

November 21, 2011

To whom it may concern

Notice Regarding Receipt of a Notification of Transfer of Receivables

NIS Group Co., Ltd. (the “Company”) hereby announces that the Company received a notification from Small and Medium-sized Enterprises Guarantee Co., Ltd. (“SMEG”) that SMEG transferred its receivables from the Company to SPARTA1 LLC. as described below.

1. Overview of the transfer of receivables

Transferor:	Small and Medium-sized Enterprises Guarantee Co., Ltd.
Transferee:	SPARTA1 LLC.
Debt transferred:	Short-term borrowings JPY 1,455,700,000

2. Future projection

As a result of this transfer, the Company will negotiate with SPARTA1 LLC. on terms and conditions of the debt transferred, including a specific method of future repayment. The Company will make an announcement as soon as any considerable event occurs according to the progress of the negotiation.

Special Note Regarding Forward-Looking Statements

These materials contain forward-looking statements about our industry, our business, our plans and objectives, our financial position 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 position, 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 trading business; regulations concerning the investment banking; 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; economic trends and liquidity in real estate markets; transfer of receivables; capital and business alliance; ability to continue to be listed on the Tokyo Stock Exchange; and transfer of the Group’s borrowings by its lender.