

Presentation of Semi-annual Results for FY2007 (2007.4-2007.9)

NIS GROUP CO., LTD.
8571

The figures herein are based on Japanese GAAP, are unaudited and may be subject to revision.

※The term “FY 2007” refers to the Company’s fiscal year ending March 31, 2008 and other fiscal years are referred to in a corresponding manner unless otherwise stated.

Special Note Regarding Forward-Looking Statements

Certain risks that affect our business results, stock price and financial position are discussed below.

In addition, 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 as of the date of filing of this earnings release (“chukan kessan tanshin”) in Japan. 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.

Our business results and these forward-looking statements are subject to various risks and uncertainties. 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 or other information expressed in or underlying these forward-looking statements will turn out to be correct.

- I. Risks related to the business environment
 - (a) Weak economic conditions
 - (b) Intensified customer acquisition competition by entry of major financial institutions and IT companies
 - (c) Misconduct by an employee or director or negative publicity for our industry
- II. Risks related to Laws and Regulations
 - (a) Regulations under Japanese law
 - i) Regulations concerning the loan business
 - Regulations concerning interest rates
 - Regulations concerning excessive lending
 - Regulations concerning loan operations
 - ii) The Special Measures Law concerning the Claims Servicing Business
 - iii) Installment Sales Law
 - iv) Financial Instruments and Exchange Law
 - v) Other related regulations
 - (b) Regulations under U.S. law
- III. Business Risks
 - (a) Funding and market interest rates
 - (b) Claims for excess interest repayments
 - (c) Reliability of our information or technological systems and networks
 - (d) Influence on important decisions by the Representative Director of the Board and his family
 - (e) Risks in our operating assets portfolio
 - (f) Condition and liquidity in stock markets
 - (g) Ability to pursue and maintain successful strategic alliances and joint ventures
 - (h) Economic trends and liquidity in real estate markets

Table of Contents



I. Summary of Semi-annual Results for FY2007

▪Summary of Operating Results (Consolidated)	...1
▪Topic 1	...2
(A Commercial Building in Front of Tachikawa Station)	
▪Topic 2	...3
(Reserve for Losses on Excess Interest Repayments)	
▪Balance Sheets (Consolidated)	...4
▪Breakdown of Operating Revenues and Operating Results by Company	...5
▪Trends in Main Assets (Consolidated)	...6
▪Progress of Four Dimensional Strategy	...7
▪Trend of Borrowings (Non-Consolidated)	...8
▪Summary of Management Reform Program	...9

II. Reference

▪Progress of Four Dimensional Strategy (Real Estate)	...10
▪Progress of Four Dimensional Strategy (NPL Servicing)	...11
▪Progress of Four Dimensional Strategy (China Business)	...12
▪ Loan Business (Non-Consolidated)	...13
▪Trend of Contractual Interest Rates (Non-Consolidated)	...14
▪Trend of Loans Charged-Off and Excess Interest Repayments (Non-Consolidated)	...15
▪Breakdown of Investments in Securities	...16

I. Summary of Semi-annual Results for FY2007

Summary of Operating Results (Consolidated)



(Millions of yen except percentages)

	2005.9	2006.9	2007.9	YOY %
Operating revenues	28,387	37,862	51,686	36.5
Operating income	5,234	6,351	1,853	(70.8)
Ordinary income	5,217	6,216	1,146	(81.6)
Special gains	3,933	1,763	41	(97.7)
Special losses	57	7,453	1,466	-
Income (losses) before income taxes and minority interest	9,092	526	(278)	-
Net income (losses)	4,989	(452)	(1,959)	-

Topic 1 (A Commercial Building in Front of Tachikawa Station)

Overview of the project

Nissin Servicer obtained information on the property which had been left undeveloped over 2 years in June 2005; established investment scheme immediately, achieved capital gain through group's network.

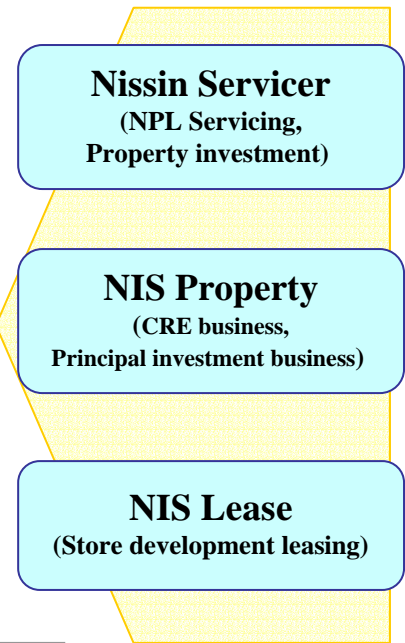
<Impact on the results>

- Operating revenue : ¥13,800 million
- Net operating revenue : ¥5,660 million
- IRR : 55.8%



● Overview of NIS WAVE. I

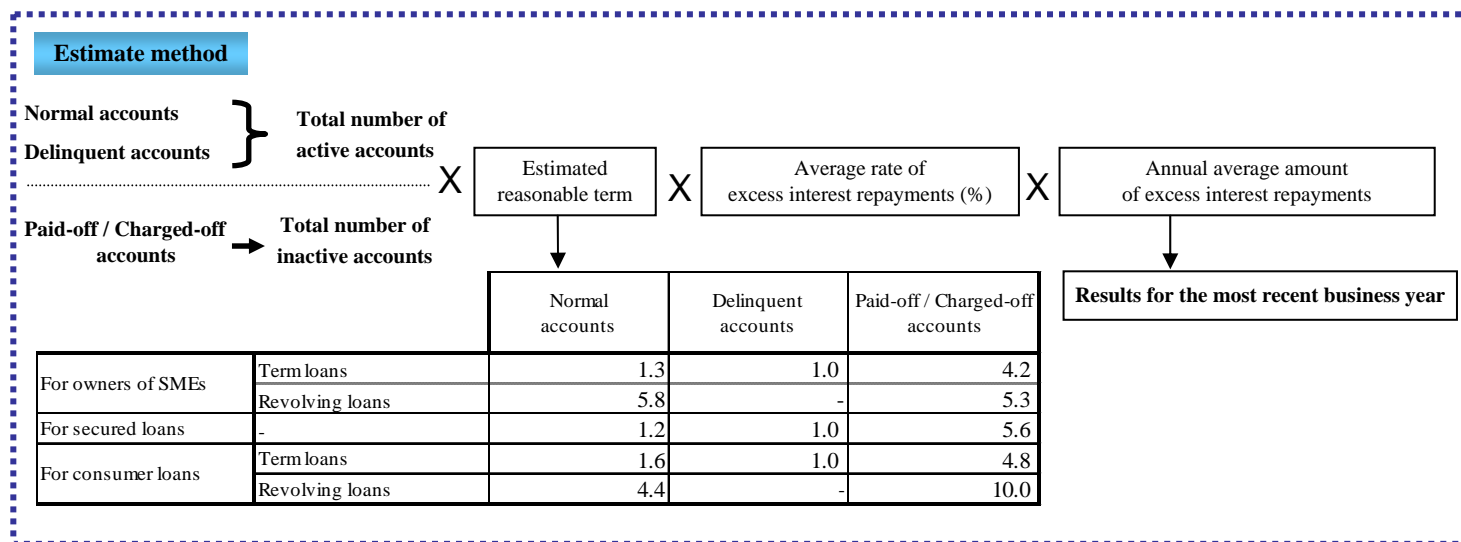
Principal tenants : banks, restaurants, and stores from service industry
 Number of Stores : 13



<Milestones for the project>

- June 2005 (Nissin Servicer)**
 Acquired information on the property
 Note: The property had been left undeveloped over 2 years
- July 2005 (Nissin Servicer)**
 Pricing
- August 2005 (Nissin Servicer, NIS Property)**
 Established investment scheme
- September 2005 (NIS Servicer, NIS Property)**
 Purchased the property by joint investment
- October 2005 (NIS Property, NIS Lease)**
 Developed concept and solicitation of tenants utilizing store development capability
- December 2005**
 Commenced construction
- September 2007**
 Sold the property
 (Transfer of beneficial interest in the trust)

Topic 2 (Reserve for Losses on Excess Interest Repayments)



Required amounts of allowance for total loan losses
¥14,258 million (as of September 30, 2007)

Reserve for losses on excess interest repayments
 ¥9,252 million
Allowance for loan losses
 ¥5,005 million

Reserve for losses on excess interest repayments
 ¥5,997 million
Allowance for loan losses
 ¥1,580 million

Reserve as of March 31, 2007

Reserve for losses on excess interest repayments
 ¥4,952 million
Allowance for loan losses
 ¥5,212 million

Use of reserve
 (From Apr. 2007 to Sept. 2007)

Reserve for losses on excess interest repayments
 ¥1,696 million
Allowance for loan losses
 ¥1,786 million

Amount of reserve for subsequent use

Reserve for losses on excess interest repayments
 ¥3,255 million
Allowance for loan losses
 ¥3,425 million

Additionally reserved
Total : ¥ 7,577 million

Balance Sheets (Consolidated)



(Millions of yen)

Assets	2007.3.31	2007.9.30
Total current assets	344,332	330,098
Cash and deposits	28,321	33,822
Notes and loans receivable	213,512	178,127
Other loans receivable	3,316	6,224
Purchased loans receivable	31,565	34,846
Real estate for sale in the servicing business	19,439	19,577
Real estate for sale in the real estate business	26,598	28,350
Installment loans	10,059	15,389
Deferred tax assets	2,446	3,927
Other	23,805	25,430
Allowance for loan losses	(14,729)	(15,594)
Total fixed assets	59,548	58,728
Assets held for leases	5,592	5,450
Other tangible fixed assets	3,382	3,438
Other intangible fixed assets	1,884	1,729
Investment securities	36,009	26,710
Bankrupt and delinquent loans receivable	8,496	9,698
Investments inTokumei-Kumiai relating to purchased loans	3,223	3,979
Investments inTokumei-Kumiai relating to real estate	1,999	1,964
Deferred tax assets	3,565	8,618
Other	2,745	4,967
Allowance for loan losses	(7,347)	(7,825)
Total assets	403,880	388,827

※Guarantee loans outstanding 17,398 17,907
(After deduction of reserve for guarantee losses)

Liabilities and net assets	2007.3.31	2007.9.30
Total current liabilities	191,251	166,953
Short-term borrowings	174,148	147,215
Accounts payable/Accrued expenses	2,312	2,148
Accrued income taxes	3,714	5,166
Unearned revenue from installment loans	1,873	2,591
Accrued bonuses	767	614
Reserve for guarantee losses	1,065	1,137
Other	7,372	8,080
Total long-term liabilities	125,880	141,912
Long-term borrowings	119,865	122,359
Reserve for losses on excess interest repayments	4,952	9,252
Other	1,063	10,301
Total liabilities	317,132	308,865
Common stock	16,289	16,289
Additional paid-in capital	20,081	20,180
Retained earnings	47,196	45,237
Treasury stock	(1,565)	(3,886)
Unrealized gains (losses) on investment securities	302	(3,835)
Foreign currency translation adjustments	360	895
Minority interest	3,968	4,973
Issuance of stock acquisition rights	114	107
Total net assets	86,747	79,961
Total liabilities and net assets	403,880	388,827

※Total interest-bearing debt 294,014 269,574

	2005.3	2006.3	2007.3	2007.9
Net worth ratio	29.1%	22.8%	20.5%	19.3%

*Net Worth Ratio for 2007.9 including off-balance-sheet securitized loans receivable is 17.7%.

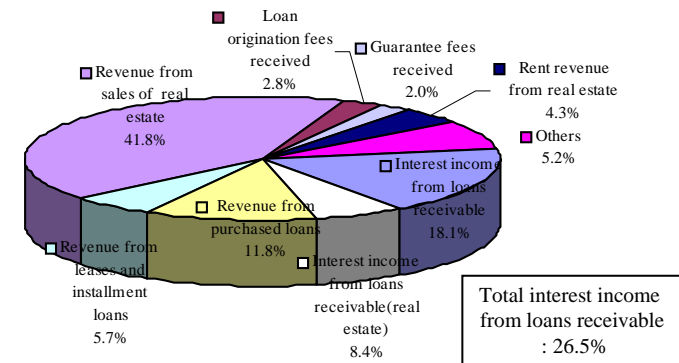
Note: Presentation of net worth ratio conforms to "Guide to drawing up financial statements" issued by the Tokyo Stock Exchange and is based on the formula stated below, which is the conventional method in Japan.

Net worth ratio = (Total net assets - minority interest - issuance of stock acquisition rights) / total liabilities and net assets

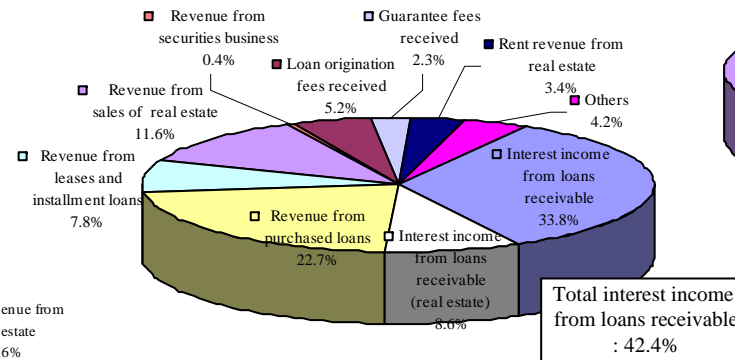
Breakdown of Operating Revenues and Operating Results by Company

Breakdown of operating revenues by segment

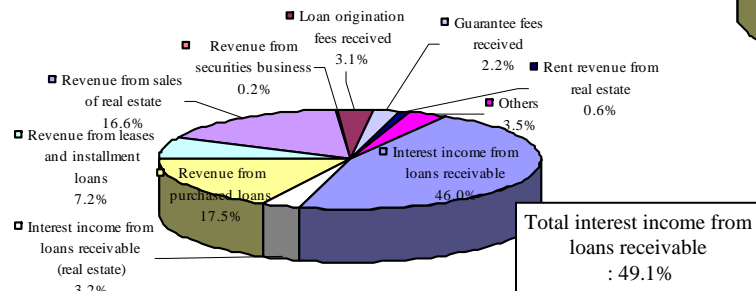
2007.9 ¥51,686 million



2006.9 ¥37,862 million



2005.9 ¥28,387 million



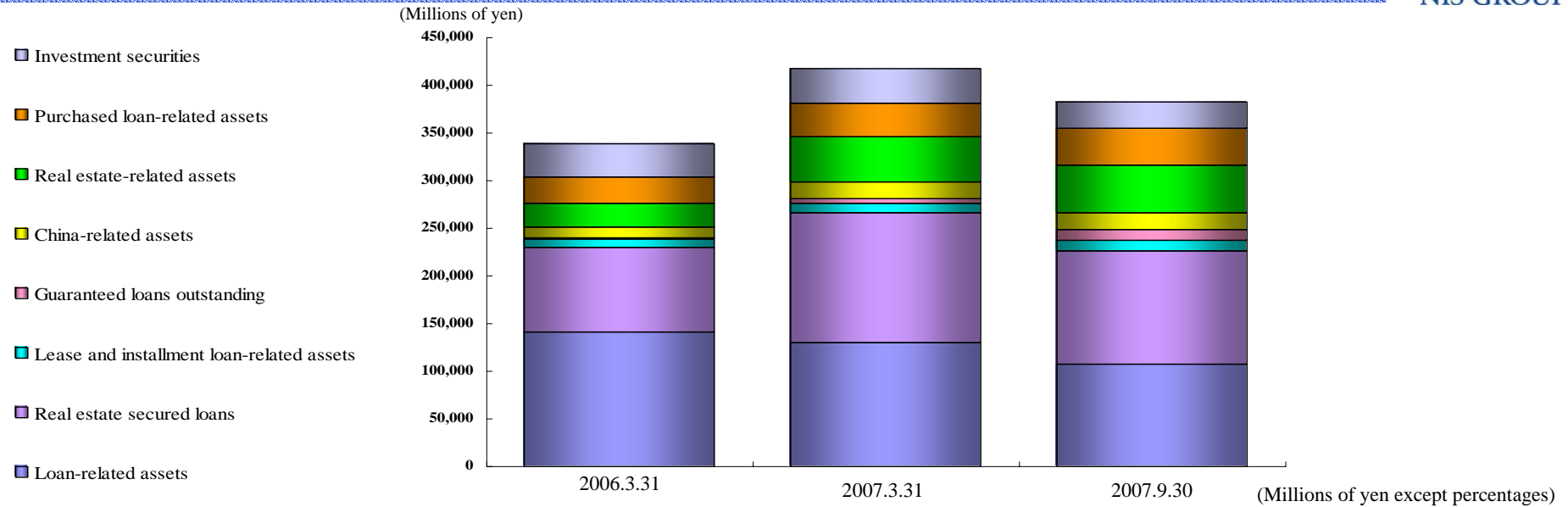
Breakdown of operating results by company (2007.9)

(Millions of yen)

	NIS Group	Nissin Servicer	Aprek	NIS Lease	NIS Property	NIS Scurities	Nissin Laesing (China)	Others	Total
Operating revenues	16,332	19,922	1,223	3,429	7,790	309	1,101	14,285	51,686
Net operating revenues	13,673	7,795	1,015	584	4,021	303	438	5,803	27,477
Operating (losses) income	(5,774)	5,075	(493)	9	3,756	(52)	72	(39)	1,853
Ordinary (losses) income	(3,785)	4,436	(496)	12	3,695	(20)	120	(620)	1,146
(Losses) income before income taxes	(7,891)	4,442	(498)	12	3,653	(20)	120	(649)	(278)
Net (losses) income	(5,855)	2,458	(532)	11	2,205	(21)	115	(668)	(1,959)

*1 Total amounts include consolidated adjustment accounts. *2 Nissin Leasing (China)'s balance sheet date is end of December.

Trends in Main Assets (Consolidated)



Assets	Principal companies	2006.3.31		2007.3.31		2007.9.30		YTD	
		Amount	%	Amount	%	Amount	%	Amount	%
Loan-related assets	NIS Group & Aprek	140,897	41.6	129,896	31.1	107,731	28.2	(22,164)	(20.6)
Real estate secured loans	NIS Group & Aprek	89,437	26.4	135,894	32.6	119,029	31.1	(16,864)	(14.2)
Lease and installment loan-related assets	NIS Lease	8,587	2.5	10,959	2.6	10,390	2.7	(568)	(5.5)
China-related assets	Nissin Leasing (China)	715	2.1	4,064	1.0	11,775	3.1	7,711	65.5
Guaranteed loans outstanding	NIS Group & NIS Lease	12,220	3.6	17,398	4.2	17,907	4.7	509	2.8
Credit total		251,856	74.4	298,211	71.5	266,835	69.8	(31,375)	(11.8)
Real estate-related assets	Nissin Servicer & NIS Property	24,163	7.1	48,037	11.5	49,893	13.1	1,856	3.7
Purchased loan-related assets	Nissin Servicer	28,024	8.3	34,788	8.3	38,825	10.2	4,037	10.4
Investment securities	NIS Group & NIS Lease	34,501	10.2	36,011	8.6	26,710	7.0	(9,300)	(34.8)
Principal total		86,688	25.6	118,836	28.5	115,429	30.2	(3,406)	(3.0)
Total		338,544	100.0	417,047	100.0	382,264	100.0	(34,782)	(9.1)

Notes1: Loan-related assets include consumer loans, loans secured by securities, and others (including bankrupt and delinquent loans receivable)

2: Real estate secured loans include bankrupt and delinquent loans receivable and off-balance-sheet securitized loans receivable.

3: Lease and installment loan-related assets and China-related assets include unrealized profits on installment loans after deductions.

4: Real estate-related assets include real estate assets for sale (NIS Property), acquired real estate assets (NIS Servicer) and investments in Tokumei-kumiai (NIS Property)

5: Purchased loan-related assets include purchased loans receivable and investment in Tokumei-Kumiai (purchased loans)

6: Guarantee loans outstanding represents the amount after deduction of reserve for guarantee losses.

Progress of Four Dimensional Strategy



	Strategy		Balance		Revenues	
Real estate-related business	(Loans secured by real estate) non-consolidated					
	•Total advances of loans secured by real estate	¥92,840 million	•Loans secured by real estate	¥116,815 million	•Revenue from interest income	¥4,729 million
					•Revenue from loan origination fees	¥1,262 million
	(Real estate for sale in the real estate business)					
	•Purchased 1 property...Roppongi, Minato-ku (Development project)	¥1,679 million	•Real estate for sale in the real estate business	¥28,350 million	•Sold 5 properties...Commercial building in front of Tachikawa station	¥18,072 million (gross profit ¥6,824 million)
(Real estate for sale in loan servicing)						
	•Purchased 10 properties...Mainly Tokyo metropolitan area	¥3,099 million	•Real estate for sale in loan servicing	¥19,577 million	•Sold 14 properties...Tokyo, Nagoya and others	¥3,520 million (gross profit ¥423 million)
Servicing business	•Purchased NPLs •Expanding primary servicing business •Strengthening revitalization projects by maximizing group synergies (e.g., hospitals, golf courses, Japanese inn and hot-spring)	¥12,786 million	•Purchased loans receivable	¥34,846 million	•Revenue from purchased loans	¥6,085 million (gross profit ¥2,567 million)
Investment banking business	Established investment banking department and NI Strategic Partners ("NISP") Total advance of investment banking related loans Investment banking related bond underwriting Equity investment related investment banking business (Example of project) •Established a fund for revitalization project (Total amount of initial fund : ¥2,000 million)	¥3,538 million ¥1,800 million ¥2,785 million	•Notes and loans receivable •Investment securities	¥5,475 million ¥3,746 million	•Interest income from loans receivable •Loan origination fees received	¥372 million ¥22 million
China-related business*	•Advances of Leases and installment loans	¥6,923 million (407 accounts)	•Leases and installment loans outstanding (Leases & installment loan-related assets include unrealized profits on installment loans before deductions)	¥7,432 million (733 accounts)	•Revenue from leases and installment loans	¥341 million
	•Advances of consignment loans	¥2,490 million	•Consignment loans outstanding (Reference: operating assets as of Sep. 2007)	¥3,630 million	•Revenue from leases and installment loans	¥59 million
	•Marketing efficiency: expansion of business alliance Local banks: 5 banks (customer introduction) Suppliers and agents: 80 companies (e.g., customer introduction / guarantees)		•Leases and installment loans outstanding	¥11,185 million (1,021 accounts)		
	•Alliance with Han's Laser Technology Co., Ltd. (June, 2007) (Business summary : Development / production of laser machinery and sale; a Shenzhen listed company.)		•Consignment loans outstanding	¥3,240 million		

* The balance sheet date of Nissin Leasing (China) is end of December. As a result, the figures above are based on its semi-annual (Jan, 2007-June, 2007) results.

Trend of Borrowings (Non-Consolidated)



(Millions of yen)

	2006.3.31		2007.3.31		2007.9.30		YTD
	Amount	%	Amount	%	Amount	%	
Indirect	131,522	62.0%	143,124	52.6%	109,216	42.7%	(33,908)
Banks	108,157	51.0%	86,021	31.6%	96,052	37.6%	10,031
Insurance companies	1,982	0.9%	2,199	0.8%	2,087	0.8%	(112)
Other financial institutions	4,790	2.3%	2,684	1.0%	1,985	0.8%	(699)
Non-bank financial companies (including securities companies)	16,593	7.8%	52,220	19.2%	9,091	3.6%	(43,129)
Direct	80,491	38.0%	129,057	47.4%	146,580	57.3%	17,523
SB	28,000	13.2%	41,200	15.1%	65,030	25.4%	23,830
CB	822	0.4%	—	—	—	—	—
CP	30,000	14.2%	27,100	10.0%	27,000	10.6%	(100)
Securitization	21,669	10.2%	60,757	22.3%	54,550	21.3%	(6,207)
Total	212,013	100.0%	272,182	100.0%	255,796	100.0%	(16,386)
Number of counterparties	89		88		83		
Weighted average cost of borrowing at the end of the period	1.3%		1.7%		2.0%		
Ratio of unsecured borrowings	81.3%		60.7%		64.7%		
Ratio of long-term borrowings	76.6%		72.4%		84.4%		
Fixed ratio (long-term borrowings)	62.0%		69.8%		65.4%		

Note : Figure includes off-balance-sheet amount of funds procured as a result of securitization.

Summary of Management Reform Program

■ Improve management efficiency and further expand businesses

1. Measures for strengthening of financial base through capital reinforcement

Proceed with preparation of definitive agreements relating to a strategic investment: aggregate amount is ¥30 billion

- ¥20 billion: Issuance of new shares, convertible bonds & stock warrants by NIS
- ¥10 billion: Issuance of new shares by the holding company of Nissin Leasing (China)

Purchaser: leading international private equity investment firm

2. Consolidation of loan offices

22 offices → 10 offices (4 loans offices, 4 branch offices, 2 center offices)

Approximately ¥65 million of relocating and other related expenses will be incurred as special losses

Approximately ¥130 million of expense is expected to be reduced from next year

Approximately 12% reduction in rent expense is expected in comparison to the previous year

3. Outline of voluntary retirement program

Eligible persons: employees who have 2 or more years of service

Expected number of employees to apply for voluntary retirement program: 250 employees

(For reference: The total number of employees as of Sept. 30, 2007 (non-consolidated) is 932 employees)

Application period: Nov. 15, 2007 through Dec. 14, 2007 (Date of retirement: Jan. 31, 2008)

Preferential treatment: special bonus will be paid

Approximately ¥2 billion of relocating and other related expenses will be incurred as special losses

Approximately ¥2 billion of expense is expected to be reduced from next year

Approximately 28% of employee related expense is expected to be reduced in comparison to the previous year

4. Restructuring of group company

Nissin Servicer: expansion of business function

- Shifting its business to be an investment firm with asset management function
- Consolidate NI Strategic Partners by subscribing to new shares of the company

Aprek: Reinforcement of cost structure

Consolidate all sales offices into one headquarter (6 sales offices → 1 headquarter)

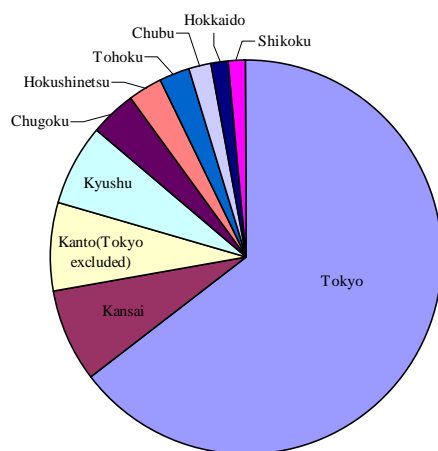
Expected number of employees to apply for voluntary retirement program: 50 employees

(For reference: The total number of employees as of Oct. 30, 2007 is 83 employees)

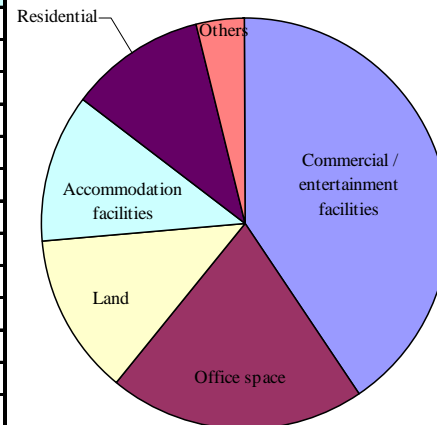
II. Reference

Progress of Four Dimensional Strategy (Real Estate)

Loans secured by real estate



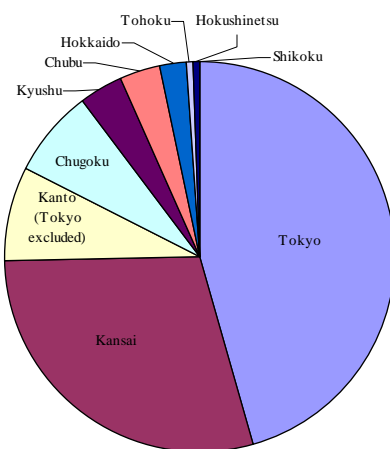
Region	%
Tokyo	64.4%
Central Tokyo(5 wards)	49.3%
Other 18 wards	14.7%
Others	0.3%
Kansai	7.8%
Kanto (Tokyo excluded)	7.4%
Kyushu	6.7%
Chugoku	3.9%
Hokushinetsu	2.7%
Tohoku	2.4%
Chubu	2.0%
Hokkaido	1.4%
Shikoku	1.3%
Total	100.0%



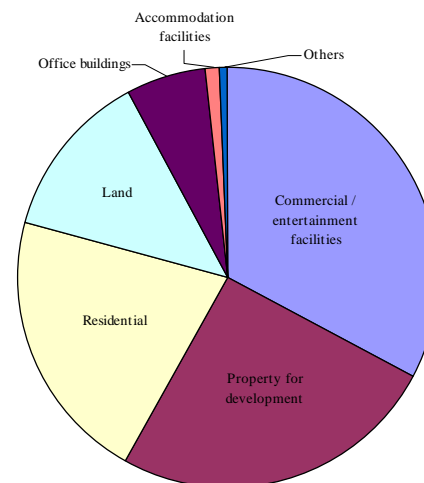
Property type	%
Commercial / entertainment facilities	40.5%
Office space	20.3%
Land	13.0%
Accommodation facilities	11.7%
Residential	10.8%
Others	3.9%
Total	100.0%

Note 1: Data based on loans secured by real estate with loans outstanding of more than ¥25 million as of September 30, 2007.

Real estate investment



Region	%
Tokyo	45.6%
Central Tokyo(5 wards)	19.8%
Other 18 wards	7.0%
Others	18.7%
Kansai	29.1%
Kanto (Tokyo excluded)	7.8%
Chugoku	7.2%
Kyushu	3.6%
Chubu	3.5%
Hokkaido	2.0%
Tohoku	0.7%
Hokushinetsu	0.4%
Shikoku	0.1%
Total	100.0%



Property type	%
Commercial / entertainment facilities	32.9%
Property for development	25.2%
Residential	21.0%
Land	13.2%
Office buildings	6.1%
Accommodation facilities	1.0%
Others	0.6%
Total	100.0%

Note 2: Data based on investment amounts as of September 30, 2007.

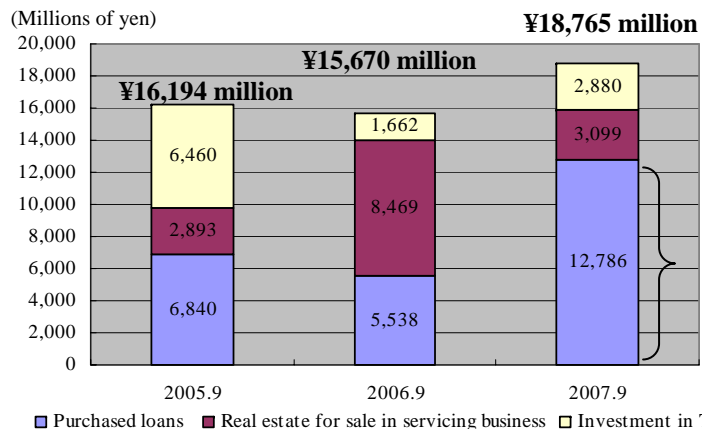
Progress of Four Dimensional Strategy (NPL Servicing)

Breakdown of Nissin Servicer's operating revenues (Consolidated)

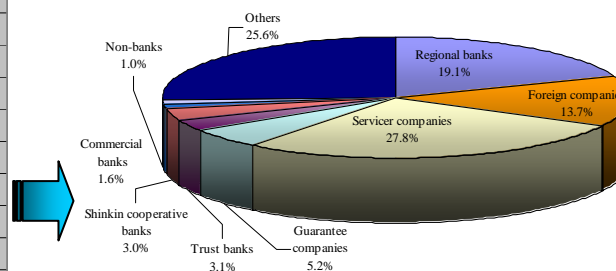
(Millions of yen)

	2005.9		2006.9		2007.9		YOY %
	Amount	%	Amount	%	Amount	%	
Operating revenues	9,353	100.0%	12,073	100.0%	19,922	100.0%	65.0%
Revenue from purchased loans	4,934	52.8%	8,552	70.8%	12,584	63.2%	47.1%
Revenue from sales of real estate	4,048	43.3%	2,292	19.0%	3,520	17.7%	53.6%
Revenue from investments (TK)	232	2.5%	759	6.3%	3,026	15.2%	298.7%
Revenue from real estate	-	-	310	2.6%	691	3.5%	122.9%
Consignment fees received	46	0.5%	60	0.5%	29	0.1%	(51.7)
Others	90	0.9%	99	0.8%	69	0.3%	(30.3)

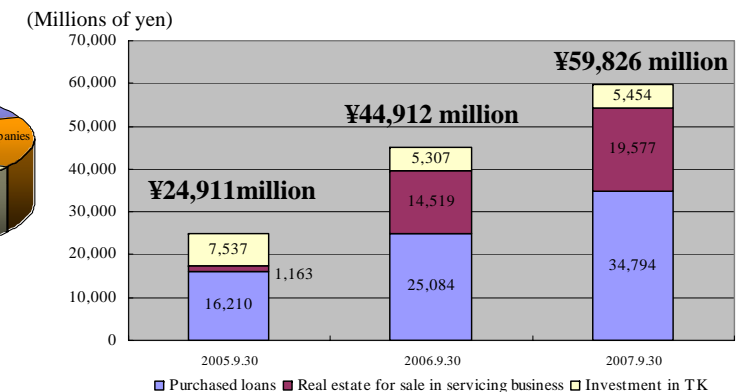
Investments in purchased loans receivable



Breakdown of sources

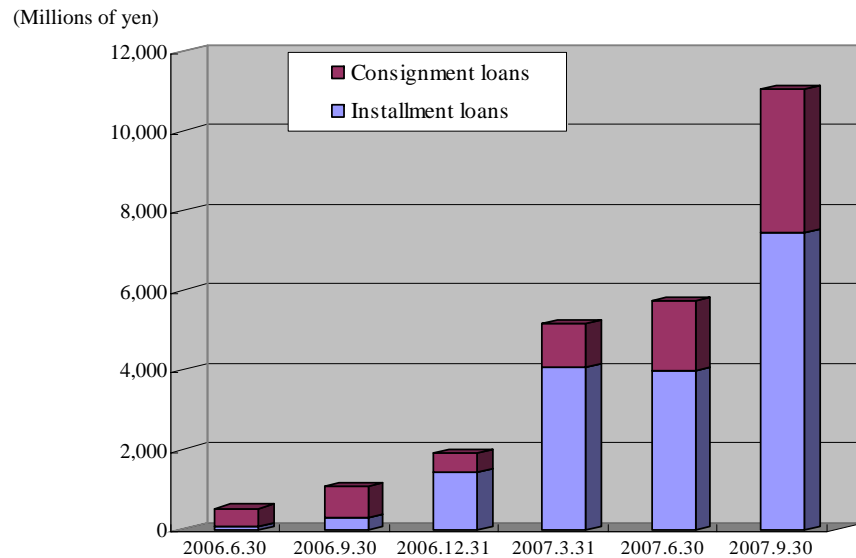


Investments in purchased loans receivable (outstanding)

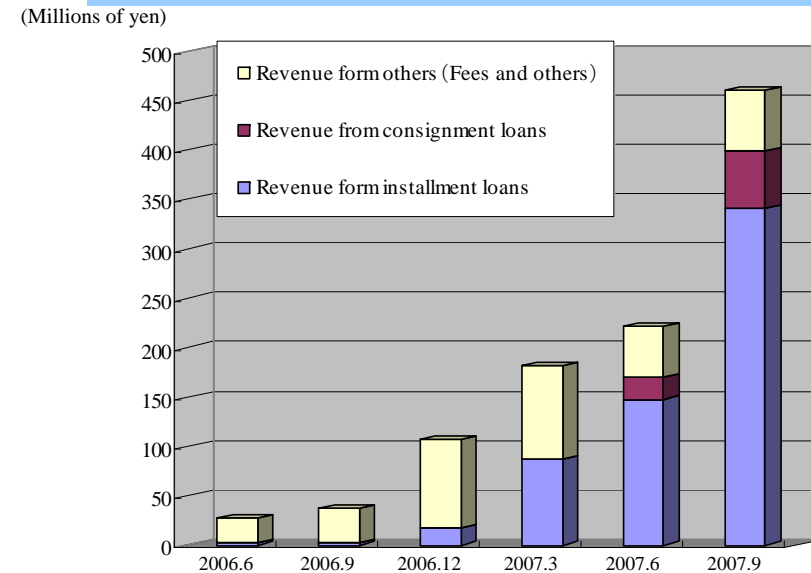


Progress of Four Dimensional Strategy (China Business)

Trend of Operating Assets



Trend of Operating Revenues by Assets



Specialties & Strengths

- Acquisition of Chinese domestic customers through nationwide local sales agents in China
- Construction machinery and printing machinery continue to be main leased assets for installment loans
(Ratio of leased construction machineries to the total advance amount for this fiscal year : 44.5%)
- Increased funding
June 2007: Increased capital up to \$100 million (funded by NIS Group)
Amount of commitment-line at the end of Sept. 2007: ¥7,500 million (balance at the end of Sept. 2007: ¥3,840 million)
- Reinforcement of corporate structure
Number of sales offices at the end of Sept. 2007: 3 (Shanghai, Beijing and Zhengzhou)
Number of personnel at the end of Sept. 2007: 91 (including secondees)

Note: Calculated at the exchange rate: 1 yuan = 15 yen

Loan Business (Non-Consolidated)

■ Total loans outstanding

(Millions of yen)

	2006.3.31	2007.3.31	2007.9.30
SME loans	84,805	70,970	60,298
Secured loans	90,323	139,990	120,727
Discount notes receivable	188	211	186
Consumer loans	44,157	34,958	29,755
Total	219,474	246,130	210,967

Notes 1: Loans receivable above include off-balance-sheet securitized loans receivable.

2: Loans receivable above include bankrupt and delinquent loans receivable.

■ Total advances

(Millions of yen)

	2006.3	2007.3	2007.9
SME loans	68,208	42,344	13,521
Secured loans	118,418	223,809	95,572
Discount notes receivable	638	754	298
Consumer loans	17,369	11,743	2,929
Total	204,633	278,649	112,321

Trend of Contractual Interest Rates (Non-Consolidated)

■ Total loans outstanding by interest rate (stock)

(Millions of yen)

Contractual interest rate	2006.3.31		2007.3.31		2007.9.30	
	Amount	%	Amount	%	Amount	%
Less than 5.0%	13,221	6.0%	3,352	1.4%	1,734	0.8%
5.0% to less than 10.0%	77,604	35.4%	136,651	55.5%	119,119	56.5%
10.0% to less than 15.0%	7,462	3.4%	13,131	5.3%	13,034	6.2%
15.0% to less than 20.0%	14,825	6.8%	18,538	7.5%	19,350	9.2%
20.0% to less than 25.0%	83,297	38.0%	56,251	22.9%	42,616	20.2%
25.0% and above	23,063	10.5%	18,205	7.4%	15,112	7.2%
Total	219,474	100.0%	246,130	100.0%	210,967	100.0%
Average interest rate	16.0%	-	13.5%	-	13.4%	-
Average effective interest (%)	17.4%	-	14.8%	-	14.5%	-

Notes 1: Loans receivable above include off-balance-sheet securitized loans receivable.

2: Loans receivable above include bankrupt and delinquent loans receivable.

3: The average contracted interest rates shown above are not effective rates on loans but contractual yield on loans; contractual interest rates exclude loan origination fees.

4: The effective interest rates shown above are contractual yield on loans including loan origination fees.

■ Newly contracted loans by interest rate (advance)

(Millions of yen)

Contractual interest rate	2006.3		2007.3		2007.9	
	Amount	%	Amount	%	Amount	%
Less than 5.0%	21,594	10.6%	5,146	1.8%	1,038	0.9%
5.0% to less than 10.0%	102,917	50.3%	217,952	78.2%	95,430	85.0%
10.0% to less than 15.0%	10,026	4.9%	17,570	6.3%	6,893	6.1%
15.0% to less than 20.0%	17,953	8.8%	17,455	6.3%	6,714	6.0%
20.0% to less than 25.0%	34,331	16.8%	11,873	4.3%	432	0.4%
25.0% and above	17,810	8.7%	8,650	3.1%	1,812	1.6%
Total	204,633	100.0%	278,649	100.0%	112,321	100.0%
Average interest rate	10.1%	-	9.2%	-	8.9%	-

Trend of Loans Charged-Off and Excess Interest Repayments (Non-Consolidated)



【Ratio of charged-offs of loans receivable】 (Per annum)

	2006.3	2007.3	2007.9
SME loans	5.89%	8.89%	14.40%
Secured loans	0.02%	0.01%	0.14%
Consumer loans	5.74%	7.68%	9.33%
Total	3.53%	3.85%	5.74%

Notes 1: The figures include off-balance-sheet securitized loans receivable.

2: The figures for 2007.9 are calculated on an annualized basis.

【Loan charged-offs】 (Quarterly)

(Millions of yen)

	2006.6	2006.9	2006.12	2007.3	2007.6	2007.9	2007.4-9
Charge-offs of loans receivable	2,249	2,292	3,007	2,318	2,837	3,394	6,232
Charge-offs related to excess interest repayments	602	820	794	858	869	796	1,666

【Trend of losses on excess interest repayments】 (Quarterly)

(Millions of yen)

	2006.6	2006.9	2006.12	2007.3	2007.6	2007.9	2007.4-9
SME loans	87	144	207	259	300	327	627
Secured loans	2	2	6	8	10	8	18
Consumer loans	149	201	284	363	494	494	988
Total	239	348	498	631	804	830	1,635

Breakdown of Investments in Securities



As of September 30, 2007

(Millions of yen except unit price & stock price)

Listed company: brand	Stock code	Number of shares	Unit price (¥)	Book value	Stock price (¥)	Market value	Difference
Raccoon Co., Ltd.	3031	500	17,204	8	188,000	94	85
Info Mart Corporation	2492	330	120,000	39	314,000	103	64
The Tokushima Bank Ltd.	8561	122,971	592	72	806	99	26
Fujitsu Business Systems Ltd.	8092	17,300	1,401	24	1,920	33	8
Gamepot Inc.	3792	30	24,335	0	75,000	2	1
Shinsei Bank Ltd.	8303	100,000	362	36	362	36	0
SOFTBANK CORP.	9984	400	2,445	0	2,120	0	0
The Bank of Kochi, Ltd.	8416	60,000	227	13	148	8	(4)
Tosei Corporation	8923	1,500	82,176	123	78,900	118	(4)
Aeria Inc.	3758	90	244,000	21	161,000	14	(7)
Tenpos Busters Co., Ltd.	2751	496	136,742	67	86,500	42	(24)
Riskmonster.com	3768	2,500	117,847	294	65,000	162	(132)
Venture Link Co., Ltd.	9609	12,285,400	200	2,457	177	2,174	(282)
KOSAIDO Co., Ltd.	7868	1,887,000	1,060	2,000	800	1,509	(490)
IDU Co.	8922	5,200	198,758	1,033	104,000	540	(492)
Shinyei Kaisha	3004	7,275,000	400	2,912	233	1,695	(1,217)
Xinhua Finance Ltd.	9399	114,717	63,281	7,259	32,800	3,765	(3,496)
Others (8)				12		17	5
Total				16,379		10,416	(5,962)

Non-listed Companies and Other	Actual cash value
Non-listed companies (162 companies)	5,059
Bonds (9 companies)	110
Tokumei-kumiai (24 companies)	7,444
Others (6 companies)	83
201 companies	12,698

*Deemed securities are included.

Affiliated Companies (equity method)	Actual cash value
Araigumi Co., Ltd.	2,039
Nippon Real Estate Rating Services Co., Ltd.	24
Others (8 companies)	1,530
Total	3,594

Total	Actual cash value
236 companies	26,710