



LEISURE CANADA INC.

Trading: TSX Venture: **LCN**

PRESS RELEASE

October 16, 2008

LEISURE CANADA AMENDS C\$20 MILLION INVESTMENT AGREEMENT

Vancouver – Leisure Canada Inc. (the “Company”) and the Dubai-based Profile Group or parties nominated thereby (“Profile”) have agreed to amend the terms and conditions (announced on December 21, 2007) of the C\$15 million investment in the Company and the US\$5 million investment in the Company’s operating subsidiary, Wilton Properties Limited (“Wilton”). The new terms will see Profile agree to subscribe for 100 million units of the Company (the “Units”) at a price of C\$0.20 per Unit for aggregate proceeds of C\$20,000,000. Each Unit shall be composed of one Class “A” Leisure Canada Inc. common share plus one-half warrant. Each full warrant shall entitle the holder to subscribe for one additional share for a period of 48 months after the closing of the transaction at a price of C\$0.30 per share during the first 24 month period, C\$0.35 per share for the ensuing 12 month period and C\$0.40 per share for the final 12 month period. At the time of closing, Profile would hold 64.7% of the issued and outstanding shares of the Company on a non-diluted basis.

MAC Capital Limited, an Investment Bank, and Killik & Co (Middle East& Asia) LLP, a financial services advisory group, both operating from the Dubai International Financial Centre and authorized by the Dubai Financial Services Authority, were joint advisors to Leisure Canada in this transaction.

Amending the transaction became necessary because of changing market conditions and the Company determined that simplifying the terms would be the most equitable solution for the shareholders. The completion of the transaction is subject to all necessary regulatory and shareholder approvals.

Mr. Hanif Patel, the Chairman of the Profile Group commented, “In becoming the largest shareholder of Leisure Canada, Profile is making a serious commitment to advancing the goals of the Company. We are pleased that this transaction is entering the closing phases and we look forward to building a strong and significant international brand.”

International financier and Chairman of Leisure Canada, Mr. Walter Berukoff, added, “We have reached across the world and found the best partners with whom to create a global brand comprising superior real estate projects. I stand with all shareholders in recognizing the tremendous accretive value of aligning ourselves with a vertically integrated real-estate developer that brings considerable technical experience.”

Leisure Canada Inc.

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

Leisure Canada is a leading developer of luxury resorts in Cuba, with multiple properties currently under development, including five-star hotels and championship golf courses.

For more information, please contact:

JJ Jennex

Investor Relations Director

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

E-mail: info@leisurecanada.com

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