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For Immediate Release

Fox & Hound Restaurant Group
Fiscal 2005 Second Quarter Earnings and News Release

**FOX & HOUND RESTAURANT GROUP
REPORTS FINANCIAL RESULTS FOR THE
FISCAL QUARTER ENDED JUNE 14, 2005**

WICHITA, KS---(PRIMEZONE)---July 7, 2005---Fox & Hound Restaurant Group (NASDAQ : FOXX) announced record revenues for the twelve week second quarter ended June 14, 2005.

Highlights for the twelve week second quarter ended June 14, 2005 compared to the twelve week second quarter ended June 15, 2004:

- Total revenues increased 15.1% to \$35,842,000
- Net income was \$1,065,000 versus a net loss of \$855,000
- An asset impairment charge of \$2,523,000 (\$1,766,000 net of tax or \$0.18 per share) was taken during last year's second quarter
- Net income excluding the asset impairment charge was \$1,065,000 versus \$911,000
- Diluted earnings per share was \$0.10 versus a diluted loss per share of \$0.09
- Diluted earnings per share excluding the asset impairment charge was \$0.10 versus \$0.09
- Comparable store sales decreased 0.9%
- Three (3) new units were opened

Highlights for the twenty-four week period ended June 14, 2005 compared to the twenty-four week period ended June 15, 2004:

- Total revenues increased 15.7% to \$75,197,000
- Net income was \$4,053,000 versus \$1,786,000
- An asset impairment charge of \$2,523,000 (\$1,766,000 net of tax or \$0.17 per share) was taken during last year's second quarter
- Net income excluding the asset impairment charge was \$4,053,000 versus \$3,552,000
- Diluted earnings per share was \$0.39 versus \$0.17
- Diluted earnings per share excluding the asset impairment charge was \$0.39 versus \$0.34
- Comparable store sales decreased 0.1%
- Five (5) new units were opened

Steve Johnson, chief executive officer, stated, "We were pleased to report sales and earnings which met the guidance given on our previous conference call."

During the second quarter, the Company opened three (3) new restaurants—St. Louis, MO; Wilmington, NC; and Birmingham, AL. Two (2) additional units were opened after the end of the second quarter in Germantown, MD and Louisville, KY bringing the number of restaurants opened in 2005 to seven (7). The Company expects to open 10-12 new restaurants in fiscal 2005. One (1) unit is under construction, contracts have been executed on three (3) more sites, and negotiations have begun on six (6) additional sites.

The Company currently operates 82 restaurants under the "Fox and Hound" and "Bailey's" brand names that each provide a social gathering place offering high quality food, drinks and entertainment in an upscale, casual environment.

Chief Executive Officer, Steven M. Johnson, and Chief Financial Officer, James K. Zielke, will host a conference call at Friday, July 8, 2005 at 10:00 a.m. EDT. The call in number is 1-800-988-9506, and the confirmation code is "FOXX". A recorded replay of the conference call will be available beginning July 8, 2005 through July 22, 2005. The replay call in number is 1-800-272-5921.

This press release contains certain forward-looking statements within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended, which are intended to be covered by the safe harbors created thereby. Although the Company believes that the assumptions underlying the forward-looking statements contained herein are reasonable, any of the assumptions could be inaccurate, and, therefore, there can be no assurance that the forward-looking statements included in this report will prove to be accurate. Our actual results may differ materially from the forward-looking statements contained herein. Factors that could cause actual results to differ from the results discussed in the forward-looking statements include, but are not limited to, potential increases in food, alcohol, labor, and other operating costs, changes in competition, the inability to find suitable new locations, changes in consumer preferences or spending patterns, changes in demographic trends, the effectiveness of our operating and growth initiatives and promotional efforts, and changes in government regulation. Further information about the factors that might affect the Company's financial and other results are included in the Company's 10-K and 10-Q, filed with the Securities and Exchange Commission. In light of the significant uncertainties inherent in the forward-looking statements included herein, the inclusion of such information should not be regarded as a representation by the Company or any other person that the objectives and plans of the Company will be achieved.

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Fox & Hound Restaurant Group
Unaudited Summary Financial Data
(\$ in thousands except per share amounts)

Condensed Income Statements

	For the twelve weeks ended				For the twenty-four weeks ended			
	June 14, 2005		(Restated) June 15, 2004		June 14, 2005		(Restated) June 15, 2004	
	\$	%	\$	%	\$	%	\$	%
Food and beverage	\$ 33,752	94.2	\$ 29,021	93.2	\$ 70,826	94.2	\$ 60,442	93.0
Entertainment and other	2,090	5.8	2,120	6.8	4,371	5.8	4,546	7.0
Total net sales	35,842	100.0	31,141	100.0	75,197	100.0	64,988	100.0
Costs and expenses:								
Costs of sales	9,699	27.1	8,616	27.7	20,101	26.7	17,732	27.3
Restaurant operating expenses	19,945	55.6	16,995	54.6	39,949	53.1	33,978	52.3
Depreciation and amortization	2,163	6.0	1,802	5.8	4,259	5.7	3,537	5.4
Preopening costs	560	1.6	638	2.0	953	1.3	1,070	1.6
Asset Impairment	-	-	2,523	8.1	-	-	2,523	3.9
Restaurant costs and expenses	32,367	90.3	30,574	98.2	65,262	86.8	58,840	90.5
Restaurant operating income	3,475	9.7	567	1.8	9,935	13.2	6,148	9.5
General and administrative expenses	2,007	5.6	1,749	5.6	4,025	5.3	3,494	5.4
Gain on disposal of assets	25	0.1	-	-	25	-	-	-
Income from operations	1,493	4.2	(1,182)	(3.8)	5,935	7.9	2,654	4.1
Other income/expense:								
Other income/(expense)	15	-	-	-	15	-	3	-
Interest expense	(33)	(0.1)	(44)	(0.1)	(82)	(0.1)	(96)	(0.1)
Income before income taxes	1,475	4.1	(1,226)	(3.9)	5,868	7.8	2,561	4.0
Income tax expense	410	1.1	(371)	(1.2)	1,815	2.4	775	1.2
Net income	\$ 1,065	3.0	\$ (855)	(2.7)	\$ 4,053	5.4	\$ 1,786	2.8
Earnings per share:								
Basic	\$ 0.11		\$ (0.09)		\$ 0.41		\$ 0.18	
Diluted	\$ 0.10		\$ (0.09)		\$ 0.39		\$ 0.17	
Shares used in computing earnings per share (in thousands):								
Basic	9,997		9,889		9,979		9,870	
Diluted	10,420		9,889		10,397		10,465	
Restaurants open at end of period	80		69		80		69	
Comparable sales growth	(0.9) %		(0.2) %		(0.1) %		0.8 %	

Analysis of Components of Net Income and Earnings per Share Amounts

Net earnings excluding asset impairment	\$ 1,065	\$ 911	\$ 4,053	\$ 3,552
Provision for asset impairment, net of tax	-	(1,766)	-	(1,766)
Net income (loss)	\$ 1,065	\$ (855)	\$ 4,053	\$ 1,786
Diluted earnings (loss) per share:				
Net earnings excluding asset impairment	\$ 0.10	\$ 0.09	\$ 0.39	\$ 0.34
Provision for asset impairment, net of tax	-	(0.18)	-	(0.17)
Net income (loss)	\$ 0.10	\$ (0.09)	\$ 0.39	\$ 0.17

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Reconciliation of Restated Income Statements

	For the twelve weeks ended June 15, 2004					For the twenty-four weeks ended June 15, 2004				
	As originally reported		Adjustment	As restated		As originally reported		Adjustment	As restated	
	\$	%	\$	\$	%	\$	%	\$	\$	%
Food and beverage	\$ 29,021	93.2	\$ -	\$ 29,021	93.2	\$ 60,442	93.0	\$ -	\$ 60,442	93.0
Entertainment and other	2,120	6.8	-	2,120	6.8	4,546	7.0	-	4,546	7.0
Total net sales	31,141	100.0	-	31,141	100.0	64,988	100.0	-	64,988	100.0
Costs and expenses:										
Costs of sales	8,616	27.7	-	8,616	27.7	17,732	27.3	-	17,732	27.3
Restaurant operating expenses	16,998	54.6	(3)	16,995	54.6	33,970	52.3	8	33,978	52.3
Depreciation and amortization	1,554	4.9	248	1,802	5.8	3,058	4.7	479	3,537	5.4
Preopening costs	638	2.0	-	638	2.0	1,070	1.6	-	1,070	1.6
Asset Impairment	2,365	7.6	158	2,523	8.1	2,365	3.6	158	2,523	3.9
Restaurant costs and expenses	30,171	96.8	403	30,574	98.2	58,195	89.5	645	58,840	90.5
Restaurant operating income	970	3.2	(403)	567	1.8	6,793	10.5	(645)	6,148	9.5
General and administrative expenses	1,749	5.5	-	1,749	5.6	3,494	5.5	-	3,494	5.4
Gain on disposal of assets	-	-	-	-	-	-	-	-	-	-
Income from operations	(779)	(2.3)	(403)	(1,182)	(3.8)	3,299	5.0	(645)	2,654	4.1
Other income/expense:										
Other income/(expense)	-	-	-	-	-	3	-	-	3	-
Interest expense	(27)	(0.1)	(17)	(44)	(0.1)	(62)	(0.1)	(34)	(96)	(0.1)
Income before income taxes	(806)	(2.4)	(420)	(1,226)	(3.9)	3,240	4.9	(679)	2,561	4.0
Income tax expense	(290)	(0.9)	(81)	(371)	(1.2)	1,082	1.7	(307)	775	1.2
Net income	\$ (516)	(1.5)	\$ (339)	\$ (855)	(2.7)	\$ 2,158	3.2	\$ (372)	\$ 1,786	2.8
Earnings per share:										
Basic	\$ (0.05)		\$ (0.04)	\$ (0.09)		\$ 0.22		\$ (0.04)	\$ 0.18	
Diluted	\$ (0.05)		\$ (0.04)	\$ (0.09)		\$ 0.21		\$ (0.04)	\$ 0.17	

Condensed Balance Sheets

	<u>Jun. 14, 2005</u>	<u>Dec. 28, 2004</u>
Current assets:		
Cash	\$ 644	\$ 812
Other current assets	5,255	6,093
	<u>5,899</u>	<u>6,905</u>
Property and equipment, net	76,147	68,381
Intangibles and other assets	5,023	5,281
	<u>\$ 87,069</u>	<u>\$ 80,567</u>
Current liabilities:		
Current portion of capital leases	\$ 8	\$ 8
Other current liabilities	15,876	13,133