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FOR IMMEDIATE RELEASE:

THOMAS GROUP Re-engaged by Leading Semiconductor Manufacturer *Past Performance Improvements lead to re-engagement*

DALLAS, Aug 16, 2006: Thomas Group Inc. (NasdaqCM:TGIS), a leading operational professional services firm, has been retained by a worldwide developer, manufacturer and marketer of semiconductor devices. Thomas Group will work with the management team to develop and implement improved operational and management support.

Jim Taylor CEO of Thomas Group said, "This engagement will provide our client with a more strategic operational process and a more efficient organization, two major goals they wish to accomplish."

Thomas Group was chosen because they have successfully delivered results for this client in the past. The client is confident that Thomas Group will once again provide the same high level of accomplishments and achievements.

Thomas Group focuses on improving enterprise-wide operations, competitiveness, and financial performance of major corporate clients by strategically aligning operations and technology.

About Thomas Group

Thomas Group, Inc. (NasdaqCM:TGIS) is an international, publicly traded operational consulting firm. Thomas Group's unique brand of process improvement and performance management services enable businesses to enhance operations, improve productivity and quality, reduce costs, generate cash and drive higher profitability. Known as *The Results Company*SM, Thomas Group creates and implements customized improvement strategies for sustained performance improvements in all facets of the business enterprise. Thomas Group has offices in Dallas, Detroit, and Hong Kong. For additional information on Thomas Group, Inc., please go to www.thomasgroup.com.

Safe Harbor Statement under the Private Securities Litigation Reform Act:

Statements in this release that are not strictly historical are "forward looking" statements, which should be considered as subject to the many uncertainties that exist in the Company's operations and business environment. These uncertainties, which include economic and business conditions that may impact clients and the Company's performance-oriented fees, timing of contracts and revenue recognition, competitive and cost factors, and the like, are set forth in the Company's filings from time to time with the Securities and Exchange Commission, including the Company's Form 10-K for the year ended December 31, 2005. Except as required by law, the Company expressly disclaims any intent or obligation to update any forward looking statements.

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