

**To whom it may concern**

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URL: <http://www.nisgroup.jp/english>**Notice Regarding Adjustments in Financial Forecasts**

NIS GROUP CO., LTD. (the "Company") hereby announces that, as described below, it has revised its consolidated financial forecasts which were publicly announced on May 13, 2009, taking into account its recent business operations.

1. Adjustments in Consolidated Financial Forecasts

Adjustments in Forecasts for the Six Months Ending September 30, 2009 (April 1, 2009 ~ September 30, 2009)

(Units: Millions of yen, except percentages)

	Operating Revenue	Operating Income	Ordinary Income	Net Income (Losses)	Net Income (losses) Per Share
Previous Projections (A)	3,600	(1,000)	(1,500)	(1,500)	(6.26) yen
Revised Figures (B)	3,600	(3,800)	(4,000)	(1,500)	(6.26) yen
Difference (B-A)	—	(2,800)	(2,500)	—	—
Percent Change (%)	—	—	—	—	—
(For reference)					
Previous Fiscal Year's Interim Results	19,811	(20,861)	(22,327)	(30,921)	(129.05) yen

Adjustments in Forecasts for the Fiscal Year Ending March 31, 2010 (April 1, 2009 ~ March 31, 2010)

(Units: Millions of yen, except percentages)

	Operating Revenue	Operating Income	Ordinary Income	Net Income (Losses)	Net Income (losses) Per Share
Previous Projections (A)	8,000	(300)	(1,000)	(1,000)	(4.17) yen
Revised Figures (B)	8,000	(3,100)	(3,500)	(1,000)	(4.17) yen
Difference (B-A)	—	(2,800)	(2,500)	—	—
Percent Change (%)	—	—	—	—	—
(For reference)					
Previous Fiscal Year's Results	32,170	(36,328)	(38,412)	(50,805)	(212.03) yen

2. Reasons for the adjustments in the financial forecasts

The Company revised its financial forecasts for consolidated operating income and ordinary income for the second quarter ending September 30, 2009 as described above, due to a possibility of increase in loan-loss related costs amid a prolonged financial and capital markets turmoil and deterioration of the liquidity in the real estate markets, in addition to additional reserve of ¥1,180 million for losses on excess interest repayments and additional allowance for loan losses of ¥792 million for real estate-backed loans receivable set aside in the first quarter ended June 30, 2009.

With regard to consolidated net income, the Company revised its financial forecasts because it will record gains on retirement of bonds repurchased of approximately ¥600 million in the second quarter ending September 30, 2009, in addition to gains on retirement of bonds repurchased of ¥2.2 billion already recorded in the first quarter ended June 30, 2009.

The Company revised its consolidated financial forecasts for the fiscal year ending March 31, 2010 for the same reasons above.

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.