) All funds managed by SAM (investment trusts and discretionary investment accounts; hereinafter the same applies) as of September 30, 2017 are classified by the performance fee value date and payment month in the graph above. Among these, performance fee is recorded only if it has met the requirements specified in the contract in each calculation value date. Please note that it is not intended to demonstrate how definite performance fee to occur in the future.

(Note2) In calculating these percentages, the following adjustments are made: for funds with multiple payment periods through a year, the equally divided values of the funds are allocated to the amount in the month of each value date and for funds with no regular payment periods are classified as “others”.

(Note3) The table above excludes AUM which arises acquisition fees of fundraising the Company received from such power stations relating to Japan Renewable Energy Investment Strategy.

(Note4) The above % figures are rounded to the nearest tenth of a percent. In addition, the figures are estimated based on in-house calculation.

(Note5) SAM is the abbreviation for SPARX Asset Management Co., Ltd. Hereinafter called the same.

Breakdown for Operating Expenses and General & Admin Expenses



- ① Allowance for bonuses links with operating performance increased due to increase in operating revenue
- ② Commission paid increased regarding to increase in operating revenue

(Units: MM JPY)	FY2016		FY2017	
	Apr2016-Sep2016	Full Year	Apr2017-Sep2017	YoY change
Commissions paid	473	1,020	530	+11.9%
Personnel exp.	1,014	2,347	1,359	+34.1%
Travel exp.	108	225	117	+8.7%
Property rent	200	357	160	▲20.0%
Entrusted business expenses	364	731	393	+8.1%
Depreciation on fixed assets	43	105	74	+70.2%
Advertising exp.	87	182	78	▲9.5%
Research exp.	105	210	104	▲0.8%
Other expenses	263	555	305	+15.9%
Total: Operating and general administrative expenses	2,660	5,737	3,125	+17.5%
Ordinary expense	2,005	4,028	2,039	+1.7%

(Note1) The figures above, excluding “YoY change” are truncated. “YoY change” is rounded to the nearest tenth of a percent.

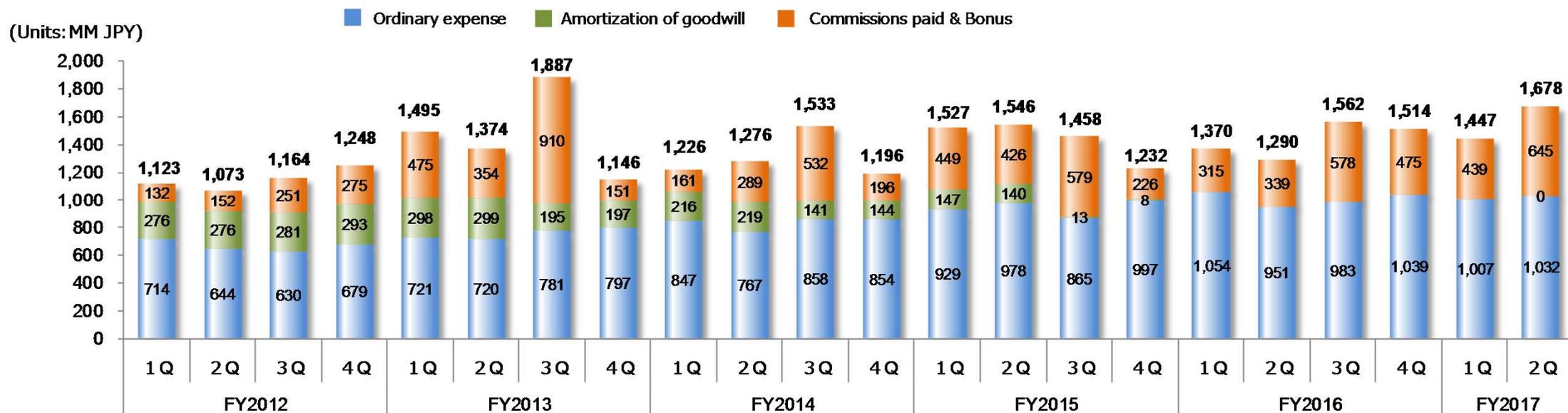
(Note2) The “Personnel expenses” data includes payments for legal welfare, bonus and temporary staff, etc. other than salary.

(Note3) The “Ordinary expenses” is calculated by deducting (1) Commissions paid, (2) Bonuses (including allowance for bonuses, legal welfare expenses related to bonuses, and ESOP expense), (3) Severances package for key members and (4) Amortization of goodwill, from total operating and general administrative expenses; hereinafter the same applies in this document.

Quarterly Trends of Operating Expenses and General & Admin Expenses



Cautious Cost-control taken continuously in the midst of business expansion

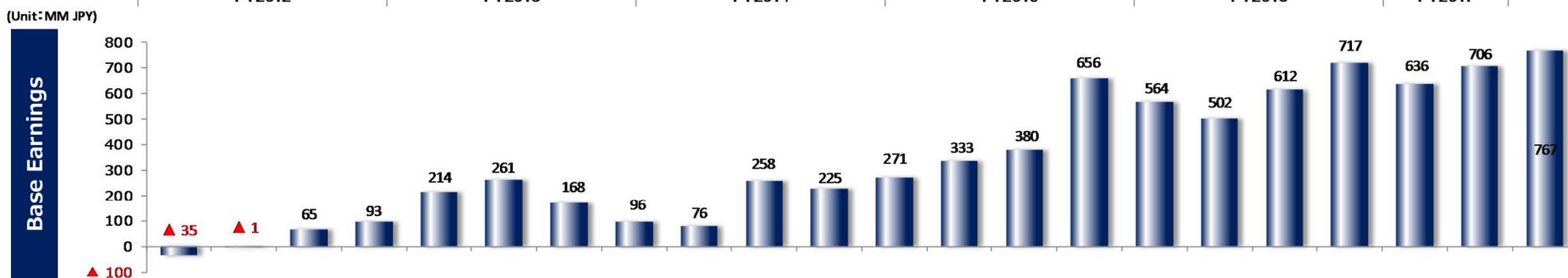
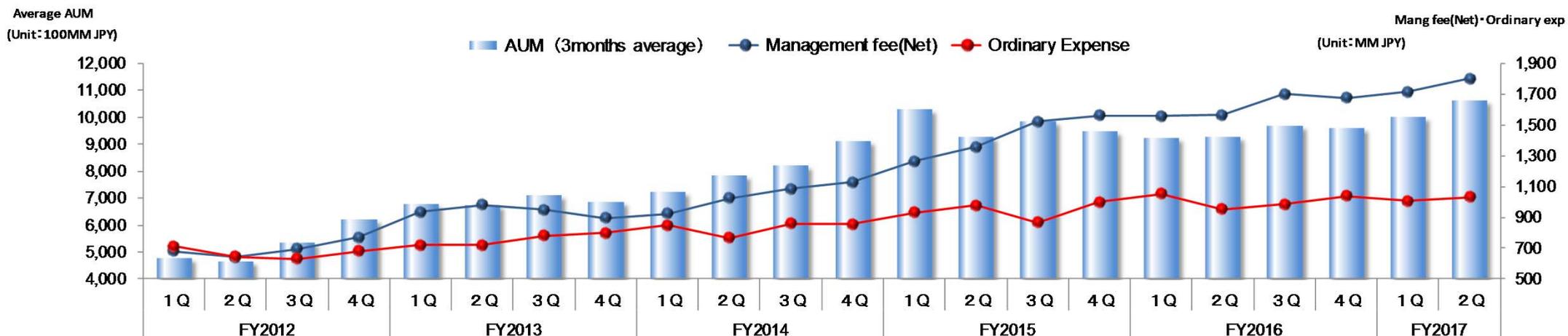


(Units : MM JPY)	FY2012				FY2013				FY2014				FY2015				FY2016				FY2017	
	1 Q	2 Q	3 Q	4 Q	1 Q	2 Q	3 Q	4 Q	1 Q	2 Q	3 Q	4 Q	1 Q	2 Q	3 Q	4 Q	1 Q	2 Q	3 Q	4 Q	1 Q	2 Q
Ordinary expense	714	644	630	679	721	720	781	797	847	767	858	854	929	978	865	997	1,054	951	983	1,039	1,007	1,032
Amortization of goodwill	276	276	281	293	298	299	195	197	216	219	141	144	147	140	13	8	-	-	-	-	-	-
Commissions paid & Bonus	132	152	251	275	475	354	910	151	161	289	532	196	449	426	579	226	315	339	578	475	439	645
Operating and general administrative expenses	1,123	1,073	1,164	1,248	1,495	1,374	1,887	1,146	1,226	1,276	1,533	1,196	1,527	1,546	1,458	1,232	1,370	1,290	1,562	1,514	1,447	1,678

Quarterly Trends of Base Earnings



Base earnings has remained stable by cost-control and increase in management fees



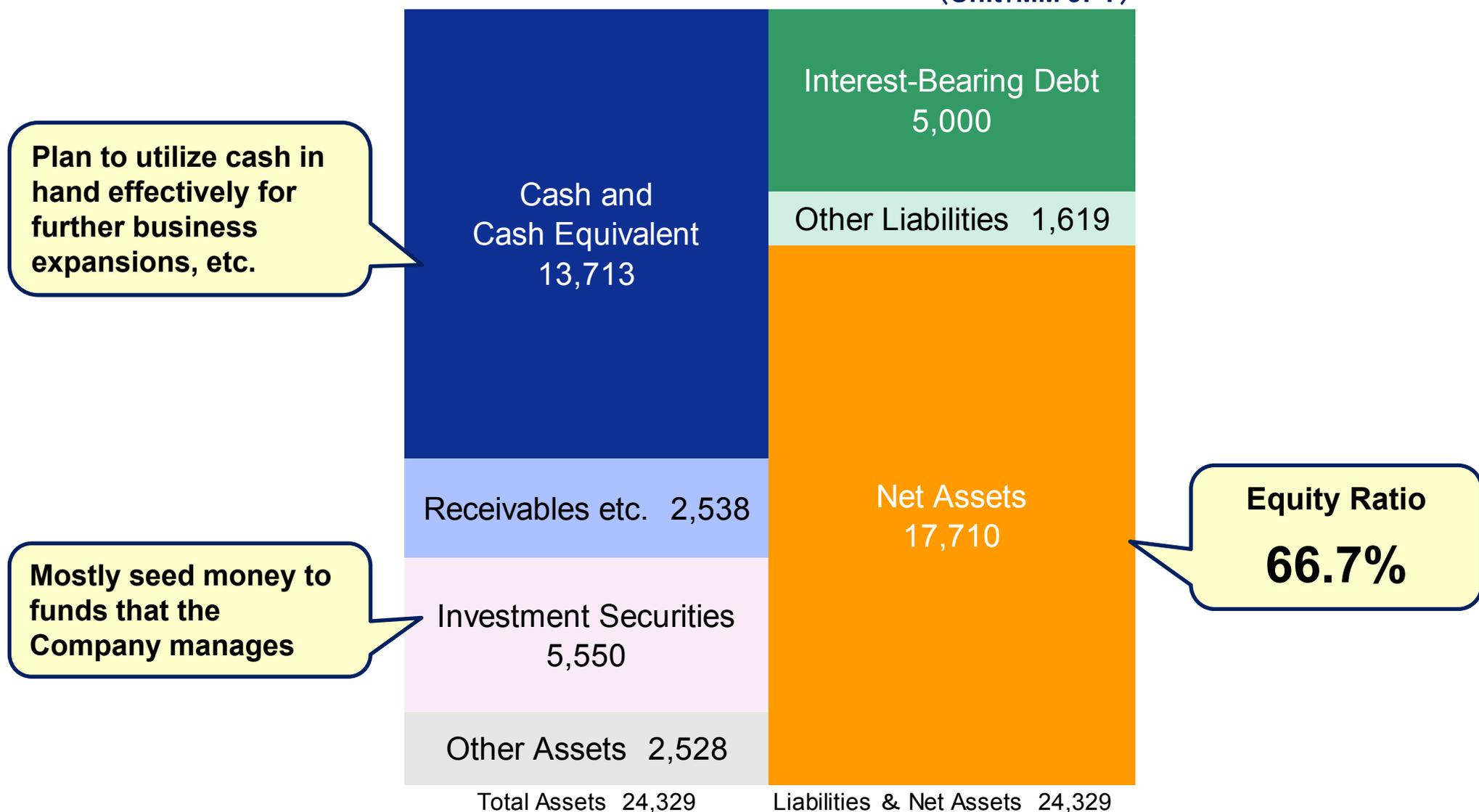
(Unit : MM JPY)	FY2012				FY2013				FY2014				FY2015				FY2016				FY2017	
	1Q	2Q	3Q	4Q	1Q	2Q																
AUM (3months average)	4,799	4,643	5,369	6,232	6,774	6,752	7,117	6,874	7,239	7,859	8,217	9,126	10,297	9,277	9,856	9,497	9,233	9,270	9,703	9,631	10,018	10,627
Management fee(Net)	679	642	695	771	934	982	950	894	923	1,025	1,084	1,126	1,262	1,358	1,521	1,562	1,557	1,563	1,701	1,675	1,713	1,799
Ordinary Expense	714	644	630	679	721	720	781	797	847	767	858	854	929	978	865	997	1,054	951	983	1,039	1,007	1,032
Base Earnings	▲35	▲1	65	93	214	261	168	96	76	258	225	271	333	380	656	564	502	612	717	636	706	767

(Note) As preliminary figures, the 「Management fee (Net)」 is calculated by multiplying the management fee rate (after the deduction of commission paid) and the average AUM for the period.

B/S Overview (1)



(Unit: MM JPY)



B/S Overview (2)



(Units: MM JPY)	Mar. 2017	Sep. 2017	YoY change
Current assets	17,767	17,442	▲ 324
Cash and cash equivalents	14,459	13,713	▲ 745
Receivables	1,955	2,538	+582
Fixed assets	5,774	6,886	+1,112
Investment securities	4,415	5,550	+1,135
Total assets	23,541	24,329	+787
Long-term loans payable	5,000	5,000	-
Payables	1,214	831	▲ 383
Total liabilities	6,358	6,619	+260
Common stock	8,581	8,581	-
Add'l paid-in-capital	4,111	3,285	▲ 825
Retained earnings	5,503	6,266	+762
Treasury stock	▲ 3,701	▲ 3,204	+497
Total Shareholder's Equity	14,494	14,929	+434
Valuation difference on AFS securities	▲ 29	133	+163
Foreign currency translation adjustment	1,220	1,161	▲ 59
Non-controlling interests	1,479	1,467	▲ 11
Total net assets	17,183	17,710	+527

Mainly seed investment related to OneAsia investment strategy

Disposal of treasury stock: +825MM JPY

Payment of dividend: ▲810MM JPY
Profit attributable to owners of parent in 2Q FY2017 : +1,574 MM JPY

Stock repurchase: ▲328MM JPY
Disposal of treasury stock: +825MM JPY

(Note1) Figures above are truncated.

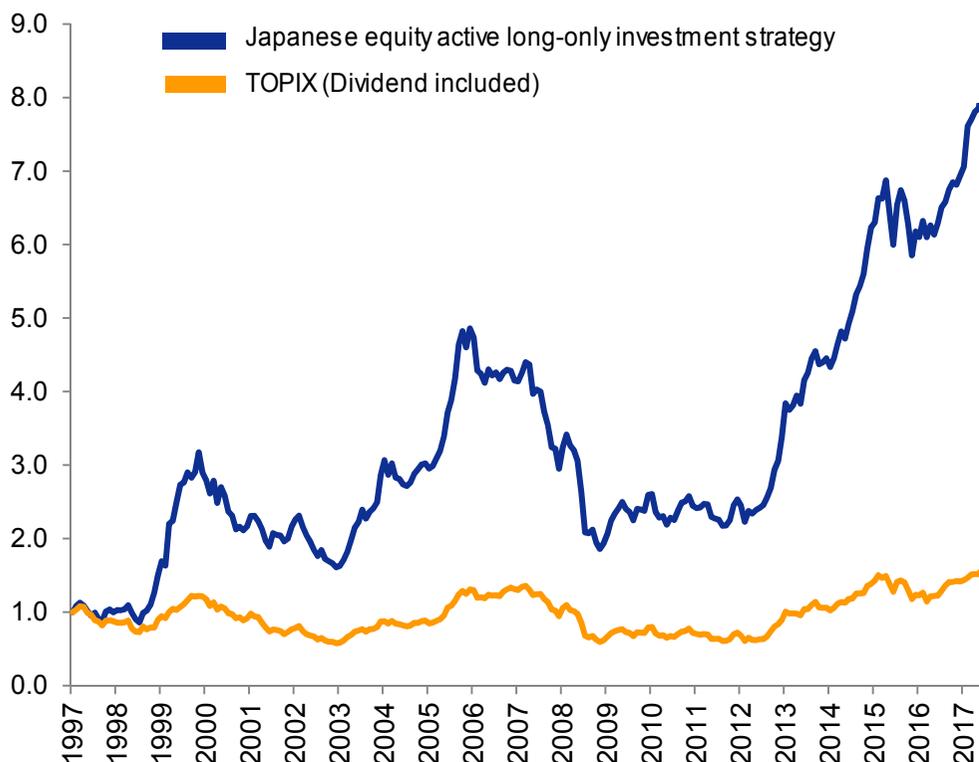
(Note2) Investment securities include the seed money of the Company funds.

Annualized Performance by Strategy Since Inception ①



※ Category of investment strategy in this slide is not completely match with IR information in slide 11.

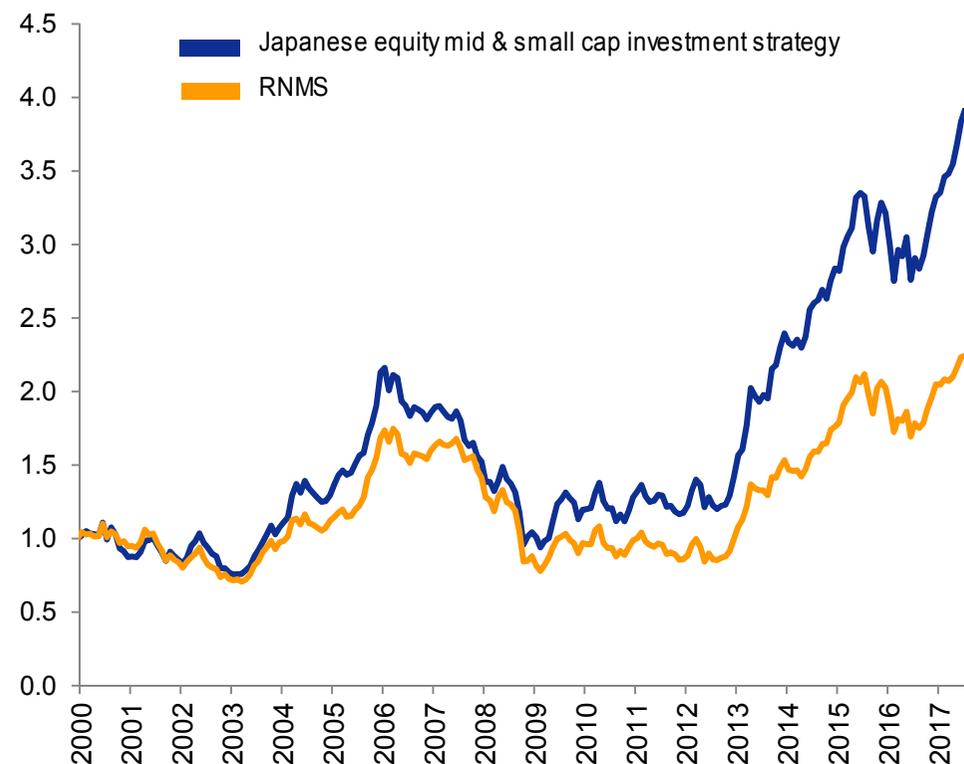
Japanese equity active long-only investment strategy



(Annualized Return)

Japanese equity active long-only investment strategy	10.85%	Reference Index	TOPIX (Dividend included)
Reference Index	2.28%	Measurement Period	1997/5 ~2017/9
Excess Return	8.57%	Volatility of Composite Return (Annualized)	20.85%

Japanese equity mid & small cap investment strategy



(Annualized Return)

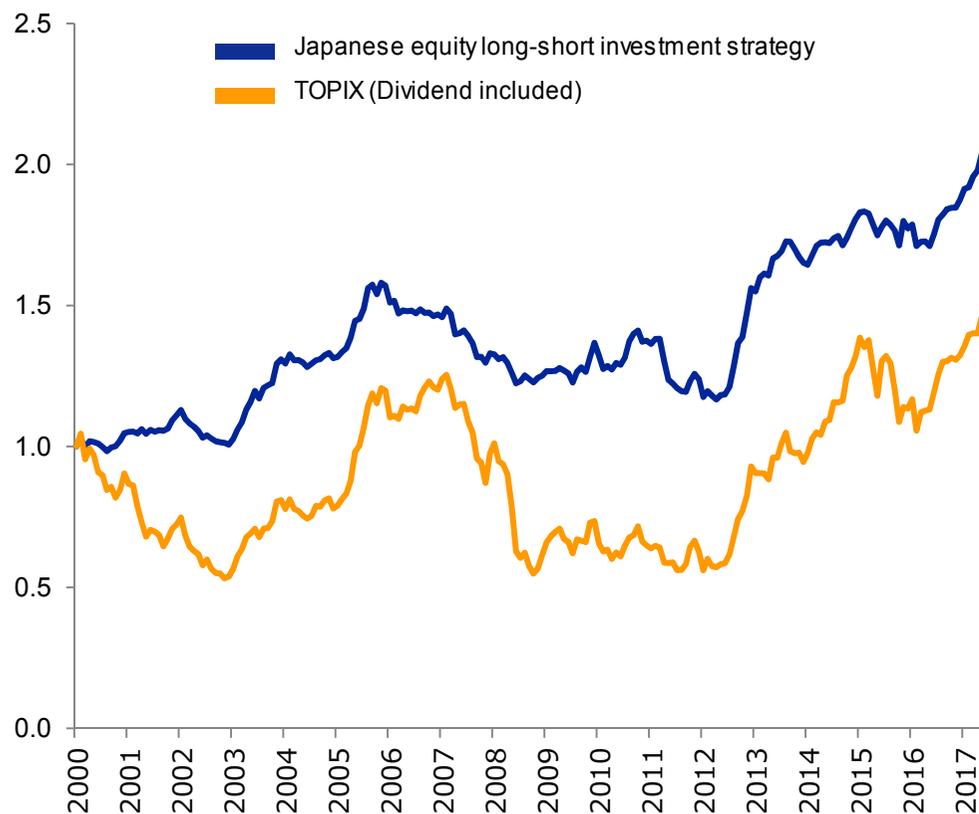
Japanese equity mid & small cap investment strategy	8.39%	Reference Index	Russell/Nomura Mid-Small Cap Index
Reference Index	4.92%	Measurement Period	2000/1 ~2017/9
Excess Return	3.47%	Volatility of Composite Return (Annualized)	17.83%

Annualized Performance by Strategy Since Inception ②



※ Category of investment strategy in this slide is not completely match with IR information in slide 11.

Japanese equity long-short investment strategy

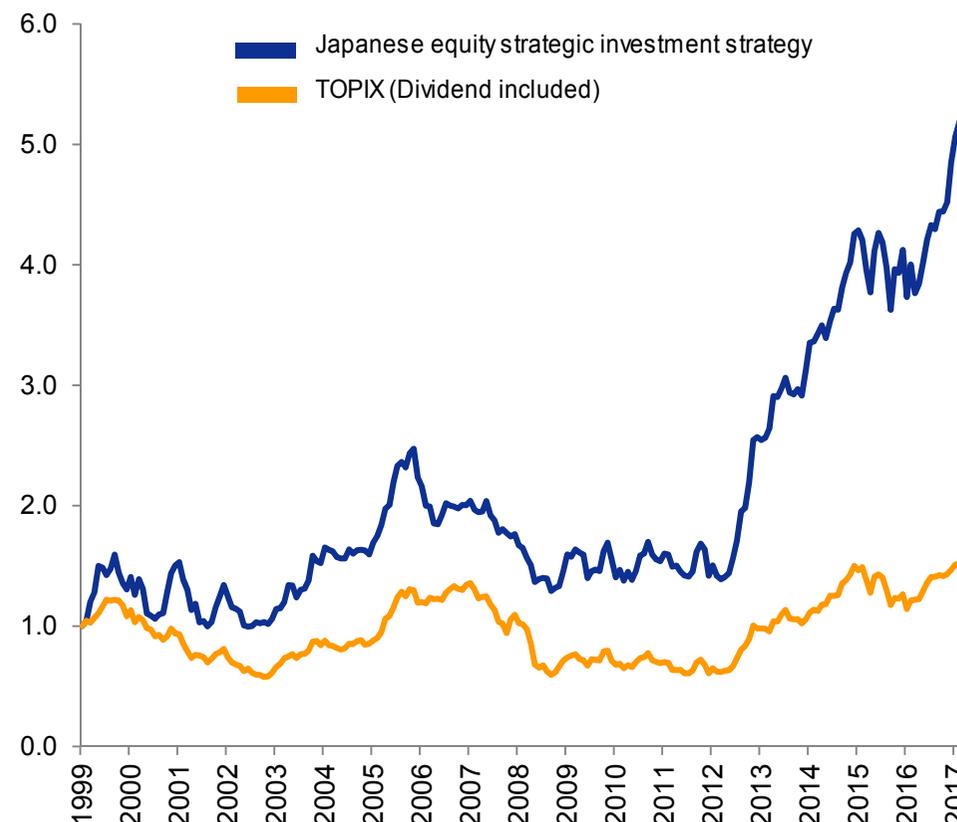


(Annualized Return)

Japanese equity long-short investment strategy	4.20%
Reference Index	2.21%
Excess Return	1.98%

Reference Index	TOPIX (Dividend included)
Measurement Period	2000/6 ~ 2017/9
Volatility of Composite Return (Annualized)	7.32%

Japanese equity strategic investment strategy



(Annualized Return)

Japanese equity strategic investment strategy	9.86%
Reference Index	2.54%
Excess Return	7.32%

Reference Index	TOPIX (Dividend included)
Measurement Period	1999/7 ~ 2017/9
Volatility of Composite Return (Annualized)	20.26%

Invested Companies by Mirai Creation Fund

(at the end of September 2017)



<Excerpt>

Category	Company Name	Features
AI	Xevo Inc. (Prev. UIEvolution, Inc.)	Develops middle ware smoothly accessible UX (user experience) from vehicles, hotels and luxury liner.
AI	Getaround	A venture develops car sharing system "The Airbnb for car rental" Establishes a strategic relationship in Toyota "connected vehicle" project.
AI	freee, K.K.	The Japan's leading market share company in the area of cloud accounting and payroll software.
AI	FINC Inc.	A digital health company providing personalized health and wellness recommendations to individuals via a combination of healthcare experts and AI, based on various data including genetic tests, medical diagnostics and lifestyle habits.
AI	aptpod, Inc.	Bi-directional cloud system provider, applicable to autonomous driving.
AI	Guardian Optical Technologies Ltd.	Accelerates its R&D efforts and aims to enable car manufacturers with more advanced safety systems by offering rich data regarding the occupants in the vehicle.
AI	Autotalks Ltd.	Prepares and expands its operations for the upcoming start of mass productions of the chipsets as well as continues to develop communication solutions for both connected and autonomous cars.
AI	Japan Taxi Co., Ltd	Adds new functions, such as "pre-fixed tariff" and "ride together system" to the app and aims to triple its market share from current 22% to 60% by the year of 2022 in the taxi distribution network, thereby making it a "national taxi app."
AI	Sansan, Inc.	Accelerates the spread of Eight, Japan's biggest business network based on business cards, within Japan and internationally, while aiming to become Asia's number one business platform.
AI	Fly Data Inc.	Aims to be a total solution provider for data applications by offering solutions in the industry IoT and AI sectors in addition to its data integration solutions.
Robotics	GROOVE X	Aims to create a global standardized home robot by utilizing experiences via developing Pepper .
Robotics	Kymeta Corporation	Technology of satellite antenna which will realize high data capacity and high-bandwidth connected mobility.
Robotics	3D MEDiA Co., Ltd.	Contributing to industrial robots' intelligence by providing function of eye and brain.
Robotics	WHILL Inc.	Develops, produces and sells high end e-wheelchairs complex of hardware and software.
Robotics	MJI Inc.	Develops communication robots, "Tapia", which provide not only convenient but also joyful and exciting life.
Robotics	Magellan Systems Japan, Inc.	R&D on base technologies for self-driving with envisaging the launch of Japanese GPS service.
Robotics	Exvission Corporation	Enhances technology development for its High Speed Vision Development Platform and deepens the penetration of its application system portfolio via expanded global sales and marketing efforts.
Robotics	RT Corporation	By utilizing deep learning, aims to develop the prototyping of next generation multi articulated robot with artificial intelligence, which can pick up not solid item, like food stuff in the food production factory. In addition, hiring new talents to strengthen the fundamentals of its growth.
Hydrogen	Exergy Power System Co., Ltd.	Has unique technology on hybrid-hydrogen batteries and hydrogen production.

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SPARX Group Co., Ltd.

Shinagawa Season Terrace 6F 1-2-70, Konan,
Minato-ku, Tokyo, 108-0075, Japan
Tel: +81-(0)3-6711-9100

