

News Release



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FOR IMMEDIATE RELEASE

Luby's Extends Expiration of Stockholder Rights Plan

SAN ANTONIO, TEXAS – APRIL 14, 2004. Luby's, Inc. (NYSE:LUB) announced today that the Company's Board of Directors has acted to amend its Stockholder Rights Plan to extend the final expiration date for the outstanding rights from April 16, 2004, to April 16, 2007. All other provisions of the plan, as amended, remain the same. The plan was originally adopted on April 16, 1991. The Company's Board of Directors believes that the Stockholder Rights Plan continues to play an important role in protecting the Company's stockholders against the threat of coercive or abusive takeover tactics.

Luby's provides its customers with delicious, home-style food, value pricing, and outstanding customer service at its restaurants in Dallas, Houston, San Antonio, the Rio Grande Valley, and other locations throughout Texas and other states. For more information about Luby's, visit the Company's website at www.lubys.com.

The Company wishes to caution readers that various factors could cause its actual financial and operational results to differ materially from those indicated by forward-looking statements made from time to time in news releases, reports, proxy statements, registration statements, and other written communications, as well as oral statements made from time to time by representatives of the Company. Except for historical information, matters discussed in such oral and written communications are forward-looking statements that involve risks and uncertainties, including but not limited to general business conditions, the impact of competition, the success of operating initiatives, changes in the cost and supply of food and labor, the seasonality of the Company's business, taxes, inflation, governmental regulations, and the availability of credit, as well as other risks and uncertainties disclosed in periodic reports on Form 10-K and Form 10-Q.

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