



July 22, 2010

Queenco Leisure International Ltd.

Queenco Leisure International Ltd. (the "**Company**" or "**QLI**"), a developer, owner and operator of casinos and resorts, today announced that it has filed a lawsuit with the Central District Court of Israel, for declaratory reliefs and permanent injunctions with respect to the alleged violation of certain fiduciary duties by the representative of Vasanta Holdings Ltd. ("**Vasanta**"), Dasharta Holdings Ltd. and Agastia Holdings Ltd. (companies held directly or indirectly by QLI and Club Hotel Group (the "**Joint Companies**")) on the board of directors of Powerbrook Spain S.L. ("**PBS**") and with respect to his nomination as the representative of Vasanta on the board of directors of PBS, which the Company claims is null and void. For further information and background, please refer to the Company's annual report for the year ended December 31, 2009.

According to the lawsuit, the Company moved for, inter alia, the following remedies:

- (1) To declare that the appointment of the representative as the representative of the Joint Companies on the board of directors of PBS is null and void.
- (2) To declare that the representative is not entitled to represent, in any way (including by merely being present), the Joint Companies, or any one of them, in meetings of the board of directors of PBS.
- (3) To declare that the representative's participation in meetings of the board of directors of PBS is in violation of his fiduciary duties.

For further information please visit www.queencoleisure.com or contact:

Queenco Leisure International Ltd.
Yigal Zilkha, Executive Chairman of the Board.

T: +972 3 7566 555

ING
Daniel Friedman

T: +44 (0)20 7767 6896

Cardew Group
Tim Robertson
David Roach
Alexandra Stoneham

T: + 44 (0)20 7930 0777