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

October 31, 2024

SPARX Group Co., Ltd.
President and Group CEO Shuhei Abe
(Code:8739, TSE Prime Market)

Notice Regarding Resolution on Acquisition of Treasury Shares and Cancellation of Treasury Shares

(Acquisition of Treasury Shares under Article 165, Paragraph 2 of the Companies Act and Cancellation of Treasury Shares under Article 178 of the Companies Act)

TOKYO (October 31, 2024) – We, SPARX Group Co., Ltd. (“SPARX Group”), hereby inform you that we resolved acquisition of treasury shares pursuant to the provision of Article 156 of the Companies Act as applied with modification by its Article 165, Paragraph 3 and cancellation of treasury shares pursuant to the provision of Article 178 of the Companies Act, at the meeting of board of directors held today, as follows:

■ Reason for acquisition of treasury shares

SPARX Group has positioned return of profits to the shareholders to be one of the most important tasks of our business management, while appropriately allocating capital as well as enhancing continuous growth and mid- to long-term increase of corporate value.

In addition to paying stable and continuous dividends, the Company will acquire treasury share to further enhance shareholder returns. At the same time, this acquisition will be conducted in order to improve capital efficiency and enable effective execution of its capital strategy in response to changes in the business environment while taking into consideration of its timing and scale. Upon careful consideration of capital allocation after considering the Company's financial position, investment plans for further growth, and profits that have temporarily recognized such as performance fees and extraordinary profit etc., the Company will acquire treasury share up to a maximum of 300 million yen. In order to further improve capital efficiency and share value through a reduction in the total number of shares issued, the Company will cancel all acquired treasury shares this time. We will continue to strive to further return of profits to shareholders and improve capital efficiency by appropriately allocating capital in a timely manner.

■ Outline in relation to acquisition

(1) Type of shares to be acquired	Shares of common share of SPARX Group
(2) Total number of shares to be acquired	Up to 210,000 shares (0.51% of total issued common share (excluding treasury share))

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(3) Total price of shares to be acquired	Up to 300 million yen
(4) Period of share acquisition	From November 1, 2024 to Junuary 31, 2025

■ Outline in relation to cancellation (scheduled)

(1) Type of shares to be cancelled	Shares of common share of SPARX Group
(2) Total number of shares to be cancelled	Totalnumber of treasury shares acquired as a result of the above acquisition
(3) Date of shares cancellation	January 31, 2025 (scheduled)

The number of shares to be cancelled will be announced after completion of the acquisition of treasury shares mentioned above.

(Additional information)
Detailed information on treasury shares (as of September 30, 2024)

Total number of shares issued (excluding treasury shares)	41,255,010 shares
Total number of treasury share	660,470 shares
% of treasury share to the total number of shares issued	1.60%

*The above number of treasury share does not include shares owned by the trust account for the Employee Stock Ownership Plan (ESOP) and stock grant trust for directors, which owned 1,421,389 shares as of September 30, 2024.

■ Contact Information

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No further entry