FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

OMB APPROVAL

OMB Number: 3235-0287

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Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

1. Name a	<u>SPA</u>	2. Issuer Name and Ticker or Trading Symbol SPAR GROUP INC [SGRP]									ationship k all appl Directo	icable)		erson(s) to Issuer 10% Owner						
(Last)	`	(First) (Middle) GROUP, INC.				3. Date of Earliest Transaction (Month/Day/Year) 05/28/2004									below	r (give title ') Chief Financia		Other (specify below)		
580 WHITE PLAINS ROAD						If Amendment, Date of Original Filed (Month/Day/Year)									6. Individual or Joint/Group Filing (Check Applicable Line)					
(Street) TARRYTOWN NY 10591													X Form filed by One Reporting Person Form filed by More than One Reporting Person							
(City)	(S	(State) (Zip)																		
Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned																				
1. Title of Security (Instr. 3) 2. Transacti Date (Month/Day)						Execution Date,			Transaction Disp			urities Acquired (A) sed Of (D) (Instr. 3, 4			5. Amo Securit Benefic Owned Follow	ies Fo cially (D)		m: Direct or rect (I)	7. Nature of Indirect Beneficial Ownership (Instr. 4)	
									Code	v	Amoun	t (A)	or Pri	Report Price Transa				311. 4)	(111501. 4)	
Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)																				
1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	Execution Date, if any (Month/Day/Year)		4. Transaction Code (Instr. 8)		n of		6. Date Exer Expiration C (Month/Day/		and 7. Title and Amount of Securities Underlying Derivative Security (Instr. and 4)		8. Price of Derivative Security (Instr. 5)		9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s (Instr. 4)		Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	Beneficial Ownership		
					Code	v	(A)	(D)	Date Exercisable	Exp Dat	piration te	Title	Amous or Number of Shares	er						
Option to buy Common Stock	\$2.39	05/28/2004			A		25,000		(1)	03/	/31/2014	Common Stock \$.01 par value	25,00	0	\$2.39	165,000		D		

Explanation of Responses:

 $1. \ Vests \ as \ to \ 6,250 \ shares \ on \ each \ March \ 31, \ 2005, \ 2006, \ 2007 \ and \ 2008.$

James Segreto, as attorney-infact under POA Grant and Confirming Statement dated

06/02/2004

November 7, 2002.

** Signature of Reporting Person Date

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.

^{*} If the form is filed by more than one reporting person, see Instruction 4 (b)(v).

^{**} Intentional misstatements or omissions of facts constitute Federal Criminal Violations See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).