

Neiman Marcus

April 23, 2007

Dear Colleague,

As part of the company's regular business practices, The Neiman Marcus Group uses pension benefits plan consultants to assist with our employee programs. I am writing this letter to inform you that one of our outside consultants recently discovered that computer equipment used on our behalf was stolen on April 5, 2007. This computer equipment contains a file which is two years old and which holds some of your personal information including your name, address, social security number, date of birth, period of employment and salary information, and similar information regarding individuals receiving a Neiman Marcus Group pension.

The Neiman Marcus Group takes the security of our employees and pension recipients' personal information very seriously and we deeply regret that this incident occurred. Please know that the local law enforcement authorities are actively conducting a criminal investigation of the theft, in the hope of recovering the stolen property and confirming that the personal information stored on the equipment has not been acquired by any unauthorized persons. We are informing you now because the authorities have recently determined that public disclosure of this matter will no longer impede their investigation.

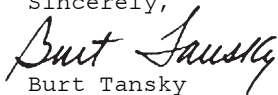
We have no indication that the personal information on this computer equipment has been misused or even that the equipment is in the hands of someone seeking to misuse your information. Nevertheless, to assist you in protecting your personal information, The Neiman Marcus Group has made arrangements with Equifax to provide you with one year of their credit monitoring product at no cost to you. Enclosed you will find a brief description of the services and registration information. As a precaution, we also urge you to carefully monitor your financial accounts - credit cards, debit cards, bank or brokerage accounts, insurance and others -for any suspicious activity.

Please note that people falsely identifying themselves as Neiman Marcus Group representatives could contact you and offer "assistance." I urge you not to release personal information in response to contacts of this nature.

Again, please know that we regret any inconvenience this incident may cause you. I am sure you are concerned. Like you, The Neiman Marcus Group takes this matter very seriously. We are presently reviewing the facts and circumstances leading to this potential loss of privacy of your information, and if appropriate, will take steps to enhance security protocols regarding the handling of our employees' information by third party vendors. We will do everything we can to prevent a recurrence.

If you have any questions, please contact The Neiman Marcus Group Information Security Helpline at 1-800-456-7019. A Representative will be available to assist you seven days-per-week, 24 hours-per-day. This information and the latest updates are also available at www.neimanmarcusgroup.com

Sincerely,



Burt Tansky
Chairman & CEO

The Neiman Marcus Group