

Corporate News Release

Luby's, Inc.

2211 Northeast Loop 410
P.O. Box 33069
San Antonio, Texas 78265-3069
210/654-9000
www.lubys.com

For additional information contact: Adam Carter, Communications Director, 832-435-3084

FOR IMMEDIATE RELEASE

Luby's Announces New Summer Combos

- Grilled Fajita KaBob, Spicy Chicken Sandwich, Blackened Chicken Added to Menu -

SAN ANTONIO, TX- June 17, 2004 - Luby's, Inc. (NYSE: LUB) today announced the introduction of new items to the "Classic Combos" menu - which include an entrée, two sides, and a fresh, hot roll. In addition to favorites like fried fish and roast beef, Luby's has introduced a Grilled Fajita KaBob, a Blackened Chicken Breast, and a Spicy Chicken Sandwich.

"Luby's has always been a place where our customers can enjoy their traditional favorite dishes. In addition to the classic favorites we offer, Luby's strives to regularly introduce savory new items that can become new favorites," said Laurie Shults, Marketing Director. "Our culinary team is constantly working on new items to enhance our menu and satisfy our customers' taste for variety, and we are excited about these three new items."

The Grilled Fajita KaBob is a lightly seasoned, skewered fajita steak topped with sautéed peppers and onions, served with two side items and a hot roll. The Spicy Chicken Sandwich is a grilled chicken breast, seasoned with a blend of spices and served on a freshly baked Luby's sesame seed bun. This sandwich is served with fries and a spicy chipotle dipping sauce. The Blackened Chicken Breast is coated with Luby's special blackened seasoning, grilled, and served with two side items and a hot roll.

In addition to the new entrées, Luby's has expanded its already popular Kid's Program. Luby's offers a great Kid's Meal Program featuring a Big Kid's Combo at \$2.99, Little Kid's Combo at \$1.99, and a free Kid's Meal on Wednesdays after four-thirty and all day Saturdays with the purchase of an adult meal. Luby's also announced the addition of a Birthday Club to the Kid's Program. Birthday Club members will receive a postcard in the mail on their birthday offering them a free meal at Luby's.

"Nothing beats the great deal we offer parents when they bring their kids to Luby's," said Shults. "Where else can you get such great food that is matched with such a great value?"

Luby's recently launched new commercials featuring its summer items and the Kid's Program. These are available for viewing at the Company's website, along with other information about the Kid's Program and the new summer combos. Customers can also vote for their favorite Luby's meal on the site.

Luby's provides its customers with delicious, home-style food, value pricing, and outstanding customer service at its 139 restaurants in Dallas, Houston, San Antonio, the Rio Grande Valley, and other locations throughout Texas and other states. Luby's stock is traded on the New York Stock Exchange (symbol LUB). For more information about Luby's, visit the Company's website at www.lubys.com.