SERVICE WILLIAM W Form 4 March 06, 2003

| OMB APPROVAL |
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UNITED STATES SECURITIES AND EXCHANGE COMMISSION Washington, DC 20549

FORM 4

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

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

 $|_|$ Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).

(Print of Type Responses)

| 1. | Name and Address of Reporting Person* | | | | | | | | |
|----|---------------------------------------|----------------------------|-----------------|-------------|--|--|--|--|--|
| | Service | William | ₩. | | | | | | |
| | (Last) | (First) | (Middle) | | | | | | |
| | 363 High Street | | | | | | | | |
| | | (Street) | | | | | | | |
| | Eugene | OR | 97401 | | | | | | |
| | (City) | (State) | (Zip) | | | | | | |
| | | | | | | | | | |
| 2. | Issuer Name and Ticker | or Trading Symbol | | | | | | | |
| | Elmer's Restaurants, Inc. / ELMS | | | | | | | | |
| 3. | I.R.S. Identification | Number of Reporting Persor | n, if an entity | (voluntary) | | | | | |
| | | | | | | | | | |
| 4. | 4. Statement for Month/Day/Year | | | | | | | | |
| | 03/04/03 | | | | | | | | |
| 5. | If Amendment, Date of | Original (Month/Day/Year) | | | | | | | |
| | | | | | | | | | |
| | | | | | | | | | |

^{6.} Relationship of Reporting Person(s) to Issuer (Check all applicable)

| | X Director _ Officer (give ti | tle below) | | 10% Owner Other (spe | cify below) | | |
|---------------------------------|--|---------------------------|------------------------------|-------------------------|----------------|------------------|-------|
| | 7. Individual or Joint/Group Filing (Check Applicable line) X Form Filed by One Reporting Person _ Form Filed by More than One Reporting Person | | | | | | |
| | Table I Non- | Derivative S or Benefi | ecurities Ac cially Owned | quired, Disp | | | |
| | | 2. | Deemed | 3. Transactio | n (Instr. 3, 4 | (D) and 5) | A) or |
| 1. Title of Security (Instr. 3) | | Trans- action Date | Execution Date, if any | Code | | (A) or (D) | Price |
| | n Stock | 3/4/03 | | S | 40,000 | D | 5.38 |
| Commo | n Stock | 3/4/03 | | g | | D | |
| | | | | | | | |
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FORM 4 (continued)

Table II -- Derivative Securities Acquired, Disposed of, or Beneficially Owned

(e.g., puts, calls, warrants, options, convertible securities)

| | 2. Conversion or Exercise Price of Deriv- | 3. Trans- action Date | any | Code (Instr. 8) | 5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5) | | 6. Date Exercisable and Expiration Date (Month/Day/Year) | | 7. Title and Amount of Underlying Securities (Instr. 3 and 4) | |
|-----------------------------------|---|--------------------------------|-------|-----------------------|--|--------|--|-----------------|---|--------------|
| 1. Title of | | | | | | | | | | Amount or |
| Derivative Security | ative Secur- | | | | | | Date Exer- | Expira- tion | | Number of |
| (Instr. 3) | ity | уу) | уу) | Code V | (A) | (D) | cisable | Date | Title | Shares |
| Non-qualifie | 3/4/03 | | 2,000 | | (1) | 3/4/18 | Common stock | 2,000 | | |
| | | | | | | | | | | |
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| | | | | | | ====== | | | | |
| Explanation | of Respo | onses: | | | | | | | | |
| (1) Vests 20%/year for five years | | | | | | | | | | |

3/4/03

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

/s/ William W. Service

**Signature of Reporting Person

* If the form is filed by more than one reporting person, see Instruction

4(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).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

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