

**FOR IMMEDIATE RELEASE**

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**MORGAN'S FOODS ANNOUNCES END OF ADVISORY SERVICES ENGAGEMENT AND SOLICITATION OF INDICATIONS OF INTEREST FOR THE COMPANY**

Beachwood, Ohio (April 24, 2001) -- Morgan's Foods, Inc. (AMEX:MR) ([www.morgansfoods.com](http://www.morgansfoods.com)) announced that it has completed its review of strategic alternatives which was being conducted by CNL Advisory Services, Inc. of Orlando, Florida. As previously announced on October 16, 2000, CNL undertook the solicitation of indications of interest from potential purchasers for the sale of the Company as one step in the process of evaluating strategic alternatives. After completing the process, CNL has advised the Company to terminate the solicitation and to continue operating the quick service restaurants which constitute its business. The Company will continue its program of improving the operation of the restaurants and maximizing cash flow and will make changes including opening, renovating or closing restaurants and adding new markets or expanding or exiting existing markets, as appropriate, to improve the position of the Company.

Morgan's Foods, Inc. operates 77 KFC restaurants, 8 Taco Bell restaurants, 17 KFC/Taco Bell "2n1" restaurants and 2 Taco Bell/Pizza Hut Express "2n1's" in six states.

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