

**The following is a translation (extract) of the official announcement given to the Tokyo Stock Exchange and the media in Tokyo, Japan.**

## Summary Report of Consolidated Financial Results for the Fiscal Year 2022 (April 2022 - March 2023)

May 8, 2023

Company Name: SPARX Group Co., Ltd.  
 Stock Code Number: 8739  
 (URL <https://www.sparxgroup.com>)  
 Representative: Shuhei Abe  
 President & Representative Director, Group CEO  
 Contact: Hiroshi Minematsu  
 Senior Managing Director, Group CFO  
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Scheduled date of the ordinary general shareholder's meeting: June 9, 2023

Scheduled commencing date of dividend payment: June 12, 2023

Scheduled date of filing financial report: June 20, 2023

Supplemental information for financial results: Yes

Presentation materials will be posted on our HP on May 8, 2023

Earnings announcement for financial results: Yes

Briefing video will be distributed on our website after disclosing Presentation materials.

(Amount rounded down to million yen)

### 1. Consolidated Financial Results for FY2022 (April 1, 2022 to March 31, 2023)

#### (1) Consolidated Operating Results

(Percentage shows the percentage of change from the corresponding period of the previous year)

	Operating Revenue		Operating Profit		Ordinary Profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FY2022	13,360	(4.9)	5,704	(11.8)	6,289	0.8	4,521	11.1
FY2021	14,043	(1.8)	6,464	1.8	6,241	0.8	4,070	17.4

(Note) Comprehensive Income Apr.2022-Mar.2023: 4,396 million yen Apr.2021-Mar.2022: 3,583 million yen

	Net Income per share	Net Income per share (fully diluted)	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to operating revenue
	yen	yen	%	%	%
FY2022	113.37	—	18.0	16.4	42.7
FY2021	101.89	—	17.1	16.6	46.0

(Reference) Equity in net income of affiliates: Apr.2022-Mar.2023: 20 million yen Apr.2021-Mar.2022: (101) million yen

(Note) The Company conducted the reverse stock split (which have merged five shares of common stock into one share) with effective date of October 1, 2022. Net Income per share has been calculated based on the assumption that the reverse stock split had been conducted on April 1, 2021.

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(2) Consolidated Financial Position

	Total Assets	Net Assets	Capital Adequacy Ratio	Net Asset Per Share
	Million yen	Million yen	%	Yen
Mar. 2023	39,382	26,047	66.1	655.21
Mar. 2022	37,141	24,324	65.5	609.90

(Reference) Equity (i.e. “Shareholders’ equity” and “Accumulated other comprehensive income”)

Mar. 2023: 26,046 million yen      Mar. 2022: 24,324 million yen

(3) Consolidated Cash Flow

	Operating Cash Flow	Investment Cash Flow	Financing Cash Flow	Cash & Cash Equivalent
	Million yen	Million yen	Million yen	Million yen
FY2022	3,105	2,001	(2,408)	22,028
FY2021	2,661	(1,180)	(2,480)	19,199

**2. Dividends**

	Dividends per share					Total dividends (annual)	Payout ratio (consolidated)	Ratio of dividends to net assets (consolidated)
	First Quarter	Second Quarter	Third Quarter	Fourth Quarter	Annual			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
FY2021	—	0.00	—	12.00	12.00	2,422	58.9	10.1
FY2022	—	0.00	—	60.00	60.00	2,445	52.9	9.5
FY2023 (expected)	—	—	—	—	—		—	

Note: (1) The Company does not disclose expected dividend amount because we do not disclose the forecasts of future operating results.

(2) The Company conducted the reverse stock split (which have merged five shares of common stock into one share) with effective date of October 1, 2022. If the reverse stock split were to take into consideration, then the year-end dividend for the year ended March 31, 2022, would be 60.00 yen.

**3. Forecast of Results for the FY2023**

The business of SPARX Group is influenced by changes in market conditions which make it difficult to forecast future operating results with accuracy.

In addition, with regards to month-end figures for asset under management (AUM), we have disclosed separately within five business days of beginning of every following month.

\* Notes

(1) Significant changes in subsidiaries during this period (changes in designated subsidiaries resulting in changes in the scope of consolidation): No

Added: \_\_\_ company(ies) (name(s): \_\_\_\_\_)      Removed: \_\_\_ company(ies) (name(s): \_\_\_\_\_)

(2) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

i. Changes in accounting policies due to revisions in accounting standards and other regulations: Yes

ii. Changes in accounting policies for reasons other than i.: No

iii. Changes in accounting estimates: No

iv. Restatement of prior period financial statements: No

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(3) Number of shares issued and outstanding (common stock)

Number of shares issued and outstanding at the end of the period (including treasury stock)	As of March 31, 2023	41,915,480 shares	As of March 31, 2022	41,915,480 shares
Number of shares of treasury stock at the end of the period	As of March 31, 2023	2,162,528 shares	As of March 31, 2022	2,033,222 shares
Average number of shares during the period	Twelve-month period ended March 31, 2023	39,877,028 shares	Twelve-month period ended March 31, 2022	39,952,521 shares

Note: (1) The Company conducted the reverse stock split (which have merged five shares of common stock into one share) with effective date of October 1, 2022. The figures has been calculated based on the assumption that the reverse stock split had been conducted on April 1, 2021 for number of outstanding shares at the end of the periods (including treasury stock), number of share of treasury stock at the end of the period and average number of shares during the periods reflected this reverse stock split.

(2) The number of shares of treasury stock above includes shares held in trust accounts (999,820 shares as of March 31, 2023 and 493,380 shares as of March 31, 2022) for the employee stock ownership plan (ESOP). Shares of the Company's own stock held in ESOP trust accounts are included in treasury stock subtracted from the calculation of the average number of shares during the period (790,148 shares for the twelve-month period ended March 31, 2023 and 497,470 shares for the twelve-month period ended March 31, 2022).

(Reference)

**Non-consolidated financial results for FY2022 (April 1, 2022 to March 31, 2023)**

(1) Non-consolidated Operating Results

(Percentage shows the percentage of change from the corresponding period of the previous year)

	Operating Revenue		Operating Profit		Ordinary Profit	
	Million yen	%	Million yen	%	Million yen	%
FY2022	3,094	(8.6)	(79)	—	4,826	23.8
FY2021	3,386	3.5	(37)	—	3,899	18.6

	Net Income		Net Income per share		Net Income per share (fully diluted)	
	Million yen	%	yen		yen	
FY2022	5,191	63.8	130.19		—	
FY2021	3,170	22.7	15.86		—	

(Note) The Company conducted the reverse stock split (which have merged five shares of common stock into one share) with effective date of October 1, 2022. Net Income per share has been calculated based on the assumption that the reverse stock split had been conducted on April 1, 2021.

(2) Non-consolidated Financial Position

	Total Assets	Net Assets	Capital Adequacy Ratio	Net Asset Per Share
	Million yen	Million yen	%	Yen
Mar. 2023	30,362	19,965	65.8	502.23
Mar. 2022	28,172	17,650	62.7	442.56

(Reference) Equity (i.e. "Shareholders' equity")

Mar. 2023: 19,965 million yen      Mar. 2022: 17,650 million yen

\* This summary report of financial statements are not subject to audit review by certified public accountants or auditing firms.

\* Explanation concerning the appropriate use of forecasts of business performance and other notes

For the reasons stated in section “3. Forecast of Results for the FY2023, the forecast of the dividend has not been presented. Once dividend amount are determined, it will be announced promptly.