FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

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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

()	(1.3.0)		erivative Securities Acquired, Disposed of, or Ben		Owned					
(City)	(State)	(Zip)								
TARRYTO	WN NY	10591			Form filed by More Person	than (One Reporting			
(Street)				X	Form filed by One	Report	ting Person			
303 SOUTH BROADWAY SUITE 140			4. If Amendment, Date of Original Filed (Month/Day/Year)	6. Indi Line)	6. Individual or Joint/Group Filing (Check Applicable Line)					
SPAR GRO					Chairman, CE	0 & P	resident			
(Last)	(First)	(Middle)	3. Date of Earliest Transaction (Month/Day/Year) 08/26/2004	x	Officer (give title below)		Other (specify below)			
				— X	Director	Х	10% Owner			
	Address of Reporting		2. Issuer Name and Ticker or Trading Symbol <u>SPAR GROUP INC</u> [SGRP]		5. Relationship of Reporting Person(s) to Issue (Check all applicable)					

Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)					5. Amount of Securities Beneficially Owned Following	6. Ownership Form: Direct (D) or Indirect (I)	7. Nature of Indirect Beneficial Ownership (Instr. 4)	
			Code	v	Amount	(A) or (D)	Price	Reported Transaction(s) (Instr. 3 and 4)	(Instr. 4)		
Common Stock, \$.01 par value	08/26/2004		Р		1,000	A	\$ <mark>1</mark>	2,240,863	I	Footnote: ⁽¹⁾⁽²⁾⁽³⁾	
Common Stock, \$.01 par value	08/27/2004		Р		1,000	Α	\$ <mark>1</mark>	2,241,863	I	Footnote: ⁽¹⁾⁽²⁾⁽³⁾	
Common Stock, \$.01 par value	08/27/2004		Р		1,000	A	\$1	2,242,863	Ι	Footnote: ⁽¹⁾⁽²⁾⁽³⁾	

Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

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1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any (Month/Day/Year)	4. Transact Code (In 8)		of Expiration		6. Date Exer Expiration D (Month/Day/	ate	Amount of Securities		8. Price of Derivative Security (Instr. 5)	9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4)	Form: Direct (D) or Indirect (I) (Instr. 4)	Beneficial Ownership
				Code	v	(A)	(D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares				

Explanation of Responses:

1. Owned as Trustee under Defined Benefit Pension Trust of SP/R, Inc. (f/k/a SPAR Burgoyne, Inc.), under which the Reporting Person is the sole beneficiary.

2. Owned as Trustee under Grantor Trust I of Robert G. Brown Dated March 22, 1999, for the benefit of Reporting Person's children.

3. Owned as Trustee under Grantor Trust II of Robert G. Brown Dated March 22, 1999, for the benefit of Reporting Person's children.

/S/ James Segreto, as attorneyin-fact udner POA Grant and 08/30/2004 Confirming Statement dated November 7, 2002

** Signature of Reporting Person Date

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

* 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).

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.