



STRATIS
BUSINESS CENTERS

Business
MEETING
Places

750 LOCATIONS • 350 CITIES • 60 COUNTRIES • ONE CALL

Contact:

Erica Pettit / Evan Smith, CFA
212-850-5614 / 212-850-5606

Shari Aponte
914-473-5185

REGUS GROUP'S 59% EXPANSION IN GLOBAL PROPERTY PORTFOLIO SUPPORTS DOUBLING OF CUSTOMER BASE OVER PAST SIX MONTHS

- Forward Order Book and a Significant Increase in Inquiries Further Signals Growing Trend for On Demand Workplaces -

STAMFORD, CT - February 8, 2005 -- Given the strategic benefits of workplace outsourcing, Regus Group, the world's leading provider of professional workplaces on demand, announced today a 59% increase in its network of business centers in 2004. With the strong growth of its network in the past six months, the company is well positioned to take advantage of the rising occupancy rates within the U.S. office market and the overall increasing demand for flexible office solutions globally. The Regus Group Network now has 750 centers in 60 countries including the recent introduction of 12 additional locations in cities including: Jersey City; Mumbai; Shanghai; and Dubai.

More than ever, executives across business sector, geographic location, and from every size organization, are looking to more effectively manage business risk, maximize their financial resources, and increase their flexibility to accommodate growth and the dynamic changes in the market. With property constituting more than 40 % of the total assets of many of the world's leading corporations and, in many cases, representing 15% - 20 % of their annual operating costs based on market studies, corporations are increasingly looking at office space requirements as a strategic component of their business plan.

"Our clients' need for on demand offices has expanded as challenges in the economy require companies to fundamentally change the way they view and manage their office space," said Mark Dixon, CEO of Regus Group. "With over 50 % of the Fortune 500 already using Regus to increase flexibility, save time, and decrease cost, U.S. corporations are leading the way in global office outsourcing. We see this trend continuing, as evidenced by the strength in our forward order book and a significant increase in inquiries.

"By eliminating - upfront capital expenditure requirements, reducing the total cost of occupancy, and increasing the speed of new market entry or resizing a company's exposure in a geographic market, Regus is enabling corporations to reduce their risk, -and lower their overall cost of doing business. Based on decades of experience in the market and feedback from our global customer base, we believe workplace outsourcing with Regus is a necessary, strategic business component for any organization that wants to effectively compete in the current dynamic business environment. Whether a company needs to open a sales office in Seoul or a branch office in Dallas, The Regus Group Network allows them to easily and quickly establish a presence in a new market with minimal business risk or upfront investment."

Workplace outsourcing enables companies to rapidly seize new market opportunities because the office infrastructure is already in place, which is particularly beneficial when businesses are setting up offices in emerging markets. Each Regus Group Network location features a mix of offices and meeting rooms that are fully furnished and supported by secure and reliable IT and Telecommunications platforms and professional administrative staff. Clients dictate the terms of

the agreement, allowing businesses to match their workspace needs to their employee headcount.

“To stay profitable, businesses must control their three largest expenses – payroll, real estate and technology,” added Dixon. “By focusing on their core business and outsourcing their office space to Regus, companies are able to take advantage of new opportunities anywhere in the world, while lowering their real estate costs and removing costly office infrastructure investments from their balance sheet.”

About Regus Group

Regus Group Plc is the global market leader in providing professional workplaces on demand. The Regus Group Network includes 750 business centers in 60 countries and features four brands: Regus Business Centers, HQ Global Workplaces, Stratis and Business Meeting Places. All locations are strategically situated in world capitals, premier business hubs and developing markets. The company is a pioneer in the commercial real estate industry, defining new and innovative ways for businesses, both large and small, to successfully manage their workplace needs. By delivering cost-effective offices and meeting rooms on flexible terms, businesses gain the ability to create a flexible workplace plan that can quickly adapt to their changing needs. For more information, visit www.regus.com.

###