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Regus Group Plc ("**Regus Group**") today announces that it has received valid acceptances in respect of 38,013,071 new Regus Group shares (the "**Taken-up Shares**"), representing approximately 19.4% of the total number of new Regus Group shares offered pursuant to the 1 for 3 rights issue announced by Regus Group on 13 November 2003 (the "**Rights Issue**").

As has already been disclosed, certain shareholders in Regus Group (including Maxon Investments) have undertaken to Regus Group and KBC Peel Hunt Limited ("**KBC Peel Hunt**") not to take up rights pursuant to the Rights Issue and KBC Peel Hunt has placed the 153, 949, 164 shares the subject of these undertakings (the "**Placed Shares**") on behalf of Regus Group. The Placed Shares represent approximately 78.6% of the new Regus Group shares offered pursuant to the Rights Issue.

Together the Taken-up Shares and the Placed Shares amount to 98% of the new Regus Group shares offered pursuant to the Rights Issue. A total of 195,873,430 new Regus Group shares were offered pursuant to the Rights Issue, which closed at 9.30 a.m. yesterday.

The remaining 3,911,195 new Regus Group shares for which valid acceptances were not received (referred to as the "**Rump Shares**") have been placed by KBC Peel Hunt at a price of 52.5 pence per share. The net proceeds from the placing of the Rump Shares, after deduction of the Rights Issue price and relevant costs, will be paid to shareholders and warrant holders who have not taken up their entitlements pro rata to their lapsed provisional allotments.

KBC Peel Hunt has entered into sub-underwriting arrangements in respect of all of the new Regus Group shares offered pursuant to the Rights Issue. Due to the size of the Rights Issue, the sub-underwriting has not been offered for tender. As a result of the placing of the Rump Shares referred to above, neither KBC Peel Hunt nor the sub-underwriters will be required to subscribe for any new Regus Group shares.

The Rights Issue was fully underwritten by KBC Peel Hunt.

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New Regus Group shares are being credited to CREST stock accounts today. Definitive share certificates for new Regus Group shares in certificated form will be despatched by 10 January 2004.

The information contained herein does not constitute an offer of securities for sale in the United States, the Republic of South Africa, Australia, New Zealand, Ireland, France, Switzerland or Canada. The securities described herein have not been, and will not be, registered under the U.S. Securities Act of 1933, as amended, or under any relevant securities laws of any state of the United States of America and may not be offered, sold, taken up, renounced or delivered, subject to certain limited exemptions, within the United States of America. In addition the relevant clearances have not been and will not be obtained from the relevant authorities in Republic of South Africa, Australia, New Zealand, Ireland, France, Switzerland or Canada. Accordingly, the securities described herein may not be offered, sold or delivered, directly or indirectly, in or into such jurisdiction except pursuant to exceptions from applicable requirements of such jurisdictions.

KBC Peel Hunt is acting as sponsor, financial adviser and underwriter for Regus Group in relation to the Rights Issue and for no one else and will not be responsible to any other person for providing the protections afforded to its client or for advising any other person in relation to the Rights Issue or any other matter referred to herein.