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

May 27, 2015

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

Notice Concerning the Execution of Investment by Real Estate Investment Fund

Tokyo (May 27, 2015) – The Company reported in the "Notice Concerning the Execution of Investment in Real Estate Investment Funds" dated October 17, 2014, that we had reached an agreement with an overseas sovereign wealth fund that the scope of investments would be expanded to wider types of assets. In accordance with this, we are pleased to announce that we have executed an investment as Investment Project No.10 in a warehouse located in Kawasaki, Kanagawa Prefecture whose amount of assets is approximately 5 billion yen.

- The management and operations of the private placement fund established in Japan for the purpose of Investment Project No.10 has been assigned to, and has been carried out by, SPARX Asset Trust & Management Co., Ltd. (hereinafter referred to as "SATM"), one of the subsidiaries of the Company.

- In this scheme, we intend to continue investing in residences, office buildings, warehouses, commercial facilities, or healthcare-related facilities by utilizing the real estate know-how of SATM. Capital call notices will be sequentially issued to the investor as subsequent private placement funds are established, and SPARX Japan Real Asset Properties Fund I, L.P., for which our subsidiary SPARX Asia Capital Management Limited (Cayman) is serving as Investment Advisor, is scheduled to make investments in the funds.

- Related press release
  "Notice Concerning the Execution of Investment in Real Estate Investment Funds" dated October 17, 2014
  http://www.sparxgroup.jp/press/uploads/PressE141017-02.pdf

No further entry