

FORM 5

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

OMB APPROVAL	
OMB Number:	3235-0362
Estimated average burden hours per response:	1.0

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

Form 3 Holdings Reported.

Form 4 Transactions Reported.

ANNUAL 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 and Address of Reporting Person* FRANCO PATRICIA (Last) (First) (Middle) SPAR GROUP INC 555 WHITE PLAINS ROAD, SUITE 250 (Street) TARRYTOWN NY 10591 (City) (State) (Zip)	2. Issuer Name and Ticker or Trading Symbol SPAR GROUP INC [SGRP]	5. Relationship of Reporting Person(s) to Issuer (Check all applicable) Director 10% Owner <input checked="" type="checkbox"/> Officer (give title below) Other (specify below) Chief Information Officer
	3. Statement for Issuer's Fiscal Year Ended (Month/Day/Year) 12/31/2006	
4. If Amendment, Date of Original Filed (Month/Day/Year)		

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)	4. Securities Acquired (A) or Disposed Of (D) (Instr. 3, 4 and 5)			5. Amount of Securities Beneficially Owned at end of Issuer's Fiscal Year (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)
				Amount	(A) or (D)	Price			

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)	3A. Deemed Execution Date, if any (Month/Day/Year)	4. Transaction Code (Instr. 8)	5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)		6. Date Exercisable and Expiration Date (Month/Day/Year)		7. Title and Amount of Securities Underlying Derivative Security (Instr. 3 and 4)	8. Price of Derivative Security (Instr. 5)	9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4)	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)	
					(A)	(D)	Date Exercisable	Expiration Date						Title
Options to buy Common Stock	\$3.07	09/30/2004		4J(2)		10,000	11/16/2003	11/16/2009	Common Stock	10,000	(3)	203,500	D	
Options to buy Common Stock	\$1.78	09/30/2004		4J(2)		10,000	(1)	02/14/2012	Common Stock	10,000	(3)	193,500	D	
Options to buy Common Stock	\$2.25	09/30/2004		4J(2)		15,000	(1)	08/08/2012	Common Stock	15,000	(3)	183,500	D	
Options to buy Common Stock	\$2.99	09/30/2004		4J(2)		20,500	(1)	02/13/2013	Common Stock	20,500	(3)	168,500	D	
Options to buy Common Stock	\$3.8	09/30/2004		4J(2)		16,000	(1)	05/09/2013	Common Stock	16,000	(3)	148,000	D	
Options to buy Common Stock	\$4.65	09/30/2004		4J(2)		750	(1)	08/07/2013	Common Stock	750	(3)	132,000	D	
Options to buy Common Stock	\$3.89	09/30/2004		4J(2)		250	(1)	11/05/2013	Common Stock	250	(3)	131,250	D	
Options to buy Common Stock	\$2.39	09/30/2004		4J(2)		25,000	(1)	03/31/2013	Common Stock	25,000	(3)	131,000	D	
Options to buy Common Stock	\$1.26	04/14/2005		4A	97,500		(1)	04/14/2015	Common Stock	97,500	(3)	106,000	D	

**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)	3A. Deemed Execution Date, if any (Month/Day/Year)	4. Transaction Code (Instr. 8)	5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)		6. Date Exercisable and Expiration Date (Month/Day/Year)		7. Title and Amount of Securities Underlying Derivative Security (Instr. 3 and 4)		8. Price of Derivative Security (Instr. 5)	9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4)	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)
					(A)	(D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares				
Options to buy Common Stock	\$1.75	05/12/2005		4A	25,000		(I)	05/12/2015	Common Stock	25,000	(3)	203,500	D	
Options to buy Common Stock	\$1.1	11/09/2005		4A	15,000		(I)	11/09/2015	Common Stock	15,000	(3)	228,500	D	
Options to buy Common Stock	\$0.95	11/08/2006		4A	10,000		(I)	11/08/2016	Common Stock	10,000	(3)	238,500	D	

Explanation of Responses:

1. Options vest in four annual installments
2. Options were voluntarily surrendered for cancellation.
3. Options granted by the issuer pursuant to a stock option plan.

/s/ James Segreto, as attorney-in-fact under POA Grant and Confirming Statement dated 02/14/2007 March 4, 2004

** 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.