

Mail Stop 4561

October 26, 2007

VIA U.S. MAIL AND FAX (619) 881-6930

Mr. Kenneth M. Riis  
Chief Executive Officer  
Newcastle Investment Corp.  
1345 Avenue of the Americas  
New York, NY 10105

**Re: Newcastle Investment Corp.  
Form 10-K for the year ended December 31, 2006  
Filed February 26, 2007  
File No. 001-31458**

Dear Mr. Riis:

We have completed our review of your Form 10-K and do not, at this time, have any further comments.

Sincerely,

Linda van Doorn  
*Senior Assistant Chief Accountant*