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.

May 7, 2025

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 (May 7, 2025) – 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 and cancellation 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 reconsideration of capital allocation after considering the Company's financial position, investment plans for further growth, and profits that have temporarily recognized for this fiscal year such as performance fees and extraordinary profit etc., the Company will acquire treasury share up to a maximum of 300 million yen in addition to the acquisition of treasury stock resolved on October 31, 2024.

Additionally, to further enhance capital efficiency and share value by reducing the total number of shares issued, the Company will once again cancel all acquired treasury shares.

As a result, during the fiscal year ended March 2025, we have already acquired 292,692,100 yen of treasury stock (from November to December 2024). If the Company reaches the upper limit of 300 million yen for the total acquisition of shares, the total return ratio is expected to be 64.4%.

We will continue to strive to further return of profits to shareholders and improve capital efficiency by appropriately allocating capital in a timely manner.

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■ 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 200,000 shares (0.49% of total issued common share (excluding treasury share))
(3) Total price of shares to be acquired	Up to 300 million yen
(4) Period of share acquisition	From May 8, 2025 to June 30, 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	Total number of treasury shares acquired as a result of the above acquisition
(3) Date of shares cancellation (scheduled)	July 31, 2025

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 March 31, 2025)

Total number of shares issued (excluding treasury shares)	41,044,970 shares
Total number of treasury share	660,510 shares
% of treasury share to the total number of shares issued	1.61%

*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 March 31, 2025.

■ Relevant Press Releases

(October 31, 2024) Notice Regarding Resolution on Acquision of Treasury Shares and Cancellation of Terasury Shares
https://ssl4.eir-parts.net/doc/8739/tdnet/2516955/00.pdf
(December 2, 2024) Notice Regarding the Status and Completion of Acquision of Treasury Shares
https://ssl4.eir-parts.net/doc/8739/tdnet/2536591/00.pdf
(December 20, 2024) Notice Regarding Cancellation of Treasury Stock
https://ssl4.eir-parts.net/doc/8739/tdnet/2542395/00.pdf

■ Contact Information

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No further entry