FY2026

1st Quarter Earnings Presentation (Apr.2026 – Jun.2026)

SPARX Group Co., Ltd.

July 31, 2026

Securities code: 8739

Company Profile

SPARX is an independent investment company.
Since our founding, we have pursued the intrinsic value of companies through a disciplined investment approach grounded in our thorough bottom-up approach and the unique investment philosophy.

Corporate Profile

Company name	SPARX Group Co., Ltd.
Address	1-2-70 Konan, Minato-ku, Tokyo, Japan
Founded	July 1, 1989
Capitalization	JPY 8,587 million (as of June 30, 2026)
Exchange:	Tokyo Stock Exchange Prime Market (Securities code: 8739)
Employees	187(as of June 30, 2026)
Description of Businesses	■ Investment Management ■ Investment Advisory and Agency ■ Type I Financial Instruments & Type II Financial Instruments

President and Group CEO

Shuhei Abe

Born in Sapporo in 1954. After graduating from the Faculty of Economics at Sophia University, he received his MBA from Babson College. He has also completed the AMP at Harvard Business School. After graduating Babson College and returning to Japan, hired by Nomura Research Institute, Ltd. He worked as a corporate research analyst evaluating individual companies listed on Japanese stock markets and engaged in Japanese equity sales. He then established Abe Capital Research and engaged in Japanese equity investment management and advisory services for European and U.S. funds. He founded in 1989 as SPARX Asset Management Co., Ltd. (now SPARX Group Co., Ltd.). He had also appointed a member of the Japanese government's Energy and Environmental Council etc.

SPARX's Investment Philosophy

Macro is the aggregate of the Micro

Selection of individual stocks through micro (visiting individual company) research by experienced analysts. Other several analysts then discuss the value gap and pursue the actual value of the company

※ Reference Information (our website) https://www.sparxgroup.com/growth/

Corporate Philosophy

Purpose To make the world wealthier, healthier, and happier

Vision To be the most trusted and respected investment company in the world

Mission Bring ever-better investments to the world

Index

01. FY2026 Q1 Highlights

02. Financial Results for FY2026 Q1

03. Overview of Four Pillars

04. Appendix

01.

FY2026 Q1 Highlights

FY2026 Q1 Highlights

Overview for financial results

Operating Revenue	Operating profit	Profit attributable to owners of parent	ROE	Base Earnings
5,606 million (increase by 40.8%)	2,754 million (increase by 80.8%)	2,900 million (increase by 77.6%)	29.1 % (increase by 9.4 Point)	2,312 million (increase by 47.2%)

・Revenue and profit increased year on year. Annual dividend forecast revised upward.

・Profit attributable to owners of parent increased significantly by 77.6% year on year, due in part to the recording of extraordinary gains from the sale of investment securities.

Major Business Topics

Japanese Equity

・Net assets of the SPARX New Global Blue Chip Japanese Equity Fund (“Gensentoshi”) exceeded JPY 300 billion.

Real Assets

・ Participated in a battery energy storage project in Niigata City, Niigata Prefecture

Private Equity

・GO, a portfolio company of Mirai Creation Fund I, successfully listed on the stock exchange

・Tier IV, a portfolio company of Mirai Creation Fund I, received approval for its IPO

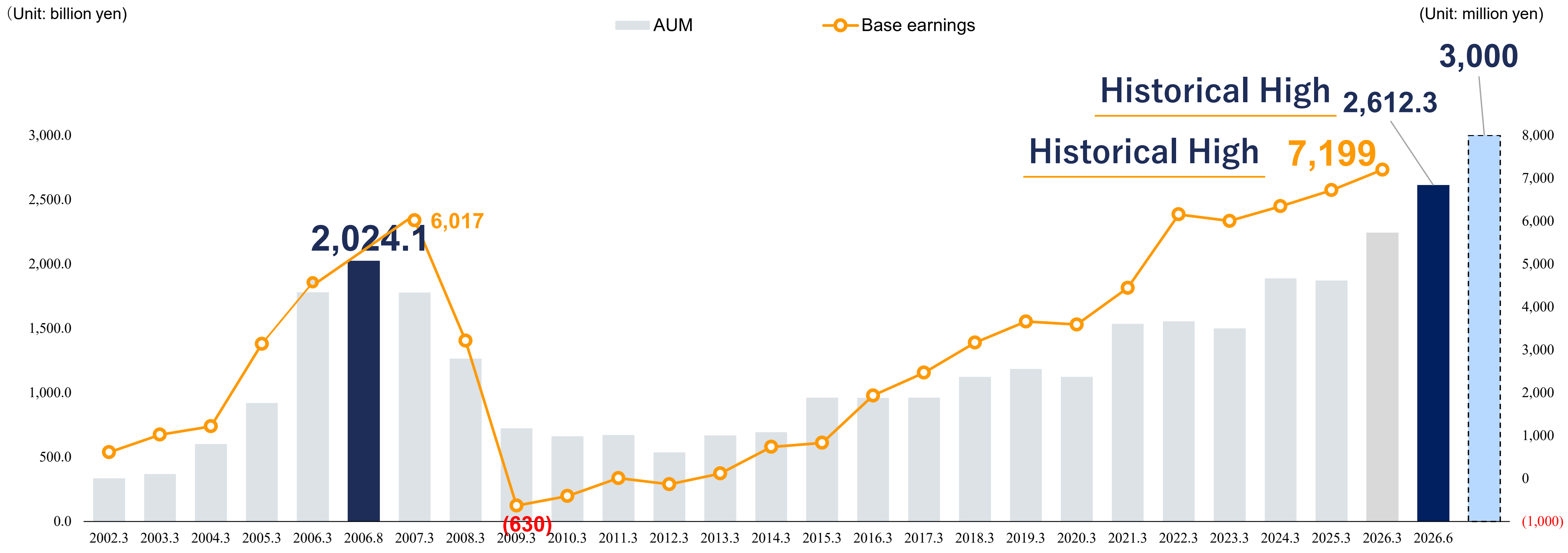
Proprietary Investments

・Acquired all shares of M&I Art Co., Ltd., as the first proprietary investment project.

AUM and Base Earnings have reached a Record High

AUM reached a record high of JPY 2,612.3 billion at the end of June 2026, bringing JPY 3 trillion in AUM into sight.
Moreover, the continuous expansion of AUM since the collapse of Lehman Brothers contributed to the Company's highest-ever Base Earnings for the fiscal year ended March 31, 2026.

Trends in AUM and Base Earnings



Execution of Proprietary Investment Initiatives

SPARX

Executed the first proprietary investment initiative (with an investment capacity of approximately JPY 4.0 billion)

Acquired all shares of M&I Art Co., Ltd.

Acquired all shares of M&I Art Co., Ltd., an art appraisal and brokerage company, from Mori Building Co., Ltd., and completed the share transfer on June 30, 2026. Younger team members participated in the transaction from the early consideration and evaluation stages, actively leveraging the Company's research capabilities and engagement expertise. The initiative aims to enhance capital efficiency through the creation of stable cash flows.

【Overview of M&I Art Co., Ltd.】

Established in 1988, M&I Art engages in art appraisal and brokerage services and has built a strong track record in domestic and international art transactions through its extensive network with financial institutions and other partners.

Company Name	M&I Art Co., Ltd
Location	4F West Wing, ARK Mori Building, 1-12-32 Akasaka, Minato-ku, Tokyo
Representative	Masahide Tanaka, President and CEO
Capital	JPY 30 million
Business	Art appraisal and evaluation, purchase/sales, and brokerage

Note: M&I Art plans to relocate its office and change its company name in the future.

We will continue to pursue "better investments" by leveraging our broad network, with the aim of further enhancing capital efficiency and corporate value.

(Reference) Excerpt from the FY2025 Full-Year Earnings Presentation: "Active Growth Investments"

Proprietary investments

Approximately 4 billion yen

- A proprietary investment framework that leverages our research capabilities, engagement skills, and other strengths to pursue high investment returns in a focused manner
- The main target investments are expected to be smaller deals with low EV/EBITDA multiples—opportunities that are often difficult for other investment funds to pursue.
- Investments will be made in companies that contribute to improving our capital efficiency by generating stable and continuous cash flows, without necessarily assuming an exit.
- Specifically, our targets will be companies with capital efficiency exceeding our own ROE, and we will not force investment execution if appropriate opportunities are not found.
- Having young employees who were involved in the investment process also participate in portfolio-company management will further support talent development.

Upward revision to the dividend forecast (increasing the forecast annual dividend per share from 94 yen to 110 yen

The forecast annual dividend has been increased by JPY 16 per share. Returning profits to shareholders is positioned as a key management priority, alongside sustainable growth and mid- to long-term corporate value enhancement. Shareholder returns are determined based on overall business performance, financial condition, payout levels, and the timing and method, with a focus on stability and continuity.

Raised by 16 yen

Revision to annual dividend forecasts for fiscal year ending Marcy 31, 2027

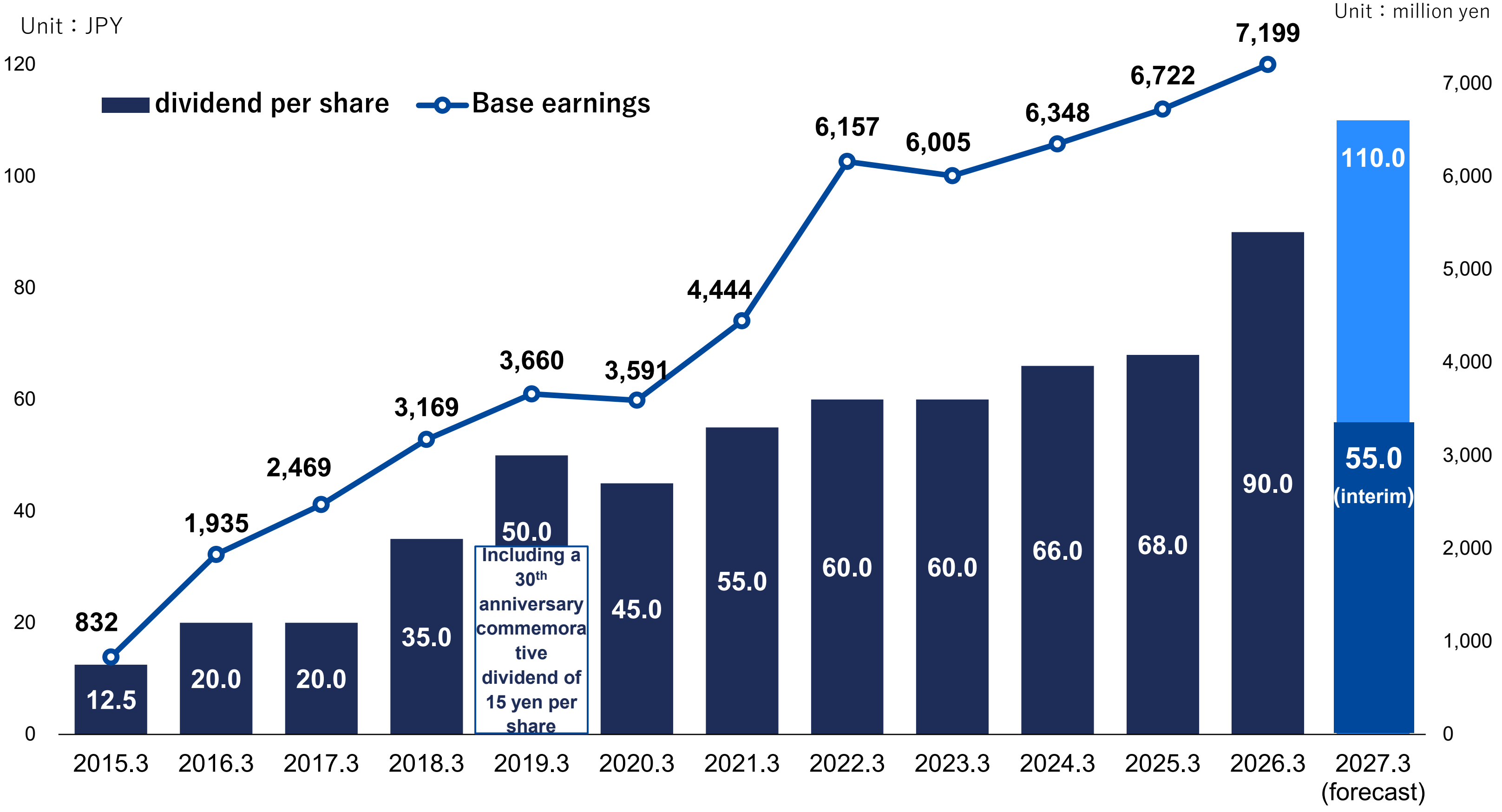
94.0yen ▶ **110.0yen**

（Interim：47.0 yen）	（Interim ：55.0 yen）
（Year-end：47.0 yen）	（Year-end ：55.0 yen）

Reason for the revision

When the dividend forecast was announced on May 1, 2026, both the interim and year-end dividends were conservatively set at 47.0 yen per share. Since the Nikkei 225 has stayed above the 60,000 yen level and Base Earnings have continued to increase steadily, the future capital allocation policy has been carefully reexamined, including growth investments, the financial position such as maintaining an appropriate level of cash and deposits, and shareholder returns.

Trends in dividend per share and base earnings



※: October 1, 2022, we have performed a reverse stock split (merging 5 common stock into 1 share). For reference, the amounts of dividends per share prior to this reverser stock split are also presented retroactively, adjusted to reflect the impact of the split.

02.

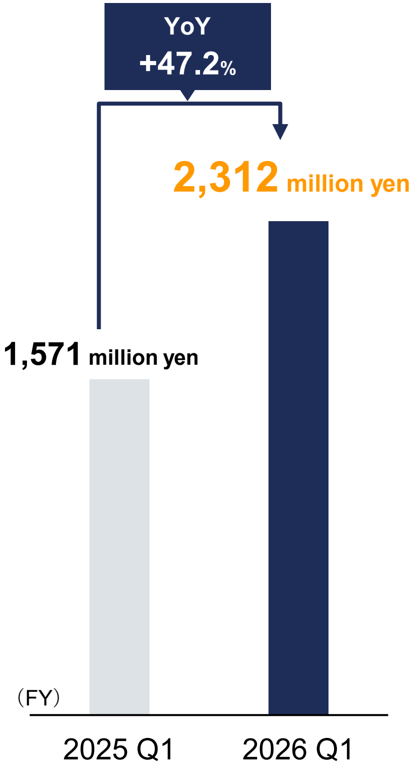
Financial Results for FY2026 Q1

FY2026 Q1 Status of key management indicators

SPARX

Historical High

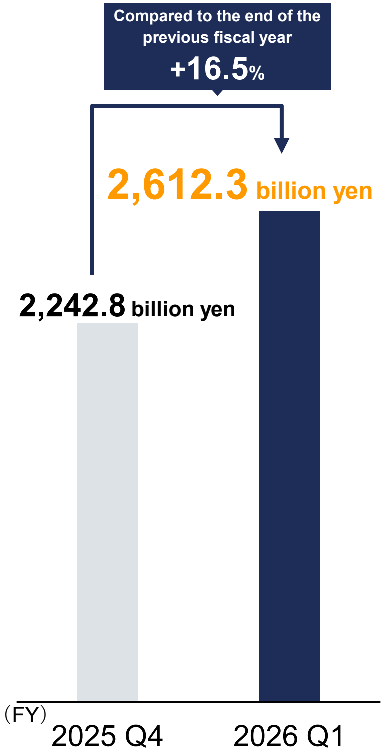
Base Earnings



Increased by 47.2%, driven by strong AUM growth despite a 4.8% rise in recurring expenses, reaching a new all-time high for the first quarter.

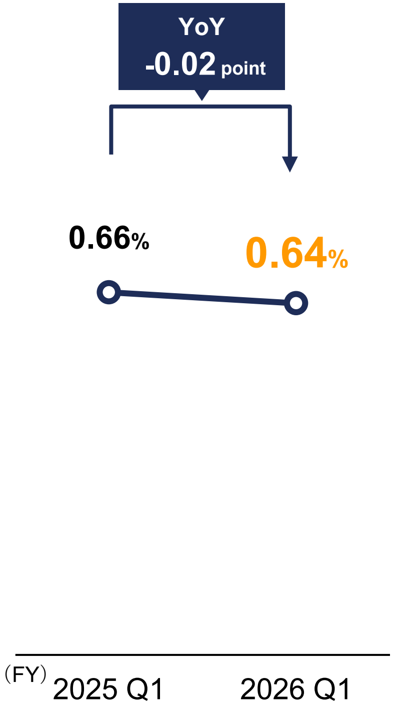
Historical High

Assets Under Management



Increased from the previous fiscal year-end, mainly driven by Japanese Equities and OneAsia. In June 2026, AUM reached a new all-time high.

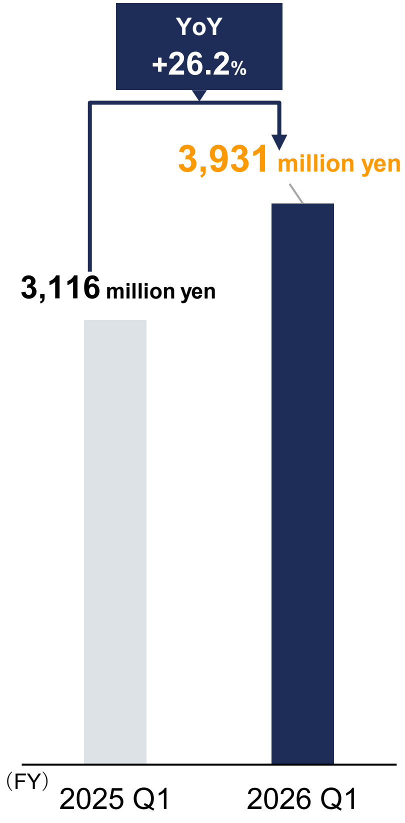
Management fee rate (after deducting commissions)



Decreased by 2 bps year on year, despite an improvement in the fee rate on AUM following the launch of Japan Monozukuri Mirai Fund II, due to an increased proportion of traditional investment strategies.

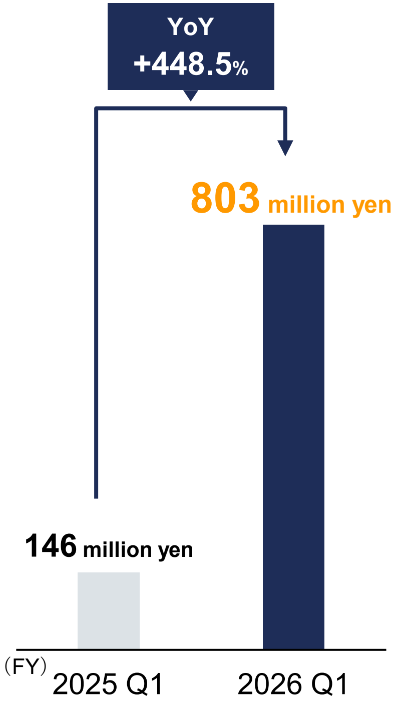
Comparatively Historical High

Management fees (after deducting commissions)



Increased by 26.2%, driven by higher AUM amid a favorable market environment in the first quarter.

Performance fees

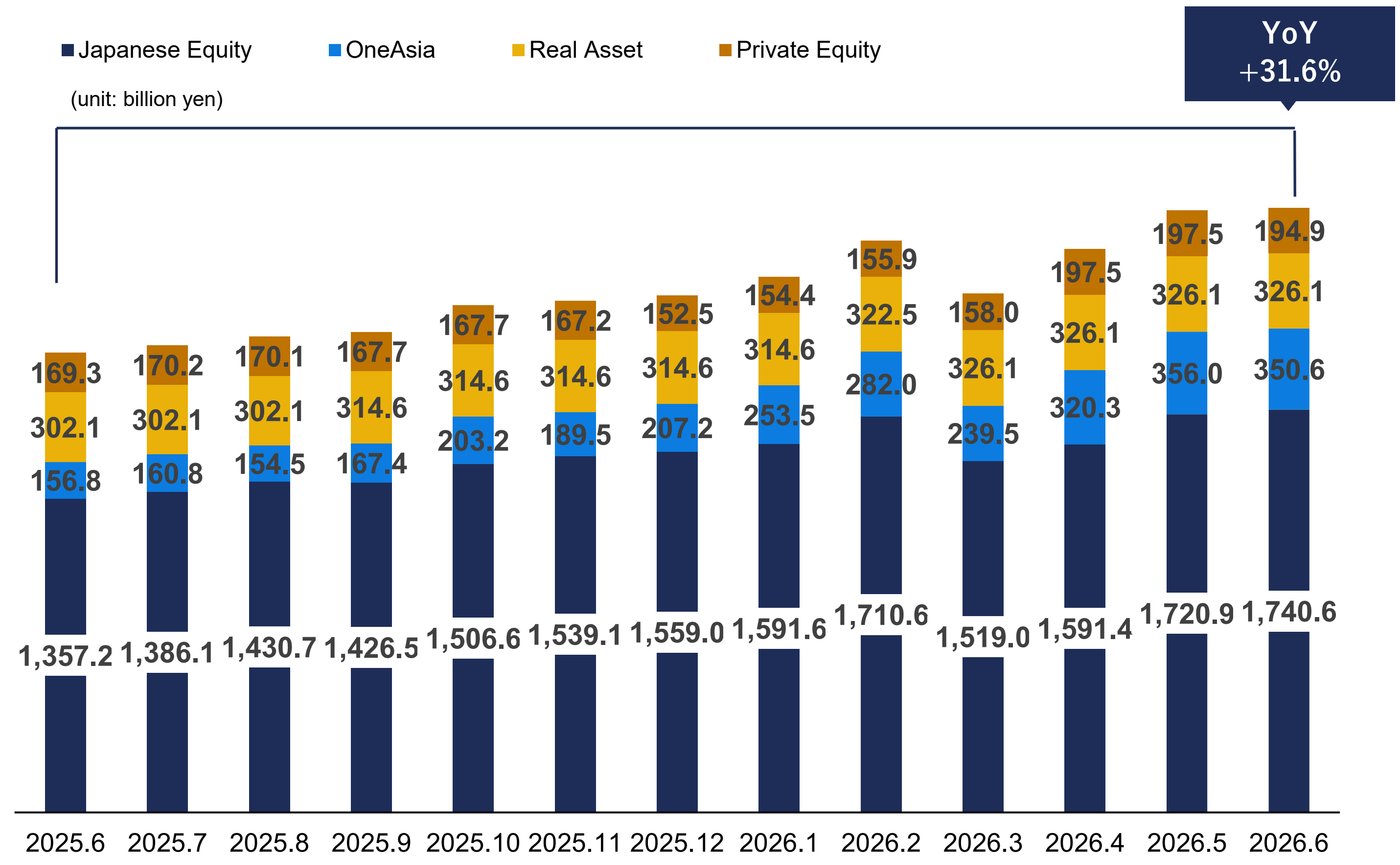


Performance fees increased by 448.5%, driven by a favorable market environment in the first quarter.

FY2026 Q1 Trends in AUM

AUM in June-end 2026 increased by 31.6% year-on-year, driven in part by the stock market. Average AUM rose by 32.3% year-on-year.

monthly AUM trends



Average AUM

(unit: billion yen)	FY2025 Q1	FY2026 Q1	Rate of change
Average AUM （for three months） ※	1,927.8	2,549.5	+32.3%

※AUM (for 3 months) ＝FY2026 (Apr. to Jun. 2026) Total AUM ÷ 3 months

(Reference) Various Market Indexes

	Year-ended March 31, 2026	Quarter-ended Jun 30, 2026	Rate of change
Nikkei 225	51,063	70,062	+37.2%
TOPIX	3,497	3,994	+14.2%
KOSPI Index	5,052	8,476	+67.8%
KOSDAQ Index	1,052	916	-12.9%
HK Hang Seng Index	24,788	22,881	-7.7%

FY2026 Q1 Consolidated Financial Highlights

Operating profit rose by 80.8%, mainly due to increases in management fees and performance fees.
Profit attributable to owners of parent increased by 77.6%.

(Unit: million yen)	FY2025 Q1	FY2026 Q1	YoY change
Operating Revenue	3,981	**5,606**	+1,624 (+40.8%)
Operating and general administrative expenses	2,458	**2,851**	+393 (+16.0%)
Operating profit	1,523	**2,754**	+1,231 (+80.8%)
Ordinary profit	1,564	**2,697**	+1,132 (+72.4%)
Profit attributable to owners of parent	1,633	**2,900**	+1,267 (+77.6%)
ROE	19.7%	**29.1%**	+9.4pt

Management fees (before deducting commissions paid) increased by 972 million yen year-on-year to 4.777 billion yen. Performance fees increased by 656 million yen year-on-year to 803 million yen.

Mainly due to increases in commissions paid and personnel expenses. (please refer to page 28 for details)

Mainly due to increases in management fees and performance fees.

Profit attributable to owners of parent significantly increased due to the realization of an extraordinary gain of 1,528 million yen from the sale of investment securities.

ROE is 29.1%.

FY2026 Q1 Consolidated Balance Sheet

The industry the Company belongs to is significantly influenced by economic and market conditions. Thus, cash and cash equivalents are efficiently managed at a level equivalent to approximately two years of recurring expenses. While maintaining the current equity ratio, we will execute growth investments.

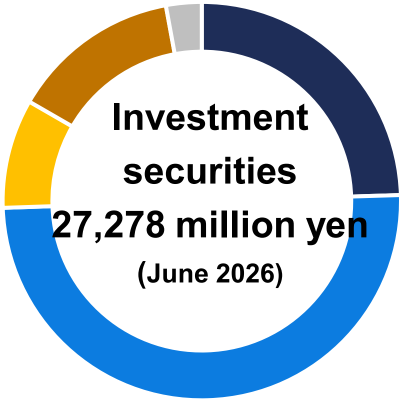
(Unit: million yen)

	FY2025 (March 31, 2026)	FY2026 (June 30, 2026)	Change
Current assets	30,389	28,526	(1,862)
Cash and cash equivalent	19,527	18,847	(679)
Non-current assets	27,211	30,304	＋3,093
Investment securities	24,191	27,278	+3,086
Total assets	**57,600**	**58,831**	+1,230
Current liabilities	13,789	12,508	(1,280)
Non-current liabilities	4,607	5,677	+1,070
Net assets	39,204	40,644	+1,440
Total liabilities and net assets	**57,600**	**58,831**	+1,230
Equity ratio	**68.1%**	**69.1%**	+1.0pt

Decreased mainly due to the payment of dividends, performance bonuses, and income taxes.

Increased mainly due to market value

With the recent rise in interest rates, we plan to repay 2 billion yen of long-term borrowings upon maturity at the end of September 2026.



Unrealized gain (Note)
9,299 million yen
(Jun. 2026)

6,230 million yen
(March. 2026)

(Note) Recognize the difference between the book value and the market value of marketable investment securities.

03.

Overview of Four Pillars

Overview of Japanese Equity Investment Strategy

AUM rose by 14.6% supported by favorable stock market conditions. AUM growth was led by Focus All Cap and Mid & Small Cap strategies. The Long-Short strategy also recorded AUM growth, mainly driven by strong performance.

(Unit: 100 million yen)	AUM March 31, 2026	AUM Jun. 30, 2026	AUM change
Long-Short Strategy	1,161	1,349	＋187 (＋16.2%)
Focus All Cap Strategy	8,899	10,246	＋1,346 (＋15.1%)
Mid & Small Cap Strategy	4,378	4,964	＋586 (＋13.4%)
Index Hedge Strategy*	68	62	-6 (-9.0%)
Value Creation Strategy	683	784	+100 (+14.8%)
Total	**15,190**	**17,406**	**＋2,215 (＋14.6%)**
Nikkei 225	**51,063**	**70,062**	**＋37.2%**
TOPIX	**3,497.86**	**3,994.76**	**＋14.2%**

*The name of investment strategy has changed to Index Hedge Strategy. This used to be disclosed as Market Neutral investment strategy.

Overview of AUM

・Although the Nikkei 225's rally, driven mainly by AI-, semiconductor-, and materials-related stocks, had only a limited effect due to the strategies' characteristics, AUM increased as Long-Short, Focus All Cap, and Mid & Small cap strategies delivered strong performance.

・ 2 new funds were established.

・The SPARX New Global Blue Chip Japanese Equity Fund ("Gensentoshi") reached JPY 300 billion in net assets.

Performance fees

FY2026 Q1

803 million yen (increase by 448.5% YoY)

Overview of OneAsia Investment Strategy

Korean equities continued to deliver strong performance. OneAsia AUM increased by 46.4% from the previous fiscal year-end. Overseas institutional investors remained highly interested in Korean equities. Continued marketing activities, with several inquiries received from U.S. institutional investors.

（Unit: 100 million yen）

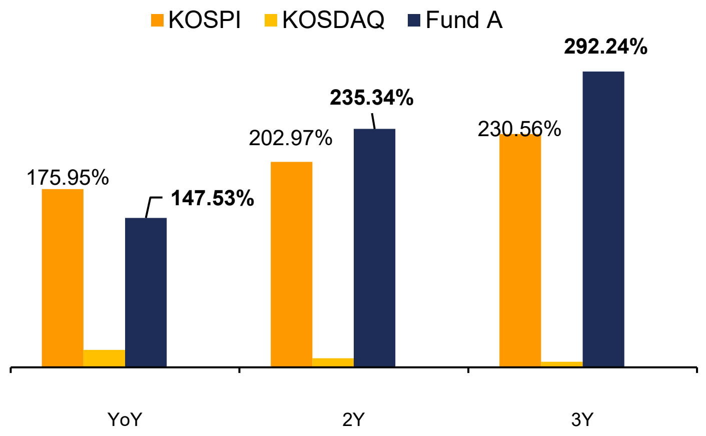
	AUM		
	March 31, 2026	**Jun. 30, 2026**	**change**
South Korea	2,178	3,295	＋1,117 （＋51.3%）
Pan-Asia	217	210	-6 （-3.1%）
Total	**2,395**	**3,506**	＋**1,110** （＋**46.4%**）
KOSPI Index	5,052	8,476	＋67.8%
KOSDAQ Index	1,052	916	-12.9%
HK Hang Seng Index	24,788	22,881	-7.7%

Overview of AUM

<1Q>

・Continue to deliver strong performance

Fund performance for South Korea-domiciled funds※ （**Up to Jun. 2026**）



※Performance data of the fund ranked second in AUM. The fund with the highest AUM, it cannot be disclosed due to contractual agreements with clients.

Performance fees

・Not recognized

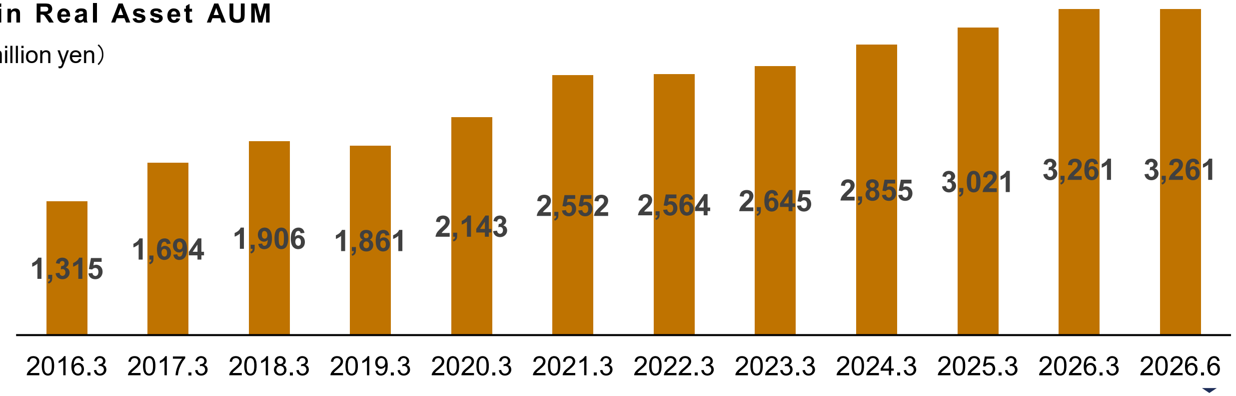
Overview of Real Asset Investment Strategy (1)

Promote investing in renewable power generation businesses, including solar power generation, at 348 locations※1 in Japan.
The battery-storage business, a new investment area, is steadily expanding.

※1 as of June 2026

(Unit: 100 million yen)	AUM		
	March 31, 2026	Jun. 30, 2026	change
Renewable Energy Power Station Investment	3,261	3,261	- (-)
Total	**3,261**	**3,261**	**- (-)**

● **Trend in Real Asset AUM**
(Unit: 100 million yen)



● **Overview of AUM**

<1Q>
- None

● **Performance fees**

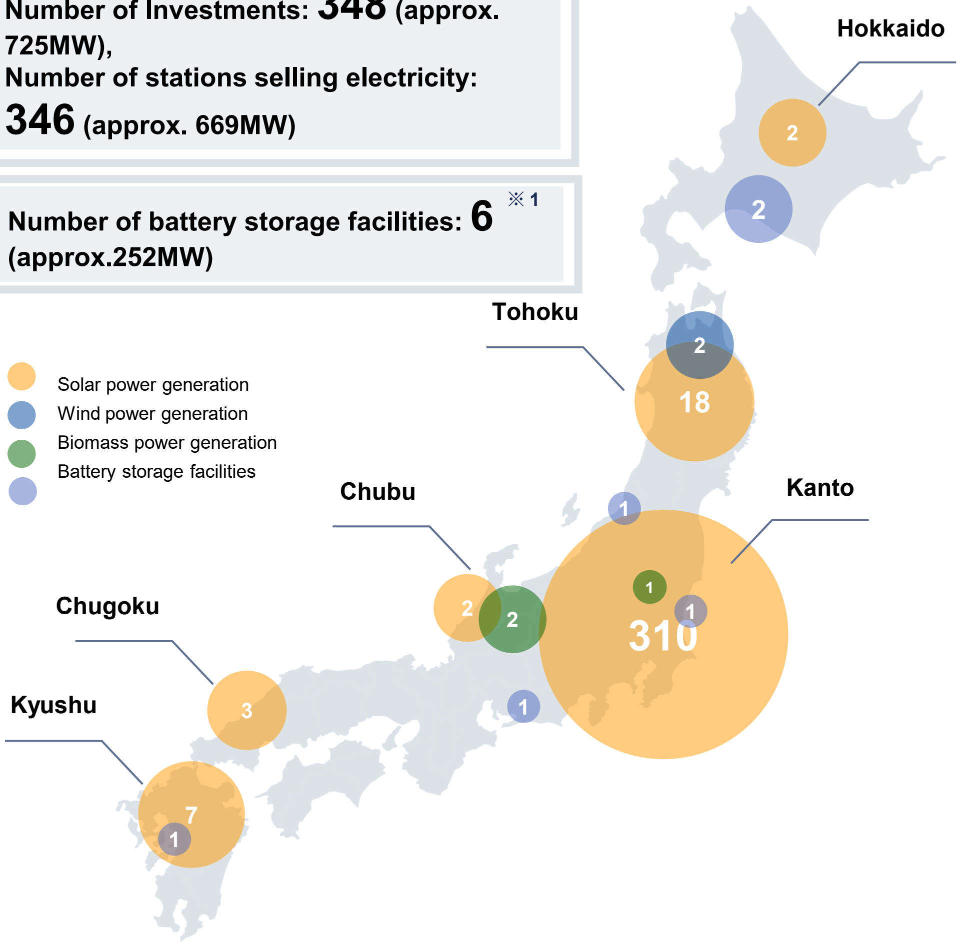
・Not recognized

Overview of Real Asset Investment Strategy (2)

Renewable energy power generation facilities

Number of Investments: **348** ※1 (approx. 725MW),
Number of stations selling electricity: **346** (approx. 669MW)

Number of battery storage facilities: **6** ※1 (approx.252MW)



※1 as of Jun. 30, 2026

(Note) the above number of investments does not include the number of power generation plants owned by consolidated subsidiaries.

Participate in Energy Storage Project in Niigata City, Niigata※2

Participated in a battery energy storage project in Niigata City, Niigata Prefecture. This project marks SPARX's first battery energy storage project undertaken in collaboration with SMFL MIRAI Partners Co., Ltd. It also represents SPARX's first battery energy storage project in the Tohoku region and is positioned as a new initiative aimed at supporting the Company's future expansion in the energy storage business.

(Image of the Niigata Energy Storage Plant)

Name	SGET Niigata Energy Storage Plant
Rated output	Approx. 22.7 MW
Rated capacity	Approx. 70.2 MWh
Commercial operations start	May 2028 (scheduled)
Investors	SMFL MIRAI Partners Co., Ltd. SPARX Group Co., Ltd.

※2 Although the press release was issued on May 27, 2026, the contract was signed in March 2026 and has been included in AUM since March 31, 2026.

Overview of Private Equity Investment Strategy (1)

Mirai Creation Fund IV and Japan Monozukuri Mirai Fund II were established in April 2026.
Continuing fundraising for both newly established funds and focusing on increasing AUM.

(Unit: 100 million yen)	AUM		
	March 31, 2026	Jun. 30, 2026	change
Mirai Creation Funds (I, II, III) <VC>	986	962	-24 (-2.5%)
Space Frontier Funds (I, II) <VC>	175	162	-12 (-7.4%)
Japan Monozukuri Mirai Fund (I, II) <BO>	122	529	+407 (+332.8%)
Others (2 funds) <VC>	295	294	-1 (-0.4.%)
Total	**1,580**	**1,949**	**+368 (+23.3%)**

＊ VC ＝ Venture Capital Fund BO = Buyout Fund

Overview of AUM

＜**Q1**＞

(New Investments Executed)

- **Mirai Creation Fund II:** 1 investment
- **Mirai Creation Fund III:** 6 investments
- **Space Frontier Fund II:** 7 investments

(IPO)

- **Mirai Creation Fund I: 2 IPOs**
  - GO Co., Ltd. listed on the TSE Growth Market
  - Tier IV, Inc. received approval for listing on the TSE Growth Market

(Established)

- **Japan Monozukuri Mirai Fund II (April 2026)**
- **Mirai Creation Fund IV (April 2026)**

Performance fees

・Not recognized

IPO

Mirai Creation Fund I

Listed on the TSE Growth Market

移動で人を幸せに。

Listed on the TSE Growth Market in July 22, 2026

TIER IV

Company: GO Co., Ltd.
Business:
Mobility-related business, including the provision of taxi dispatch systems for taxi operators.

Initial Investment	May 2017
IPO	June 2026

Company: TIER IV, Inc.
Business:
Development of autonomous driving systems and autonomous driving platforms.

Initial Investment	May 2018
IPO	July 2026

Hosted the "Mirai & Space Summit 2026"

Mirai Creation Fund and Space Frontier Fund jointly hosted the “SPARX Mirai & Space Summit 2026” on May 27, 2026.

Over 300 Participants attended

Approximately 300 stakeholders, including LPs and portfolio companies, gathered to promote the creation of next-generation industries and the development of an innovation ecosystem.

(Program Highlights)
- Pitches by portfolio companies in the space, AI, and advanced technology sectors
- Discussions with investors
- Dialogue programs aimed at fostering business collaboration and co-creation

The summit provided opportunities for collaboration and partnership beyond investment.

Overview of Private Equity Investment Strategy (3) AUM growth strategy

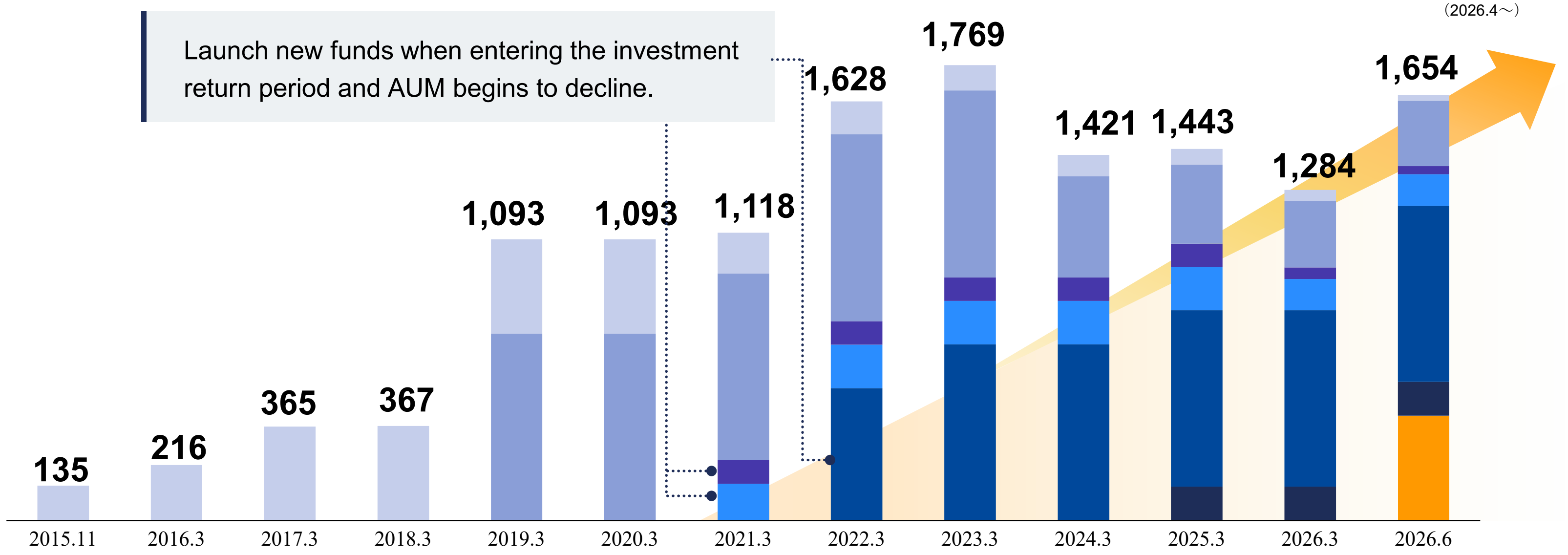
The private equity investment strategy manages multiple funds. Our multi-track approach addresses the ongoing decline in AUM caused by portfolio companies' exits from induvial funds during the investment return period by establishing new funds, thereby allowing overall AUM to grow.

(Unit:100 million yen)

Name of Funds	Investment Commitment Amount	Contracts scheduled to expire	Investment Period・Return on Investment Period
Mirai Creation Fund I	367	2026/11	Investment period（2015.11～） / Return on investment period
Mirai Creation Fund II	726	2028/7	Investment period（2018.7~） / Return on investment period
Space Frontier Fund I	92	2030/5	Investment period（2020.05～）
Japan Monozukuri Mirai Fund	168	2030/12	Investment period（2020.12～）
Mirai Creation Fund III	685	2031/10	Investment period（2021.10～）
Space Frontier Fund II	131	2034/3	Investment period（2024.3～）
Japan Monozukuri Mirai Fund II	407	2036/4	Investment period（2026.4～）

AUM for Private Equity Funds

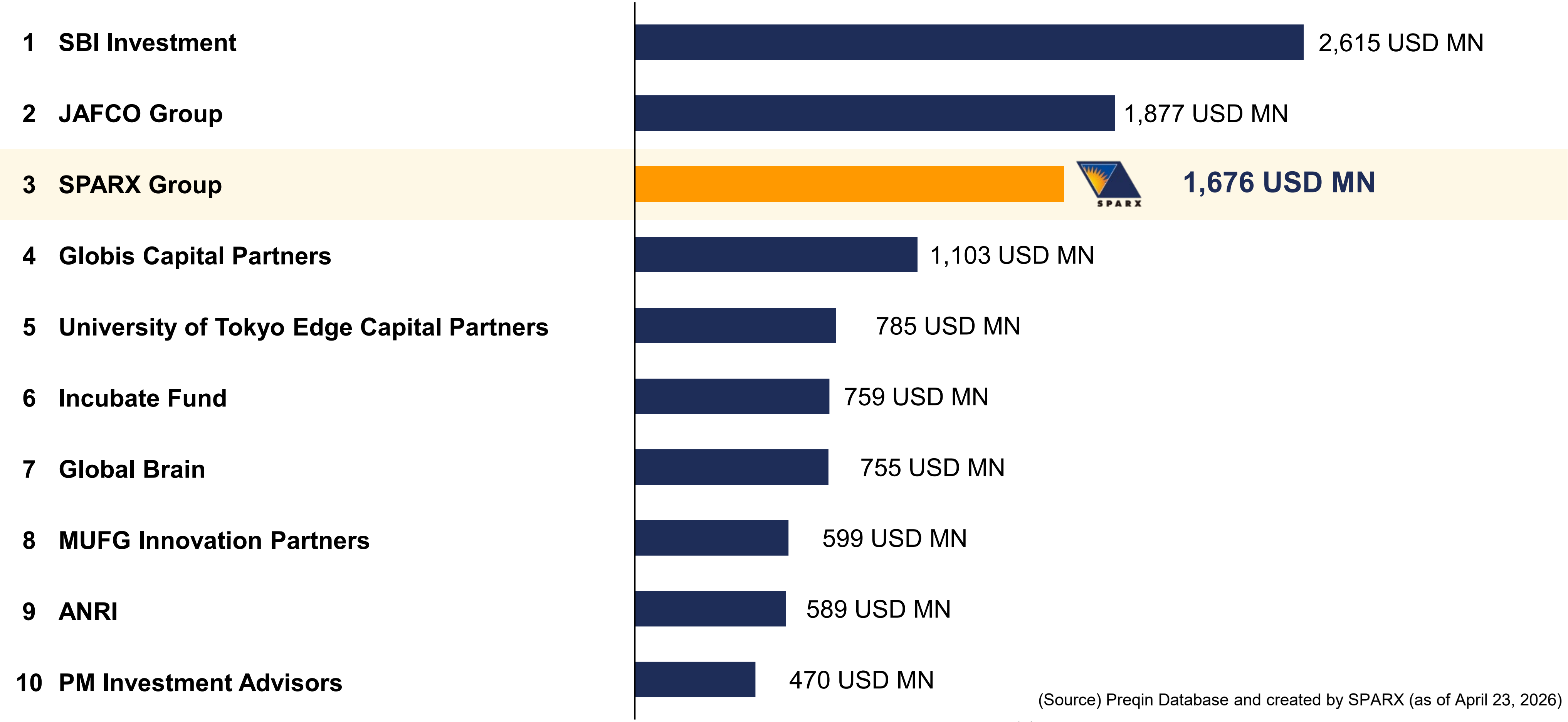
(Unit:100 million yen)



Note: AUM for PKSHA SPARX Algorithm I limited investment partnership and Japan growth capital investment corporation are not included.
Note: The investment return period is five years from the beginning of the investment period.

Overview of Private Equity Investment Strategy (4)

Ranking for domestic venture capital procurement scale



(Source) Preqin Database and created by SPARX (as of April 23, 2026)

※Amount of funding for the past 10 years to those venture capital with headquarters in Japan.

※The capital raised by the Japan Monozukuri Mirai II Fund, released on April 3, 2026, is not yet included in the above fundraising total.

04.

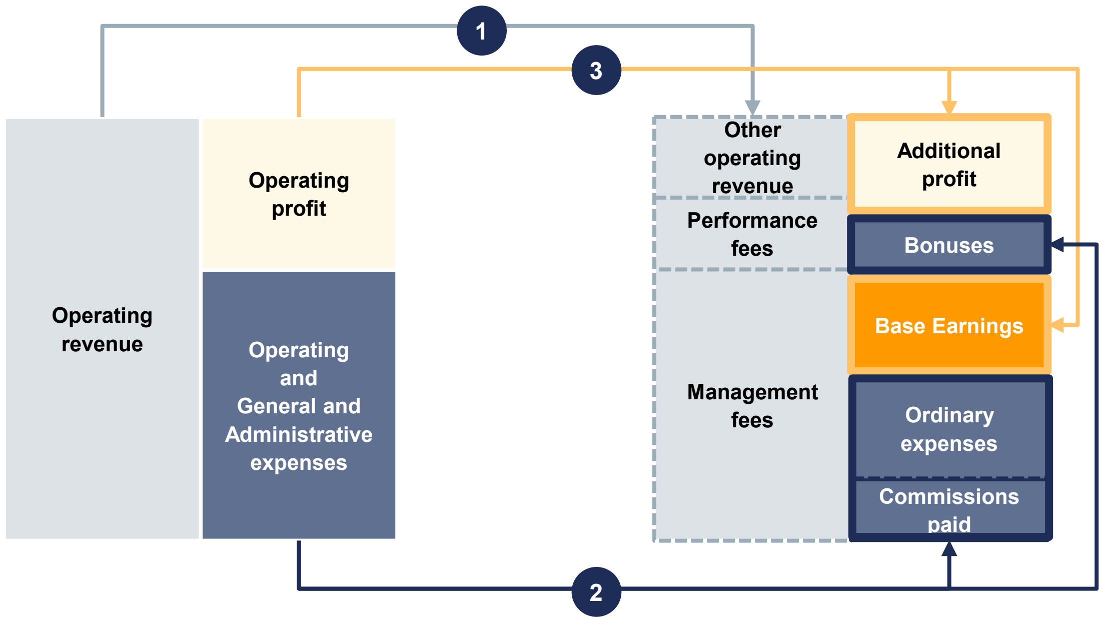
Appendix

Status of key management indicators

In this material, we explain the business performance and current business conditions of our group by providing managerial accounting details rather than financial accounting.
Use four key management indicators not included in the consolidated financial statements.

Points to note when viewing this materials

Financial accounting | Managerial accounting



1. Operating revenue is classified into management fees, performance fees, and other operating revenue.
2. Operating and general/administrative expenses are classified into commissions paid, ordinary expenses, and bonuses.
3. Operating profit is classified into Base Earnings and additional profit.

Key management indicators

Indicator of the profitability that forms a sustainable and stable foundation for the business

■ **Base Earnings**

Base Earnings = Management Fees − Commissions paid − Ordinary expenses

(Management Fees − Commissions paid: Management fees after deducting commissions)

※Indicators that do not include temporary or additional performance fees, such as operating income for financial accounting purposes, and are not affected by market trends or progress in real asset investments.

Indicators Affecting Two Major Earnings (Balance Fee, Incentive Fee)

■ **Assets under management (AUM)** ■ **Management fee rate** ■ **% of AUM eligible to earn performance fee**

Management Fees = AUM × Management fee rate

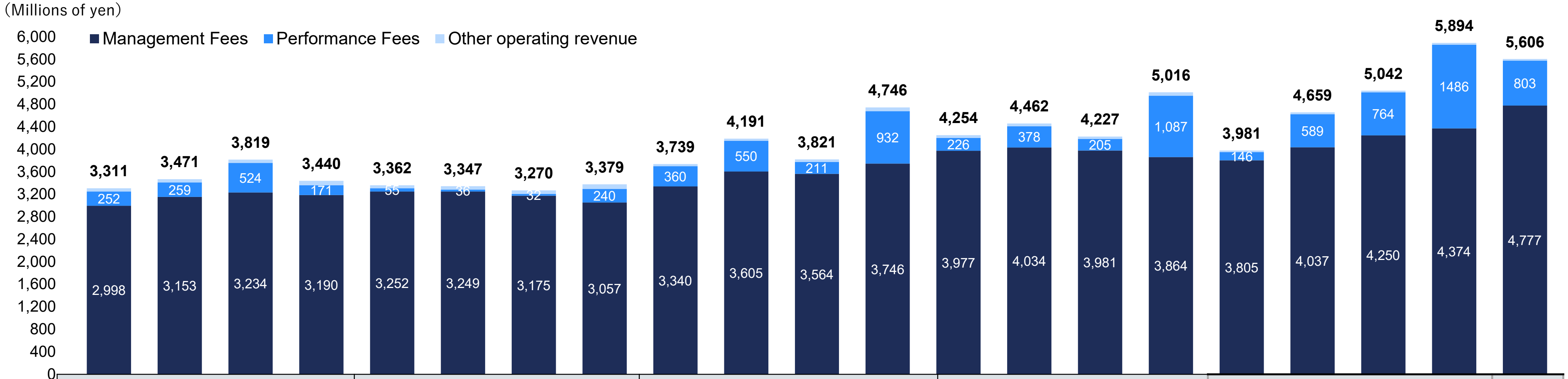
Performance Fees = AUM × Performance fee rate × % of AUM eligible to earn performance fee

Consolidated Earnings Summary (based on management indicators)

		FY2025		FY2026	
		Q1	Full year	Q1	YoY change
Average AUM	(Billions of yen)	19,278	21,364	25,495	+32.2%
Management fee rate (After deducting commissions)	（%）	0.66%	0.64%	0.64%	(－0.02)
Management fees (After deducting commissions)	(Millions of yen)	3,116	13,444	3,931	+26.2%
- Ordinary expenses	(Millions of yen)	1,545	6,245	1,619	+4.8%
Base earnings	(Millions of yen)	1,571	7,199	2,312	+47.2%
Performance fees	(Millions of yen)	146	2,986	803	+448.5%
Percentage of AUM eligible to earn performance fees	（%）	32.7%	31.3%	29.6%	(－3.1)
Other operating revenue	(Millions of yen)	29	124	25	(15.3%)
- Bonuses （including ESOP Expense)	(Millions of yen)	223	1,279	385	+72.8%
Operating profit	(Millions of yen)	1,523	9,025	2,754	+80.8%
Profit attributable to owners of parent	(Millions of yen)	1,633	6,384	2,900	+77.6%
Return on equity	（%）	19.7%	17.6%	29.1%	+9.4

(Note 1) Management fees include administrative fees for the power stations related to our Japanese Renewable Energy Investment Strategy. This note applies throughout this presentation.
(Note 2) Performance fees include one-time fees (acquisition fees) received as compensation for formulating power station plans related to our Japanese Renewable Energy Investment Strategy. This note applies throughout this presentation.
(Note 3) Percentage of AUM eligible to earn performance fees show the ratio of AUM with performance fee to the total AUM at the end of the specified period.

Quarterly Trends in Operating Revenue



	FY2021				FY2022				FY2023				FY2024				FY2025				FY2026
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q
Management Fees	2,998	3,153	3,234	3,190	3,252	3,249	3,175	3,057	3,340	3,605	3,564	3,746	3,977	4,034	3,981	3,864	3,805	4,037	4,250	4,374	4,777
Performance Fees	252	259	524	171	55	36	32	240	360	550	211	932	226	378	205	1,087	146	589	764	1,486	803
Other operating revenue	59	59	60	78	55	61	62	81	37	35	46	67	50	48	41	65	29	32	28	33	25
Operating Revenue	**3,311**	**3,471**	**3,819**	**3,440**	**3,362**	**3,347**	**3,270**	**3,379**	**3,739**	**4,191**	**3,821**	**4,746**	**4,254**	**4,462**	**4,227**	**5,016**	**3,981**	**4,659**	**5,042**	**5,894**	**5,606**

(Reference)

Average AUM (100 millions of yen) (3months average)	15,306	15,825	16,361	15,381	15,065	15,298	15,187	14,955	15,912	16,613	16,406	18,042	19,295	19,173	19,066	19,056	19,278	20,632	20,676	23,427	25,495
Management fee rate (3months average) (After deducting commissions)	0.68%	0.69%	0.68%	0.72%	0.76%	0.74%	0.72%	0.71%	0.72%	0.71%	0.70%	0.69%	0.67%	0.68%	0.68%	0.67%	0.66%	0.65%	0.65%	0.62%	0.64%
Percentage of AUM eligible to earn performance fees	33.2%	32.4%	32.1%	36.7%	39.2%	38.7%	38.5%	37.9%	38.7%	38.5%	39.1%	35.3%	33.9%	34.8%	33.5%	35.1%	32.7%	32.1%	30.4%	31.3%	29.6%
NIKKEI stock average (Record date)	28,791	29,452	28,791	27,821	26,393	25,937	26,094	28,041	33,189	31,857	33,464	40,369	39,583	37,919	39,894	35,617	40,487	44,932	50,339	51,063	70,062

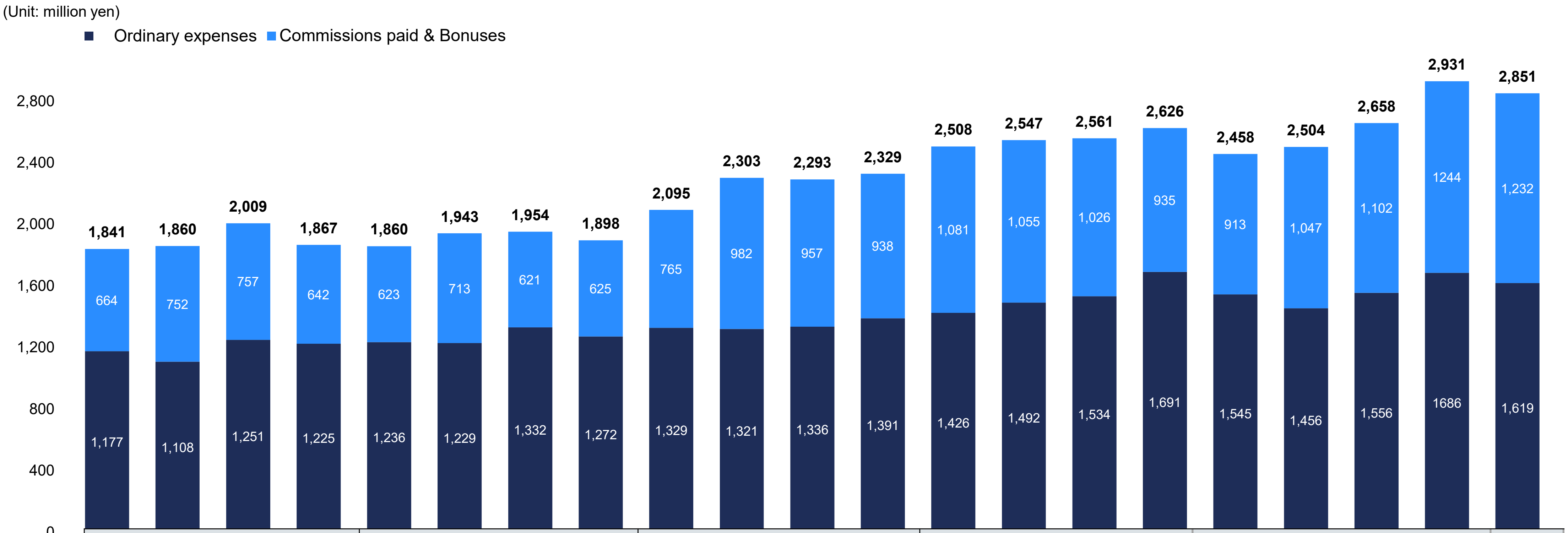
Breakdown of Operating and General Administrative Expenses

■ **Mainly due to increases in commissions paid and personnel expenses.**

(Units: Millions of yen)	FY2025		FY2026	
	Q1	Full Year	Q1	YoY change
Commissions paid	690	3,028	847	+22.8%
Personnel exp.	853	3,813	1,064	+24.8%
Travel exp.	98	311	87	(10.6%)
Property rent	86	347	90	+4.8%
Entrusted business expenses	277	1,151	280	+1.0%
Depreciation on fixed assets	81	331	78	(4.1%)
Advertising exp.	46	177	29	(36.5%)
Research exp.	117	462	107	(8.9%)
Other expenses	207	928	266	+28.2%
Total: Operating and general administrative expenses	2,458	10,552	2,851	+16.0%
Ordinary expenses	1,545	6,245	1,619	+4.8%

(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) and (3) Severances package for key members, from total operating and general administrative expenses; hereinafter the same applies in this document.

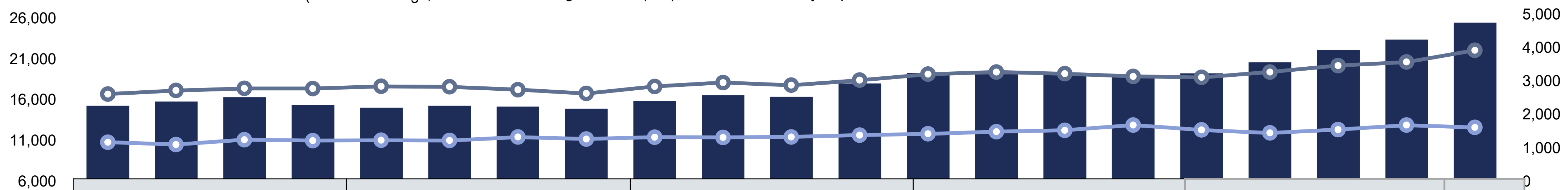
Quarterly Operating and General Administrative Expenses



	FY2021 1Q	FY2021 2Q	FY2021 3Q	FY2021 4Q	FY2022 1Q	FY2022 2Q	FY2022 3Q	FY2022 4Q	FY2023 1Q	FY2023 2Q	FY2023 3Q	FY2023 4Q	FY2024 1Q	FY2024 2Q	FY2024 3Q	FY2024 4Q	FY2025 1Q	FY2025 2Q	FY2025 3Q	FY2025 4Q	FY2026 1Q
Ordinary expenses	1,177	1,108	1,251	1,225	1,236	1,229	1,332	1,272	1,329	1,321	1,336	1,391	1,426	1,492	1,534	1,691	1,545	1,456	1,556	1,686	1,619
Commissions paid & Bonuses etc.	664	752	757	642	623	713	621	625	765	982	957	938	1,081	1,055	1,026	935	913	1,047	1,102	1,244	1,232
Operating and general administrative expenses	**1,841**	**1,860**	**2,009**	**1,867**	**1,860**	**1,943**	**1,954**	**1,898**	**2,095**	**2,303**	**2,293**	**2,329**	**2,508**	**2,547**	**2,561**	**2,626**	**2,458**	**2,504**	**2,658**	**2,931**	**2,851**

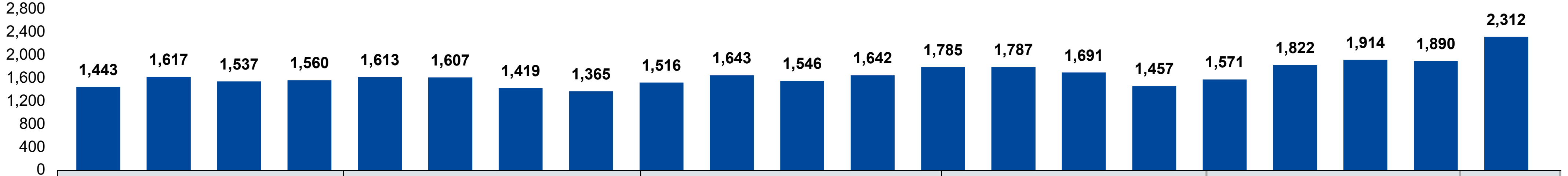
Quarterly Base Earnings

Average AUM



	FY2021				FY2022				FY2023				FY2024				FY2025				FY2026
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q
AUM(3months average)（Unit: 100mllion yen）	15,306	15,825	16,361	15,381	15,065	15,298	15,187	14,955	15,912	16,613	16,406	18,042	19,295	19,173	19,066	19,056	19,278	20,632	22,119	23,427	25,495
Management fee(Net)	2,620	2,725	2,789	2,785	2,850	2,837	2,751	2,638	2,845	2,964	2,882	3,034	3,212	3,280	3,226	3,148	3,116	3,279	3,471	3577	3,931
Ordinary Expense	1,177	1,108	1,251	1,225	1,236	1,229	1,332	1,272	1,329	1,321	1,336	1,391	1,426	1,492	1,534	1,691	1,545	1,456	1,556	1,686	1,619

Base Earnings



	FY2021				FY2022				FY2023				FY2024				FY2025				FY2026
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q
Base Earnings	1,443	1,617	1,537	1,560	1,613	1,607	1,419	1,365	1,516	1,643	1,546	1,642	1,785	1,787	1,691	1,457	1,571	1,822	1,914	1,890	2,312

(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.

Hybrid Business Model

SPARX

A hybrid model that combines our traditional strategy of investing in highly profitable listed stocks with the stable strategy of financing Real Assets/Private Equity

AUM as of June-end 2026

Japanese Equity 1,740.6bn	OneAsia 350.6bn
Real Assets 326.1bn	Private Equity 194.9bn

Japanese Equity

- Japanese Mid&Small Cap strategy (1989)
- Japanese Equity Long-Short All Cap strategy (1997)
- Japanese Equity Focus All Cap strategy (1998)
- Japanese Equity Focus strategy (1999)
- Japanese Equity Value Creation strategy (2002)

OneAsia

- FoF investment strategy
  (1997, specialized in Asia-Pacific from 2002)
- Korean Equity investment strategy (2005)
- Pan-Asia (excluding Japan and Korea) Equity investment strategy (2006)

Real Assets

- Real Estate investment strategy (2012)
- Renewable Energy investment strategy (2012)

Private Equity

- Mirai Creation Fund (2015)
- PKSHA SPARX Algorithm Fund (2019)
- Space Frontier Fund (2020)
- Japan Monozukuri Mirai Fund (2020)
- Investment corporation (the Fund)
  (managed by Nomura SPARX investment, Inc.,
  a joint venture with Nomura Holdings Co., Ltd.(2021)

Market swings have a significant impact → **Diversified strategies lead to increased stability**

What is the Buffet Club?

Through studying and discussing the investment philosophies of noted investor Warren Buffett and other capitalists, SPARX employees learn and share the value of wanting to make clients wealthier, healthier, and happier as a part of "the most trusted and respected investment company in the world."

We have regularly held these study sessions

since our founding as a way to convey

SPARX's investment philosophy

to the next generation

(Reference) External Recognition toward Our Initiatives for Sustainability

In recognition of our sustainability efforts, SAPRX has been selected as a constituent of three ESG indices which are adopted by the largest institutional investor in the world, GPIF (Japanese Government Pension Investment Fund). As of June 30, 2026, our FTSE ESG score increased from 4.1 to 4.2, and the governance category continued to receive the maximum score of 5.

Three ESG Indices

	FTSE JPX Blossom Japan Index	FTSE JPX Blossom Japan Sector Relative Index	S&P/JPX Carbon Efficient Index
Provider	FTSE Russell		S&P and Japan Exchange Group, Inc.
Summary	An index composed of Japanese companies with strong Environmental, Social and Governance (ESG) ratings based on their own scores. Selected for great ESG initiatives while minimizing industry bias.	An index composed of Japanese companies with strong Environmental, Social, and Governance (ESG) ratings based on their own scores. Selected for great ESG initiatives while minimizing sector bias.	Selection from among the companies comprising the TSE Stock Price Index (TOPIX) based on the status of disclosing environmental information and the level of carbon-efficiency.
Number of issues	478 companies (As of Jun. 30, 2026)	670 companies (As of Jun. 30, 2026)	Approx. 1700 constituent stocks
Reference	https://www.lseg.com/en/ftse-russell/indices/blossom-japan		

ESG Score

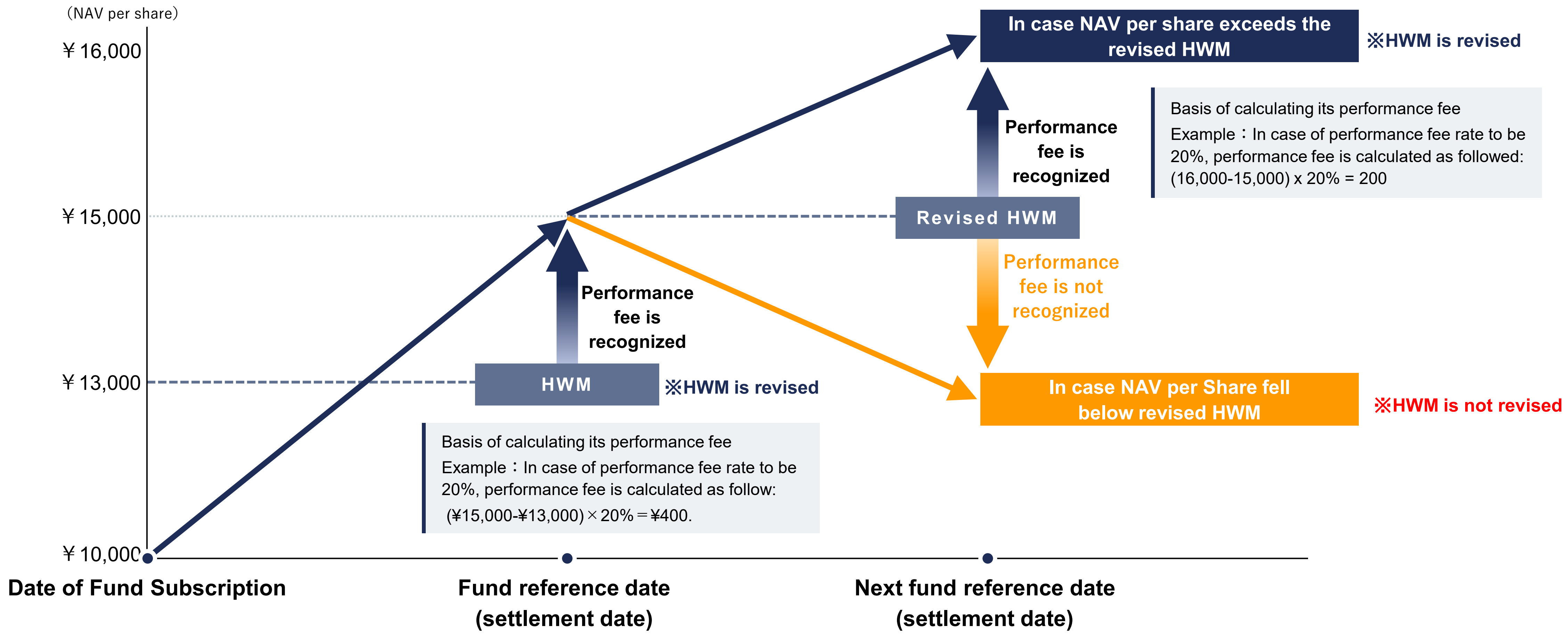
FTSE ESG Score

3.4 (2024) ▶ 4.1 (2025) ▶ 4.2 (2026)

	(2024)	(2025)	(2026)
E	3.0	3.0	3.0
S	3.2	4.2	4.6
G	4.0	5.0	5.0

Structure of Performance Fees　(Related to Equity Investment Fund)

Performance Fees are 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.

Performance Fee Structure (Related to real asset (renewable energy) funds)

Performance fee consist mainly of 2 types

We operate separate funds that focus on “greenfield investments” — from development through operation of renewable-energy power plants and “brownfield investments” — in the post-commissioning phase — each backed by long-term, stable cash flows. Performance fees arise as acquisition fees (performance fees) upon completion of development milestones in the inherently uncertain process of power-plant development. In addition, performance fees are recognized when a green fund successfully sells an invested power plant and records capital gains.

Renewable energy power generation facilities, etc

Development of Real Assets (renewable energy power plants, etc.)

Finalize the contracts
(at the time of the first financing)
Acquisition fee（Performance fees）

Progress of the project
(Financing through development progress)
Acquisition fee（Performance fees）

Progress of the project
(Financing through development progress)
Acquisition fee（Performance fees）

• • •

Acquisition fees (performance fees) are generated by multiplying the project cost by a fixed rate when financing arises from the conclusion of a project contract, such as the formulation of a business plan, the selection, and management of a contractor.

Green Fund or Brown Fund

Sale from managed funds

From managed funds Selling the power plants
Fees associated with the sale（Performance fees）

- **An performance fee is accrued when a gain is recorded on the transfer of a power plant, etc. that has stabilized operation after development.**

(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.

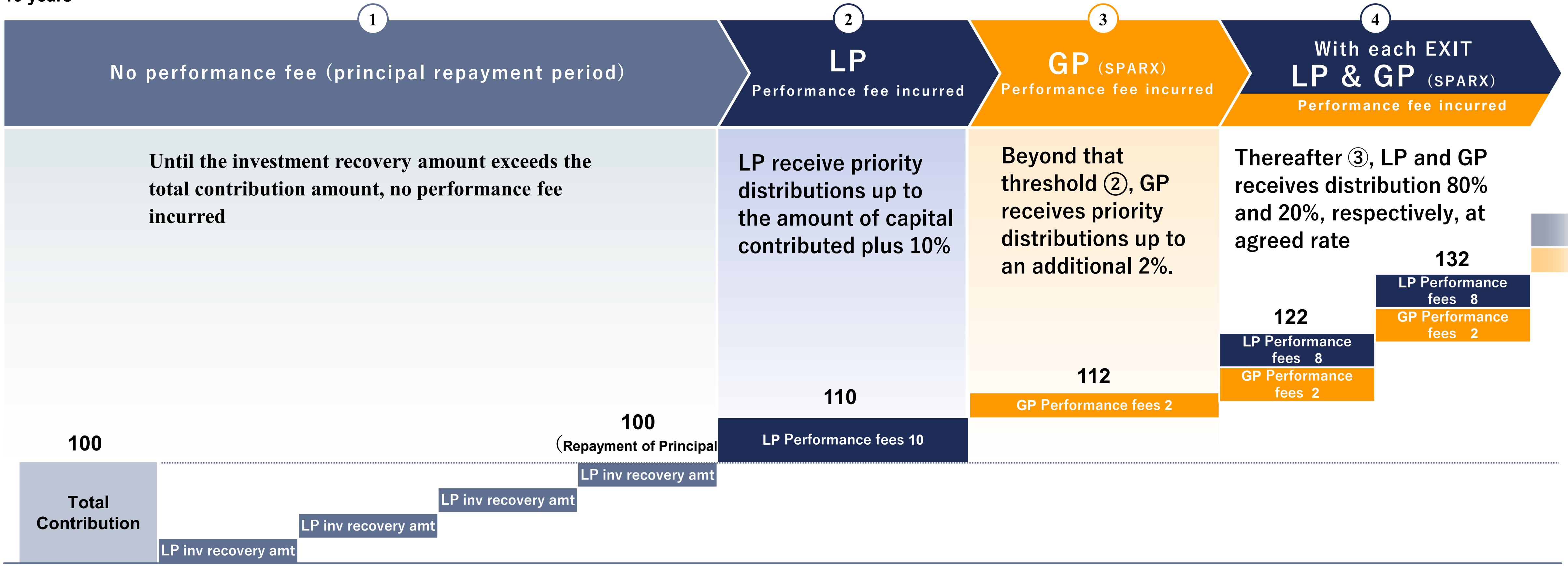
Performance Fee Structure (Related to venture capital fund)

The investment recovery amount exceeds 100% of contribution amount, and a performance fee is accrued to GP (SPARX) after the preferred dividends are paid to LP investors.

Image of Performance Fee Accrual

Terms and conditions: ①Total Contribution:100 ②LP preference:10% ③GP (SPARX) preference:2% ④Distribution at the rate of LP80% and GP20%

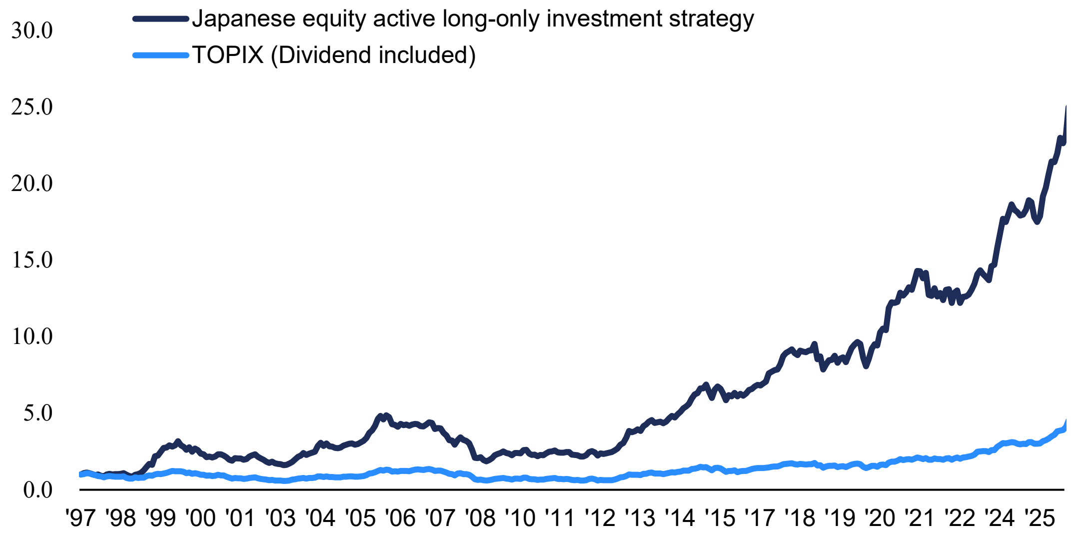
Fund managing period: approx. 10 years



(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.
(Note 2) In the above, performance fee rates are calculated using assumed rates for convenience.

Primary Investment Strategies: Composite Returns Since Valuation Began ①

Japanese Equity Active Long-Only investment strategy



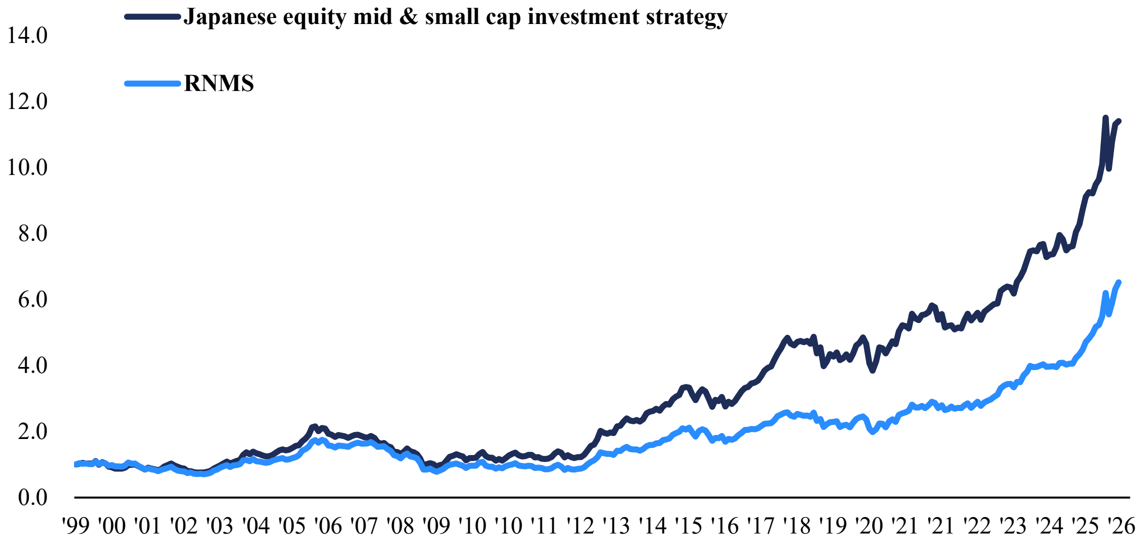
(Annualized Return)

Japanese equity active long-only investment strategy	12.00%
Reference Index	5.40%
Excess Return	6.60%

Reference Index	TOPIX (Dividend included)
Measurement Period	1997/5 ～2026/6
Volatility of Composite Return (Annualized)	19.28%

※Performance is shown gross of fees.
※The base currency is the Japanese Yen.

Japanese Equity Mid & Small Cap investment strategy



(Annualized Return)

Japanese equity mid & small cap investment strategy	9.62%
Reference Index	7.33%
Excess Return	2.29%

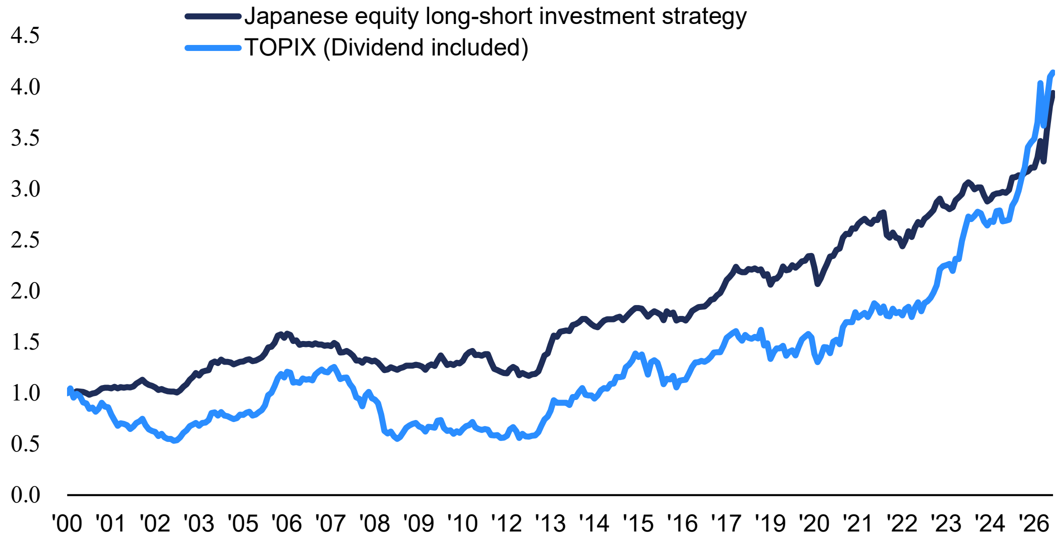
Reference Index	Russell/Nomura Mid-Small Cap Index
Measurement Period	2000/1 ～2026/6
Volatility of Composite Return (Annualized)	17.10%

※Performance is shown gross of fees.
※The base currency is the Japanese Yen.

Source: SPARX Asset Management Co., Ltd. (as of June 30, 2026)

※ This presentation has prepared in compliance with the GPIS standards (Global Investment Performance Standards). Please be sure to read the additional materials appended to the end of this presentation.

Japanese Equity Long-Short investment strategy

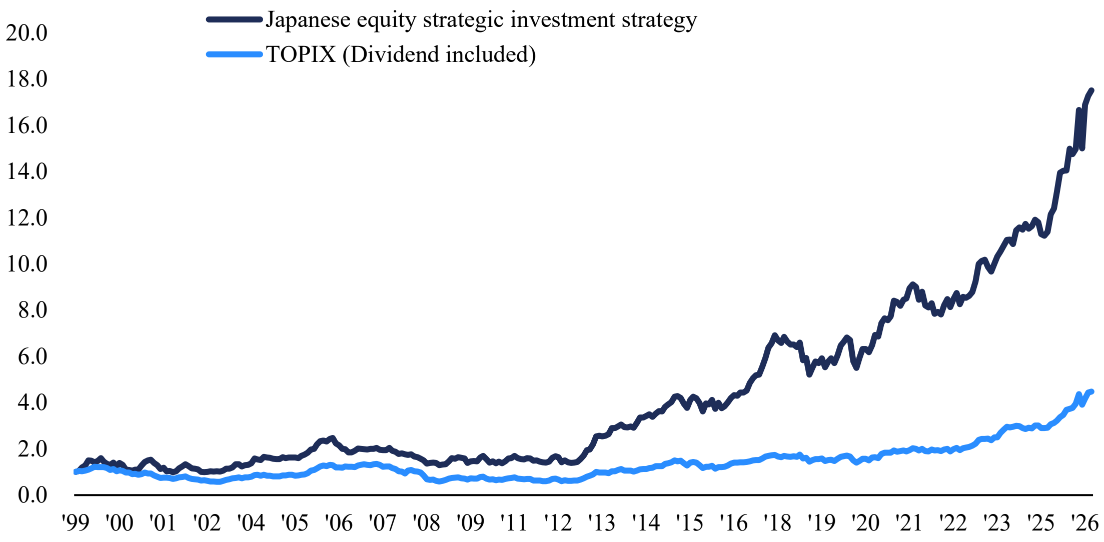


(Annualized Return)

Japanese equity long-short investment strategy	5.40%	Reference Index	TOPIX (Dividend included)
Reference Index	5.60%	Measurement Period	2000/6～2026/6
Excess Return	-0.20%	Volatility of Composite Return (Annualized)	7.75%

※Performance is shown gross of fees.
※The base currency is the Japanese Yen.

Japanese Equity Strategic investment strategy



(Annualized Return)

Japanese equity strategic investment strategy	11.19%	Reference Index	TOPIX (Dividend included)
Reference Index	5.71%	Measurement Period	1999/7～2026/6
Excess Return	5.48%	Volatility of Composite Return (Annualized)	18.98%

※Performance is shown gross of fees.
※The base currency is the Japanese Yen.

Source: SPARX Asset Management Co., Ltd. (as of June 30, 2026)
※ This presentation has prepared in compliance with the GPIS standards (Global Investment Performance Standards). Please be sure to read the additional materials appended to the end of this presentation.

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SPARX Channel	https://www.youtube.com/user/8739SPARX
Official Facebook	https://www.facebook.com/SPARXGroup/
Official X（former Twitter）	https://x.com/sparx8739

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Composite details

- A detailed account of all composite lists and other content from the firm is available upon request.

  Contact：Global Business Development Division, SPARX Asset Management Co., Ltd. (Tel. +81-3-6711-9200)
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Notes on Investment Trusts

- The following statements are presented in compliance with Article 37 of the Financial Instruments and Exchange Act. Note that their content may differ from the costs or risks that apply to the individual investment trusts that clients actually purchase. The costs and fees associated with the funds differ according to the marketing companies and the individual investment trust, so these statements express the maximum amounts for all fees that SPARX Asset Management collects for the investment trusts it manages. In the event that a party wishes to purchase a specific investment trust, we ask that the party makes his/her ultimate investment decision at his/her own discretion after reviewing the investment trust's prospectus, which is available immediately upon request.

About Risks Related to Investment Trusts

- Investment trusts invest mainly in stocks, public bonds, and real estate investment securities of fluctuating value (assets in foreign currencies also include exchange risks), so their net asset values (NAV) will fluctuate. Therefore, the investment trusts do not guarantee returns on invested capital, and they may incur losses due to declines in NAVs, primarily attributable to transaction price and currency fluctuations in relevant markets, resulting in balances dropping below originally invested amounts.
- Specialized funds differ from diversified general investment trusts in that they manage a narrower scope of stocks. Thus, they are much more likely to experience NAV fluctuations, regardless of market trends.
- Long-short strategy funds operate from a short position, meaning that when shorted stocks see share price growth, fund NAVs will fall. Moreover, situations in which both long and short positions incur losses significantly raise the possibility of loss to investors, compared to that for normal funds.
- These risks include only a portion of the risks related to investment trusts, and the details and nature of the risks differ according to the type of assets targeted, investment restrictions, transaction exchange, and countries targeted for each investment trust.

About Risks related to Investment Trusts (Publicly Offered Investment Trusts)

The maximum expenses (fees) for SPARX's investment trusts (publicly offered investment trusts) are as follows:

- Direct costs

Fees at the time of purchase	Up to 3.3% (tax included)
Liquidation fees	None
Investment trust asset reserves	Up to 0.5%

- Indirect costs during investment in investment trusts

Management fee	Up to 2.057% (tax included)
Performance fee※	Some investment trusts may require performance fees

※ The amount of performance fees varies per the NAV level, so it is not possible to indicate a maximum amount in advance.

- Other costs and fees: Auditing costs, sales commissions generated by composite marketable securities (including funds) transactions, which include costs for creating prospectuses or investment reports, costs required for futures or options transactions, and custodial costs for assets in foreign currencies. When composite marketable securities are funds, they may charge for other expenses, including fiduciary trust company and custodial firm fees. These fees vary per management conditions, so it is not possible to indicate their maximum amounts in advance.
- The total cost of fees differs according to the period of ownership, so these fees cannot be shown. They also differ according to investment trust, so contact your distributor for more details.

[Asset Management Company]

SPARX Asset Management Co., Ltd.

Financial Services Provider Registration Number: Director of Kanto Local Finance Bureau, No. 346

Memberships : The Investment Trusts Association, Japan; Japan Investment Advisers Association; Japan Securities Dealers Association; and Type II Financial Instruments Firms Association

SPARX Group Co., Ltd.

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