

16 December 2005

REGUS GROUP PLC

PRE CLOSE UPDATE

Regus Group plc ("Regus"), the leading global provider of outsourced offices, provides the following pre-close update for the year ending 31st December 2005.

Regus has delivered a strong performance across all regions in the second half of 2005, increasing revenues and cash generation. Revenues for the eleven months to 30th November 2005 (at actual exchange rates) were £418.8 million compared to £216.0 million for the 6 months to 30th June 2005. In line with the expansion programme outlined at our interim results and investor day, available workstations have grown by 4.5% in the second half to date.

The Group made a further early repayment of \$37.25m (£21.8m) on the \$110.0m (£64.2m) term debt in September 2005, leaving \$41.75m (£24.4m) of this term debt currently outstanding. The Group will have a positive net cash position at the year-end.

Commenting on today's announcement, Mark Dixon, Chief Executive, said:

"I am pleased to report that trading is in line with our expectations. The Group continues to take advantage of its many opportunities. Revenues are growing like for like and, in addition, further new inventory has been added during the second half. The overall outlook for the Group remains positive - we have a strong business model and the Group is in a sound position from which to generate further profitable growth."

Regus Group plc will announce its full year results for the twelve months ended 31st December 2005 in March 2006.

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