

Horwath Clark Whitehill
Chartered Accountants
St Bride's House, 10 Salisbury Square
London EC4Y 8EH, UK

Tel: +44 (0)20 7842 7100 Fax: +44 (0)20 7583 1720 DX: 0014 London Chancery Lane

www.horwathcw.com 1

The Board of Directors
Park Lorne 111 Park Road
London
NW8 7JL

29 September 2004

PAN EUROPEAN RESTAURANTS PLC

Dear Sirs,

Notice of resignation as auditors

Following the conversion of Horwath Clark Whitehill to a Limited Liability Partnership (LLP) from 1 April 2004, we have agreed with you that the new firm, Horwath Clark Whitehill LLP will be replacing us as auditors.

In accordance with Section 392 of the Companies Act 1985, we give notice that we are resigning as auditors of Pan European Restaurants PLC and UK subsidiaries, registered number 04278268.

In accordance with Section 394 of the Companies Act 1985, we confirm that there are no circumstances connected with our resignation which we consider should be brought to the notice of the shareholders or creditors of Pan European Restaurants PLC and UK subsidiaries.

Yours faithfully,

Harring the World White hard

L11 29/10/04

Registered to carry on audit work by the institute of Chartered Accountants in England and Wales. Authorised and regulated by
the Financial Services Authority. Howarth Clark Whitchill is an independent member of Howarth Clark Whitchill Associates and Horwarth
International, with offices and associated firms throughout the UK and Warldwide. A list of partners' names is available at the above address