

1 February 2006

For immediate release

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Lupus Capital plc ('Lupus' or the 'Company')

Response to press speculation

The Board of Lupus has noted today's press speculation and confirms that it is in discussions concerning a potential acquisition.

Discussions are ongoing and there can be no certainty that any acquisition will be completed. If the potential acquisition proceeds it will be financed in part by a significant equity issue in excess of the current market capitalisation of Lupus.

A further announcement will be made as and when appropriate.

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