



**30 May 2013**

**Update Regarding Contemplated Rights Issuance**

Following the Company's 22 May 2013 report that it is considering undertaking another rights issuance (the "**Rights Issue**"), Queenco Leisure International Ltd., the emerging markets entertainment center and casino developer and operator (the "**Company**" or "**QLI**"), today announces that the Company's Board of Directors has resolved to offer to its eligible shareholders and GDR holders (as such term shall be defined in a rights issuance memorandum to be distributed to the Company's shareholders and GDR holders) to purchase up to 488,408,824 ordinary shares of the Company, such that each eligible shareholder/GDR holder who holds 100 ordinary shares of the Company (or certificates representing 100 ordinary shares of the Company, in the case of GDR holders) shall be entitled to purchase 80 ordinary shares of the Company (or certificates representing 80 ordinary shares of the Company, in the case of GDR holders) in consideration for a price per share of EUR 0.012. In the event that the entire rights are exercised at the offering, the Company expects to raise approximately EUR 5,861 thousand, and that the price per share shall reflect EUR 0.0303 (as compared to EUR 0.0450 as of the date hereof).

The Rights Issue is dependent, among other things, upon the receipt by the Company of a commitment from (Y.Z.) Queenco Ltd., QLI's parent company, and its wholly owned subsidiary, Shachar HaMilenium (1991) Ltd., to subscribe for a minimum of their respective existing pro rata share in the Rights Issue.

The record date and exact time table pertaining to the Rights Issue have not yet been determined, and shall be reported on as soon as practicable. In addition, the Company intends to distribute to its shareholders and GDR holders as of such record date a rights issue memorandum that shall set forth the entire terms and conditions of the Rights Issue, including a description of the shareholders and GDR holders who may participate in the offering.

Shareholders and GDR holders are advised that the consummation of the Rights Issue is not certain.

Queenco Leisure International Ltd.

**For further information about the Company please visit [www.queenco.com](http://www.queenco.com) or contact:  
Queenco Leisure International Ltd.**

Haim Assayag, Executive Chairman of the Board.

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This announcement is not a prospectus for the purposes of EU Directive 2003/71/EC, as amended (the "Directive"), and/or Part VI of the Financial Services and Markets Act 2000. Nothing in this announcement should be interpreted as a term or condition of the Rights Issue. Any purchase of or application for the securities referred to herein should only be made on the basis of the information contained in any final offering document to be distributed to record date shareholders/GDR holders in connection with the potential Rights Issue. The price and value of, and income from, such securities may go up as well as down. Persons needing advice should consult a professional adviser.

No person has been authorized to give any information or to make any representations other than those contained in this announcement and, if given or made, such information or representations must not be relied on as having been authorized by the Company. In addition, no agent or representative of the Company accepts any responsibility whatsoever for the contents of this document and no representation or warranty express or implied, is made by any agent or representative as to the information set out in this document.

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