



6 January 2009

**Queenco Leisure International Ltd
(the “Company” or “QLI”)**

Changes to Shareholding in Casino Beograd

Queenco Leisure International Ltd., a developer, owner and operator of casinos and resorts, today announced that Club Hotel Loutraki S.A., a partially and indirectly owned company of QLI (“CHL”), informed QLI that it has entered into an agreement with Casino Austria AG (“CAAG”) for the purchase from CAAG of 51% of the shares of Grand Casino d.o.o. Beograd (“Casino Beograd”), the operator of a casino in Belgrade (the “Purchased Shares”), for a purchase price of Euro 42 million. On completion, CHL will increase its holding in Casino Beograd from 39% to 90%, and as a result QLI’s indirect holding in Casino Beograd will increase from 13.3% to 30.7%.

The price for the Purchased Shares is payable in two parts: the first amount of Euro 8.4 million (the “First Tranche”) is payable upon completion of the acquisition of the Purchased Shares (the “Closing”), and the balance amount of Euro 33.6 million (the “Second Tranche”) is payable no later than six months following the Closing. To secure the payment of the Second Tranche, CHL has agreed to grant CAAG at the Closing a first priority, fixed and continuing pledge over 60% of Casino Beograd's issued shares (reflecting two thirds of CHL's holding in Casino Beograd upon Closing), which will be removed upon payment to CAAG of the Second Tranche. Completion of the Closing is conditional upon, among other things, receipt of approvals from certain Serbian regulators. All conditions to Closing need to be met by 30 June 2009. The foregoing transaction is referred to as the “Beograd Acquisition”.

In addition, Casino Austria International Holding GmbH (“CAIH”), an affiliate of CAAG, has granted CHL an option to acquire either 50% or 75% of the issued share capital of Grand Casino Brussels, a wholly-owned subsidiary of CAIH, by paying CAIH either 50% or 87.5%, respectively, of CAIH’s actual investment in the Brussels casino as reflected in the relevant financial statements to be audited by an internationally reputable accounting firm to be selected jointly by CAIH and CHL. This option shall expire on 10 March 2009. The exercise of this option by CHL is subject to completion of the Beograd Acquisition.

Furthermore, Vasanta Holdings Ltd., a 50%-owned subsidiary of QLI (“Vasanta”), informed QLI that it has received from CAIH an irrevocable offer (the “Offer”) to enter into an agreement pursuant to which CAIH will have a call option (the “Call Option”) to purchase from Powerbrook Spain S.L., a company controlled by Vasanta and the parent company of CHL (“Powerbrook”), and Vasanta will have a put option (the “Put Option”) to cause CAIH to purchase from Powerbrook, ordinary shares of Powerbrook constituting

11.74% of the fully diluted share capital of Powerbrook and certain other securities of Powerbrook providing for special rights.

The Offer includes an agreement that provides that the transactions contemplated by the Offer may only be completed following completion of the Beograd Acquisition. The aggregate exercise price of the Call Option is Euro 54.9 million and the exercise price of the Put Option is Euro 49.5 million.

There is no assurance that the Offer will be accepted by Vasanta. The Offer will expire if it is not accepted by Vasanta by 31 January 2009.

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

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