

To whom it may concern

May 7, 2010

Notice Regarding Establishment of Overseas Subsidiaries

NIS GROUP Co., Ltd. (the “Company”) hereby announces that it established subsidiaries in Hong Kong and Singapore in order to promote its overseas and trading support business as our business as below.

1. Purpose of establishment of subsidiaries

The Company is engaging in trading support services to respond various needs of mid-sized SMEs such as factoring services related to international trading, development of new customers and suppliers, and negotiation services, as well as consulting services on advancing into overseas markets for domestic and foreign mid-sized SMEs. The Company established overseas subsidiaries in order to further promote these services.

2. Outline of subsidiaries

(1) NISSIN (HONG KONG) HOLDINGS LIMITED

Representative:	Toshioki Otani (President and Representative Director of the Company)
Location:	Hong Kong
Date of Foundation:	March, 2010
Capital:	10,000HKD
Controlling Share:	NIS GROUP Co., Ltd. 100%
Main Business:	Trading business and consulting business

(2) NIS Group Singapore Pte. Ltd.

Representative:	Toshioki Otani (President and Representative Director of the Company)
Location:	Singapore
Date of Foundation:	March 2010
Capital:	1 SGD
Controlling Share:	NIS GROUP Co., Ltd. 100%
Main Business:	Trading business and consulting business

3. Future projection

The Company expects that the effects of the establishment of subsidiaries on its consolidated financial results will be minor. In addition, the consolidated financial forecasts for the year ending March 31, 2011 will be announced on May 12, 2010 in the condensed statement of financial results for the year ended March 31, 2010.

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; misconduct by an employee or director, or negative publicity for our industry or the Group; regulations concerning the loan business; regulations concerning the overseas and trading support business; Financial Instruments and Exchange Law; other related regulations; funding and market interest rates; claims for excess interest repayments; outsourcing of operations; investment banking businesses; condition and liquidity in stock markets; ability to pursue and maintain successful strategic alliance and joint ventures; economic trends and liquidity in real estate markets; and transfer of receivables.