



27 May 2011

PHILIPPINE STOCK EXCHANGE, INC.

Philippine Stock Exchange Plaza
Ayala Triangle, Ayala Avenue
Makati City

Attention: Janet A. Encarnacion
Head, Disclosure Department

Dianne Eileen A. Ceñidoza
Specialist, Disclosure Department

Re: Request for Additional Information
dated 26 May 2011

Gentlemen:

This refers to your letter dated 26 May 2011 requesting for additional information on the disclosure dated 24 May 2011 of **LEISURE & RESORTS WORLD CORPORATION (LRWC)** regarding the Board of Directors' approval of a resolution authorizing the acquisition of 26,250 shares of Blue Chip Gaming and Leisure Corporation ("Blue Chip").

In response to your request, please see the additional information on the disclosure:

- a) Rationale for the proposed transaction, including the purpose/reason(s) thereof and benefits which are expected to be accrued to the Corporation:

In line with the thrust of the Company to expand in other forms of gaming, we have undertaken to purchase a controlling share in what we believe will be a lucrative business in a slot arcade venture. We also anticipate investing into other similar ventures in the future. The expertise and knowledge we gain from investing in Blue Chip will go towards those goals in the coming years.

- b) Terms and conditions of the proposed transaction:

- b.1) Number of shares to be acquired, price per share and the aggregate acquisition price;

Number of shares to be acquired	-	26,250 shares
Price per share	-	PhP100.00 per share
Aggregate acquisition price	-	PhP2,625,000.00

- b.2) The basis upon which the amount of consideration or the value of the transaction was determined;

Basis – Par value of share which is PhP100.00 per share

- b. 3) Terms of payment/settlement method

Lump sum payment upon signing of deed of assignment of shares

- c) Timetable for the implementation of the transaction, including the related regulatory approvals, if any;

One (1) week

- d) Source(s) of funds

Company operations/Dividends received from subsidiaries

- e) Corporate background of Blue Chip:

- e.1) Date of incorporation

Blue Chip Gaming and Leisure Corporation (the “Company”) was incorporated and registered with the Philippine Securities and Exchange Commission (SEC) on October 9, 2009 under SEC Registration No. CS200902832. The Company’s principal office is located at the King’s Royal Hotel and Leisure Park, Olongapo Gapan Road, Macabebe, Pampanga.

- e.2) Discussion of major projects and investments

The principal activities of the Company are to provide investment, management counsel and to act as agent or representative for business enterprises engaged in gaming, recreation and leisure business. It started commercial operations in October 2009. It is presently located at the King’s Royal Hotel and Leisure Park, Olongapo Gapan Road, Macabebe, Pampanga where a Slot Arcade is being operated by the Philippine Amusement and Gaming Corporation (PAGCOR).

- e.3) List of subsidiaries and affiliates (with percentage holdings)

The Company has no existing subsidiaries and affiliates.

- e.4) Composition of Board of Directors and principal officers (before and after the transaction)

1. Edgardo Honrado A. Lopez	-	President
2. Romeo E. Andaya	-	Director
3. Eleonor M. Corpin	-	Director/Corporate Secretary
4. Francisco A. Lopez	-	Director/CFO/Treasurer
5. Fernando C. Pajarillo	-	Director

There will be an organizational meeting after the acquisition for the new set of Board of Directors and principal officers.

e.5) Ownership structure (before and after the transaction):

Stockholder	Before		After	
	No. of Shares	%	No. of Shares	%
Edgardo Honrado A. Lopez	29,998	80%	3,750	10%
Romeo E. Andaya	3,750	10%	3,750	10%
Eleonor M. Corpin	3,750	10%	3,750	10%
Francisco A. Lopez	1	nil	0	0%
Fernando C. Pajarillo	1	nil	0	0%
Leisure & Resorts World Corp			26,250	70%
Total Shares	37,500		37,500	

e.6) Capital structure:

Authorized Capital Stock	150,000
Issued Shares	37,500
Outstanding Shares	37,500
Subscribed Shares	37,500
Paid-up Capital	PhP37,500,000.00
Par Value	PhP100.00

f) The nature and extent of material relationship between the Corporation and Blue Chip, their directors, officers or any of their affiliates, if any;

None

g) Effects on the financial condition and operations of the Corporation

Not significant

h) Any other information necessary to enable an investor to make an informed investment decision

Mr. Edgardo Honrado A. Lopez and Mr. Francisco A. Lopez are sons of Mr. Edgardo S. Lopez, one of the directors of LRWC.

Mr. Edgardo Honrado A. Lopez works for First Cagayan Converge Data Center, Inc., which is a subsidiary (60%-owned) of First Cagayan Leisure and Resorts Corporation (FLCRC). FLCRC is a 69.68%-owned subsidiary of LRWC.

We trust that our comprehensive disclosure sufficiently informs the Trading Participants and the investing public of this transaction.

Very truly yours,



GEOFFREY L. UYMATIAO
Treasurer and CIO



BIENVENIDO M. SANTIAGO
Corporate Secretary