



FOR RELEASE FOLLOWING MARKET CLOSE

November 16, 2009

Red Deer, Alberta, November 16, 2009 – Gamehost Income Fund (the “Fund”) (TSX: GH.UN)

GAMEHOST INCOME FUND – REPORTS 2009 THIRD QUARTER FINANCIAL RESULTS

Management and Trustees of Gamehost Income Fund (the “Fund”) present results for the three months ended September 30, 2009 (the “Quarter”) and nine months ended September 30, 2009 (the “Period”). Readers should note the financial reporting of the Stampede Joint Venture as discontinued operations. Detailed discussion and reporting is focused on our continuing Alberta operations of Boomtown Casino in Fort McMurray, Great Northern Casino, Service Plus Inns & Suites and strip mall all located in Grande Prairie and the Fund’s joint venture interest in Deerfoot Inn & Casino in Calgary.

At first it was just our feet. Now the water is up to our knees. Results for the Quarter indicate general economic conditions for the consumer worsened from last quarter. Quarterly revenues for continuing operations totaled \$11.3 million down 15.0% from \$13.3 million posted in Q3 2008, and down 6.5% from the previous quarter’s revenue of \$12.1 million.

Continuing operations earnings before interest, taxes, depreciation and amortization (“EBITDA”) for the Quarter totaled \$4.9 million. Included in EBITDA for the Quarter are \$0.3 million in legal expenses related to corporate restructuring options and tax management for the Fund post 2011. Excluding these non-recurring charges, EBITDA for continuing operations for the Quarter in year over year comparison is \$5.2 million down \$1.2 million or 18% from \$6.4 million a year earlier. EBITDA margins are lower by 1.7% to 46.2% from 47.9%. EBITDA was largely flat to the previous quarter, excellent results considering the drop in revenues and a testament to the successful management of costs. EBITDA margins improved over the previous quarter by 1.7% to 46.2% from 44.5%. Yes it’s wet, but the water is getting clearer. We think it’s about as deep as it’s going to get.

Operating results at Fund properties from Fort McMurray to Calgary tell similar stories with a few local nuances. Clearly, economic activity remains sluggish across the province and is having a negative effect on employment and consumer confidence. It’s hard to find good news, but there are some pieces that provide reason for optimism.

While overall activity has retreated at Boomtown Casino there are clues to suggest it won’t last. The latest Statistics Canada figures reported job growth in the region. The new U.S. ambassador to Canada, David Jacobson, visited the oil sands producing area only a few weeks after being sworn in. This would suggest the region has a place of great significance today and in the future on the world energy stage.

Year over year the number of active drilling rigs operating in Alberta is down more than 50%. The Grande Prairie region is highly dependant on the oil and more prominently the natural gas industries. It’s not surprising that our properties in Grande Prairie are feeling the pinch. The rate of descent, however, has definitely slowed in the last few months and we look forward to a leveling out before beginning another ascent. We commend our property managers who have done an excellent job at maintaining operating margins through strict cost control.

The Deerfoot Joint Venture facility is still immensely popular with the surrounding communities which continue to grow at the fastest pace in the city. Our customers remain loyal, however, business and corporate travel is down which has affected guest room sales at the property. The Deerfoot Joint Venture hotel marketed as a mid tier property and ADR's have been held at appropriate levels. Gaming and food & beverage sales have held up relatively well at the property.

Despite an intense and concerted effort, during its brief fourteen months of operation the Fund's 20% participating interest in the Stampede Joint Venture resulted in accumulated operating losses of \$1.7 million including \$0.7 million during the current Period. Management of the Stampede Joint Venture elected for a voluntary receivership and on August 17, 2009 assets of the Stampede Joint Venture were transferred to the receiver. On the transfer, a loss on the sale of assets of \$4.0 million was charged against net income. Together, losses on the Stampede Joint Venture total \$5.7 million. The Fund had also provided a guarantee to the Stampede Joint Venture lender of \$5.0 million which has been recorded as a charge against income. The Fund has no further responsibilities in connection with the Joint Venture. All applicable obligations have been recorded in the financial statements at the end of the Period. In the Fund's interim financial statements and MD&A the Stampede Joint Venture is identified as discontinued operations and reported separately from the Fund's other operating assets. Fund management was heavily involved in making a go of the Stampede Joint Venture which took an inordinate amount of time and effort. Unfortunate as the story ended, it will no longer be a drag on human and financial resources of the Fund

Fat, excess, saddlebags... call it what you like, we're not carrying quite as much of it around as we used to. Throughout the Quarter, the Fund maintained regular cash distributions of \$0.0733 per unit. This coupled with reduced cash inflow has reduced our normally significant interim cash surplus. During the Quarter the Fund paid out a guarantee provided to the Stampede Joint Venture's lender. \$4.1 million of the funds to honour the guarantee were obtained through bridge financing with the balance of \$0.5 million taken from operating cash flow. This pushed the Fund's payout ratio on distributable cash to 96.4% for the Quarter and 97.6% for the Period. A planned refinancing will replace the cash from operations. The Board reviews the distribution rate monthly.

The Fund is busy working on strategies in preparation for the change in the tax status of all trusts in post 2011. We are focused on maximizing the profitability of our core operations while keeping an eye on potential strategic opportunities.

**Interim Consolidated Balance Sheets**  
**(unaudited)**

	September 30, 2009	Audited December 31, 2008
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	\$ 10,481,874	\$ 12,045,414
Restricted cash	35,130	58,962
Accounts receivable	671,279	1,215,303
Inventories	286,524	304,239
Prepaid expenses	348,783	261,109
Due from related parties	-	30,575
Current assets of discontinued operations	-	1,044,104
	11,823,590	14,959,706
Property, plant and equipment	31,386,872	33,201,893
Goodwill	42,579,216	42,579,216
Long term assets of discontinued operations	-	11,473,837
	\$ 85,789,678	\$ 102,214,652
<b>Liabilities and unit holder equity</b>		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 2,588,975	\$ 2,210,970
Revolving credit lines	6,000,000	4,000,000
Demand loans	17,744,461	15,332,924
Unit holder distributions payable	1,547,184	5,080,588
Current liabilities of discontinued operations	-	8,762,218
	27,880,620	35,386,700
Future income taxes	1,483,984	1,800,682
Long term liabilities discontinued operations	-	52,922
	29,364,604	37,240,304
Minority unit holders' equity	25,981,280	32,955,463
	55,345,884	70,195,767
Fund unit holders' equity	30,443,794	32,018,885
	\$ 85,789,678	\$ 102,214,652

**Interim Consolidated Statements of Income and Comprehensive Income**  
**(unaudited)**

	nine months ended September 30		three months ended September 30	
	2009	2008	2009	2008
Revenue				
Hotel - rooming	\$ 5,010,512	\$ 6,324,696	\$ 1,531,466	\$ 2,264,988
Table games	6,186,201	5,595,285	1,862,998	1,884,796
Slot machines	14,262,842	15,945,997	4,604,795	5,283,898
Food and beverage services	7,692,932	8,382,568	2,339,228	2,637,235
Lease and rental	271,354	243,297	96,260	79,592
Other	2,869,993	3,530,822	880,887	1,158,163
	36,293,834	40,022,665	11,315,634	13,308,672
Operating Expenses				
Cost of goods sold	2,398,898	2,669,401	734,982	852,688
Human resources	9,636,397	10,187,573	3,152,096	3,372,411
Marketing and promotions	1,542,762	1,765,491	541,600	594,552
Operating	4,372,730	4,748,599	1,416,624	1,687,381
Corporate and general administration	1,649,763	1,479,586	547,281	429,886
Amortization of property, plant and equipment	1,422,331	1,520,506	475,866	518,251
	21,022,881	22,371,156	6,868,449	7,455,169
Operating income	15,270,953	17,651,509	4,447,185	5,853,503
Other income and (expenses)				
Interest charges	(584,698)	(967,277)	(204,278)	(305,756)
	(584,698)	(967,277)	(204,278)	(305,756)
Income before taxes and minority interest	14,686,255	16,684,232	4,242,907	5,547,747
Future income tax recovery (expense)	316,698	54,135	(1,459,195)	(43,089)
	15,002,953	16,738,367	2,783,712	5,504,658
Minority interest	(6,634,761)	(8,195,217)	(652,138)	(2,695,118)
Net and comprehensive income (loss)				
Continuing operations	\$ 8,368,192	\$ 8,543,149	\$ 2,131,574	\$ 2,809,539
Discontinued operations	(5,369,968)	(252,693)	(2,220,400)	(162,588)
	\$ 2,998,224	\$ 8,290,456	\$ (88,826)	\$ 2,646,951
Net Income/unit and comprehensive income/unit				
Continuing operations	\$ 0.711	\$ 0.793	\$ 0.181	\$ 0.261
Discontinued operations	(0.456)	(0.023)	(0.189)	(0.015)
	\$ 0.255	\$ 0.770	\$ (0.008)	\$ 0.246

This press release may contain forward-looking statements. Forward-looking statements may contain words such as “anticipates”, “believes”, “could”, “expects”, “indicates”, “plans” or other similar expressions that suggest future outcomes or events. Use of these statements reflect reasonable assumptions made on the basis of management’s current beliefs with information known by management at the time of writing. Many factors could cause actual results to differ from the results discussed in forward-looking statements. Actual results may not be consistent with these forward-looking statements.

The Fund is an unincorporated open-ended limited purpose trust established under the laws of the Province of Alberta. The Fund’s activities are currently confined to the Province of Alberta, Canada. Operations include the Boomtown Casino in Ft. McMurray, the Great Northern Casino, Service Plus Inns & Suites and a strip mall all located in Grande Prairie. The Fund is also a 40% joint venture partner in the Deerfoot Inn & Casino in Calgary.

Complete consolidated interim financial statements and MD&A for the nine and three months ended September 30, 2009 will be available following the close of trading on November 16, 2009 on the company’s website at [www.gamehost.ca](http://www.gamehost.ca) and thereafter on SEDAR at [www.sedar.com](http://www.sedar.com).

For more information, contact:

Craig M. Thomas or,  
Darcy J. Will  
P (403) 346-4545  
F (403) 340-0683  
E [info@gamehost.ca](mailto:info@gamehost.ca)