



LEISURE CANADA INC.

Shares issued & Outstanding: 41,684,761
Trading: TSX Venture: LCN
Cusip No.: 524911 10 4

PRESS RELEASE

For Immediate Release July 7, 2006

One-year extension of debenture maturity to June 2007

Further to the Company's news release of June 30, 2006, Leisure Canada Inc. (the Company) advises that the debenture holders have agreed to extend the term of the Company's subordinated convertible debentures in the principal amount of U.S. \$600,000 with an original maturity date June 30, 2006. The extension is for one year and the new maturity date is June 30, 2007. The debentures were issued in 1999.

The debentures bear annual interest at 7 per cent, payable semi-annually on June 15 and December 15, and both interest and principal may, at the Company's option, be settled by the issue of common shares.

For more information, please contact:

Ian D. Brown
Chief Financial Officer

JJ Jennex
Investor Relations Director

Telephone: (604) 990-9599 or 1-888-600-8687

E-mail: info@leisurecanada.com

Website: www.leisurecanada.com

The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this release.

Leisure Canada Inc.

311 West 1st Street, North Vancouver, B.C. Canada V7M 1B5 Telephone: (604) 990-9599 Telefax: (604) 990-9584