

Chappell Dale
Form 3
January 30, 2007

FORM 3 UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

OMB APPROVAL

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INITIAL STATEMENT OF BENEFICIAL OWNERSHIP OF SECURITIES

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934,
Section 17(a) of the Public Utility Holding Company Act of 1935 or Section
30(h) of the Investment Company Act of 1940

(Print or Type Responses)

| | | | | | |
|---|---------|----------|---|--|---|
| 1. Name and Address of Reporting Person * | | | 2. Date of Event Requiring Statement | 3. Issuer Name and Ticker or Trading Symbol | |
| Â Black Horse Capital Advisors LLC | | | (Month/Day/Year) | MORGANS FOODS INC [MRFD] | |
| (Last) | (First) | (Middle) | 01/25/2007 | | |
| 45 ROCKEFELLER CENTER, 20TH FLOOR,Â | | | 4. Relationship of Reporting Person(s) to Issuer | | 5. If Amendment, Date Original Filed(Month/Day/Year) |
| (Street) | | | (Check all applicable) | | |
| NEW YORK,Â NYÂ 10111 | | | <input type="checkbox"/> Director <input checked="" type="checkbox"/> 10% Owner <input type="checkbox"/> Officer <input type="checkbox"/> Other (give title below) (specify below) | | 6. Individual or Joint/Group Filing(Check Applicable Line) <input type="checkbox"/> Form filed by One Reporting Person <input checked="" type="checkbox"/> Form filed by More than One Reporting Person |
| (City) | (State) | (Zip) | | | |

Table I - Non-Derivative Securities Beneficially Owned

| 1. Title of Security (Instr. 4) | 2. Amount of Securities Beneficially Owned (Instr. 4) | 3. Ownership Form: Direct (D) or Indirect (I) (Instr. 5) | 4. Nature of Indirect Beneficial Ownership (Instr. 5) |
|------------------------------------|--|---|--|
| Common Stock | 44,249 | D <u>(1)</u> <u>(4)</u> | Â |
| Common Stock | 184,884 | D <u>(2)</u> <u>(4)</u> | Â |
| Common Stock | 59,967 | D <u>(3)</u> <u>(4)</u> | Â |

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

SEC 1473 (7-02)

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Table II - Derivative Securities Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

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| 1. Title of Derivative Security (Instr. 4) | 2. Date Exercisable and Expiration Date (Month/Day/Year) | 3. Title and Amount of Securities Underlying Derivative Security (Instr. 4) | 4. Conversion or Exercise Price of Derivative Security | 5. Ownership Form of Derivative Security: Direct (D) or Indirect (I) (Instr. 5) | 6. Nature of Indirect Beneficial Ownership (Instr. 5) |
|---|--|--|--|--|---|
| | Date Exercisable | Expiration Date | Title | Amount or Number of Shares | |

Reporting Owners

| Reporting Owner Name / Address | Relationships | | | |
|---|---------------|-----------|---------|-------|
| | Director | 10% Owner | Officer | Other |
| Black Horse Capital Advisors LLC 45 ROCKEFELLER CENTER, 20TH FLOOR NEW YORK, NY 10111 | ^ | ^ X | ^ | ^ |
| Black Horse Capital Offshore Ltd. C/O M&C CORPORATE SERVICES, PO BOX 30UGL UGLAND HOUSE, SOUTH CHURCH STREET GEORGE TOWN, GRAND CAYMAN, E9 00000 | ^ | ^ X | ^ | ^ |
| BLACK HORSE CAPITAL LP 45 ROCKEFELLER PLAZA 20TH FL NEW YORK, NY 10111 | ^ | ^ X | ^ | ^ |
| BLACK HORSE CAPITAL QP L P 45 ROCKEFELLER PLAZA 20TH FL NEW YORK, NY 10111 | ^ | ^ X | ^ | ^ |
| Black Horse Capital Management LLC 45 ROCKEFELLER CENTER, 20TH FLOOR NEW YORK, NY 10111 | ^ | ^ X | ^ | ^ |
| Sheehy Brian 45 ROCKEFELLER CENTER, 20TH FLOOR NEW YORK, NY 10111 | ^ | ^ X | ^ | ^ |
| Chappell Dale 45 ROCKEFELLER CENTER, 20TH FLOOR NEW YORK, NY 10111 | ^ | ^ X | ^ | ^ |

Signatures

| | |
|--|------------|
| Dale Chappell, Managing Member of Black Horse Capital Advisors LLC | 01/30/2007 |
| __Signature of Reporting Person | Date |
| Dale Chappell, Managing Member of Black Horse Capital Management LLC, General Partner of Black Horse Capital LP | 01/30/2007 |
| __Signature of Reporting Person | Date |
| Dale Chappell, Managing Member of Black Horse Capital Management LLC, General Partner of Black Horse Capital (QP) LP | 01/30/2007 |
| __Signature of Reporting Person | Date |

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| | |
|--|------------|
| Dale Chappell, Director of Black Horse Capital Offshore Ltd. | 01/30/2007 |
| __Signature of Reporting Person | Date |
| Dale Chappell, Managing Member of Black Horse Capital Management LLC | 01/30/2007 |
| __Signature of Reporting Person | Date |
| Dale Chappell | 01/30/2007 |
| __Signature of Reporting Person | Date |
| Brian Sheehy | 01/30/2007 |
| __Signature of Reporting Person | Date |

Explanation of Responses:

- * If the form is filed by more than one reporting person, *see* Instruction 5(b)(v).
- ** Intentional misstatements or omissions of facts constitute Federal Criminal Violations. *See* 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).
 - (1) Black Horse Capital Offshore Ltd. (the "Black Horse Offshore Fund") directly owns 44,249 shares of common stock. Black Horse Capital Advisors LLC ("Black Horse Advisors") is the investment manager of Black Horse Offshore Fund and is deemed to indirectly beneficially own the shares of stock directly owned by Black Horse Offshore Fund.

Black Horse Capital LP ("Black Horse Capital Fund") directly owns 184,884 shares of common stock. Black Horse Capital Management LLC ("Black Horse Management") is the managing general partner of Black Horse Capital Fund and is deemed to indirectly beneficially own the shares of stock directly owned by Black Horse Capital Fund.
 - (2) Black Horse Capital (QP) LP ("Black Horse QP Fund") directly owns 59,967 shares of common stock. Black Horse Management is the managing general partner of Black Horse QP Fund and is deemed to indirectly beneficially own the shares of stock directly owned by Black Horse QP Fund.
 - (3) Black Horse Capital (QP) LP ("Black Horse QP Fund") directly owns 59,967 shares of common stock. Black Horse Management is the managing general partner of Black Horse QP Fund and is deemed to indirectly beneficially own the shares of stock directly owned by Black Horse QP Fund.
 - (4) Brian Sheehy and Dale Chappell are the managing members of each of Black Horse Advisors and Black Horse Management and are deemed to indirectly beneficially own the shares of stock beneficially owned by those entities. For purposes of this Form 3, Black Horse Advisors, Black Horse Management, and Messrs. Sheehy and Chappell disclaim ownership of the shares of common stock owned by the funds reporting on this Form 3 except to the extent of their pecuniary interest therein.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *See* Instruction 6 for procedure. Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.