



29 October 2012

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

**Update with respect to an Agreement to Invest in the Company's Prague
Operations**

Queenco Leisure International Ltd., the emerging markets developer and operator of casinos and entertainment centers, today announces, following its report dated 30 August 2012, regarding its execution of a binding memorandum of understanding ("MOU") with an unrelated third party (the "**Investor**") for the investment in the Company's Prague operations, that as of the date hereof, payments due under the MOU were not transferred to the Prague operations by the Investor. The Company and the Investor continue their negotiations regarding a definitive agreement and the Company is considering its future actions.

For further information about the Company, please visit www.queenco.com or contact:

Queenco Leisure International Ltd.

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