

**To whom it may concern**

June 9, 2009

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URL: <http://www.nisgroup.jp/english>**Notice Regarding the Charge-off of Loans Receivable**

NIS GROUP CO., LTD. (the “Company”) hereby announces that the Company charges off a loan to Est One, LLC as follows, due to completion of the borrower’s bankruptcy proceedings.

1. Outline of borrower

- (1) Company name: Est One, LLC
- (2) Location: 1-4-2 Toranomom, Minato-ku, Tokyo
- (3) Representative : Capital Medica Corporation
- (4) Capital: 1 million yen
- (5) Business: Operation and administration of credit loans, securities and trust beneficiary rights, etc.

2. Type and amount of claims to client

Loan receivable: 8.31 million yen (“Bankrupt and delinquent loans”)

3. Future projections

No adjustment has been made to the financial forecasts last announced on May 31, 2009, because the Company provided allowance for loss on the abovementioned loan receivable in the full amount for the fiscal year ended March 31, 2009.

Special Note Regarding Forward-Looking Statements

These materials contain forward-looking statements about our industry, our business, our plans and objectives, our financial condition and our results of operations that are based on our current expectations, assumptions, estimates and projections. These forward-looking statements are subject to various risks and uncertainties. These statements discuss future expectations, identify strategies, discuss market trends, contain projections of results of operations or of financial condition, or state other forward-looking information. Known and unknown risks, uncertainties and other factors could cause our actual results to differ materially from and be worse than those contained in or suggested by any forward-looking statement. We cannot promise that our expectations, projections, anticipated results, estimates or other information expressed in or underlying these forward-looking statements will turn out to be correct. Important risks and factors that could cause our actual results to differ materially from these forward-looking statements include without limitation the following: weak domestic economic conditions; the growing variety of legal means with which debtors can seek protection from creditors; changes to our portfolio of products and services and expansion into new business areas; the effect of fluctuations in the value of real estate held or securing loans; fluctuation in market environments regarding our investments; our ability to pursue and maintain profitable strategic alliances, joint ventures and strategic investments; any future inability to obtain funds from lenders or access the debt capital markets on favorable terms; an increase in prevailing market interest rates; failure to implement our business strategies; the failure of our risk management systems; our ability to adequately evaluate or control risks associated with loans or guarantees we make or related collateral; any disruption or other difficulties experienced by our information or technological systems and networks; misconduct by an employee or director and our exposure to negative publicity of the consumer or business finance industries; failure to maintain the confidentiality of personal information of our customers; and the influence of our vice-chairman and his family over important decisions.