Thunderbird resorts

Creating Extraordinary Experiences

Half-yearly Report and Q2 2009 Results

Table of contents

Q2 2009 results

- Recessionary business environment continues in Q2
- Increased sales year over year
- Focus continues on cash flow, alternative financing and cost savings

Highlights

- Sales increased to $44.9 million in Q2 2009 from $40.6 million reported for the same period in 2008
- Adjusted EBITDA decreased to $8.9 million in Q2 2009 from $10.1 million reported for the same period in 2008
- Property EBITDA as a percentage of sales decreased to 25 percent in Q2 2009 from the 32 percent reported for the same period in 2008
- Corporate costs in Q2 2009 were reduced to $2.5 million from $2.9 million reported for the same period in 2008
- Group successfully negotiated restructured loan agreements with certain private lenders

CEO Jack Mitchell comments:

"The Group continues to deal with the challenging economic environment during the six months ending 30 June 2009; however, we believe Thunderbird is well situated to maintain a leading position in its respective markets. Historically, we created a culture that is focused on providing the best product and service to our customers, while at the same time creating strong returns on our investments. Our long-term goal remains unchanged – to create one of the leading international casino entertainment companies in the world and long-term value for our shareholders. During the several years preceding the latest economic turmoil, we invested heavily in development which drove our revenue growth; however the Group is now focused on the fundamentals of our existing business and markets as opposed to aggressive growth of the business in new markets in light of the current difficulty to obtain new project financing.

The Interim Management Statement for the quarter ending 31 March 2009 recognized and confirmed that the worldwide economic downturn affected our Latin American markets as the Group experienced a decrease in sales in our existing operations during the first quarter of 2009 as compared to the fourth quarter of 2008. While we continue to feel the effects of this downturn, particularly on the credit markets, the Group experienced an increase in sales in our existing operations during the second quarter of 2009 ($44.9 million) as compared to the first quarter of 2009 ($44.0 million) and as compared to the second quarter of 2008 ($40.6 million). In the first six months for 2009, we posted Property EBITDA of $21.8 million and Adjusted EBITDA of $16.8 million; however, our financial statements did reflect a net loss attributable to the equity holders of the parent of approximately $8.7 million. The key components of this loss are primarily non-cash items. Meanwhile we continue to make cuts where we can, including a voluntary 20 percent deferral of executive salaries until the Group's cash flow meets internal targets. We also continued to negotiate with our existing lenders, and so far the Group has executed agreements to defer principal debt payments with more than 25 private lenders who held over 50 separate loans. This set of deferred principal payments totals approximately $6.3 million on approximately $24.0 million of aggregate principal amount of loans. These principal payments were deferred for approximately 12 months from the date of deferral. The Group also recently obtained six month extensions on the maturity dates for $4.0 million in principal amount of loans until January 2010. We continue to seek areas where further cuts in fixed operating costs can be made."

Jack Mitchell, President and CEO

Thunderbird Resorts Inc. Group

Financial review

The selected financial data below has been derived from the Group's unaudited interim consolidated financial statements for the three and six month period ended 30 June 2009 and the related notes included in this report. All monetary amounts are in United States dollars.

(In thousands, except per share data)	Three Months Ended 30 June		%	Six Months Ended 30 June		%
	2009	2008	change	**2009**	2008	change
Net gaming wins	**$ 38,614**	$ 33,510	15.2%	**$ 76,950**	$ 66,497	15.7%
Food and beverage sales	**3,223**	2,993	7.7%	**5,931**	5,772	2.8%
Hospitality and other sales	**3,112**	4,118	-24.4%	**6,070**	7,359	-17.5%
Sales	**44,949**	40,621	10.7%	**88,951**	79,628	11.7%
Promotional allowances	**1,678**	865	94.0%	**3,375**	1,621	108.2%
Property, marketing and administration	**31,905**	26,775	19.2%	**63,799**	53,115	20.1%
Property EBITDA (1)	**11,366**	12,981	-12.4%	**21,777**	24,892	-12.5%
Corporate expenses	**2,508**	2,884	-13.0%	**5,016**	6,006	-16.5%
Adjusted EBITDA (2)	**8,858**	10,097	-12.3%	**16,761**	18,886	-11.3%
Adjusted EBITDA as a percentage of revenues	**20%**	25%		**19%**	24%	
Depreciation and amortization	**6,063**	4,557	33.0%	**11,558**	8,941	29.3%
Interest and financing costs, net	**5,045**	3,810	32.4%	**10,153**	6,760	50.2%
Minority interest	**517**	268	92.9%	**188**	1,094	-82.8%
Management fee attributable to minority interest	**596**	-	-	**1,058**	-	-
Project development	**61**	2,364	-97.4%	**241**	3,590	-93.3%
Shared based compensation	**315**	709	-55.6%	**631**	1,367	-53.8%
Foreign exchange (gain) / loss	**(2,948)**	6,754	143.6%	**(659)**	2,259	129.2%
Other losses	**597**	757	-21.1%	**983**	835	17.7%
Derivative financial instrument	**(35)**	109	132.1%	**(25)**	109	122.9%
Income taxes	**809**	566	42.9%	**1,321**	1,979	-33.2%
Loss for the period attributable to the owners of the parent (3)	**$ (2,162)**	$ (9,797)	-77.9%	**$ (8,688)**	$ (8,048)	8.0%
Currency translation reserve	**898**	(3,560)	-125.2%	**301**	(2,585)	-111.6%
Total comprehensive income for the period attributable to the owners of the parent (3)	**$ (1,264)**	$ (13,357)	-90.5%	**$ (8,387)**	$ (10,633)	-21.1%
Loss per common share:						
Basic (3)	**$ (0.06)**	$ (0.68)		**$ (0.43)**	$ (0.54)	
Weighted average number of common shares:						
Basic	**19,686**	**19,532**		**19,686**	**19,532**	
Diluted	**20,072**	**19,981**		**20,072**	**19,981**	

Basic shares outstanding is the weighted average number of shares outstanding for the six month period ended as of 30 June 2009. Total basic shares outstanding as of 30 June 2009 was 19,686,302. Total actual shares outstanding as of 30 June 2009 was 19,696,412.

(1) Property EBITDA consists of income from operations before depreciation and amortization, write-downs, reserves and recoveries, project development and pre-opening costs, corporate expenses, corporate management fees, merger and integration costs, profit/(losses) on interests in non-consolidated affiliates and amortization of intangible assets. Property EBITDA is a supplemental financial measure we use to evaluate our country-level operations. However, Property EBITDA should not be construed as an alternative to income from operations as an indicator of our operating performance, or to cash flows from operating activities as a measure of liquidity. All companies do not calculate Property EBITDA (or similar measures) in the same manner. As a result, Property EBITDA as presented in this Half-yearly report may not be comparable to similarly-titled measures presented by other companies.

(2) Adjusted EBITDA represents net earnings before net interest expense, income taxes, depreciation and amortization, equity in earnings of affiliates, minority interests, development costs, gain on refinancing and discontinued operations. We use Adjusted EBITDA to assess the asset-level performance of our ongoing operations. However, Adjusted EBITDA should not be construed as an alternative to income from operations as an indicator of our operating performance, or to cash flows from operating activities as a measure of liquidity. All companies do not calculate Adjusted EBITDA or similar measures in the same manner; as a result, Adjusted EBITDA as presented in this Half-yearly report may not be comparable to similarly-titled measures presented by other companies.

(3) As of 1 January 2009, IAS 1 introduced a "statement of comprehensive income" as presented in our interim consolidated financial statements.

Below is a reconciliation of EBITDA, Property EBITDA and Adjusted EBITDA to loss for the period attributable to the owners of the parent.

(In thousands)	**Three Months Ended 30 June**		%	**Six Months Ended 30 June**		%
	2009	2008	change	**2009**	2008	change
Loss for the period attributable to the owners of the parent	**$ (2,162)**	$ (9,797)	-77.9%	**$ (8,688)**	$ (8,048)	8.0%
Income tax expense	**809**	566	42.9%	**1,321**	1,979	-33.2%
Net interest expense	**5,045**	3,810	32.4%	**10,153**	6,760	50.2%
Depreciation and amortization	**6,063**	4,557	33.0%	**11,558**	8,941	29.3%
EBITDA	**9,755**	(864)	1229.1%	**14,344**	9,632	48.9%
Other losses and derivative financial instruments	**562**	866	-35.1%	**958**	944	1.5%
Project development	**61**	2,364	-97.4%	**241**	3,590	-93.3%
Minority interest	**517**	268	92.9%	**188**	1,094	-82.8%
Management fee attributable to minority interest	**596**	-	-	**1,058**	-	-
Shared based compensation	**315**	709	-55.6%	**631**	1,367	-53.8%
Foreign exchange (gain) / loss	**(2,948)**	6,754	-143.6%	**(659)**	2,259	-129.2%
Adjusted EBITDA	**8,858**	10,097	-12.3%	**16,761**	18,886	-11.3%
Corporate and other	**2,508**	2,884	-13.0%	**5,016**	6,006	-16.5%
Property EBITDA	**$ 11,366**	$ 12,981	-12.4%	**$ 21,777**	$ 24,892	-12.5%

Q2 2009 Group summary

(In thousands)	Three Months Ended 30 June			%	Six Months Ended 30 June			%
		2009	2008	change		**2009**	2008	change
SALES BY COUNTRY								
Panama	**$**	**14,088**	$ 15,301	-7.9%	**$**	**28,388**	$ 30,642	-7.4%
Guatemala		**961**	1,071	-10.3%		**2,006**	1,981	1.2%
Nicaragua		**3,336**	3,517	-5.1%		**6,481**	6,924	-6.4%
Costa Rica (1)		**4,844**	4,429	9.4%		**10,061**	8,547	17.7%
Philippines		**11,374**	11,332	0.4%		**22,487**	22,405	0.4%
Peru		**9,315**	4,738	96.6%		**17,662**	8,715	102.7%
Poland		**938**	-	-		**1,700**	-	-
Other		**93**	233	-60.1%		**166**	414	-59.9%
Total sales	**$**	**44,949**	$ 40,621	10.7%	**$**	**88,951**	$ 79,628	11.7%
PROPERTY EBITDA BY COUNTRY								
Panama	**$**	**3,892**	$ 4,791	-18.8%	**$**	**7,737**	$ 9,739	-20.6%
Guatemala		**(384)**	22	-1845.5%		**(861)**	(9)	-9466.7%
Nicaragua		**924**	1,273	-27.4%		**1,706**	2,332	-26.8%
Costa Rica (1)		**1,882**	1,963	-4.1%		**3,941**	3,796	3.8%
Philippines		**3,714**	3,181	16.8%		**7,084**	6,317	12.1%
Peru		**1,184**	1,751	-32.4%		**2,177**	2,717	-19.9%
Poland		**154**	-	-		**(7)**	-	-
Property EBITDA	**$**	**11,366**	$ 12,981	-12.4%	**$**	**21,777**	$ 24,892	-12.5%
Property EBITDA as a percentage of sales		**25%**	**32%**			**24%**	**31%**	
Other (corporate expenses)		**(2,508)**	(2,884)	13.0%		**(5,016)**	(6,006)	-16.5%
Adjusted EBITDA	**$**	**8,858**	$ 10,097	-12.3%	**$**	**16,761**	$ 18,886	-11.3%
Adjusted EBITDA as a percentage of sales		**20%**	**25%**			**19%**	**24%**	

(1)During the third quarter of 2008, the Group acquired a controlling interest in the entity that holds the Fiesta Casino Holiday Inn Express (formerly the Garden Court Casino) operation, and as a result began consolidating that operation at 100 percent beginning 1 September 2008. The balance of the Costa Rican operation is a joint venture of the Group and its results of operations are proportionally consolidated into the consolidated financial statements, therefore the tables above represent the Group's 50 percent share in all the operations other than the Holiday Inn Express property which is reported at 100 percent as indicated above.

Sales trends for Q2 2009

Sales increased 10.7 percent to $44.9 million, an increase of $4.3 million over the $40.6 million reported in the second quarter 2008, which increase was caused by:

- $5.8 million for the increase in sales due to the new casino operations in Peru;
- $1.2 million for the 100 percent consolidation of the Fiesta Casino Holiday Inn Express in Costa Rica;
- $1.5 million in the Fiesta Casino at Hotel Nacional in Panama, primarily due to the increase in slot positions;
- $0.9 million for the new casino operations in Poland; and
- $0.7 million in the Fiesta Casino at the Hotel Soloy in Panama, primarily due to the increase in slot positions.

These increases were offset by decreases in sales for the following:

- $3.4 million decrease in the Panama operations that consisted of: $1.6 million decrease at the Fiesta Casino in Hotel El Panama, $0.7 million decrease at the Fiesta Casino at Hotel Guayacanes, $0.6

million decrease at the Fiesta Casino at Hotel Decameron and $0.5 million decrease at the Fiesta Casino at Hotel Washington, mainly due to lower table drops and lower table holds;

- $1.2 million decrease in the Peru Hotel operations due to decreased patronage at our hotels because of the global economic slowdown;
- $0.8 million decrease in the Costa Rican operations primarily in the Fiesta Casino Hotel El Presidente, and $0.2 million decrease in the Nicaragua operations, both due to reduced drop from lower patronage at the facilities as a result of the economic downturn within the respective countries; and
- $0.1 million decrease in Guatemala due to the lower performance of the Intercontinental location partially offset by the Gran Plaza location and $0.1 million decrease in other sales.

Q2 2009 EBITDA and profitability trends

Due to the decrease in sales in the Peru Hotel operations along with the continued ramp-up of the new flagship Fiesta Casino in Peru, Property EBITDA declined to 25 percent as a percentage of sales for the second quarter of 2009 compared to 32 percent for the 2008 quarter. We are implementing a cost cutting program in our Peru Hotel operation in response to the lower sales levels. We expect our Property EBITDA as a percentage of sales to increase as the revenues and costs of new Fiesta Casino in Peru stabilize and the results of our cost cutting measures in the Peru Hotels are realized.

The Group's corporate expenses decreased to $2.5 million for the second quarter of 2009 from the $2.9 million reported during the second quarter of 2008. This decrease is the result of the restructuring started during the fourth quarter of 2008. We expect this trend to continue as the Group is continuing to streamline its corporate operations.

The Group's net loss attributable to the equity holders of the parent for the period was $2.2 million, which includes an unrealized foreign exchange gain of $2.9 million compared to net loss of $9.7 million for the 2008 second quarter, which included an unrealized foreign exchange loss of $6.8 million.

Group overview

We are an international provider of branded casino entertainment and hospitality services, focused mainly on markets in Central and South America, southeast Asia, India, and eastern Europe. Our goal is to be a leading operator of casinos and recreational gaming facilities in each local market where we operate and to create genuine value for our shareholders and our employees. We operate dynamic, themed and integrated casino entertainment venues, where we work to create extraordinary experiences for our guests.

With more than twelve years of experience, our business model is now well defined. We diversify operations across a number of different jurisdictions, properties and partners, and focus on developing markets to take advantage of greater market share and operating efficiencies, as well as to expand our brands' success.

Starting in 1997 with a single facility in Guatemala, we have consistently grown through the development, expansion and acquisition of gaming and hospitality properties in our target markets. We have over 20,000 square meters of gaming space in 30 gaming facilities worldwide, totaling approximately 7,300 gaming positions. In addition, we have ownership interests in approximately 760 hotel rooms and one nine-hole golf course. We currently have facilities operating or under development in eight countries on four continents.

A key aspect of our strategy is our use of product differentiation to achieve and retain market share. We work to ensure that our gaming facilities provide a major market-style experience in that region, closer to the "Las

Vegas" standard (but employing a localized strategy that tailors operations to the specific tastes of the local marketplace) than that currently provided by our competitors in the relevant local market.

Our properties are intended to provide entertainment opportunities predominantly to the local populations. Major tourist locations that permit casinos tend also to be major gaming markets and, accordingly, much more expensive and competitive, which lessens the attractiveness of those locations for us. We believe that many gaming-friendly locations with relatively large populations remain underserved, including countries such as India, where we are developing operations. We believe that our product, which emphasizes an entertainment aspect fully integrated with the gaming experience, provides the local and regional population with a more attractive entertainment product than a casino-only experience. Our emphasis on local and regional populations also reduces the seasonality of our results and lessens our exposure to risks associated with tourism-based business.

Our Objective and Business Strategies

Our primary business objective is to become a leading recreational property operator in our existing markets in order to drive superior returns on invested capital, increase asset value and maximize value for our shareholders. We have developed distinct business strategies for achieving this objective, comprised of the following:

Focus on Profitability and Cash Generation. In recent years we were focused on development and growth through opening new markets and new facilities in existing markets. As we have now built what we believe to be a solid fundamental business with over 7,300 gaming positions, we will focus on completing our projects currently under development or expansion as well as improving operational efficiencies and enhancing sales in existing facilities wherever possible. Our expansion efforts will be focused on capital investments that result in new gaming positions that we expect to generate near-term cash flow while minimizing our investment in real estate.

Expand our Footprint in Select Markets Where We Currently Operate. We continue to work to improve and expand our footprint in select markets where we currently operate. For example, in Peru, we are considering adding additional slot parlors if and when financing becomes available. We are expanding certain of our facilities at our two casinos in the Philippines with multi-stage expansion projects ongoing for each property. If and when we secure acceptable financing for each of the Philippine projects, we expect to be able to complete such projects within 90 to 120 days after receipt of such financing.

Use a "Hub and Spoke" Growth Strategy. Historically, from our hub in Panama City, we have grown throughout Panama, Costa Rica, Guatemala and Nicaragua, and when expansion opportunities present themselves (in existing markets), we may consider growing further throughout Central America. From our hub in Manila, Philippines, we use personnel to work on our India project. We believe that this "hub and spoke" growth strategy provides us with a number of benefits, including a familiarity with evolving local opportunities superior to that available to a fully-centralized operation.

Manage Each Country as a Fully-Integrated Business Unit. When we initially expand into a new country, that country is a "spoke" from our expansion "hub". However, once we have operating facilities in a country, we manage that country as a fully-integrated business unit, centralizing administrative and management functions under the supervision of a country manager who locally manages that country's operations. This allows us to lower overhead and working capital needs, while keeping management knowledgeable about each local market.

Implement Technology-Based Infrastructure and Controls. We operate our gaming facilities using consistent controls and procedures standards, and use interlinked communication and monitoring systems to allow real-time monitoring of operations. This allows us to market our facilities, and manage our people and assets, more effectively. We utilize in all of our country operations worldwide: (i) daily and per shift reporting and reconciliation of casino gaming activities; (ii) daily drop and win reports; (iii) weekly closing cycles for basic reconciliations; (iv) monthly variance reports; (v) interlinked communication and monitoring systems; (vi) country level transactional accounting; (vii) daily sales reports; and (viii) digital surveillance.

Implement Player Tracking Measures. We invest significant resources to establish, maintain and strengthen our relationships with our patrons. In certain of our properties, we have implemented customer service programs to promote greater visitation frequency and length of stay, including our player tracking and cash club systems.

Maintain Quality Standards at Our Facilities. We strive to continually improve and renovate our facilities to improve the "customer experience" so that our patrons are excited to return and to provide positive word of mouth to new customers. Key elements of this strategy include regular updates to our facilities' décor, frequent updates to gaming positions, new food and beverage products and services, new and updated layouts, and increased frequency and variety of our live shows. We have also trained our front line workers in effective customer service approaches and have implemented new customer feedback surveys to understand the perception our efforts have among our guests.

Business development

India

Daman. Construction continues on our joint venture development of a hotel, casino, and event center in Daman, India, which we originally announced in March 2008. The civil works are mostly complete and, assuming we obtain additional debt financing described below before the end of the fourth quarter of 2009, we expect to complete construction by the end of the second quarter of 2010. The Group contributed cash of approximately $9.0 million through 30 June 2009 and our 50 percent local partner contributed approximately $9.0 million (consisting of land valued at approximately $6.5 million, other intangibles and licenses valued at approximately $1.5 million, and cash equity of approximately $1.0 million) towards the development of this planned 177-room, luxury resort which we expect will include: (i) 2,700 square meter indoor event and meeting areas; (ii) 6,500 square meters of outdoor pools and event areas for up to 2,000 people; (iii) three bars, including a branded Salsa's Bar, a bar/disco, and a lounge bar, all with facilities for live music; (iv) four restaurants, including one Vegas-style buffet, one Szechuan restaurant, a pool bar and one cafe near the event center; (v) a 450 square meter Zaphira Spa; (vi) 200 square meter gym for guests and club members; (vii) 750 square meter shopping area; and (viii) and a 5,700 square meter casino and entertainment venue. The casino, when fully operational, is expected to have approximately 450 gaming positions split equally between tables and slots. Our local partner will own the gaming operations, and will rent space from our jointly-owned India corporation, Daman Hospitality Private Limited ("DHPL"), for the casino.

As of 30 June 2009, DHPL received commitments and/or funding of $5.4 million from third parties as part of an approximately $15.0 million fully convertible debenture offering being undertaken by DHPL. DHPL is also seeking approximately $25.0 million in additional senior secured financing, which, if obtained, is expected to fund the completion of the construction and opening of the hotel and hospitality complex. If we are unable to obtain such financing, construction will be delayed indefinitely.

Costa Rica.

Tres Rios. We started construction on a resort project in the eastern suburbs of San Jose. This 22-acre "Tres Rios" facility was intended to be a 108-room resort hotel with a convention center, spa, and a Fiesta-brand casino. As of 30 June 2009, the joint venture had invested approximately $15.8 million (of which our portion is $7.9 million) for the acquisition of land, infrastructure development (including roads, ramps and a bridge) and the eight commercial lots comprising the Tres Rios property but have delayed further development of this project due to lack of additional financing. We are currently pursuing financing options to construct the hotel, convention center and casino, as well as alternatives, including additional financial investors in the hotel and/or converting the hotel into a "condo hotel" with the Group acting as manager of the hotel and seeking buyers for the commercial lots on the property. While these options are being pursued, the "on-site" construction at Tres Rios was suspended during the fourth quarter of 2008. We are not currently projecting an opening date for Tres Rios. If we fail to obtain additional financing and/or are unable to sell the commercial lots, we will be forced to re-evaluate our strategy and options. In addition, a new Costa Rican gaming decree will cause the Tres Rios hotel to have less than the number of slot machines and tables originally planned. In February 2009, our Costa Rica joint venture entity acquired the interests of certain shareholders in King Lion Network, S.A., which owns our Tres Rios real estate, for approximately $1.5 million. Our Costa Rican joint venture entity now owns approximately 71 percent of King Lion Network, S.A.

Escazu. In 2007, we acquired land in the southwestern suburb of San Jose, where we previously planned to build a new hotel and casino project (the "Escazu project"). As a result of the new Costa Rican gaming decree mentioned above, we are developing a structure to sell two-thirds of the ownership interest in the land owned by Grupo Thunderbird de Costa Rica, S.A. to a third-party who will financially commit to construct a 100 to 200 room hotel or condo-hotel within a given time frame. We intend that land for the associated casino will be retained by Grupo Thunderbird de Costa Rica, S.A. Due to these changed circumstances, we do not currently project an opening date for the Escazu project.

Guatemala.

In August of 2009, our two remaining properties in Guatemala operated by our local subsidiaries, Fiesta Intercontinental Guatemala and Video Suerte Mazatenango, were temporarily closed for 17 days and 22 days, respectively, due to a declaration statement made by the Deputy in charge of the Commission for Transparency in Guatemala which called into question the legitimacy of "video lottery" operations. The Deputy's declaration resulted in inquiries into existing video lottery operations throughout the country to determine if the operations are prohibited. We successfully challenged the Deputy's declaration and the inquiry by the Ministry of Public Defense and these properties were reopened by order of the local courts, with Intercontinental Guatemala opening on 20 August 2009 and Video Suerte Mazatenango opening on 25 August 2009.

Gran Plaza. On 15 July 2009, the Group closed its Gran Plaza location in Guatemala due to continuing underperformance. We believe the underperformance was caused by decreasing customer visitation resulting from degradation in the general security of the area since the Group opened this location in June 2008. The Group will transfer approximately 30 of the total 116 video lottery games from this location to its two other locations in Guatemala. The balance of machines may be relocated to other new locations being considered by the Group. Any surplus furniture, fixtures and equipment may be utilized in other Group locations or sold. With the closing of Gran Plaza, our Guatemala work force was reduced by approximately 90 persons. Our total investment in the Gran Plaza project (since inception) was approximately $5.4 million of which $4.7 million was written down as of 30 June 2009.

Coatepeque. On 15 February 2009, the Coatepeque property (with a former total of 107 positions) was closed due to poor performance. Exclusive of the costs of video lottery machines, we had invested $0.2 million in this property. The video lottery machines were relocated to the other Guatemalan facilities.

Nicaragua.

Carretera Masaya Project. Our Nicaragua subsidiary began preparations for a major market-style casino in downtown Managua on land purchased by the Group in 2003 and 2006. With the current economic climate, the Group is re-evaluating the merits and timing of the development of this facility which had been scheduled to start in the fourth quarter of 2008. While we own the necessary land in a premium location and have preliminary construction plans, we will not move forward with this project in the immediate future and have not invested in the project other than the $2.6 million we invested in the land and the preliminary plans.

Panama.

Soloy. On 20 March 2009, the Group's Panama subsidiary had a grand opening for the expansion of its existing Soloy casino, located inside the Gran Hotel Soloy in downtown Panama City, with 117 new slots machines and a new beach bar and restaurant.

Peru.

Sun Nippon. On 9 July 2008, we purchased 100 percent of the equity in each of Sun Nippon Company, S.A.C. and Interstate Gaming Del Peru S.A. for approximately $12.5 million. The five properties previously owned by these two companies have been consolidated to four locations and as of 30 June 2009 have approximately 492 slot positions. We are currently evaluating other slot parlor opportunities in and around Lima.

Philippines.

Poro Point and Rizal. We are expanding our facilities at our two casinos in the Philippines with multi-stage expansion projects ongoing for each property. The Group previously announced that the expansions of the Fiesta Casino and Resort at Rizal and the Fiesta Casino at Poro Point would be completed in the first quarter of 2009. If and when we secure acceptable financing for each of the Philippine projects, we expect to be able to complete such projects within 90 to 120 days after receipt of such financing. In July 2009, we deployed approximately 50 of the slot machines which were slated for the expansion areas of these projects. These slot machines have been placed in available spaces in our existing facilities, in areas such as former hotel suites at Rizal and adjacent to our existing cabana bar at Poro Point. We expect to deploy 22 additional machines in August 2009.

Poland.

Casino Centrum. In July 2008, we consummated our Poland acquisition transaction and now own an interest in Casino Centrum Sp.z.o.o. through our two Cyprus subsidiaries. Through those two subsidiaries we own, of record, 37.9 percent of all of the shares of Casino Centrum Sp.z.o.o., and together with our local partner, collectively own 71.3 percent of all of the shares of Casino Centrum Sp.z.o.o. We also have a shareholders agreement and other agreements with our local partner that give us ownership and require distributions (on the 71.3 percent ownership interest) that our joint venture receives from Casino Centrum Sp.z.o.o. to be split 66.7 percent to our two Cyprus subsidiaries and 33.3 percent to our local partner. Through other agreements, the Company has voting control over 50.6 percent of the Casino Centrum Sp.z.o.o. shares. We are currently in a legal dispute with our local partner, who is challenging our ownership of approximately 12 percent of the shares of Casino Centrum Sp.z.o.o. as well as the shareholder agreements that give us voting control. Our two Polish casinos are located in the central part of Lodz, Poland and operate under one casino license and one slot license. The gaming area of the casino locations is approximately 370 square meters in the aggregate with approximately 74 slot positions and 49 table positions.

Other events

Effective 1 August 2009, our Board of Directors and senior executive officers temporarily elected to defer monthly director fees and 20 percent of executive salaries until the Group's cash flow meets internal targets. The deferred compensation will continue to accrue. This deferral may be revoked at any time upon notice from the revoking director or senior executive officer.

Prior to 1 July 2009, our common shares were listed on the Canadian Stock Exchange (the “CNSX,” formerly the “CNQ”). Effective 1 July 2009 and thereafter, and at the request of the Group, our shares have been delisted from the CNSX. Though delisted, we continue to be a “reporting issuer” subject to securities laws of British Columbia, Ontario and the Yukon territory. Among other things, those laws require any 10 percent holder of a reporting issuer to file reports.

Recent material contracts and financings

Since 31 December 2008, material changes in our financing arrangements include:

In February 2009, the Group obtained approximately $1.2 million of 36 month financing of which approximately $0.5 million was to be used for its Peru Fiesta Benavides Casino and the balance for general corporate purposes. The loan has an annual interest rate of approximately 12 percent.

In July 2009, we obtained a six month extension of the maturity date on approximately $4.0 million of debt related to Peru that originally matured during July 2009.

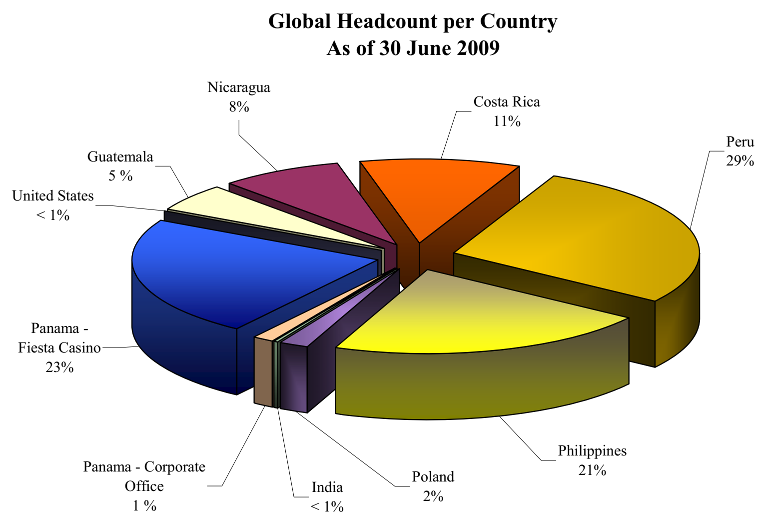
During April, May and June of 2009, the Group negotiated a deferment of principal debt payments with more than 25 private lenders who held over 50 separate loans, which deferred payments of approximately $6.3 million on approximately $24.0 million of aggregate principal amount of loans. Such payments were deferred for 12 months from the date of deferral. In certain cases, fees were incurred in connection with the deferral.

Through 30 June 2009, our joint venture DHPL closed on convertible debt agreements in the amount of $5.4 million, of which the Group’s portion is $2.7 million, with multiple private lenders for the financing of Thunderbird Daman, a hotel, casino, and event center joint venture development in Daman, India.

In addition, subsidiary companies of the Group acquired financing of $5.4 million, of which $2.4 million was borrowed in Panama for casino improvements and the purchase of slot machines, $0.6 million in Costa Rica to purchase King Lyon Network shares, $0.5 million in Philippines for casino improvements and the purchase of slot machines, $1.9 million in Peru for hotel and casino improvements.

Employees

As of 30 June 2009, we had 5,656 employees, including 1,378 in Panama, 1,209 in the Philippines, 447 in Nicaragua, 297 in Guatemala, 1,584 in Peru, 105 in Poland, 604 in Costa Rica, 20 in India and 12 elsewhere. None of our employees are represented by a labor union, and we believe our relations with our employees to be good. We had 5,754 employees as of 31 December 2008. We do not, and historically have not, employed a significant number of temporary employees.



Incorporation and trading market

Prior to 2005, we were a company formed under the laws of British Columbia, Canada. In 2005, we converted our corporate form to that of a company formed under the laws of the Yukon, Canada. Effective October 2006, we filed "discontinuation documents" with the Yukon Registrar and continued the charter of Thunderbird Resorts Inc. to the British Virgin Islands. We do not carry on business nor have any material assets in Canada and we do not plan to commence business operations in Canada in the future. Effective 1 July 2009 and thereafter, and at the request of the Group, our shares have been delisted from the CNSX.

Our existing common shares are traded on the Euronext Amsterdam under the symbol TBIRD and on the Regulated Unofficial Market of the Frankfurt Stock Exchange under the symbol 4TR. The Regulated Unofficial Market of the Frankfurt Stock Exchange does not qualify as a regulated market as defined in the Markets in Financial Instruments Directive (MIFID).

Outlook

Historically, we have worked to strategically position the Group for greater success by expanding our operations through development of new facilities in our existing markets, expansions of our existing facilities and acquisitions and development in new markets. Currently, we are focused on maintaining and strengthening our presence in existing markets and building a presence in India, initially through our project under development in Daman, India. We are currently evaluating additional expansion opportunities in our existing markets, including Peru and the Philippines. These potential expansions, if any, will be affected by and determined by several key factors, including (i) the outcome of any license selection processes; (ii) identification of and agreement with appropriate local partners, if any; (iii) availability of acceptable financing; and (iv) the expected risk-adjusted return on our investment. Any such project may require us to make substantial investments or may cause us to incur substantial costs related to the investigation and pursuit of such opportunities, which investments and costs we may fund through cash flow from operations only after careful consideration. To the extent such source of funds is insufficient; we may also seek to raise such additional funds through public or private equity or debt financings, at the project level, country level or through Thunderbird Resorts Inc. Any such additional financing may not be available on attractive terms, or at all. Potential lack of additional financing may also affect our ability to repay current indebtedness, part of which is currently being renegotiated. If we cannot successfully renegotiate certain terms of our indebtedness, we may be forced to sell certain of our assets or a portion of our equity interest in some of our operating entities. Furthermore, if we default on our indebtedness, this may adversely affect our cash flow, our ability to operate our business and the market price of our common shares.

Group half year performance

During the six month period ended 30 June 2009, we generated sales of $89.0 million as compared to $79.6 million for the same period in 2008, an 11.7 percent increase. The increase in sales of $9.4 million for 2009 consisted of three variables, the consolidation of 100 percent of the Costa Rican flagship casino operation as compared to the proportional consolidation during the same period last year which accounts for 27.2 percent of the increase or $2.5 million, new operations that generated an increase of $12.5 million, and partially offset by a decrease in existing operations of $5.7 million. As previously described, in the third quarter of 2008 the Group acquired a controlling interest in the Costa Rica flagship Fiesta Casino entity, hence changing the consolidation of the entity from proportional consolidation (of 50 percent of the operation in 2008) to 100 percent consolidation of the operation and recognition of minority interests. The increase from new operations was primarily due to the addition of the Peru casino operation accounting for $10.8 million of the increase and the new Poland operation accounting for $1.7 million. The decrease in sales for existing operations of $5.6 million was primarily due to Panama posting a $2.2 million decrease, Peru hotel operation accounting for $1.8 million of the decrease, Costa Rica with a $1.0 million decrease, Nicaragua with a $0.4 million decrease and other sales accounting for $0.2 million of the decrease.

Property EBITDA decreased 12.5 percent to $21.8 million for the six month period ended 30 June 2009 as compared to $24.9 million for the same period in 2008. The decrease of $3.1 million is focused in three areas:

- the existing operations accounted for $5.5 million of the decrease, primarily due to the Peru hotels which accounted for $2.3 million, Panama decreased by $2.0 million, Guatemala by $0.9 million, Nicaragua by $0.6 million and Costa Rica by $0.4 million, partially offset by the Philippines with an increase of $0.7 million
- the new operations generated a gain of $1.8 million, mainly due to the new casinos in Peru
- the Costa Rica flagship casino consolidation also generated a gain of $0.6 million.

During the six month period ended 30 June 2009, Property EBITDA decreased as a percentage of sales to 24 percent compared to 31 percent for the same period last year. This decrease was primarily due to the lower margins in the Peru Hotel operation and the ramp-up of the Peru flagship Fiesta Casino and to a lesser extent the lower table drops in Panama along with the losses incurred by the Guatemala operation.

Adjusted EBITDA for the six month period ended 30 June 2009 decreased to $16.8 million from $18.9 million for the same period in 2008. As a percentage of sales, Adjusted EBITDA decreased to 19 percent as compared to 24 percent for the same period in 2008.

Net loss for the six month period ended 30 June 2009 attributable to the equity holders of the parent increased to a loss of $8.7 million from a net loss of $8.0 million for the same period in 2008. This increase was affected by depreciation and amortization expense which was $11.6 million for the period. The net loss for the year was also impacted by other losses of $1.0 million, which includes $0.7 million related to the provision established in anticipation of asset impairment associated with the acquisition of the Casino Centrum entity in Poland, $0.2 million related to the assets write-off due to the close of the Gran Plaza property in Guatemala and $0.1 million related to Euronext Amsterdam listing costs. A non-cash item of stock based compensation accounted for $0.6 million, and project development accounted for $0.2 million. In contrast, the net loss for the period contains an unrealized foreign exchange profit of $0.6 million that was recorded in association with the large USD loans and intercompany payables outstanding in Peru. The net loss of $8.7 million would have been a $4.0 million in net gain after adding the depreciation and amortization and other mentioned items. The effect these items had on the profitability of the Group is depicted in the table below:

(In thousands)	Six Months Ended 30 June 2009	2008	% change
Loss for the period attributable to the owners of the parent	**$ (8,688)**	$ (8,048)	8.0%
Depreciation and amortization	**11,558**	8,941	29.3%
Foreign exchange (gain) / loss	**(659)**	2,259	129.2%
Project development	**241**	3,590	-93.3%
Other losses	**983**	835	17.7%
Shared based compensation	**631**	1,367	-53.8%
Derivative financial instrument	**(25)**	109	122.9%
Adjusted net earnings	**$ 4,041**	$ 9,053	-55.4%

Discussions of items excluded from Property EBITDA and Adjusted EBITDA

Items excluded from Property EBITDA and Adjusted EBITDA are discussed below on a consolidated basis.

Depreciation and amortization

For the six month period ended 30 June 2009, depreciation and amortization was $11.6 million as compared to $8.9 million for 2008, an increase of $2.7 million. Of the total increase $0.7 million is related to the Philippines, $0.5 related to Peru entities and $0.5 million is related to the Panama operation. The remaining increase of $1.0 million is due to the additional depreciation of the new equipment expansions in the existing operations.

Shared based compensation

On 16 January 2008, the Group granted 500,000 stock awards that vest over a three year period beginning 20 November 2008. The price of the Group's stock on the day of the grant was $7.00 per share, and the amortized expense recognized for the stock grants, as well as the vesting of outstanding options was recognized at $0.6 million for the six month period ended 30 June 2009 compared to $1.4 million for the same period of 2008. These grants and options vest on various dates and the valuation of the options is calculated using the Black Scholes method.

Please refer to Note 18 in the interim consolidated financial statements for a discussion of a recent amendment to the 2007 Equity Incentive Plan.

Project development costs

Project development costs were $0.2 million for the six month period ended 30 June 2009 as compared to $3.6 million for the same period in 2008. For the six month period ended 30 June 2009, the development costs are mainly due to the construction of our hotel, casino, and event center in India. Prior year development costs included non-recurring, pre-opening costs associated with the flagship casino in Peru which were $1.2 million for the same period in 2008. The other costs were comprised of $0.6 million for the

Philippines hotel and golf course at Poro Point, $0.6 million for Poland development, $0.4 million for Colombia, $0.3 million for India, $0.3 million for Nicaragua, and $0.2 million for Costa Rica.

Interest and financing costs

Net interest and financing costs increased to $10.2 million for the six month period ended 30 June 2009 from $6.8 million for the same period in 2008. This increase of $3.4 million resulted from higher debt levels. Corporate accounted for approximately $2.1 million, Peru accounted for $0.6 million, Panama accounted for $0.3 million, Costa Rica accounted for $0.3 million and Poland accounted for $0.1 million.

Minority interests

For the six month period ended 30 June 2009 the minority interests in the Group's operational profits were $0.2 million compared with $1.1 million during the same period of 2008. The minority interests consisted primarily of $0.2 million for the 45.4 percent share in the gain recognized by the Nicaragua business, and $0.1 million share in the income of both the 36.67 percent minority interest in the net income of the Panama operation, and Poland minority interests combined, partially offset by $0.1 million for the 48 percent minority interests in the losses of the Poro Point, Philippines operation and Costa Rica combined.

Foreign exchange

For the six month period ended 30 June 2009, the unrealized foreign exchange differences improved to a $0.6 million of income (gain) from the $2.3 million of expense reported during the same period in 2008, a decrease of $2.9 million.

An unrealized foreign exchange profit or loss is a non-cash item and recognized when the carrying balances of the loans and other debts, which are recorded in the functional currency of the subsidiary, are adjusted according to the current exchange rate at the end of the period. The profit for the six month period ended 30 June 2009 is primarily due to Peru and the Philippines. In Peru, the foreign exchange accounted for a profit of $2.5 million for the six month period ended 30 June 2009 compared to a profit of $nil in 2008 on an average USD debt balance of $70.2 million, due to the value of the Peruvian Soles fluctuating against the USD in the six month period ended 30 June 2009 from 3.14 as of 31 December 2008 to 3.01 as of 30 June 2009 in comparison to the fluctuation for the same period in 2008 from 3.00 as of 31 December 2007 to 2.97 as of 30 June 2008. In the Philippines, a foreign exchange loss was recognized for $0.5 million in the six month period ended 30 June 2009, decreasing from the $2.0 million reported in the same period in 2008 on an average USD debt balance of $36.5 million, due to the value of the Philippine Peso weakening against the USD from 47.49 as of 31 December 2008 to 48.31 as of 30 June 2009, a 0.82 total increase, in comparison to the weakening for the same period in 2008 from 41.40 as of 31 December 2007 to 44.76 as of 30 June 2008, a 3.36 total increase. The other $0.5 million increase for the six month period ended 30 June 2009 over the same period in 2008 was attributable to our USD debt in Costa Rica due to the Costa Rican Colones weakening against the USD in the six month period ended 30 June 2009 from 560.85 as of 31 December 2008 to 579.91 as of 30 June 2009 in comparison to the weakening for the same period in 2008 from 500.97 as of 31 December 2007 to 522.76 as of 30 June 2008. The balance of the increase in expense is attributable to our operations in Nicaragua, Guatemala, Poland and non-operating entities in India and Canada.

The Group has investigated currency hedging strategies and has decided that the short term benefits do not justify the cost of implementing any such strategies.

Other expenses (gains)

For the six month period ended 30 June 2009, other expenses totaled $1.0 million, which included a provision of $0.7 million in anticipation of asset impairment associated with the acquisition of the Casino Centrum entity in Poland, $0.2 million related to the assets write-off due to the close of the Gran Plaza property in Guatemala and $0.1 million in costs related to the successful Euronext Amsterdam application completed in October 2008.

Income taxes

For the six month period ended 30 June 2009, income tax expense decreased to $1.3 million from the $2.0 million recorded in the prior year. This decrease was primarily due to the net loss before income taxes incurred in the Panama operations which resulted in a year-over-year decrease of $0.7 million. In addition, the Costa Rican operation recorded lower income tax expense of $0.3 million, corporate entities decreased $0.3 million, and the Nicaragua operations had a decrease of $0.1 million. These decreases are partially by the Peru operations which include tax expenses of $0.3 million for the period ended 30 June 2009 compared to a gain in the deferred tax asset of $0.4 million due to the loss incurred for the same period in 2008. The Philippines operations are primarily exempt from income taxes.

Half year performance by country

Below is a discussion of sales, property, marketing and administration expenses, promotional allowances, and Property EBITDA on a country level basis for the six months ended 30 June 2009 compared to six months ended 30 June 2008:

Panama

We entered this market in 1998 and now operate six casinos. In January 2008, we acquired controlling interest in the operations and now own 64 percent, thereby consolidating 100 percent of the sales and costs. In our six locations, we now offer 1,865 slot machines and 520 table positions and we believe we are the market leader in full service casinos.

Panama (1) - Six months ended 30 June 2009 compared to six months ended 30 June 2008

(In thousands)	**Six Months Ended 30 June**		%
	2009	2008	change
Net gaming wins	**$ 26,532**	$ 28,759	-7.7%
Food and beverage sales	**1,856**	1,883	-1.4%
Hospitality and other sales	**-**	-	-
Sales	**28,388**	30,642	-7.4%
Promotional allowances	**790**	630	25.4%
Property, marketing and administration	**19,861**	20,273	-2.0%
Property EBITDA	**$ 7,737**	$ 9,739	-20.6%
Property EBITDA as a percentage of sales	**27%**	**32%**	

(1) During the first quarter of 2008, we acquired an additional 11.36 percent and during the third quarter of 2008 another 2.27 percent of the total outstanding shares in this operation resulting in Thunderbird ownership of 63.63 percent. This purchase has resulted in the Group effectively having controlling interest in the operation; therefore the Group now consolidates the operation at 100 percent within the consolidated financial statements and minority interest is calculated to reflect the portion of net assets attributable to the minority shareholders.

For the six month period ended 30 June 2009 results for the Group's Panama operations decreased over the same period in the previous year. Full year sales decreased by 7.4 percent while Property EBITDA decreased by 20.6 percent. During 2009, the Group added approximately 117 new slot positions, primarily due to the grand opening for the expansion of its existing Soloy casino.

Net Gaming wins and sales

Sales decreased to $28.4 million for the six month period ended 30 June 2009 versus the $30.6 million reported for the same period in 2008, a decrease of $2.2 million or 7.4 percent. The decrease was caused by lower results in the Fiesta Casino in Hotel El Panama, accounting for $2.0 million of the decrease, the Fiesta Casino at Hotel Washington with $1.1 million, the Fiesta Casino at Hotel Decameron with $0.8 million and the Fiesta Casino at Hotel Guayacanes with $0.7 million, mainly due to lower table drops and lower table holds. This decrease was partially offset by an increase of $1.4 million in the Fiesta Casino at Hotel Nacional, primarily due to the increase in slot positions, causing the increase in drop and therefore the increase in slot hold and Fiesta Casino at Hotel Soloy casino with $1.0 million, primarily due to its expansion that opened in March 2009.

Expenses and promotional allowances

Property, marketing and administration expenses decreased to $19.9 million from $20.3 million, a $0.4 million annual decrease. As a percentage of sales the property, marketing and administrative expenses increased to 69.9 percent for the six month period ended 30 June 2009 compared to the 66.1 percent reported for the same period in 2008. Promotional allowances increased to $0.8 million for the six month period ended 30 June 2009 as compared to $0.6 million for the same period in 2008. The increase of $0.2 million was caused by increased promotional activities in the casinos related to the opening of new expansion.

Property EBITDA

Property EBITDA decreased to $7.7 million for the six month period ended 30 June 2009, a 20.6 percent decrease or $2.0 million decrease over the $9.7 million for the same period in 2008. As a percentage of sales, Property EBITDA also decreased to 27 percent from the 32 percent in the prior year. The decrease in Property EBITDA is directly proportional to the decrease in sales, primarily in the Fiesta Casino at Hotel Washington, accounting for $1.1 million of the decrease, Fiesta Casino at Hotel El Panama which decreased $0.9 million, Fiesta Casino at Hotel Nacional which decreased $0.2 million, Fiesta Casino at Hotel Decameron which decreased $0.2 million, partially offset by an increase of $0.4 million in Fiesta Casino at Hotel Soloy.

Panamá properties include: Fiesta Casino – Hotel El Panamá, Panamá City; Fiesta Casino – Hotel El Soloy, Panamá City; Fiesta Casino – Hotel Nacional, David; Fiesta Casino – Hotel Washington, Colon; Fiesta Casino – Hotel Guayacanes, Chitré; and Fiesta Casino – Hotel & Resort Decamerón, Fallaron.

Costa Rica

We entered the Costa Rica market in 2003 and operate nine casinos, one slot route location and one hotel.
We have over 1,300 slots and 230 table positions.

Costa Rica (1) - Six months ended 30 June 2009 compared to six months ended 30 June 2008

(In thousands)	Six Months Ended 30 June		%
	2009	2008 (1)	change
Net gaming wins	**$ 9,232**	$ 7,989	15.6%
Food and beverage sales	**700**	550	27.3%
Hospitality and other sales	**129**	8	1512.5%
Sales	**10,061**	8,547	17.7%
Promotional allowances	**191**	268	-28.7%
Property, marketing and administration	**5,929**	4,483	32.3%
Property EBITDA	**$ 3,941**	$ 3,796	3.8%
Property EBITDA as a percentage of sales	**39%**	**44%**	

(1)During the third quarter of 2008, the Group acquired a controlling interest in the entity that holds the Fiesta Casino Holiday Inn Express (formerly the Garden Court Casino) operation, as a result began consolidating that operation at 100 percent beginning 1 September 2008. The balance of the Costa Rican operation is a joint venture of the Group and its results of operations are proportionally consolidated into the consolidated financial statements, therefore the tables above represent the Group's 50 percent share in all the operations other than the Holiday Inn Express property which is reported at 100 percent as indicated above.

The results for the period ended 30 June 2009, when compared to 2008, improved primarily due to the results of the flagship Fiesta Casino Holiday Inn Express (formerly the Garden Court Casino), as it is now consolidated at 100 percent.

Net gaming wins and sales

On an as reported basis, sales increased to $10.0 million during the six month period ended 30 June 2009 from $8.5 million reported for the same period last year, a 17.7 percent or $1.5 million for the period. This is primarily due to an increase caused by the 100 percent consolidation of the Fiesta Casino Holiday Inn Express which resulted in $2.5 million of the increase. This increase is partially offset by a decrease in existing operations of $1.0 million, led by the Fiesta Casino at Hotel Presidente with $0.6 million and the remainder $0.4 million spread out evenly among all other operating properties. This decrease is primarily due to the new gaming decree that limits the hours of operation from 24 hours to 14 hours daily, which became effective in May 2009. In addition, the Costa Rican economy has been adversely affected by the world economic crisis resulting in a country-wide decrease in tourism revenues. This has negatively affected the visitation in our properties as, although we do not target tourist as clients, many of our players do work in the tourism industry and have lesser amounts of disposable income.

Expenses and promotional allowances

Property, marketing and administrative expenses increased to $5.9 million during the six month period ended 30 June 2009 from $4.5 million reported for the same period last year, a 32.3 percent or $1.4 million increase. The increase is caused by the 100 percent consolidation of the Fiesta Casino Holiday Inn Express and general increases associated with the increase in the size of the operations, new locations and the increase in staffing to support the ongoing development within the country. Promotional allowances were $0.2 million for the six month period ended 30 June 2009 as compared to $0.3 million for the same period in 2008.

Property EBITDA

Property EBITDA decreased as a percentage of sales to 39 percent in the six month period ended 30 June 2009 compared to 44 percent for the same period in 2008. This decrease can primarily be attributed to the overall decrease in sales for the current period, with the exception of the Fiesta Casino Holiday Inn Express property. Property EBITDA increased to $3.9 million for 2009 from the $3.8 million reported for the same period in 2008, an increase of $0.1 million or 3.8 percent. $0.6 million of the increase was generated by the 100 percent consolidation of the Fiesta Casino Holiday Inn Express property and $0.1 million of existing operations in Fiesta Casino Herradura, Lucky's Colon and Hotel Diamante Perez Zeledon, partially offset by a total of $0.6 million decrease performance in the Hotel Presidente property, $0.4 million, and the balance of the properties accounting for the additional $0.2 million of the decrease.

Costa Rica properties include: Fiesta Casino Holiday Inn Express – San Jose; Fiesta Casino Hotel el Presidente – San Jose; Fiesta Casino Heredia – Heredia; Fiesta Casino Herradura – San Jose; Lucky's at Perez Zeledon – San Jose; Lucky's San Carlos – San Carlos; Lucky's Guapiles – Guapiles; Lucky's Tournon – Tournon; Lucky's Colon – Colon; Hotel Diamante - Perez Zeledon; and one Slot Route.

Philippines

We entered the Philippines market in 2005 and we now own controlling interests in, and operate, two casinos with over 600 slots machines and 370 table positions, as well as two hotels and a nine-hole golf course. We are expanding our facilities with multi-stage expansion projects ongoing for each property.

Philippines - Six months ended 30 June 2009 compared to six months ended 30 June 2008

(In thousands)	Six Months Ended 30 June		%
	2009	2008	change
Net gaming wins	**$ 21,215**	$ 21,427	-1.0%
Food and beverage sales	**692**	554	24.9%
Hospitality and other sales	**580**	424	36.8%
Sales	**22,487**	22,405	0.4%
Promotional allowances	**272**	240	13.3%
Property, marketing and administration	**15,131**	15,848	-4.5%
Property EBITDA	**$ 7,084**	$ 6,317	12.1%
Property EBITDA as a percentage of sales	**32%**	**28%**	

For the six month period ended 30 June 2009, the sales increased 0.4 percent when compared to the same period for 2008. Property EBITDA margins increased to 32 percent for the six month period ended 30 June 2009, compared to the 28 percent for the same period in 2008.

Net gaming wins and sales

Sales remained at $22.4 million for both the six month period ended 30 June 2009 and 2008. In light of the world economic crisis, this steady, yet flat, result was driven by continued solid visitation and associated drops supported by the increased number of slot machines in the Rizal and the Poro Point locations.

Expenses and promotional allowances

Property, marketing and administrative expenses decreased to $15.1 million for the six month period ended 30 June 2009 from the $15.8 million reported for the same period in 2008, a 4.5 percent or $0.7 million decrease period over period. The decreases are due to cost savings programs initiated by management. Promotional allowances remained at $0.2 million for both the six month period ended 30 June 2009 and 2008.

Property EBITDA

During the six month period ended 30 June 2009, Property EBITDA increased to $7.1 million, an 12.1 percent or $0.8 million increase over the $6.3 million reported for the same period in 2008. As a percentage of sales, Property EBITDA increased to 32 percent for the six month period ended 30 June 2009, as compared to 28 percent for the same period in 2008. The increase was primarily due to our cost savings programs.

The Philippines properties include: Thunderbird Resort Rizal Hotel & Casino – Manila, Binangonan; Thunderbird Resorts Poro Point Hotel, Casino, and Golf Course – San Fernando City, La Union.

Peru

Peru Hotels

We entered Peru in July 2007, when we acquired the Hoteles Las Americas properties located in Lima for $43.5 million. The six hotels under this brand, which include a resort/convention center, have 660 rooms and 14 restaurants, bars and entertainment venues.

Peru Hotel - Six months ended 30 June 2009 compared to six months ended 30 June 2008

(In thousands)	Six Months Ended 30 June		%
	2009	2008	change
Food and beverage sales	**$ 1,702**	$ 2,355	-27.7%
Hospitality and other sales	**5,160**	6,360	-18.9%
Sales	**6,862**	8,715	-21.3%
Promotional allowances	**-**	-	-
Property, marketing and administration	**6,513**	5,998	8.6%
Property EBITDA	**$ 349**	$ 2,717	-87.2%
Property EBITDA as a percentage of sales	**5%**	**31%**	

Food and beverage and hospitality sales

Sales for the six month period ended 30 June 2009 were $6.9 million as compared to $8.7 million reported for the same period in 2008. This decrease was primarily due to the decline in room occupation, caused by the global economic downturn, which in turn, caused the sales average per available room ("revpar") to decrease to $36.79 for the six month period ended 30 June 2009 as compared to $49.34 for the same period in 2008. The decrease of $1.8 million was comprised of lower sales as follows: El Pueblo Resorts & Convention Center, accounting for $0.6 million of the decrease, Hotel Las Americas Suites & Casino with $0.4 million of the decrease, Hotel Las Americas Carrera with $0.3 million of the decrease, and the remaining $0.6 million of the decrease spread out among all other properties, partially offset by Hotel Las Americas Bellavista, with an increase in sales of $0.1 million.

Expenses and promotional allowances

Property, marketing and administration expenses were $6.5 million for the six month period ended 30 June 2009 and $6.0 million for the same period in 2008. These expenses as a percentage of sales were 94.2 percent in 2008 and 68.9 percent in 2008. Promotional allowances are not separately reported for the hotel operation.

Property EBITDA

Property EBITDA was $0.3 million for the six month period ended 30 June 2009 as compared to $2.7 million reported for the same period in 2008. As a percentage of sales Property EBITDA was 5 percent for 2009 compared to 31 percent for 2008.

Peru casinos

During the third quarter of 2008, the Group acquired five slot parlor locations (one of which was consolidated after the acquisition) that produced steady results which were offset slightly by the ramp-up associated with the Fiesta Benavides flagship property that opened in late September 2008.

Peru Casino - Six months ended 30 June 2009 compared to six months ended 30 June 2008

(In thousands)	Six Months Ended 30 June		%
	2009	2008	change
Net gaming wins	**$ 10,404**	$ -	-
Food and beverage sales	**396**	-	-
Hospitality and other sales	**-**	-	-
Sales	**10,800**	-	-
Promotional allowances	**1,297**	-	-
Property, marketing and administration	**7,675**	-	-
Property EBITDA	**$ 1,828**	$ -	-
Property EBITDA as a percentage of sales	**17%**	**-**	

Net gaming wins and sales

On 9 July 2008, we purchased 100 percent of the equity interest in each of Sun Nippon Company, S.A.C. and Interstate Gaming Del Peru S.A. for approximately $12.5 million. The five properties owned by these two companies have been consolidated into four locations and offer approximately 492 slot positions as of 30 June 2009. Our construction of the flagship Fiesta Casino in the Thunderbird Hotel Las Americas Suites was completed and we opened on 19 September 2008 and as of 30 June 2009 has a total of 427 slot machines and 223 table positions.

For the six month period ended 30 June 2009, the sales were $10.8 million while there is no comparable data for 2008. The results were primarily driven by the flagship Fiesta Casino Benavides, accounting for $7.3 million or 67.9 percent of the total sales for the period, with the remaining $3.5 million from the slot parlor operations.

Expenses and promotional allowances

Property, marketing and administration expenses were $7.7 million for the six month period ended 30 June 2009 while there is no comparable data for 2008. Promotional allowances were $1.3 million for the six month period ended 30 June 2009 of which $0.8 million related to the flagship Fiesta Casino Benavides and $0.5 million related to the slot parlor operations.

Property EBITDA

Property EBITDA was $1.8 million for the six month period ended 30 June 2009, which consists of $1.1 million for the flagship Fiesta Casino Benavides property and $0.7 million generated by the slot parlor locations.

Peru properties include: Hotel Las Americas Miraflores – Lima; Hotel Las Americas Suites & Casino Miraflores – Lima; Hotel Las Americas Pardo – Lima; Hotel Las Americas Bellavista – Lima; Hotel Las Americas Carrera – Lima; El Pueblo Resort & Convention Center – Lima; Fiesta Casino Benavides in the Hotel Las Americas Suites Miraflores – Lima; Luxor Casino – Lima; Mystic Slot – Cuzco; El Dorado Slot – Iquitos; and Luxor Casino – Tacna.

Guatemala

We entered the Guatemalan market in 1997 and we now operate two video lottery parlors in Guatemala City with over 370 video lottery terminals. The six months ended 30 June 2009 results for the Group's Guatemala operation reflect higher sales and lower Property EBITDA than in the comparable 2008 period results due to losses incurred in all of the properties. During 2008, the Group replaced the management team, implemented a new cost control program and is attempting to rebuild its market presence. 2009 results reflect losses driven by the slow ramp-up of sales and profitability related to the new Gran Plaza property that opened in June 2008. The Group elected to close its Coatepeque property in February 2009 and its Gran Plaza property in July 2009 and to utilize the gaming machines from these properties in other locations around the country.

Guatemala – Six months ended 30 June 2009 compared to six months ended 30 June 2008

(In thousands)	**Six Months Ended 30 June**		%
	2009	2008	change
Net gaming wins	**$ 1,717**	$ 1,754	-2.1%
Food and beverage sales	**289**	227	27.3%
Hospitality and other sales	**-**	-	-
Sales	**2,006**	1,981	1.3%
Promotional allowances	**-**	-	-
Property, marketing and administration	**2,867**	1,990	44.1%
Property EBITDA	**$ (861)**	$ (9)	9466.7%
Property EBITDA as a percentage of sales	**-43%**	**0%**	

Net gaming wins and sales

Sales remained flat at $2.0 million for both the six month periods ended 30 June 2009 and 2008. The net change of $Nil is primarily due to the Gran Plaza property which opened in June 2008, accounting for $0.3 million of the increase and Mazatenango with $0.1 million, partially offset by the Intercontinental operation with a decrease of $0.3 million and Coatepeque with $0.1 million, which ended their operations in February 2009.

Expenses

Property, marketing and administration expenses increased to $2.9 million during the six month period ended 30 June 2009 from the $2.0 million reported for the same period in 2008, a 44.1 percent increase. The increase is primarily due to the increment in rent expenses and wages and benefits, caused by the opening of the Gran Plaza operation.

Property EBITDA

Property EBITDA decreased to a loss of $0.9 million, representing a 43 percent loss as a percentage of sales. The decrease is due primarily to the loss of $0.5 million incurred by the Gran Plaza property, $0.3 million due to the Intercontinental operations and the remainder $0.1 million incurred by Mazatenango and Coatepeque operations.

Guatemala properties include: Video Lotería Fiesta – Hotel Intercontinental, Guatemala City; Video Loteria Mazatenango – Mazatenango.

Nicaragua

We entered the Nicaraguan market in 2000, and operate four casinos, all under the Pharaoh's brand, and currently offer approximately 600 slot machines and 180 table positions.

Nicaragua* (1) *– Six months ended 30 June 2009 compared to six months ended 30 June 2008

(In thousands)	Six Months Ended 30 June		%
	2009	2008	change
Net gaming wins	**$ 6,173**	$ 6,568	-6.0%
Food and beverage sales	**273**	203	34.5%
Hospitality and other sales	**35**	153	-77.1%
Sales	**6,481**	6,924	-6.4%
Promotional allowances	**825**	483	70.8%
Property, marketing and administration	**3,950**	4,109	-3.9%
Property EBITDA	**$ 1,706**	$ 2,332	-26.8%
Property EBITDA as a percentage of sales	**26%**	**34%**	

(1) The Group indirectly owns 55 percent of the Nicaraguan operation. 100 percent of the operation is consolidated within the consolidated financial statements and minority interest is calculated to reflect the portion of net assets attributable to the minority shareholders.

Net gaming wins and sales

Sales decreased to $6.5 million during the six month period ended 30 June 2009 from the $6.9 million reported for the same period last year, a decrease of $0.4 million or 6.4 percent. The decrease was primarily due to the Camino Real and Holiday Inn Casinos, which accounted for approximately $0.9 million and Pharaoh's Managua for the remaining $0.6 million decrease. These decreases were offset by an increase of sales in the Bello Horizonte facility of $1.1 million, which began operations in late June 2008.

Expenses and promotional allowances

Property, marketing and administrative expenses decreased to $4.0 million for the six month period ended 30 June 2009, a 3.9 percent decrease from the $4.1 million reported for the same period in 2008. The decrease was primarily due to management's effort to reduce costs across all properties. Promotional allowances increased to $0.8 million for the six month period ended 30 June 2009 as compared to $0.5 million for the same period in 2008, primarily at the Bello Horizonte and Pharaoh's Managua Casinos, in order to attempt to retain our customer base, due to the increased competition for customers in the current year.

Property EBITDA

Property EBITDA for the six month period ended 30 June 2009 was $1.7 million compared to the $2.3 million reported for the same period in 2008. As a percentage of sales, Property EBITDA was 26 percent for the six month period ended 30 June 2009 compared to 34 percent for the same period in 2008, primarily as a result of lower sales levels.

Nicaragua properties include: Pharaoh's Managua – Managua; Pharaoh's at Hotel Camino Real – Managua; Pharaoh's at Hotel Holiday Inn Select – Managua; and Pharaoh's at Bello Horizonte – Bello Horizonte Shopping Center, Managua.

Poland

In July 2008, we consummated our Poland acquisition transaction and now own an interest in Casino Centrum Sp.z.o.o. through two Cyprus subsidiaries. The acquisition included a small casino and a slot parlor in Lodz, Poland. The properties currently have 71 slot machines and 37 table positions. Since the facilities were not owned until mid year 2008, there is no comparison with prior year. Poland is currently not performing up to management's expectations and as a result a provision has been established in anticipation of asset impairment of $0.7 million associated with the acquisition of the Casino Centrum entity, while it develops new market strategies and is implementing cost cutting measures. In addition, we are currently in an ownership dispute with our partner as discussed further in Note 16 in the interim consolidated financial statements.

Poland - Six months ended 30 June 2009 compared to six months ended 30 June 2008

(In thousands)	**Six Months Ended 30 June**		%
	2009	2008	change
Net gaming wins	**$ 1,677**	$ -	-
Food and beverage sales	**23**	-	-
Hospitality and other sales	**-**	-	-
Sales	**1,700**	-	-
Promotional allowances	**-**	-	-
Property, marketing and administration	**1,707**	-	-
Property EBITDA	**$ (7)**	$ -	-
Property EBITDA as a percentage of sales	**0%**	**-**	

Net gaming wins and sales

Sales in the two properties during the six month period ended 30 June 2009 were $1.7 million, $1.0 million for the small full service casino and $0.7 million for the slot parlor.

Expenses and promotional allowances

Property, marketing and administrative expenses were $1.7 million for the six month period ended 30 June 2009, primarily due to the small full service casino.

Property EBITDA

Property EBITDA was $nil for the six month period ended 30 June 2009 resulting from a loss of $0.7 million in the full casino Centrum property as it ramps-up, offset by positive results of $0.7 million generated by the slot parlor operation.

Corporate and other

Corporate and Other – Six months ended 30 June 2009 compared to six months ended 30 June 2008

(In thousands)	Six Months Ended 30 June		%
	2009	2008	change
Net gaming wins	**$ -**	$ -	-
Food and beverage sales	**-**	-	-
Hospitality and other sales	**166**	414	-59.9%
Sales	**166**	414	-59.9%
Promotional allowances	**-**	-	-
Property, marketing and administration	**5,182**	6,420	-19.3%
Adjusted EBITDA	**$ (5,016)**	$ (6,006)	-16.5%

Expenses

Net corporate expenses for the six month period ended 30 June 2009 decreased to $5.0 million as compared to $6.0 million for the same period in 2008, a 16.5 percent decrease year over year. The decrease was due to the effective implementation of the cost saving program initiated in the fourth quarter of 2008, which included the reduction of corporate level staff by 28 percent and other cost cutting measures that were implemented regarding external consulting services, travel costs and certain general administration costs which led to total savings of approximately $1.0 million for the period.

Capital resources and liquidity

Liquidity is a measure of our ability to meet potential cash requirements, including ongoing commitments to repay borrowings, fund and maintain investments and other general business needs. Our primary source of liquidity has historically been cash provided by our operating activities (including cash provided by distributions from joint ventures, subsidiaries, management fees), as well as capital raised at the corporate or subsidiary level from investors, banks and other similar credit providers. Our primary liquidity and capital requirements are for acquisition and construction of new properties, expansions of existing properties and repayment of debt.

As we have historically pursued growth, we continually monitored the capital resources available to us to meet our future financial obligations and planned capital expenditures. Our future success in growing our operations will be highly dependent on capital resources available to us as well as our success in developing, acquiring and expanding additional properties. We continue to consider acquisition and development opportunities. If we were to make significant additional acquisitions and developments for cash, we would need to obtain additional debt or equity financing. In light of the worldwide trends of tightening credit and capital markets, we expect that any future debt financing instruments will impose covenants that would restrict our ability to obtain additional debt financing as we anticipate paying our obligations with cash flow generated from operations. During 2008 and 2009, we have delayed or stopped certain material projects as a result of the lack of available of financing. In addition, we are facing significant debt service payments over the next 12 months and as a result, have renegotiated deferment of principal payments with certain private lenders and are seeking similar arrangements with other lenders. Although we believe in the fundamentals of our underlying gaming business, our debt service payments have resulted in a tightening of our free cash flow. Although we are seeking to refinance our debt under better terms, there can be no certainty as to the success of those efforts.

In response to the slowdown in the economy and the possible negative impact on revenues, the Group may seek alternative debt or equity financing. While we were successful in securing approximately $95 million in new debt in 2008, we are and will continue to be challenged in 2009 to secure the funding necessary to complete the expansions of our two Philippine casinos, as well as to continue to fund expansion into India, Costa Rica, Peru and Panama. In addition, in light of our high short term principal debt payments and the desire to fund these ongoing projects, we will seek to renegotiate principal debt repayment terms with certain of our lenders to extend amortization periods which in turn will free up cash flow that will allow us to fund operations and continue these expansions. We have recently successfully negotiated a deferment of principal payments on certain of our private debt, which will free up approximately $6.3 million of cash over the 12 month period ending 30 June 2010.

During the six month period ended 30 June 2009, the Group successfully raised approximately $9.3 million of debt. Of that amount, $2.7 million correspond's to the 50 percent of our India joint venture, Panama with $2.4 million primarily used for the Soloy casino expansion, Peru with $1.9 million used as working capital, parent company with $1.2 million used as working capital, Costa Rica with $0.6 million used for stock repurchase and Philippines with $0.5 million used as working capital.

Please refer to Note 2 in the interim consolidated financial statements for additional discussion.

Indebtedness and contractual obligations

Our total long-term indebtedness, interest and other known contractual obligations are summarized below as of 30 June 2009. The contractual obligations for short- and long-term debt reflect our historical debt level and do reflect the debt repayments that will actually be due under our capital structure as of the date of this Half-yearly report.

	Six months ended 31 Dec 09	2010	2011	2012	2013	2014	Thereafter	Total
Long-term bank loans	$ 22,138	$ 42,572	$ 41,120	$ 46,678	$ 18,071	$ 7,415	$ 14,323	$ 192,317
Finance lease obligations	5,040	8,411	7,563	5,825	5,253	5,240	11,636	48,968
Trade payables	10,281	-	-	-	-	-	-	10,281
Other short-term financial liabilitites	7,536	-	-	-	-	-	-	7,536
Derivatives	-	207	-	634	265	-	-	1,106
Total	**$ 44,995**	**$ 51,190**	**$ 48,683**	**$ 53,137**	**$ 23,589**	**$ 12,655**	**$ 25,959**	**$ 260,208**

Reporting responsibilities and risks

Related party transactions

Related party transactions are disclosed in Note 15 in the interim consolidated financial statements.

Auditor's involvement

The content of this interim financial report has not been audited or reviewed by an external auditor.

Management's responsibility statement

The Board of Management are responsible for preparing the Half-yearly report 2009 and the interim consolidated financial statements for the six month period ended 30 June 2009 in accordance with applicable law and regulations.

In conjunction with the EU Transparency Directive as implemented in the Dutch Financial Supervision Act, the Board of Management confirms to the best of its knowledge that:

- the interim consolidated financial statements for the six month period ended 30 June 2009 give a true and fair view of the assets, liabilities, financial position and profit and loss of the Group's consolidated companies; and

- the additional management information disclosed in the Half-yearly report 2009 gives a true and fair view of the Group as of 30 June 2009, the state of affairs during the period to which the report relates and, in so far as this is not contrary to the Group's interests, the Group's expectations of developments in relation to turnover and profitability for the remaining months of the financial year.

26 August 2009

Panama City, Panama

Jack Mitchell, President, CEO and Director
Albert Atallah, Vice President, General Counsel and Director
Michael Fox, Chief Financial Officer
Tino Monaldo, Vice President - Corporate Development

Risks

While the Board of Management continually attempts to identify risks at all levels of the organization and undertake the development of corrective actions, the constant changes in the worldwide business environment in 2008 and 2009 have made it challenging to keep abreast of the rapidly evolving conditions. The Group's management has reviewed the risk profile throughout the first half of 2009 and will continue to do so during the remainder of 2009. No new material risks have been identified that have not already been disclosed in this Half-yearly report 2009 or the 2008 Annual Report.

THUNDERBIRD RESORTS, INC.
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
(Expressed in thousands of United States dollars)
As of 30 June 2009

	30 June 2009 (unaudited)	31 December 2008 (audited)
Assets		
Non-current assets		
Property, plant and equipment (Note 9)	$ 176,489	$ 174,497
Intangible assets	27,768	26,615
Investments in associates	375	276
Deferred tax asset (Note 8)	2,920	2,782
Trade and other receivables	10,482	10,083
Total non-current assets	218,034	214,253
Current assets		
Trade and other receivables	14,690	18,052
Inventories	4,426	4,454
Restricted cash	6,178	6,710
Cash and cash equivalents	5,959	15,073
	31,253	44,289
Non-current assets classified as held for sale (Note 7)	290	-
Total current assets	31,543	44,289
Total assets	**$ 249,577**	**$ 258,542**

The accompanying notes are an integral part of these interim consolidated financial statements.
- continued -

THUNDERBIRD RESORTS, INC.
CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)
(Expressed in thousands of United States dollars)
As of 30 June 2009

	30 June 2009 (unaudited)	31 December 2008 (audited)
Equity and liabilities		
Capital and reserves		
Share capital (Note 13)	$ 99,318	$ 99,265
Reserves - share commitments	8,081	7,450
Retained earnings	(71,570)	(62,882)
Translation reserve	(2,714)	(3,015)
Equity attributable to equity holders of the parent	33,115	40,818
Minority interest	7,760	8,295
Total equity	40,875	49,113
Non-current liabilities		
Borrowings (Note 11)	112,837	112,592
Obligations under leases and hire purchase contracts (Note 12)	24,970	26,621
Derivative financial instruments	253	232
Other financial liabilities	3	34
Deferred tax liabilities (Note 8)	2,125	2,125
Provisions	4,311	4,203
Due to related parties (Note 15)	1,390	1,039
Other liabilities	1,565	5,332
Total non-current liabilities	147,454	152,178
Current liabilities		
Trade and other payables	17,817	14,386
Due to related parties (Note 15)	5,731	4,374
Borrowings (Note 11)	27,040	29,443
Obligations under leases and hire purchase contracts (Note 12)	5,363	3,625
Other financial liabilities	1,014	118
Current tax liabilities	2,248	2,826
Provisions	2,035	2,479
Total current liabilities	61,248	57,251
Total liabilities	208,702	209,429
Total equity and liabilities	**$ 249,577**	**$ 258,542**

The accompanying notes are an integral part of these interim consolidated financial statements.

THUNDERBIRD RESORTS, INC.
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
(Expressed in thousands of United States dollars)
For the six months and three months ended 30 June 2009

	Six months ended 30 June (unaudited)		Three months ended 30 June (unaudited)	
	2009	**2008**	**2009**	**2008**
Net gaming wins	$ 76,950	$ 66,497	$ 38,614	$ 33,510
Food, beverage and hospitality sales	12,001	13,131	6,335	7,111
Total revenue	88,951	79,628	44,949	40,621
Cost of goods sold	(31,329)	(28,782)	(15,708)	(14,836)
Gross profit	57,622	50,846	29,241	25,785
Other operating costs				
Operating, general and administrative	(41,920)	(31,960)	(20,981)	(15,688)
Project development	(241)	(3,590)	(61)	(2,364)
Depreciation and amortization	(11,558)	(8,941)	(6,063)	(4,557)
Other gains and losses (Note 5)	(1,589)	(2,311)	(877)	(1,575)
Operating profit	2,314	4,044	1,259	1,601
Financing (Note 6)				
Foreign exchange gain / (loss)	659	(2,259)	2,948	(6,754)
Financing costs	(10,991)	(7,652)	(5,440)	(4,244)
Financing income	838	892	396	434
Finance costs, net	(9,494)	(9,019)	(2,096)	(10,564)
Loss before tax	(7,180)	(4,975)	(837)	(8,963)
Income taxes expense (Note 8)				
Current	(1,129)	(1,860)	(617)	(922)
Deferred	(191)	(119)	(191)	356
Taxation	(1,320)	(1,979)	(808)	(566)
Loss for the period	**$ (8,500)**	**$ (6,954)**	**$ (1,645)**	**$ (9,529)**
Other comprehensive income				
Currency translation reserve	$ 301	$ (2,585)	$ 898	$ (3,560)
Other comprehensive income for the period, net of tax	301	(2,585)	898	(3,560)
Total comprehensive income for the period	**$ (8,199)**	**$ (9,539)**	**$ (747)**	**$ (13,089)**
Loss for the period attributable to:				
Owners of the parent	(8,688)	(8,048)	(2,162)	(9,797)
Minority interest	188	1,094	517	268
	$ (8,500)	$ (6,954)	$ (1,645)	$ (9,529)
Total comprehensive income attributable to:				
Owners of the parent	(8,387)	(10,633)	(1,264)	(13,357)
Minority interest	188	1,094	517	268
	$ (8,199)	$ (9,539)	$ (747)	$ (13,089)
Basic and diluted loss per share (in $) (Note 14)	(0.43)	(0.54)	(0.06)	(0.68)

The accompanying notes are an integral part of these interim consolidated financial statements.

THUNDERBIRD RESORTS, INC.
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
(Expressed in thousands of United States dollars)
As of 30 June 2009

	Attributable to Equity Holders of Parent						
	Share capital	Reserves - share commitments	Currency translation reserve	Retained earnings	Total	Minority interest	Total equity
Balance at 1 January 2008 (audited)	$ 98,962	$ 4,738	$ 1,124	$ (30,088)	$ 74,736	$ 5,093	$ 79,829
Minority interest in Panama acquisition	-	-	-	-	-	3,809	3,809
Panama subsidiary dividends paid to minority interest	-	-	-	-	-	(1,274)	(1,274)
Minority interest purchased in Costa Rica	-	-	-	-	-	(97)	(97)
Minority interest contributions	-	-	-	-	-	103	103
Recognition of share based payments	-	1,367	-	-	1,367	-	1,367
Issue of ordinary shares under employee share option plan	282	-	-	-	282	-	282
	$ 99,244	$ 6,105	$ 1,124	$ (30,088)	$ 76,385	$ 7,634	$ 84,019
Loss for the period	-	-	-	(8,048)	(8,048)	1,094	(6,954)
Other comprehensive income:							
Exchange differences arising on translation of foreign operations	-	-	(2,585)	-	(2,585)	-	(2,585)
Total comprehensive income for the period	-	-	(2,585)	-	(2,585)	-	(2,585)
Balance at 30 June 2008 (unaudited)	$ 99,244	$ 6,105	$ (1,461)	$ (38,136)	$ 65,752	$ 8,728	$ 74,480
Recognition of share based payments	-	1,345	-	-	1,345	-	1,345
Issue of ordinary shares under employee share option plan	21	-	-	-	21	-	21
	$ 99,265	$ 7,450	$ (1,461)	$ (38,136)	$ 67,118	$ 8,728	$ 75,846
Loss for the period	-	-	-	(24,746)	(24,746)	(433)	(25,179)
Other comprehensive income:							
Exchange differences arising on translation of foreign operations	-	-	(1,554)	-	(1,554)	-	(1,554)
Total comprehensive income for the period	-	-	(1,554)	-	(1,554)	-	(1,554)
Balance at 31 December 2008 (audited)	$ 99,265	$ 7,450	$ (3,015)	$ (62,882)	$ 40,818	$ 8,295	$ 49,113

	Attributable to Equity Holders of Parent						
	Share capital	Reserves - share commitments	Currency translation reserve	Retained earnings	Total	Minority interest	Total equity
Balance at 1 January 2009 (audited)	$ 99,265	$ 7,450	$ (3,015)	$ (62,882)	$ 40,818	$ 8,295	$ 49,113
Recognition of share based payments	-	631	-	-	631	-	631
Acquisition of subsidiary shares	-	-	-	-	-	(478)	(478)
Advance dividends to minority interest	-	-	-	-	-	(245)	(245)
Issue of ordinary shares under employee share option plan	53	-	-	-	53	-	53
	$ 99,318	$ 8,081	$ (3,015)	$ (62,882)	$ 41,502	$ 7,572	$ 49,074
Loss for the period	-	-	-	(8,688)	(8,688)	188	(8,500)
Other comprehensive income:							
Exchange differences arising on translation of foreign operations	-	-	301	-	301	-	301
Total comprehensive income for the period	-	-	301	-	301	-	301
Balance at 30 June 2009 (unaudited)	**$ 99,318**	**$ 8,081**	**$ (2,714)**	**$ (71,570)**	**$ 33,115**	**$ 7,760**	**$ 40,875**

The accompanying notes are an integral part of these interim consolidated financial statements.

THUNDERBIRD RESORTS, INC.
CONSOLIDATED STATEMENT OF CASH FLOWS
(Expressed in thousands of United States dollars)
For the six months ended 30 June 2009

	Six months ended 30 June (unaudited)	
	2009	**2008**
Cash flow from operating activities		
Losses for the period	$ (8,199)	$ (9,539)
Items not involving cash:		
Depreciation and amortization	11,558	8,941
Loss on disposal of assets	849	10
Impairment loss	823	333
Unrealized foreign exchange	(2,152)	2,396
Decrease in provision	(454)	786
Loss on derivative financial instruments	(25)	109
Euronext cost	160	492
Shared based compensation	631	1,367
Minority interest	(188)	(1,094)
Finance income	(838)	(892)
Finance cost	10,991	7,652
Tax expenses	1,283	1,979
Net change in non-cash working capital items		
Decrease / (increase) in trade and other receivables	3,570	(6,090)
Decrease / (increase) in inventory	28	(787)
Increase / (decrease) in trade payable and accrued liabilities	666	(3,113)
Cash generated from operations	18,703	2,550
Total tax paid	(1,885)	(1,785)
Total interest paid	(9,684)	(6,402)
Net cash generated by / (used in) operating activities	**$ 7,134**	**$ (5,637)**

The accompanying notes are an integral part of these interim consolidated financial statements.

- continued -

THUNDERBIRD RESORTS, INC.
CONSOLIDATED STATEMENT OF CASH FLOWS (continued)
(Expressed in thousands of United States dollars)
For the six months ended 30 June 2009

	Six months ended 30 June (unaudited)	
	2009	**2008**
Cash flow from investing activities		
Expenditure on property, plant and equipment	$ (14,743)	$ (42,757)
Other non current assets	80	-
Investment in subsidiaries	-	(11,836)
Advances in joint ventures	-	(2,353)
Advances in and advances to associates	-	(109)
Deposits in future investment	-	(3,676)
Investment in other companies	(99)	-
Interest received	838	892
Net cash flow from investing activities	**$ (13,924)**	**$ (59,839)**
Cash flow from financing activities		
Proceeds from issuance of common shares	53	282
Proceeds from issuance of new loans	7,374	58,133
Proceeds from issuance of new finance leases	1,974	5,094
Other financial liabilities	(27)	-
Proceeds from minority interest	-	285
Cash used to secure loan	-	(8,700)
Repayment of loans and leases payable	(11,856)	(19,737)
Net cash flow from financing activities	**$ (2,482)**	**$ 35,357**
Change in cash and cash equivalent during the period	(9,272)	(30,119)
Cash and cash equivalent, beginning of the period	21,783	76,901
Cash and cash equivalent, end of the period	12,511	46,782
Effect of foreign exchange adjustment	(374)	291
Adjusted cash and cash equivalent, end of the period	**$ 12,137**	**$ 47,073**

The accompanying notes are an integral part of these interim consolidated financial statements.

1. BASIS OF PREPARATION OF THE CONSOLIDATED FINANCIAL STATEMENTS

These condensed interim consolidated financial statements are for the six months ended 30 June 2009. They have been prepared in accordance with IAS 34 "Interim Financial Reporting". They do not include all of the information required in annual financial statements in accordance with IFRS, and should be read in conjunction with the consolidated financial statements of the Group for the year ended 31 December 2008 which are based on IFRS as issued by the IASB.

In addition, the notes to these interim consolidated financial statements are presented in a condensed format except as described herein. The applied accounting principles are in line with those as described in the Group's consolidated financial statements for the year ended 31 December 2008. These interim consolidated financial statements have not been audited.

2. MANAGEMENT STATEMENT ON "GOING CONCERN"

Management routinely plans future activities including forecasting future cash flows. Management has reviewed their plan with the Directors and has collectively formed a judgment that the Group has adequate resources to continue as a going concern for at least the next 12 months, subject to certain conditions being met. In arriving at this judgment, the Directors have reviewed the cash flow projections of the Group for the foreseeable future in light of the trading and financing uncertainties in the current economic climate and have considered existing commitments together with the financial resources available to the Group. The Directors have considered the very supportive base of investors and debt lenders historically available to Thunderbird Resorts Inc.

The Directors have also considered (i) the current global economic downturn together with the unprecedented markets for global debt and equity financing at this time; (ii) all significant trading exposures and do not consider the Group to be significantly exposed to its trading partners, either customers or suppliers at this time; and (iii) the other risks to which the Group is exposed, the most significant of which is considered to be regulatory risk.

The Group's long-term capital resources may include equity and debt offerings (public and/or private) and/or other financing transactions, in addition to cash generated from our operations. Accordingly, we may access the capital markets (equity and debt) from time to time to partially refinance our capital structure and to fund other needs including ongoing working capital needs. Our ability to satisfy future capital needs will depend on our ability to raise substantial amounts of additional capital, (debt and or equity at the parent or subsidiary level). No assurance can be made that we will be able to raise the necessary funds on satisfactory terms.

The detailed profit and loss and cash flow budgets prepared by management for the period up to 30 June 2010 have been subjected to various sensitivity analyses and show that the Group's forecast will have headroom within that period subject to the execution of definitive agreements (i) to obtain a further extension of the maturity date for certain unsecured debt related to the purchase of our Peru hotels; and (ii) to refinance certain unsecured debt between our two Philippines entities with various lenders to provide for longer amortization periods and to finalize new financing, all secured by certain of our Philippines real estate assets. In the event that we are not able to successfully negotiate definitive contracts to achieve items (i) or (ii) above, we may be forced to sell certain of our assets or a portion of our equity interest in some of our operating entities which would materially affect our results of operations.

2. MANAGEMENT STATEMENT ON "GOING CONCERN" (cont'd)

Furthermore, in the event that the Group is unable to negotiate the definitive contracts or affect the sale of assets or operations to satisfy outstanding indebtedness obligations as described above, we expect to have sufficient working capital for our present requirements until sometime in December 2009, however, we would require additional funds of approximately $12 million to cover the deficit in our working capital for the period from December 2009 to 30 June 2010. If this were the case, we would need to raise $12 million in new funds to cover the deficit from other sources, which may include new investors and/or current shareholders, and we will also seek to renegotiate the terms of certain existing indebtedness. We have a substantial amount of indebtedness, a significant portion of which is due prior to 30 June 2010. If we default on such indebtedness, such indebtedness and all or other portions of our other indebtedness may become immediately due and payable, which may adversely affect our ability to operate our business and the market price of our common shares.

Thunderbird's executive management have considerable experience of balancing short term operating cash flows with long term capital projects. Accordingly, in response to the recessionary trading environment, management has implemented a costs saving plan resulting in annualized savings at the corporate holding level of approximately $2.0 million. The costs savings plan includes reducing our number of employees at the corporate holding level by approximately 28% and reductions in general travel and administrative costs.

In addition to cost savings measures described above, during April, May, June and July of 2009 the Group negotiated a deferment of principal debt payments with more than 25 private lenders who held over 50 separate loans that deferred payments of approximately $6.3 million on approximately $24.0 million of aggregate principal amount of loans which were due over the 12 month period following the deferment. In July 2009, we also obtained a six month extension of the maturity date on approximately $4.0 million of debt related to Peru that originally matured during July 2009.

Historically the Group has sought to pay off its debt swiftly, over a four to five year term, and on this basis the Group has paid principal debt service payments of approximately $35.1 million in 2008 and $11.9 million during the first six months of 2009. The slowdown in the economy and the attendant revenue impact has led the Directors to approve that management seek to further negotiate modified terms and/or to re-finance certain existing debt agreements resulting in a reduction in principal payments over the short term.

Based upon our refinancing efforts to date, the Directors anticipate having reasonable success in the next twelve months in their financing and re-financing efforts undertaken in the ordinary course of business. However there can be no assurance we will be able to successfully refinance existing indebtedness or obtain additional new financing on satisfactory terms, or at all. Additionally, as of 30 June 2009, the Group is in negotiations with certain lenders to its Guatemala operations with a principal balance of approximately $1.0 million. If the Group is unable to negotiate new repayment terms, one or more lenders to our Guatemala subsidiary may attempt to declare a default on this indebtedness.

The Directors have concluded that the combination of the circumstances described above represent a material uncertainty that casts a doubt upon the Group's ability to continue as a going concern. Nevertheless after making inquiries, and considering the uncertainties related to our circumstances, the Directors have a reasonable expectation that the Group has adequate resources to continue in operational existence for the foreseeable future. For these reasons, they continue to adopt the going concern basis in preparing the interim consolidated financial statements and accounts.

3. SIGNIFICANT ACCOUNTING POLICIES

These condensed interim consolidated financial statements (the interim financial statements) have been prepared in accordance with the accounting policies adopted in the last annual financial statements for the year to 31 December 2008 except for the adoption of:

- IFRS 8 Operating Segments
- IFRIC 13 Customer Loyalty Programmes
- IAS 1 Presentation of Financial Statements (Revised 2007)

As of 1 January 2009 IFRS 8 "Operating Segments" became effective with IFRS 8 replacing IAS 14 "Segment Reporting." It requires a "management approach" under which segment information is presented on the same basis as that used for internal reporting purposes. This has not resulted in a change to the presentation of segmental disclosures.

The Group has adopted IFRIC 13 "Customer Loyalty Programmes", which clarifies that when goods or services are sold together with a customer loyalty incentive, the arrangement is a multiple-element arrangement and the consideration receivable from the customer is allocated between the components of the arrangement using fair values. The customer incentive programs operated by the Group are short term in nature and the adoption of IFRIC 13 does not have a significant effect on the results of the current or prior periods presented.

As of 1 January 2009, IAS 1 (revised) "Presentation of Financial Statements" became effective and has been applied by the Group. IAS 1 (revised) uses the terms "statement of financial position" (previously "balance sheet") and "statement of cash flows" (previously "cash flow statement") and introduces a "statement of comprehensive income" in lieu of "income statement."

IAS 1 (revised) requires the presentation of a statement of changes in equity as a primary statement, separate from the statement of comprehensive income. As a result, a consolidated statement of changes in equity has been included in the primary statements, showing changes in each component of equity for each period presented.

The preparation of the condensed set of consolidated financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these condensed set of consolidated financial statements, the significant judgments, made by management in applying Group's accounting policies and the key sources of estimation uncertainty were the same as those applied to the consolidated financial statements as at and for the year ended 31 December 2008.

The accounting policies have been applied consistently throughout the Group for the purposes of preparation of these condensed interim consolidated financial statements.

(Expressed in United States dollars)
(Tabular amounts expressed in thousands of dollars except per share amounts)

4. SEGMENTAL INFORMATION

Geographical Segments

	Panama		Guatemala		Costa Rica		Nicaragua	
	2009	2008	2009	2008	2009	2008	2009	2008
Continuing operations (2)								
Total revenue	28,388	30,642	2,006	1,981	10,061	8,547	6,481	6,924
Operating profit / (loss) before: project development, depreciation, amortization and other gains and losses	7,737	9,739	(861)	(9)	3,941	3,796	1,706	2,332
Project development	-	-	-	-	(53)	(230)	(58)	(346)
Depreciation and amortization	(3,831)	(3,318)	(449)	(229)	(1,041)	(599)	(526)	(349)
Other gains and losses	-	-	(160)	(333)	-	-	-	-
Segments result	3,906	6,421	(1,470)	(571)	2,847	2,967	1,122	1,637
Foreign exchange gain / (loss)	-	-	(268)	104	(471)	(374)	(155)	(144)
Finance costs	(1,367)	(1,059)	(241)	(245)	(553)	(245)	(114)	(140)
Finance income	67	48	-	-	3	6	-	-
Management fees - intercompany charges	(2,425)	(3,022)	(417)	(225)	(1,694)	(1,498)	(314)	(550)
Profit / (loss) before taxation	181	2,388	(2,396)	(937)	132	856	539	803
Taxation	36	(710)	(86)	(88)	(187)	(376)	(162)	(307)
Loss for the period	217	1,678	(2,482)	(1,025)	(55)	480	377	496
Currency translation reserve	-	-	-	-	-	-	-	-
Total comprehensive income for the period	217	1,678	(2,482)	(1,025)	(55)	480	377	496
Minority interest	79	649	-	-	(62)	40	207	225
Total comprehensive income attributable to owners of the parent	138	1,029	(2,482)	(1,025)	7	440	170	271
Assets and liabilities (2)								
Segment intangible assets:								
Intangible assets with indefinite useful lives	11,685	11,685	-	-	1,986	1,665	1,387	1,387
Intangible assets with finite useful lives	1,553	1,642	24	-	-	-	-	-
Financial assets - investments	-	-	-	-	-	-	-	-
Segment assets:								
Property, plant and equipment	33,148	33,992	3,827	4,520	20,250	21,330	6,895	7,393
Other segment assets (including cash)	1,550	2,669	(2,799)	(2,209)	909	1,772	277	4
Total segment assets - continuing operations	47,936	49,988	1,052	2,311	23,145	24,767	8,559	8,784
Assets held for sale	290	-	-	-	-	-	-	-
Total assets	48,226	49,988	1,052	2,311	23,145	24,767	8,559	8,784
Total liabilities - continuing operations	29,836	31,393	12,991	11,926	16,644	18,290	4,635	5,179
Net assets	18,390	18,595	(11,939)	(9,615)	6,501	6,477	3,924	3,605
Minority interest	2,152	2,461	-	-	2,657	2,864	1,006	1,252
Other segment items - continuing operations (2)								
Capital expenditure	3,186	8,144	115	3,088	661	6,792	250	892
Depreciation and amortization	3,831	3,318	449	229	1,041	599	526	349
Impairment losses	-	-	160	333	-	-	-	-
Share based compensation	-	-	-	-	-	-	-	-

(Expressed in United States dollars)
(Tabular amounts expressed in thousands of dollars except per share amounts)

4. SEGMENTAL INFORMATION (cont'd)

Geographical Segments (cont'd):

	Philippines		Peru		Poland	
	2009	2008	2009	2008	2009	2008
Continuing operations (2)						
Total revenue	22,487	22,405	17,662	8,715	1,700	-
Operating profit / (loss) before: project development, depreciation, amortization and other gains and losses	7,084	6,317	2,177	2,717	(7)	-
Project development	(39)	(648)	(30)	(1,492)	-	-
Depreciation and amortization	(2,462)	(1,831)	(2,945)	(2,480)	(80)	-
Other gains and losses	-	-	-	-	(663)	-
Segments result	4,583	3,838	(798)	(1,255)	(750)	-
Foreign exchange gain / (loss)	(548)	(2,163)	2,469	30	22	-
Finance costs	(1,333)	(1,279)	(3,683)	(3,211)	-	-
Finance income	3	38	294	411	52	-
Management fees - intercompany charges	(2,341)	(1,857)	-	-	(2)	-
Profit / (loss) before taxation	364	(1,423)	(1,718)	(4,025)	(678)	-
Taxation	(23)	(8)	36	400	-	-
Loss for the period	341	(1,431)	(1,682)	(3,625)	(678)	-
Currency translation reserve	-	-	-	-	-	-
Total comprehensive income for the period	341	(1,431)	(1,682)	(3,625)	(678)	-
Minority interest	(62)	179	-	-	26	-
Total comprehensive income attributable to owners of the parent	403	(1,610)	(1,682)	(3,625)	(704)	-
Assets and liabilities (2)						
Segment intangible assets:						
Intangible assets with indefinite useful lives	3,025	3,025	6,361	6,361	-	-
Intangible assets with finite useful lives	-	-	975	100	-	-
Financial assets - investments	-	-	-	-	-	-
Segment assets:						
Property, plant and equipment	35,534	34,025	65,373	63,760	1,190	1,222
Other segment assets (including cash)	16,133	20,115	37,335	33,325	471	3,883
Total segment assets - continuing operations	54,692	57,165	110,044	103,546	1,661	5,105
Assets held for sale	-	-	-	-	-	-
Total assets	54,692	57,165	110,044	103,546	1,661	5,105
Total liabilities - continuing operations	41,861	44,185	77,731	75,219	584	1,324
Net assets	12,831	12,980	32,313	28,327	1,077	3,781
Minority interest	1,075	630	-	-	870	1,088
Other segment items - continuing operations (2)						
Capital expenditure	4,718	7,290	2,879	13,311	135	-
Depreciation and amortization	2,462	1,831	2,945	2,480	80	-
Impairment losses	-	-	-	-	663	-
Share based compensation	-	-	-	-	-	-

(Expressed in United States dollars)
(Tabular amounts expressed in thousands of dollars except per share amounts)

4. SEGMENTAL INFORMATION (cont'd)

Geographical Segments (cont'd):

	Total operations		Corporate and non-allocated (1)		Total	
	2009	2008	2009	2008	2009	2008
Continuing operations (2)						
Total revenue	88,785	79,214	166	414	88,951	79,628
Operating profit / (loss) before: project development, depreciation, amortization and other gains and losses	21,777	24,892	(5,016)	(6,006)	16,761	18,886
Project development	(180)	(2,716)	(61)	(874)	(241)	(3,590)
Depreciation and amortization	(11,334)	(8,806)	(224)	(135)	(11,558)	(8,941)
Other gains and losses	(823)	(333)	(766)	(1,978)	(1,589)	(2,311)
Segments result	9,440	13,037	(6,067)	(8,993)	3,373	4,044
Foreign exchange gain / (loss)	1,049	(2,547)	(390)	288	659	(2,259)
Finance costs	(7,291)	(6,179)	(3,700)	(1,473)	(10,991)	(7,652)
Finance income	419	503	419	389	838	892
Management fees - intercompany charges	(7,193)	(7,152)	6,134	7,152	(1,059)	-
Profit / (loss) before taxation	(3,576)	(2,338)	(3,604)	(2,637)	(7,180)	(4,975)
Taxation	(386)	(1,089)	(934)	(890)	(1,320)	(1,979)
Loss for the period	(3,962)	(3,427)	(4,538)	(3,527)	(8,500)	(6,954)
Currency translation reserve	-	-	301	(2,585)	301	(2,585)
Total comprehensive income for the period	(3,962)	(3,427)	(4,237)	(6,112)	(8,199)	(9,539)
Minority interest	188	1,093	-	1	188	1,094
Total comprehensive income attributable to owners of the parent	(4,150)	(4,520)	(4,237)	(6,113)	(8,387)	(10,633)
Assets and liabilities (2)						
Segment intangible assets:						
Intangible assets with indefinite useful lives	24,444	24,123	750	750	25,194	24,873
Intangible assets with finite useful lives	2,552	1,742	22	-	2,574	1,742
Financial assets - investments	-	-	375	276	375	276
Segment assets:						
Property, plant and equipment	166,217	166,242	10,272	8,255	176,489	174,497
Other segment assets (including cash)	53,876	59,559	(9,221)	(2,405)	44,655	57,154
Total segment assets - continuing operations	247,089	251,666	2,198	6,876	249,287	258,542
Assets held for sale	290	-	-	-	290	-
Total assets	247,379	251,666	2,198	6,876	249,577	258,542
Total liabilities - continuing operations	184,282	187,516	24,420	21,913	208,702	209,429
Net assets	63,097	64,150	(22,222)	(15,037)	40,875	49,113
Minority interest	7,760	8,295	-	-	7,760	8,295
Other segment items - continuing operations (2)						
Capital expenditure	11,944	39,517	2,799	3,240	14,743	42,757
Depreciation and amortization	11,334	8,806	224	135	11,558	8,941
Impairment losses	823	333	-	-	823	333
Share based compensation	-	-	631	1,367	631	1,367

(1) Includes India development and non-operating entities
(2) The segmental information is presented as comparative six month period except for assets and liabilities which are presented as of 30 June 2009 and 31 December 2008

(Expressed in United States dollars)
(Tabular amounts expressed in thousands of dollars except per share amounts)

4. SEGMENTAL INFORMATION (cont'd)

Business Segments

	Gaming		Hotel		Corporate non-allocated [1]		Total operations	
	2009	**2008**	**2009**	**2008**	**2009**	**2008**	**2009**	**2008**
Continuing operations [2]								
Total revenue	81,279	70,075	7,506	9,139	166	414	88,951	79,628
Operating profit / (loss) before: project development, depreciation, amortization and other gains and losses	17,502	19,687	4,275	5,205	(5,016)	(6,006)	16,761	18,886
Project development	379	(2,035)	(559)	(681)	(61)	(874)	(241)	(3,590)
Depreciation and amortization	(9,781)	(6,915)	(1,553)	(1,891)	(224)	(135)	(11,558)	(8,941)
Other gains and losses	(823)	(333)	-	-	(766)	(1,978)	(1,589)	(2,311)
Segments result	7,277	10,404	2,163	2,633	(6,067)	(8,993)	3,373	4,044
Foreign exchange gain / (loss)	(1,004)	(5,046)	2,053	2,499	(390)	288	659	(2,259)
Finance costs	(4,312)	(2,552)	(2,979)	(3,627)	(3,700)	(1,473)	(10,991)	(7,652)
Finance income	310	370	109	133	419	389	838	892
Management fees - intercompany charges	(6,051)	(5,762)	(1,142)	(1,390)	6,134	7,152	(1,059)	-
Profit / (loss) before taxation	(3,780)	(2,586)	204	248	(3,604)	(2,637)	(7,180)	(4,975)
Taxation	(530)	(1,264)	144	175	(934)	(890)	(1,320)	(1,979)
Loss for the period	(4,310)	(3,850)	348	423	(4,538)	(3,527)	(8,500)	(6,954)
Currency translation reserve	-	-	-	-	301	(2,585)	301	(2,585)
Total comprehensive income for the period	(4,310)	(3,850)	348	423	(4,237)	(6,112)	(8,199)	(9,539)
Minority interest	188	1,093	-	-	-	1	188	1,094
Total comprehensive income attributable to owners of the parent	(4,498)	(4,943)	348	423	(4,237)	(6,113)	(8,387)	(10,633)
Assets and liabilities [2]								
Segment intangible assets:								
Intangible assets with indefinite useful lives	13,251	18,869	11,193	5,254	750	750	25,194	24,873
Intangible assets with finite useful lives	1,745	1,742	807	-	22	-	2,574	1,742
Financial assets - investments	-	-	-	-	375	276	375	276
Segment assets:								
Property, plant and equipment	105,534	106,627	60,683	59,615	10,272	8,255	176,489	174,497
Other segment assets (including cash)	53,433	56,154	443	3,405	(9,221)	(2,405)	44,655	57,154
Total segment assets - continuing operations	173,962	183,392	73,127	68,274	2,198	6,876	249,287	258,542
Assets held for sale	290	-	-	-	-	-	290	-
Total assets	174,252	183,392	73,127	68,274	2,198	6,876	249,577	258,542
Total liabilities - continuing operations	121,097	135,046	63,185	52,470	24,420	21,913	208,702	209,429
Net assets	53,155	48,346	9,942	15,804	(22,222)	(15,037)	40,875	49,113
Minority interest	7,757	8,295	3	-	-	-	7,760	8,295
Other segment items - continuing operations [2]								
Capital expenditure	10,014	31,827	1,930	7,690	2,799	3,240	14,743	42,757
Depreciation and amortization	9,781	5,831	1,553	2,975	224	135	11,558	8,941
Impairment losses	823	333	-	-	-	-	823	333
Share based compensation	-	-	-	-	631	1,367	631	1,367

(1) Includes India development and non-operating entities

(2) The segmental information is presented as comparative six month period except for assets and liabilities which are presented as of 30 June 2009 and 31 December 2008

(Expressed in United States dollars)
(Tabular amounts expressed in thousands of dollars except per share amounts)

5. OTHER GAINS AND LOSSES

	Six months ended 30 June (unaudited)		Three months ended 30 June (unaudited)	
	2009	2008	2009	2008
Other gains and losses				
Share based compensation	$ (631)	$ (1,367)	$ (315)	$ (709)
Euronext listing cost	(160)	(492)	(71)	(492)
Other write off of assets	-	(10)	(33)	-
Impairment of assets:				
Poland	(663)	-	(333)	-
Guatemala	(160)	(333)	(160)	(265)
Fair value adjustment for financial derivative contracts	25	(109)	35	(109)
Total	**$ (1,589)**	**$ (2,311)**	**$ (877)**	**$ (1,575)**

a. Share based compensation
The Group's Board of Directors declared a stock grant to management for past performance and to provide incentive to fulfill the growth strategy associated with the Group's 2007 capital infusion.

b. Euronext listing costs
The Group first became listed on the Euronext Amsterdam exchange on 27 October 2008. During the first six months of 2009 additional expenses were incurred to meet the Euronext compliance requirements.

c. Poland write-off
The Group reviewed its location at the Casino Centrum in which the operation has not been performing up to expectation. Therefore, management has assessed a $663,000 impairment loss against the carrying value of the assets associated with the Casino Centrum location as of 30 June 2009.

d. Guatemala write-off
The Gran Plaza location was closed on 15 July 2009 due to underperformance of the facility. Prior to closing, the assets were written down by $144,000 to fair value at 30 June 2009. During the first six months of 2008, the impairment loss of $333,000 includes write offs of property, plant and equipment, and other assets due to a fire in the Group's Gran Plaza facilities and non recoverable portion of insurance claims.

On 14 February 2009 the Coatepeque property was closed due to poor performance and management's decision to focus on the larger markets, which resulted in a $16,000 write-off.

(Expressed in United States dollars)
(Tabular amounts expressed in thousands of dollars except per share amounts)

5. OTHER GAINS AND LOSSES (cont.)

e. Fair value adjustments for financial derivative contracts
The adjustment for the fair value of financial derivative contracts is derived from the revaluation of 781,667 outstanding warrants granted at 31 December 2002, of which 666,666 were exercised on 4 June 2007, with a further 58,470 being issued under the same agreement leaving 173,471 outstanding as of 30 June 2009.

6. FINANCING COSTS AND REVENUES

Finance cost includes all interest-related income and expenses, other than those arising from financial assets at fair value through profit or loss. The following amounts have been included in the statement of comprehensive income for the reporting periods presented:

	Six months ended 30 June		Three months ended 30 June	
Finance Cost	**2009**	**2008**	**2009**	**2008**
Bank loans	$ 1,150	$ 2,027	$ 569	$ 1,124
Other loans	7,260	3,899	3,593	2,162
Related party loans	180	74	89	41
Finance charges payable under finance leases and hire purchase contracts	1,557	1,198	771	664
Amortization of borrowing costs	844	454	418	253
Total finance costs (on a historical cost basis)	**$ 10,991**	**$ 7,652**	**$ 5,440**	**$ 4,244**
Finance Revenue				
Bank interest receivable	838	892	396	434
Total finance revenue (on a historical cost basis)	**$ 838**	**$ 892**	**$ 396**	**$ 434**

7. NON-CURRENT ASSETS CLASSIFIED AS HELD FOR SALE

On 31 March 2009 the Panama operations acquired a building as a settlement of a debt from one of their customers. The building is carried at its appraised value, less selling cost, of $290,000. Management is actively attempting to sell the building. The building has some commercial tenants which are paying rent on a monthly basis.

(Expressed in United States dollars)
(Tabular amounts expressed in thousands of dollars except per share amounts)

8. INCOME TAXES AND DEFERRED TAX LIABILITY

a) Tax charged in the statement of comprehensive income

	Six months ended 30 June		Three months ended 30 June	
	2009	**2008**	**2009**	**2008**
Current Income Tax				
Foreign tax	1,129	1,860	617	922
Total current income tax	1,129	1,860	617	922
Deferred Tax				
Origination and reversal of temporary differences	191	119	191	(356)
Total deferred tax	191	119	191	(356)
Tax charged in the statement of comprehensive income	**$ 1,320**	**$ 1,979**	**$ 808**	**$ 566**
Taxes allocated to:				
Loss for the period	1,320	1,979	808	566
Other comprehensive income	-	-	-	-
Totals	**$ 1,320**	**$ 1,979**	**$ 808**	**$ 566**

(Expressed in United States dollars)
(Tabular amounts expressed in thousands of dollars except per share amounts)

8. INCOME TAXES AND DEFERRED TAX LIABILITY (cont'd)

b) Reconciliation of the total tax charge

The tax expense in the statement of comprehensive income for the year is higher than the standard rate of corporate tax in the British Virgin Island of 0%. The differences are reconciled below.

	30 June 2009	31 December 2008
Accounting loss before income tax	$ (7,180)	$ (31,288)
Higher taxes on overseas earnings	1,320	2,217
Total tax expense reported in the statement of income	$ 1,320	$ 2,217
Deferred income tax assets:		
Non-capital loss carryforwards	$ 13,673	$ 12,422
Total deferred tax assets	13,673	12,422
Valuation allowance	10,753	9,640
Deferred income tax assets, net of allowance	$ 2,920	$ 2,782
Deferred income tax liabilities:		
Property and equipment - net book value in excess of unamortized capital cost	1,322	1,322
Other assets - net book value in excess of unamortized tax	501	502
Withholding tax on repatriation of retained earnings from foreign subsidiaries	216	216
Other	86	85
Total deferred tax liabilities	**$ 2,125**	**$ 2,125**

At 30 June 2009, the Group has United States income tax net operating losses of $30,643,000 (31 December 2008 - $30,070,000). These operating losses expire at various dates prior to 2014 and 2024. The potential income tax benefits related to United States loss carry forwards have not been reflected in the accounts as the Group does not anticipate future United States net income. The Group has recorded a deferred tax asset for its Peruvian operation in the amount of $2,920,000 (31 December 2008 - $2,782,000), attributable to losses. The Peruvian losses will be offset against future net income.

(Expressed in United States dollars)
(Tabular amounts expressed in thousands of dollars except per share amounts)

9. PROPERTY, PLANT AND EQUIPMENT

	Property	Leasehold improvements	Gaming machines	Furniture and equipment	Construction in process and advances	Total
Cost						
As of 1 January 2009	$ 73,846	$ 27,965	$ 59,608	$ 38,457	$ 28,941	$ 228,817
Foreign exchange adjustments	1,444	(384)	(30)	9	95	1,134
Additions	490	173	877	1,530	11,673	14,743
Disposals	(290)	(16)	(275)	(1,160)	(245)	(1,986)
Transfers	9	2,532	2,753	1,797	(7,091)	-
As of 30 June 2009	75,499	30,270	62,933	40,633	33,373	242,708
Depreciation						
As of 1 January 2009	3,927	8,212	24,491	17,690	-	54,320
Foreign exchange adjustments	103	(66)	(46)	37	-	28
Additions	1,394	859	6,017	3,132	-	11,402
Disposals	-	(1)	(71)	(122)	-	(194)
Impairments Poland	-	93	101	92	377	663
As of 30 June 2009	5,424	9,097	30,492	20,829	377	66,219
Net book value as of 1 January 2009	**69,919**	**19,753**	**35,117**	**20,767**	**28,941**	**174,497**
Net book value as of 30 June 2009	**$ 70,075**	**$ 21,173**	**$ 32,441**	**$ 19,804**	**$ 32,996**	**$ 176,489**

	Property	Leasehold improvements	Gaming machines	Furniture and equipment	Construction in process and advances	Total
Cost						
As of 1 January 2008	$ 57,933	$ 14,203	$ 27,650	$ 20,689	$ 20,929	$ 141,404
Foreign exchange adjustments	(3,950)	(1,472)	1,784	3,709	(4,426)	(4,355)
Additions	16,298	6,088	23,995	12,459	17,008	75,848
Additions from Panama acquisition	-	536	(495)	593	8,245	8,879
Additions from India acquisition	2,651	46	-	74	-	2,771
Additions from Poland acquisition	-	183	323	119	-	625
Additions from Peru acquisition	55	141	4,597	521	74	5,388
Additions from Costa Rica acquisition	865	(42)	(29)	356	98	1,248
Disposals	(6)	(1,332)	(1,127)	(261)	(265)	(2,991)
Transfers to related parties	-	9,614	2,910	198	(12,722)	-
As of 31 December 2008	73,846	27,965	59,608	38,457	28,941	228,817
Depreciation						
As of 1 January 2008	1,933	3,891	12,125	8,930	-	26,879
Foreign exchange adjustments	(439)	2,567	2,204	849	-	5,181
Additions	2,433	1,754	9,327	7,147	-	20,661
Impairment Guatemala	-	-	835	764	-	1,599
As of 31 December 2008	3,927	8,212	24,491	17,690	-	54,320
Net book value as of 1 January 2008	**56,000**	**10,312**	**15,525**	**11,759**	**20,929**	**114,525**
Net book value as of 31 December 2008	**$ 69,919**	**$ 19,753**	**$ 35,117**	**$ 20,767**	**$ 28,941**	**$ 174,497**

(Expressed in United States dollars)
(Tabular amounts expressed in thousands of dollars except per share amounts)

9. PROPERTY, PLANT AND EQUIPMENT (cont'd)

Assets pledged as security

Assets with the following amounts have been pledged to secure borrowings of the Group (Note 11).

	30 June 2009	31 December 2008
Property	$ 9,054	$ 7,258
Gaming equipment	44,146	16,773
Trade receivables	-	478
Total	**$ 53,200**	**$ 24,509**

The carrying value of assets held under finance leases and hire purchase contracts at 30 June 2009 was $40,439,000. As of 31 December 2008, the carrying value of assets held under finance leases and hire purchase contracts was $43,564,000.

10. PURCHASES AND ACQUISITIONS

Costa Rica (King Lion Network)

In February 2009, our Costa Rica joint venture entity acquired the interests of certain shareholders in King Lion Network, S.A., which owns our Tres Rios real estate, for approximately $1,454,000. Our Costa Rican joint venture entity now owns approximately 71% of King Lion Network, S.A. The acquisition was financed primarily through loans payable to the selling shareholders (Note 11).

	Group portion of shares acquisition
Current assets	$ 32
Property, Plant and Equipment	1,297
Goodwill	321
Total assets	1,650
Current liabilities	(328)
Long term debt	(579)
Total liabilities	(907)
Net asset (includes goodwill)	**$ 743**

The goodwill represents the benefits of increased presence in operating markets.

(Expressed in United States dollars)
(Tabular amounts expressed in thousands of dollars except per share amounts)

11. BORROWINGS

Borrowings consist of loans payable detailed as follows:

	Schedule of principal repayments								
	Six months ended 31 Dec 09	2010	2011	2012	2013	2014	Thereafter	Issuance Costs	Total
Interest Rate[(1)]:									
>15%	$ -	$ -	$ -	$ 1,913	$ 800	$ -	$ -	$ -	$ 2,713
13% to 14%	4,636	14,951	17,346	10,451	7,930	2,374	209	1,508	56,389
11% to 12%	4,541	7,627	7,320	4,569	530	113	-	385	24,315
<10%	3,657	5,733	5,506	22,825	5,635	3,195	11,882	1,973	56,460
Total principal repayments	**$ 12,834**	**$ 28,311**	**$ 30,172**	**$ 39,758**	**$ 14,895**	**$ 5,682**	**$ 12,091**	**$ 3,866**	**$ 139,877**

(1) Floating rate loans are calculated as of the effective rate on 30 June 2009

	Six months ended 31 Dec 09	2010	2011	2012	2013	2014	Thereafter	Issuance Costs	Total
Country:									
Corporate	$ 2,818	$ 6,800	$ 13,044	$ 6,858	$ 6,737	$ 3,894	$ 8,378	$ 1,990	$ 46,539
Panama	2,595	5,515	5,439	5,367	1,089	533	1,000	282	21,256
Costa Rica	1,805	3,116	2,749	1,571	980	546	2,504	229	13,042
Guatemala	988	939	971	694	318	3	-	54	3,859
Nicaragua	301	439	269	274	932	1	-	36	2,180
Philippines	3,597	6,260	5,644	3,734	2,349	592	209	663	21,722
Peru	730	5,024	1,623	18,852	1,200	-	-	564	26,865
Poland	-	218	433	495	490	113	-	48	1,701
India	-	-	-	1,913	800	-	-	-	2,713
Total principal repayments	**$ 12,834**	**$ 28,311**	**$ 30,172**	**$ 39,758**	**$ 14,895**	**$ 5,682**	**$ 12,091**	**$ 3,866**	**$ 139,877**

	Borrowings summary	
	30 June 2009	31 December 2008
Total borrowings	$ 139,877	142,035
Less current portion of borrowings	(27,040)	(29,443)
Borrowing non-current	**$ 112,837**	**112,592**

(Expressed in United States dollars)
(Tabular amounts expressed in thousands of dollars except per share amounts)

11. BORROWINGS (cont'd)

The following table provides additional detail of corporate repayments of principal including balances that are reimbursable by subsidiaries to the Group's parent entity (Corporate):

	Schedule of Corporate principal repayments - reimbursable by subsidiaries								
	Six months ended 31 Dec 09	2010	2011	2012	2013	2014	Thereafter	Issuance Costs	Total
Country:									
Corporate	$ 2,018	$ 4,417	$ 5,643	$ 4,415	$ 3,656	$ 2,982	$ 8,378	$ 1,735	$ 29,774
Panama	-	-	-	-	-	-	-	-	-
Costa Rica	133	256	295	80	-	-	-	1	763
Guatemala	30	66	76	21	-	-	-	-	193
Nicaragua	-	-	-	-	-	-	-	-	-
Philippines	268	513	592	161	-	-	-	50	1,484
Peru	369	1,548	6,438	2,181	3,081	912	-	204	14,325
Poland	-	-	-	-	-	-	-	-	-
India	-	-	-	-	-	-	-	-	-
Total principal repayments	**$ 2,818**	**$ 6,800**	**$ 13,044**	**$ 6,858**	**$ 6,737**	**$ 3,894**	**$ 8,378**	**$ 1,990**	**$ 46,539**

During the six months ended 30 June 2009, the Group has obtained borrowings detailed as follows:

	Additions	**Balance 30 June 2009**	**Collateral**	**Interest rate**	**Maturity date**
The Company and wholly owned subsidiaries					
Loans with non-financial entities	$ 1,242	$ 1,242	None	12%	Jan-2012
Costa Rica					
Loans with non-financial entities	602	527	None	8%	Jan-2012
Panama					
Loans with financial entities	1,717	2,198	Gaming machines and mortgage on property	13% and prime plus 1.5%	Jan-2012, Apr-2010, and Jul-2016
Loans with non-financial entities	50	50	None	13%	Mar-2014
Loans with related parties	250	242	None	13%	Apr-2013
Peru					
Loans with non-financial entities	300	300	None	10%	Mar-2011
Philippines					
Loans with non-financial entities	500	500	None	14%	Feb-2017
India					
Loans with non-financial entities	2,713	2,713	Mortgage land, PPE	15%, IRR 22%	Dec-2011 through Mar-2013

(Expressed in United States dollars)
(Tabular amounts expressed in thousands of dollars except per share amounts)

11. BORROWINGS (cont'd)

	Additions	Balance 30 June 2009
Additions Summary		
Loans with financial entities	$ 1,717	$ 2,198
Loans with non-financial entities	5,407	5,332
Loans with related parties	250	242
Total Additions	**$ 7,374**	**$ 7,772**

Notes:

a) During the six months ended 30 June 2009, the Group negotiated deferment of principal with more than 25 private lenders who hold over 50 separate loans. During the next 12 months, $6.3 million of principal payments will be deferred on approximately $24.0 million of aggregate principal amount of loans. These principal payments were deferred for 12 months from the date of deferral.

b) During the six months ended 30 June 2009, the Group obtained six month extensions for $4 million in debt that matured during July 2009 in the Peru hotel operation.

c) During the six months ended 30 June 2009, Daman Hospitality, Private Limited (DHPL) closed on convertible debt agreements in the amount of $5.4 million with multiple private lenders for the financing of Thunderbird Daman, a hotel, casino, and event center joint venture development in Daman, India. The convertible debt is secured by land, plant and equipment, and has an annual interest rate of 15%. The interest accrues for the first 12 months, the partial interest of 6% is paid over 6 months, and interest payments of 15% will begin in the 18th month after the Funding Date or after month 13 of operations, whichever comes first. The unpaid and underpaid interest during the first 18 months shall accrue and be paid from available cash flow after debt service of the Senior Secured Loan Agreement, taxes and operational expenses, commencing no later than 1 January 2013. The Lender can exercise a put option to DHPL at an aggregate 22% rate of return or convert to non-voting common stock, as of the 46th month anniversary of funding but prior to put expiration at month 70. The debt converts to stock automatically as of the 70th month.

(Expressed in United States dollars)
(Tabular amounts expressed in thousands of dollars except per share amounts)

12. OBLIGATIONS UNDER OPERATING LEASES, FINANCE LEASES AND HIRE PURCHASE CONTRACTS

Obligations under finance leases and hire purchase contracts

The Group uses leases and hire purchase contracts to finance their vehicles and some video lottery equipment. As at 30 June 2009, future minimum lease payments under finance leases and hire purchase contracts of the Group are as follows:

	Future commitments due			
	30 June 2009		31 December 2008	
Finance lease commitments	Commitment	Present value	Commitment	Present value
Not longer than 1 year	$ 9,381	$ 5,435	$ 6,328	$ 3,700
After one year but not more than five years	27,052	15,514	25,069	17,197
After five years	12,535	9,729	13,672	9,732
Sub total	48,968	30,678	45,069	30,629
Less deferred transaction costs	-	(345)	-	(383)
Present value of minimum lease payments	48,968	30,333	45,069	30,246
Obligations under leases and hire purchase contracts current	-	(5,363)	-	(3,625)
Obligations under leases and hire purchase contracts non-current	**$ 48,968**	**$ 24,970**	**$ 45,069**	**$ 26,621**

Assets held under finance leases and hire purchase contracts as of 30 June 2009 and for the year ended 31 December 2008:

	30 June 2009		31 December 3008	
	Cost	Amortized cost	Cost	Amortized cost
Autos	$ 1,005	$ 674	$ 1,168	$ 717
Gaming Machines	1,607	1,437	2,625	1,393
Building	32,444	29,338	34,511	32,304
Land	9,097	8,965	9,150	9,150
Other	29	25	-	-
Total	**$ 44,182**	**$ 40,439**	**$ 47,454**	**$ 43,564**

(Expressed in United States dollars)
(Tabular amounts expressed in thousands of dollars except per share amounts)

12. OBLIGATIONS UNDER OPERATING LEASES, FINANCE LEASES AND HIRE PURCHASE CONTRACTS (cont'd)

Obligations under operating leases

As at 30 June 2009, minimum operating lease payments of the Group were as follows:

	Future commitments due
Not longer than 1 year	$ 8,985
After one year but not more than five years	41,331
After five years	40,023
Total	**$ 90,339**

In addition to the above, Thunderbird Panama is committed to pay minimum annual rentals for two of the casinos equal to 9% of the net win less the income participation payable to the Government of the Republic of Panama. Operating lease expense for the period ended 30 June 2009 was $2,527,000 (30 June 2008 - $2,186,000).

13. SHARE CAPITAL AND RESERVES

A majority of the Group's shareholder voted in favor of continuing the Group's charter from the Yukon, Canada to the British Virgin Islands (BVI). The Group formally continued its corporate charter into the BVI effective 6 October 2006 and filed "discontinuation documents" with the Yukon Registrar. Holders of common shares are entitled to one vote for each share held. There are no restrictions that limit the Group's ability to pay dividends on its common stock. The Group has not issued preferred shares. The Group's common stock has no par value.

	Number of shares	Amount
Authorized		
500,000,000 common shares without par value		
500,000,000 preferred shares without par value		
Issued		
Balance as at 31 December 2007	18,852,004	$ 98,962
Exercise of options	301,077	303
Stock Grants Issued	500,000	-
Balance as at 31 December 2008	19,653,081	99,265
Exercise of options	43,331	53
Balance as at 30 June 2009	**19,696,412**	**$ 99,318**

(Expressed in United States dollars)
(Tabular amounts expressed in thousands of dollars except per share amounts)

13. SHARE CAPITAL AND RESERVES (cont'd)

Warrants

	30 June 2009			31 December 2008		
	Number of warrants		Weighted average exercise price	Number of warrants		Weighted average exercise price
Outstanding, beginning of period	173,471	$	0.10	173,471	$	0.10
Exercised	-		-	-		-
Issued	-		-	-		-
Outstanding, end of period	**173,471**	**$**	**0.10**	**173,471**	**$**	**0.10**

The warrant set out above is classified under non-current liabilities as a derivative financial instrument in accordance with IAS 32 and 39. The fair value of the derivative financial instrument as of 30 June 2009 was $157,000 (31 December 2008 - $232,000).

Options

	Number of shares		Weighted average exercise price
Balance as at 31 December 2007	1,160,050	$	2.71
Exercised	(301,077)		1.05
Cancelled	(24,830)		4.98
Balance as at 31 December 2008	834,143		3.24
Exercised	(43,331)		1.23
Cancelled	(9,665)		4.33
Balance as at 30 June 2009	**781,147**	**$**	**3.34**
Number of options currently exercisable	**484,270**	**$**	**2.95**

Please refer to Note 20 in the Group's consolidated financial statements for the year ended 31 December 2008 for additional discussion of the Group's stock option plans and to Note 18, herein, for recent developments.

(Expressed in United States dollars)
(Tabular amounts expressed in thousands of dollars except per share amounts)

14. (LOSS) / EARNINGS PER SHARE

The following weighted average numbers of shares were used for computation of loss per share:

	Six months ended 30 June 2009	Six months ended 30 June 2008
Weighted average shares used in computation of basic earnings per share	19,686	19,532
Effect of diluted securities:		
Stock options and warrants	386	449
Weighted average shares used in computation of diluted earnings per share	20,072	19,981
Total comprehensive income attributable to the owners of the parent	$ (8,387)	$ (10,633)
Basic and diluted loss per share (in $)	**(0.43)**	**(0.54)**

Basic and diluted earnings per share are calculated by dividing the net loss for the period by the weighted average share used in computation of basic earning per share.

15. RELATED PARTY TRANSACTIONS

Included in trade and other receivables is $3,658,000 (31 December 2008 – $4,219,000) due from Thunderbird de Costa Rica S.A., and $162,000 (31 December 2008 - $66,000) due from Daman Hospitality Private Limited. These amounts represent the balances due in excess of the Group's proportionate share of the net assets included on consolidation. These balances are primarily comprised of management fees accrued but not yet paid by the entity. The income and expenses related to these management fees are fully eliminated upon consolidation.

Transactions with partners in operating entities

The Group and its partners receive dividends as well as management fees from the subsidiary operations. The management fees and dividends paid are eliminated upon consolidation. Amounts due to the Group's partners relate primarily to accrued but not yet paid management fees. Included in loans payable are loans from partners in the Group's operating entities. The loans outstanding, as also described in Note 11, are as follows:

(Expressed in United States dollars)
(Tabular amounts expressed in thousands of dollars except per share amounts)

15. RELATED PARTY TRANSACTIONS (cont'd)

Transactions with partners in operating entities (cont'd)

	30 June 2009		31 December 2008	
	Amount Due	Interest Paid	Amount Due	Interest Paid
Country				
Panama	$ 1,919	$ 129	$ 2,031	$ 265
Philippines	1,102	54	1,257	71
Total	**$ 3,021**	**$ 183**	**$ 3,288**	**$ 336**

Included in trade and other receivables is $216,000 (31 December 2008 – $213,000) due from a shareholder in the Nicaraguan operation for their portion of the loan attributed to the purchase of the majority interest in Nicaragua in October 2004. Also, included in trade and other receivables is $1,688,000 (31 December 2008 – $1,301,000) due from the Group partner in Costa Rica for the capitalization of the Group King Lion entity that holds the Tres Rios property and amounts due for the purchase of non-controlling interest in the Thunderbird Gran Entretenimiento entity, $825,000 (31 December 2008 - $825,000) due from the Group Philippines Poro Point partner for advances to be offset against future dividends, and $882,000 (31 December 2008 - $882,000) for the Group advances to its Polish partner for the capitalization of the Polish entities.

Included in liabilities are amounts due to the Group's partner in Costa Rica for $2,799,000 (31 December 2008 - $2,414,000) for its portion of management fees, which have been fully eliminated in the consolidated statement of comprehensive income. $3,997,000 (31 December 2008 - $4,039,000) is due to the Group's Panamanian partners for their portion of royalty fees and management fees paid by the Panama entity, and $1,002,000 (31 December 2008 - $1,007,000) due to the Group's Nicaraguan partners for their portion of the accrued, but not yet paid management fees from the Nicaraguan entity. Additionally, in other liabilities is $20,000 (31 December 2008- $66,000) due to a shareholder of the Nicaraguan operation for a loan used in the acquisition completed for Masaya. An offset amount of $697,000 is to be collected from the Group's partner in its Philippines entity East Bay Resorts, Inc. (31 December 2008 - $709,000), for amounts paid of expenses associated with the securing of the gaming license for that facility.

(Expressed in United States dollars)
(Tabular amounts expressed in thousands of dollars except per share amounts)

15. RELATED PARTY TRANSACTIONS (cont'd)

Transactions with officers and directors

The receivable amounts are unsecured, non-interest bearing and due on demand.

A Director received compensation under a consulting agreement in the amount of $39,000 for the six months ended 30 June 2009 (31 December 2008 - $ 78,000) and received commissions from the successful securitization of loans payable, in the amount of $Nil (31 December 2008 - $25,000). In addition, Directors have loaned various amounts to the Group. The outstanding loans are as follows:

		30 June 2009		31 December 2008	
	Country	Amount Due	Interest Paid	Amount Due	Interest Paid
Director	Corporate	$ 84	$ 3	$ 90	$ 8
Daughters of CEO	Philippines	100	7	100	7
Mother of Director	Philippines	44	4	61	11
Director	Philippines	39	3	54	10
Director	Philippines	23	2	39	8
Director	Philippines	-	-	7	4
Director	India	100	-	-	-
	Total	**$ 390**	**$ 19**	**$ 351**	**$ 48**

The Group has a receivable from The Fantasy Group, S.A. which is an unsecured promissory note dated 4 June 2003. The obligor under the note is The Fantasy Group, S.A., the president and principal of which were coordinating the Group's pre-2006 efforts to establish operations in Chile. The balance due as of 30 June 2009 is $46,000 (31 December 2008 - $46,000).

The CFO owns indirectly 10% of Angular Investments S.A., which owns 50% of the Costa Rican holding company which owns 100% of the Costa Rican operating entity, 41.5% of Thunderbird Gran Entretenimiento, S.A., the owner of the flagship property in Costa Rica, 50% of the Tres Rios Casino Entity, 35.5% of the Tres Rios Property owner and 35.5% of the Tres Rios Hotel Company.

(Expressed in United States dollars)
(Tabular amounts expressed in thousands of dollars except per share amounts)

15. RELATED PARTY TRANSACTIONS (cont'd)

Transactions with officers and directors (cont'd)

The Group employs immediate family members of the President of the Group. They are as follows:

Relation	Position	30 June 2009 Salary	30 June 2008 Salary [1]
Spouse	Executive assistant	$ -	$ 12
Brother-in-law	Regional counsel	49	16
Brother-in-law	General manager	70	38
Brother-in-law	General manager	34	38
Daughter	Assistant analyst	28	36
Brother	Project manager	68	42
Nephew	Director of global hotel initiatives	8	-
	Total	**$ 257**	**$ 182**

[1] Salary includes bonuses and other compensation

16. COMMITMENTS AND CONTINGENCIES

Note 25 in the Group's consolidated financial statements for the year ended 31 December 2008 provides a discussion of all of the Group's commitments and contingencies which is updated for the following modification to paragraph (l).

We are currently in a legal dispute with our local partner in Poland, who is challenging our ownership of approximately 12% of the shares of Casino Centrum Sp.z.o.o. as well as the shareholder agreements that give us voting control. We can not determine the outcome of this legal dispute with certainty, but management does not expect it to have a material impact on the financials in the near term.

17. DISCLOSURES ABOUT FAIR VALUES OF FINANCIAL INSTRUMENTS

Credit risk analysis:

The Group continuously monitors defaults of customers and other counterparties, identified either individually or by group, and incorporates this information into its credit risk controls. Where available at reasonable cost, external credit rating and/or reports on customers and other counterparties are obtained and used. The Group's policy is to deal only with creditworthy counterparties.

The Group's management considers that all financial assets that are not impaired for each of the reporting dates under review are of good credit quality, including those that are past due.

None of the Group's financial assets are secured by collateral or other credit enhancements.

(Expressed in United States dollars)
(Tabular amounts expressed in thousands of dollars except per share amounts)

17. DISCLOSURES ABOUT FAIR VALUES OF FINANCIAL INSTRUMENTS (cont'd)

In respect of trade and other receivables, the Group is not exposed to any significant credit risk exposure to any single counterparty or any group of counterparties having similar characteristics. The credit risk for liquid funds and other short-term financial assets is considered negligible, since the counterparties are reputable banks with high quality external credit ratings.

Liquidity risk analysis:

The Group manages its liquidity needs by carefully monitoring scheduled debt servicing payments for long-term financial liabilities as well as cash-outflows due in day-to-day business. Liquidity needs are monitored in various time bands, on a day-to-day and week-to-week basis, as well as on the basis of a rolling 30-day projection. Long-term liquidity needs for a 180-day and a 360-day lookout period are identified monthly.

As at 30 June 2009, the Group's liabilities have contractual maturities which are summarized below:

	Six months ended 31 Dec 09	2010	2011	2012	2013	2014	Thereafter	Total
Long-term bank loans	$ 22,138	$ 42,572	$ 41,120	$ 46,678	$ 18,071	$ 7,415	$ 14,323	$ 192,317
Finance lease obligations	5,040	8,411	7,563	5,825	5,253	5,240	11,636	48,968
Trade payables	10,281	-	-	-	-	-	-	10,281
Other short-term financial liabilitites	7,536	-	-	-	-	-	-	7,536
Derivatives	-	207	-	634	265	-	-	1,106
Total	**$ 44,995**	**$ 51,190**	**$ 48,683**	**$ 53,137**	**$ 23,589**	**$ 12,655**	**$ 25,959**	**$ 260,208**

18. SUBSEQUENT EVENTS

Guatemala

On 15 July 2009 the Gran Plaza location was closed due to numerous factors including continuing underperformance caused by decreased customer visitation resulting from a degradation of security in the area surrounding the property. Refer to Note 5 for a further discussion of the losses associated with closing this facility. The Group estimated its total expected costs of this closing and recorded all of the charges in the period ending 30 June 2009.

In August of 2009, our two remaining properties in Guatemala operated by our local subsidiaries, Fiesta Intercontinental Guatemala and Video Suerte Mazatenango, were temporarily closed for 17 days and 22 days, respectively, due to a declaration statement made by the Deputy in charge of the Commission for Transparency in Guatemala which called into question the legitimacy of "video lottery" operations. The Deputy's declaration resulted in inquiries into existing video lottery operations throughout the country to determine if the operations are prohibited. We successfully challenged the Deputy's declaration and the inquiry by the Ministry of Public Defense and these properties were reopened by order of the local courts, with Intercontinental Guatemala opening on 20 August 2009 and Video Suerte Mazatenango opening on 25 August 2009.

18. SUBSEQUENT EVENTS (cont'd)

Philippines

On 6 August 2009, the Philippine Amusement & Gaming Corporation (PAGCOR) granted Eastbay Resorts, Inc. (ERI) a 3 year extension on compliance dates (through 2015) to meet the required investment schedule and also granted ERI a renewal, of not less than 5 years from 6 August 2009, of the Authority to Operate the Fiesta Casino-Binangonan, Rizal, subject to compliance with the investment schedule.

On 6 August 2009, PAGCOR also granted Thunderbird Pilipinas Hotels and Resorts, Inc. (TPHRI) a 3 year extension on compliance dates (through 2021) to meet the required investment schedule and also granted TPHRI a renewal, of not less than 5 years from 6 August 2009, of the Authority to Operate the Fiesta Casino and Resort-Poro Point, subject to compliance with the investment schedule.

2007 Equity Incentive Plan

The 2007 Equity Plan was amended in August 2009 to authorize the Directors, at their discretion, to award grants in an aggregate amount of up to 5% of the Company issued and outstanding shares. These shares have been reserved for issuance, and as of 30 June 2009, 0.5 million have been issued and the balance of the shares comprising the 5% are available for issue. Our 2007 Equity Incentive Plan (the "2007 Equity Plan") is designed to enable us and our affiliates to obtain and retain the services of the types of employees, consultants and directors who will contribute to our long-term success and to provide incentives that are linked directly to increases in share value which will inure to the benefit of all of our shareholders.

Financial calendar

Thursday 27 August 2009
Half yearly earnings call

Wednesday 11 November 2009
Publication of 2009 third quarter results

Thursday 12 November 2009
Third quarter 2009 earnings call

CORPORATE OFFICE:

Thunderbird Building
Calle Alberto Navarro
El Cangrejo, Apartado 0823-00514
Panama, Republic of Panama
Tel: (507) 223-1234
Fax: (507) 223-0869

DIRECTORS
Jack R. Mitchell, Panama City, Panama
Albert W. Atallah, San Diego, California
Reto Heierli, Unterageri, Switzerland
Salomon Guggenheim, Zurich, Switzerland
Douglas Vicari, Oradell, New Jersey
Joaquin Daly, Lima, Peru
Roberto F. de Ocampo, Manila, Philippines

OFFICERS
Jack R. Mitchell, President & CEO
Michael G. Fox, CFO and Corp. Secretary
Albert W. Atallah, General Counsel and VP Compliance
Raul Sueiro, Vice President Asian European Operations
Angel Sueiro, Vice President, Design and Construction
Tino Monaldo, Vice President Corporate Development

REGISTERED AND RECORD OFFICE FOR SERVICE IN BRITISH VIRGIN ISLANDS
Icaza, Gonzales-Ruiz & Aleman (BVI) Trust Limited
Vanterpool Plaza, Second Floor
Road Town, Tortola
British Virgin Islands

AUDITOR
Grant Thornton UK LLP
London Thames Valley
Churchill House
Chalvey Road East
Slough SL1 2LS
United Kingdom

TRANSFER AGENT
Computershare
510 Burrard St., 3rd Fl.
Vancouver, BC V6C 3B9, Canada

CAPITALIZATION
Common shares issued: 19,736,412
(as of 21 August 2009)

SHARES LISTED
NYSE Euronext Amsterdam
Common Stock Symbol: TBIRD
Frankfurt Stock Exchange
Common Stock Symbol: 4TR

WEBSITE
www.thunderbirdresorts.com

Cautionary Note with regard to "forward-looking statements"

This release contains certain forward-looking statements within the meaning of the securities laws and regulations of various international, federal, and state jurisdictions. All statements, other than statements of historical fact, included herein, including without limitation, statements regarding potential sales and future plans and objectives of the Thunderbird Resorts Inc. (the "Group" or the "Company") are forward-looking statements that involve risk and uncertainties. There can be no assurances that such statements will prove to be accurate and actual results could differ materially from those anticipated in such statements. Important factors that could cause actual results to differ materially from the Group's forward-looking statements include competitive pressures, unfavorable changes in regulatory structures, and general risks associated with business, all of which are disclosed under the heading "Risk Factors" and elsewhere in the Group's documents filed from time-to-time with the Euronext Amsterdam by NYSE Euronext ("Euronext Amsterdam"), the regulated market of Euronext Amsterdam N.V. and with various Canadian Securities commissions as well as other regulatory authorities.

Important information

This is Thunderbird Resorts Inc.'s Half-yearly report for the period ended 30 June 2009. Thunderbird Resorts Inc. is a designated foreign issuer with respect to Canadian securities regulations and this Half-yearly report is intended to comply with the rules and regulations for the Euronext Amsterdam by Euronext Amsterdam, the regulated market of Euronext Amsterdam N.V. and with Canadian securities laws.

No person has been authorized to give any information or to make any representation other than those contained in this Half-yearly report and, if given or made, such information or representations must not be relied upon as having been authorized by us. This Half-yearly report does not constitute an offer to sell or a solicitation of an offer to buy any securities. The delivery of this Half-yearly report shall not under any circumstances, create any implication that there has been no change in our affairs or that information contained herein is correct as of any time subsequent to the date hereof.

Unless otherwise specified or the context so requires, "Thunderbird Resorts Inc.", the "Company", the "Group", "it" and "its" refer to Thunderbird Resorts Inc. and all its Group companies as defined in Article 24b Book 2 of the Dutch Civil Code.

Thunderbird Resorts Inc. accepts responsibility for the information contained in this Half-yearly report. To the best of our knowledge and belief (having taken all reasonable care to ensure that such is the case), the information contained in this Half-yearly report is in accordance with the facts and does not omit anything likely to affect the import of such information.

The information included in this Half-yearly report reflects our position at the date of this Half-yearly report and under no circumstances should the issue and distribution of this Half-yearly report after the date of its publication be interpreted as implying that the information included herein will continue to be correct and complete at any later date.

Thunderbird Resorts Inc. has adopted the U.S. Dollar ("USD") as its reporting currency. As required by EU regulation, Thunderbird Resorts Inc.'s annual consolidated financial statements have been prepared in accordance with international financial reporting standards ("IFRS") and interim consolidated financial statements IAS 34.