

P R E S S R E L E A S E

FOR IMMEDIATE RELEASE

PIZZA INN, INC. REPORTS 3RD QUARTER EARNINGS

THE COLONY, TEXAS -APRIL 18, 2003- PIZZA INN, INC. (NASDAQ:PZZI) today reported earnings per share for its third quarter ended March 30, 2003 of \$.04 versus \$.05 for the same quarter last year. Net income was \$376,000 versus \$478,000, on revenues of \$14.2 million versus \$15.3 million in the previous year. Lower chainwide retail sales and lower cheese prices contributed to decreased revenues and net income. For the nine-month period, earnings per share were \$.26 versus \$.16 last year. Net income was \$2,571,000 compared to \$1,635,000 on revenues of \$44.7 million versus \$48.6 million last year. The nine-month period includes the reversal of a previously recorded pre-tax charge of approximately \$1.9 million. The charge was previously recorded in the fourth quarter of fiscal 2002 to fully reserve for the possible nonpayment for a note receivable owed to the Company from the Company's former chief executive officer. The Company received payment in full for the note receivable in December 2002. Year-to-date comparable chainwide same-store sales were 5.2% lower than the same period last year.

Excluding the above-described reversal of approximately \$1,286,000 (after-tax) or \$.13 per share, net income of \$2,571,000 or \$.26 per share for the nine-month period ended March 30 was \$1,285,000 or \$.13 per share. This is compared to net income of \$1,635,000 or \$.16 per share for the same period last year.

Ronnie Parker, the Company's Chief Executive Officer, commented, "In spite of weaker economic conditions, we are not pleased with the results of the past quarter. However, we are excited about and focused on a number of new initiatives designed to improve Pizza Inn's growth."

P R E S S R E L E A S E

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For more information about the company, visit Pizza Inn at www.pizzainn.com

PIZZA INN, INC.
(In thousands, except share and per share amounts)

3RD QUARTER

	March 30, 2003	March 24, 2002
Revenue	\$ 14,198	\$ 15,286
Income before taxes	\$ 569	\$ 724
Net Income	\$ 376	\$ 478
Diluted earnings per share	\$ 0.04	\$ 0.05
Basic earnings per share	\$ 0.04	\$ 0.05
Weighted average shares outstanding:		
Diluted	10,063,572	10,057,890
Basic	10,058,547	10,057,890

NINE MONTHS

	March 30, 2003	March 24, 2002
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Revenue.	\$ 44,723	\$ 48,580
Income before taxes.	\$ 3,896	\$ 2,477
Net Income	\$ 2,571	\$ 1,635
Diluted earnings per share	\$ 0.26	\$ 0.16
Basic earnings per share	\$ 0.26	\$ 0.16
Weighted average shares outstanding:		
Diluted	10,060,795	10,108,364
Basic	10,058,408	10,103,922