



March 16, 2011

**Queenco Leisure International Ltd.**

**Immediate Report**

Queenco Leisure International Ltd., a developer, operator and owner of entertainment centers, casinos and leisure resorts ("**QLI**"), today announced that QLI Management Services Ltd, a wholly owned subsidiary of QLI, has received a letter from the Chairman of the Board of Directors of Club Hotel Loutraki Ltd (the "**Letter**" and "**CHL**"), addressed to CHL's shareholders, including Powerbrook Spain S.L ("**PBS**"), a company jointly and indirectly controlled by QLI and the Club Hotel Group which holds 78% of the shares of CHL. The Letter stated that due to the turbulent Greek economy and changes in Greek regulation and the political environment, CHL requests that the Board of Directors of PBS consider a capital injection of up to 15 million Euros into CHL.

To QLI's knowledge, as of the date of this report, the matters described in the Letter have not yet been discussed by CHL's Board of Directors. Until CHL's Board of Directors discuss the Letter and update QLI on such discussions, QLI is unable to consider the foregoing request. QLI wishes to clarify that it is not obligated to provide a capital injection to CHL, and that to its knowledge, PBS's current cash position is approximately 10 million Euros.

In light of the information provided in the Letter and due to the fact that, to QLI's knowledge, CHL's Board of Directors have not yet discussed this matter, a request was forwarded to CHL's Chairman of the Board of Directors to convene a meeting of the CHL board immediately.

**For further information please visit [www.queenco.com](http://www.queenco.com) or contact:**

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