NEWS RELEASE

July 25, 1997

Dear Shareholders;

We are proud to announce for the six month period ending May 31, 1997, your company's return to profitability continued as we earned $81,108 or $0.01 per share versus a loss of ($275,397) or ($0.02) per share reported on May 31, 1996. We increased our earnings by 1,035% ($7,149 end of Feb/97 to $81,108 end of May/97) over the past quarter and this is the second quarter in a row were we show positive results.

Our continuing commitment to control expenses has resulted in a reduction of costs of $1,396,710 during the six month period under review with respect to the same period last year and we are arriving at the time where our attention will now shift to increasing our revenues to strengthen our net income and you can be assured that we will continue to monitor our expenses.

The decrease in revenues for the restaurant division in the amount of $443,320 ($1,898,729 May/97 - 2,342,049 May/96) is due to the closure of the Franx Supreme, China's restaurant operation. This factor will have an impact on the gross revenues for this fiscal year as the last restaurant was closed in November 1996. However, the closure of the Franx Supreme's China operation reduced the expenses and is having a positive effect on our net income.

GLF Investments Ltd., our parking equipment, garage door, electrical door opener and loss prevention security systems division continues to market their products line in their sales territory. The revenue for this division is $421,947 lower than for the same period last year. This decrease is due to the change of the existing supplier from Canada to WPS International of Netherlands in May 1997, which created a grey period for our technical staff as well as our marketing staff, but now all is under control and management is confident that a number of projects which are under negotiations will now materialize in this fiscal year.

Also, as our staff becomes more familiar with the loss prevention and garage door equipment systems, they will now start to approach the market in a more aggressive pace and this should generate more revenues for the GLF division.

Matoyee Enterprises Inc., our Canadian restaurant division, with six different banners and eighty five restaurants in operation across Canada continues to accelerate its aggressive franchise expansion program. As the trend for franchising quick service restaurants has been an immense success in Quebec, management is now placing more focus on western Canada as well as continuing actively in Quebec. Matoyee's management anticipates the company to reach ninety units in operation by the end of 1997 which will result in twelve additional units being opened in this calendar year.

Mash Technology Ltd., our computer software division, has drastically reduced expenses and continues to look for opportunities in its own highly competitive market environment. The division has generated licensing fee revenues from it's Bangkok and Shanghai Lotus Supercenter projects for which the work was completed last December.

Your company increased its cash and marketable securities position by $297,324 over the same period last year and we now have $1,754,990 as of May 31, 1997. In addition, we have reduced our long term debt from $709,140 to $368,136, a reduction of $341,004 from the same period of last year.

The trend toward controlling expenses and increasing profitability has been achieved by all of our employees working as a team and we are looking forward to a profitable fiscal year.

Sincerely,

Claude St-Pierre
Secretary/Director