

Press Release

Response to press speculation

Serco Group plc

7 August 2006

Serco Group plc (Serco) notes the press speculation regarding the possible disposal of a number of its PFI assets. Serco confirms that it has held discussions with potential investors regarding the possible sale of its investments in some of its PFIs. In the event of any sale, Serco would retain the management of the PFI projects and the associated long-term service contracts.

The conclusion of any transaction is dependent on a number of factors and there is no certainty that any transaction will be agreed. A further announcement will be made if appropriate.

Ends

For further information please contact Serco Group plc: T +44 (0) 1256 745 900

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Notes to editors

Serco is an international service company which combines commercial know-how with a deep public service ethos.

We improve services by managing people, processes, technology and assets more effectively. We advise policy makers, design innovative solutions, integrate systems and - most of all - deliver to the public.

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More information can be found at www.serco.com.

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