



For Immediate Release

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Luby's Announces HISD ACT Winner for 2009
Middle School Student Awarded for Character Achievement
Student Receives: \$2K Scholarship Fund, New Laptop Computer & Free Luby's for a Year

HOUSTON, TX – May 26, 2009 – Luby's, Inc. (NYSE: LUB) today announced the overall winner of the ACT Program (Achieving Character Together) for the 2008/2009 school year.

“Giving back to the communities where we live and work is one of Luby's core values and we are proud to be partnering with HISD to promote and reward achievements in character for middle school students,” said Harris Pappas, Chief Operating Officer. “We believe that developing and strengthening the character of students benefits our entire community and better prepares these young-adults for the world beyond school.”

The ACT Program is a new program that Luby's introduced to middle schools in the Houston Independent School District in September 2008. The program is focused on promoting and rewarding outstanding character achievement for middle schools students. Teachers and staff nominate deserving students every six weeks by giving them a “You've Been Caught Doing Something Great!” ticket. One Bronze winner is chosen at each school per six-week period. A Silver winner is selected from the Bronze winners as an overall winner for each six-week period. Finally, a Gold winner is chosen at the end of the school year from the Silver winners throughout the year.

ACT Program award winners receive:

Bronze: Six-week winner at each school: \$25 Luby's Gift Card, iPod, Backpack

Silver: Overall six-week winner: \$1,000 scholarship money

Gold: Overall Winner: Luby's Free for a Year, Laptop Computer, \$2,000 scholarship money

During the first year of implementing the ACT Program, teachers and staff at 49 HISD Middle Schools nominated over 60,000 students for character achievement by passing out “You've Been Caught Doing Something Great!” tickets. The ACT Program honored 155 students as Bronze winners, six students as Silver winners and one Gold winner.

“We are proud to announce that this year's winner is a student at Smith Education Center. This student has exemplified the spirit of the ACT program by demonstrating strong character development, a true turn-around-story from only a year ago. By improving their attitude and approach to school and to their peers and teachers, this person is truly “Achieving Character Together,” said Mr. Pappas. “We believe that the ACT Program was successful in strengthening the importance of character and supporting the goals of our talented and hard working HISD teachers and staff. In addition, we are excited to announce that Luby's is extending the ACT program to the 2009/2010 school year.”

To learn more about the Luby's ACT Program, please visit www.lubysact.com

About Luby's

Luby's operates 120 restaurants in Austin, Dallas, Houston, San Antonio, the Rio Grande Valley and other locations throughout Texas and other states. Luby's provides its customers with quality home-style food, value pricing, and outstanding customer service.

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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