

**To whom it may concern**

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URL: <http://www.nisgroup.jp/english>**Notice Regarding Occurrence of Gains on Foreign Exchange**

NIS GROUP CO., LTD. (the "Company") hereby announces gains on foreign exchange accrued in the third quarter of the fiscal year ending March 31, 2009.

1. Outline of Gains on Foreign Exchange (Other Income)

With the recent sharp appreciation of the yen, gains on foreign exchange of approximately 2.5 billion yen are recorded for the nine months ended December 31, 2008.

Note that gains on foreign exchange shall be based on the currency market exchange rate as of December 31, 2008 and the amount of gains for the fiscal year ending March 31, 2009 may fluctuate or may not be booked at all depending on the exchange rate as of the end of March 2009.

2. Future Projections

The Company is directing its efforts to a rehabilitation plan in order to respond to changes in the business environment, and will announce its financial forecasts for the current fiscal year as soon as they are finalized in light of the progress of such plan.

Special Note Regarding Forward-Looking Statements

These materials contain forward-looking statements about our industry, business, plans and objectives, financial condition and 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; increasing competition in the loan servicing market; risks associated with doing business in China; 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 president and his family over important decisions.