

## NEW JERSEY CASINO CONTROL COMMISSION

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Tennessee Avenue and Boardwalk  
Atlantic City, NJ 08401

# ***CCC Announces 2006 Results***

## **For Immediate Release**

Wednesday, April 4, 2007

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**ATLANTIC CITY**— The city's casino hotels reported a 5 percent increase in gross operating profits in 2006, including an 4 percent increase in the fourth quarter alone, according to figures released Wednesday by the New Jersey Casino Control Commission.

Gross operating profits totaled almost \$1.4 billion in 2006 compared to \$1.3 billion in 2005. During the same period, net revenues increased 4 percent to \$5.07 billion. In the fourth quarter of 2006, casinos reported gross operating profits of \$281.7 million compared to \$270.8 million in the same period a year earlier. Net revenues for the quarter were \$1.2 billion versus \$1.18 billion a year earlier, a 1.8 percent increase.

Gross operating profit represents earnings before interest, taxes, depreciation, amortization and charges from affiliates. It is a widely accepted measure of profitability in the gaming industry. After all of those other charges, the industry reported a net income of \$365.3 million compared to \$546.2 million in 2005. In the fourth quarter, the industry reported a combined net income of \$58.3 million, more than double the \$23.6 million reported for the fourth quarter of 2005.

Borgata led the industry with gross operating profits of \$250.1 million in 2006, a decrease of 2.5 percent over 2005. Bally's Atlantic City reported gross operating profits of \$199.1 million, up 22.3 percent over the prior year; Harrah's reported \$175.7 million in gross operating profits, down 0.5 percent from a year earlier; and, Caesars generated \$171.9 million in gross operating profits, a 6.2 percent increase.

Tropicana reported earning \$138.4 million in gross operating profits, up 14.3 percent; Showboat reported an 11.5 percent decline to \$128.1 million; and, the Trump Taj Mahal earned \$123.4 million in gross operating profits, an increase of 8.6 percent.

Trump Marina reported \$54.9 million in gross operating profits, up 9.4 percent from 2005; the Atlantic City Hilton reported a 78.9 percent increase in gross operating profits to \$51.8 million; Trump Plaza reported \$46.9 million in gross operating profits, up 22.3 percent and Resorts reported gross operating profits of \$22 million, a decline of 29.9 percent over 2005.

The Sands, which closed on November 11, earned \$793,000 in gross operating profits in 2006 compared to \$11.8 million the prior year, or a 93.3 percent decline.

The occupancy rate in the city's casino hotels increased to 91.7 percent from 91.3 percent in 2005. The number of occupied room nights increased to 4.99 million from 4.95 million. The total amount of promotional allowances and expenses increased 6.9 percent in 2006 to \$1.67 billion.

*(Copies of the reports filed by the individual casinos are available on the commission's web page at [www.njccc.gov/casinos/financia/qtrincome/](http://www.njccc.gov/casinos/financia/qtrincome/) )*

**ATLANTIC CITY CASINO INDUSTRY  
STATEMENT OF INCOME STATISTICS  
FOR THE QUARTER ENDED DECEMBER 31, 2006 AND 2005**  
(\$ in Thousands)

	Net Revenue		Fav (Unfav) Var %	Gross Operating Profit		Fav (Unfav) Var %	Net Income		Fav (Unfav) Var %
	<u>2006</u>	<u>2005</u>		<u>2006</u>	<u>2005</u>		<u>2006</u>	<u>2005</u>	
AC Hilton (a)	\$ 69,576	\$ 60,650	14.7	\$ 8,149	\$ 57	N/A	\$ 34,929	\$ (7,287)	N/A
Bally's AC	155,282	151,689	2.4	39,322	31,338	25.5	1,337	(657)	N/A
Borgata	198,840	193,939	2.5	54,558	63,240	(13.7)	29,222	40,909	(28.6)
Caesars	135,367	124,932	8.4	37,439	36,860	1.6	1,078	2,994	(64.0)
Harrah's Marina	111,841	109,391	2.2	37,693	40,425	(6.8)	4,209	12,035	(65.0)
Resorts	61,069	57,979	5.3	1,444	(69)	N/A	(9,464)	(8,127)	(16.5)
Sands	14,382	36,993	(61.1)	(2,806)	1,855	N/A	(2,776)	(2,773)	(0.1)
Showboat	91,647	92,731	(1.2)	24,038	31,391	(23.4)	(6,118)	1,068	N/A
Tropicana	117,132	114,724	2.1	31,583	26,213	20.5	(193)	(7,013)	97.2
Trump Marina	57,080	53,263	7.2	10,246	8,852	15.7	910	(1,420)	N/A
Trump Plaza	67,487	62,661	7.7	11,664	4,239	N/A	(1,532)	(6,991)	78.1
Trump Taj Mahal	<u>119,603</u>	<u>118,736</u>	0.7	<u>28,338</u>	<u>26,361</u>	7.5	<u>6,725</u>	<u>907</u>	N/A
Industry	<u>\$ 1,199,306</u>	<u>\$ 1,177,688</u>	1.8	<u>\$ 281,668</u>	<u>\$ 270,762</u>	4.0	<u>\$ 58,327</u>	<u>\$ 23,645</u>	N/A

(a) Caesars Entertainment, Inc. sold AC Hilton to Colony Capital, LLC on April 26, 2005.

**ATLANTIC CITY CASINO INDUSTRY  
STATEMENT OF INCOME STATISTICS  
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2006 AND 2005  
(\$ in Thousands)**

	Net Revenue		Fav (Unfav) Var %	Gross Operating Profit		Fav (Unfav) Var %	Net Income		Fav (Unfav) Var %
	<u>2006</u>	<u>2005</u>		<u>2006</u>	<u>2005</u>		<u>2006</u>	<u>2005</u>	
AC Hilton (a)	\$ 294,271	\$ 265,070	11.0	\$ 51,797	\$ 28,956	78.9	\$ 57,778	\$ 21,854	N/A
Bally's AC (b)	658,958	633,521	4.0	199,115	162,809	22.3	41,556	32,538	27.7
Borgata	813,265	763,983	6.5	250,053	256,367	(2.5)	153,833	171,188	(10.1)
Caesars (b)	536,096	507,332	5.7	171,876	161,847	6.2	36,254	28,382	27.7
Harrah's Marina	470,214	446,651	5.3	175,672	176,544	(0.5)	53,017	62,758	(15.5)
Resorts	252,281	246,357	2.4	21,998	31,388	(29.9)	(26,097)	(10,354)	N/A
Sands	138,376	162,339	(14.8)	793	11,759	(93.3)	(10,245)	(6,782)	(51.1)
Showboat	391,443	380,375	2.9	128,095	144,746	(11.5)	5,511	12,659	(56.5)
Tropicana	487,217	477,226	2.1	138,433	121,139	14.3	17,007	(11,238)	N/A
Trump Marina	244,747	241,127	1.5	54,937	50,203	9.4	14,068	(68,397)	N/A
Trump Plaza	278,765	273,391	2.0	46,915	38,351	22.3	(6,595)	71,847	N/A
Trump Taj Mahal	<u>502,650</u>	<u>477,703</u>	5.2	<u>123,439</u>	<u>113,668</u>	8.6	<u>29,163</u>	<u>242,362</u>	(88.0)
Industry	<u>\$ 5,068,283</u>	<u>\$ 4,875,075</u>	4.0	<u>\$ 1,363,123</u>	<u>\$ 1,297,777</u>	5.0	<u>\$ 365,250</u>	<u>\$ 546,817</u>	(33.2)

(a) Caesars Entertainment, Inc. sold AC Hilton to Colony Capital, LLC on April 26, 2005. The "combined" statistics above for 2005 reflect the following (\$ in thousands):

	Net Revenue	GOP	Net Income
Caesars Entertainment	\$76,861	\$2,556	\$11,078
Colony Capital	188,209	26,400	10,776

(b) Harrah's Entertainment, Inc. acquired Caesars Entertainment, Inc. on June 13, 2005.

As of 4/4/2007

**ATLANTIC CITY CASINO INDUSTRY  
STATEMENTS OF INCOME  
FOR THE QUARTER ENDED DECEMBER 31, 2006  
(\$ in Thousands)**

	AC Hilton	Bally's AC	Borgata	Caesars	Harrah's Marina	Resorts	Sands	Showboat	Tropicana	Trump Marina	Trump Plaza	Trump Taj Mahal	Industry
<b>REVENUE:</b>													
Casino	\$ 76,581	\$ 159,633	\$ 172,554	\$ 141,053	\$ 125,164	\$ 68,268	\$ 15,173	\$ 99,716	\$ 107,848	\$ 60,560	\$ 72,089	\$ 123,956	\$ 1,222,595
Rooms	5,217	13,416	25,497	9,236	12,279	5,194	1,335	10,094	17,926	4,512	5,792	8,863	119,361
Food and Beverage	10,302	19,469	34,464	16,480	13,283	8,393	2,052	13,352	13,968	6,707	7,855	13,744	160,069
Other	3,789	4,063	12,191	3,540	2,415	2,774	305	2,413	6,504	2,157	2,008	4,404	46,563
Total Revenue	95,889	196,581	244,706	170,309	153,141	84,629	18,865	125,575	146,246	73,936	87,744	150,967	1,548,588
Less: Promotional Allowances	26,313	41,299	45,866	34,942	41,300	23,560	4,483	33,928	29,114	16,856	20,257	31,364	349,282
<b>NET REVENUE</b>	<b>69,576</b>	<b>155,282</b>	<b>198,840</b>	<b>135,367</b>	<b>111,841</b>	<b>61,069</b>	<b>14,382</b>	<b>91,647</b>	<b>117,132</b>	<b>57,080</b>	<b>67,487</b>	<b>119,603</b>	<b>1,199,306</b>
<b>COSTS AND EXPENSES:</b>													
Cost of Goods and Services	47,731	101,600	114,329	74,388	59,118	45,096	14,101	52,123	68,768	34,983	38,820	68,894	719,951
Selling, General, and Administrative	13,153	14,138	27,818	22,662	14,694	14,115	2,945	14,899	16,256	11,585	16,732	21,493	190,490
Provision for Doubtful Accounts	543	222	2,135	878	336	414	142	587	525	266	271	878	7,197
Total Costs & Expenses	61,427	115,960	144,282	97,928	74,148	59,625	17,188	67,609	85,549	46,834	55,823	91,265	917,638
<b>GROSS OPERATING PROFIT</b>	<b>8,149</b>	<b>39,322</b>	<b>54,558</b>	<b>37,439</b>	<b>37,693</b>	<b>1,444</b>	<b>(2,806)</b>	<b>24,038</b>	<b>31,583</b>	<b>10,246</b>	<b>11,664</b>	<b>28,338</b>	<b>281,668</b>
Depreciation and Amortization	6,522	14,291	16,895	13,557	10,542	4,377	27	9,583	12,004	3,437	4,859	7,989	104,083
Charges from Affiliates Other than Interest:													
Management Fees	-	351	-	-	-	-	-	-	7,500	-	-	-	7,851
Other	2,747	5,497	-	3,591	4,392	-	50	5,993	-	998	1,238	1,875	26,381
<b>INCOME (LOSS) FROM OPERATIONS</b>	<b>(1,120)</b>	<b>19,183</b>	<b>37,663</b>	<b>20,291</b>	<b>22,759</b>	<b>(2,933)</b>	<b>(2,883)</b>	<b>8,462</b>	<b>12,079</b>	<b>5,811</b>	<b>5,567</b>	<b>18,474</b>	<b>143,353</b>
<b>OTHER INCOME (EXPENSES):</b>													
Interest (Expense) - Affiliates	(6,272)	(12,410)	-	(10,924)	(13,000)	(5,342)	-	(14,432)	(8,760)	(5,123)	(6,175)	(11,887)	(94,325)
Interest (Expense) - External	(36)	433	(7,599)	(128)	-	(1,049)	(82)	-	(5)	(186)	(513)	(121)	(9,286)
Invest. Alt. Tax & Related Income (Exp.)-Net	(285)	(1,346)	(2,163)	(898)	(2,610)	(152)	8	269	184	(221)	(341)	(520)	(8,075)
Nonoperating Income (Expense) - Net	43,065	(355)	(76)	(1,295)	99	270	181	21	(3,970)	363	202	537	39,042
Total Other Income (Expenses)	36,472	(13,678)	(9,838)	(13,245)	(15,511)	(6,273)	107	(14,142)	(12,551)	(5,167)	(6,827)	(11,991)	(72,644)
<b>Income(Loss) Before Taxes&amp;Extraordinary Items</b>	<b>35,352</b>	<b>5,505</b>	<b>27,825</b>	<b>7,046</b>	<b>7,248</b>	<b>(9,206)</b>	<b>(2,776)</b>	<b>(5,680)</b>	<b>(472)</b>	<b>644</b>	<b>(1,260)</b>	<b>6,483</b>	<b>70,709</b>
Provision (Credit) for Income Taxes	423	4,168	(1,397)	5,968	3,039	258	-	438	(279)	(266)	272	(242)	12,382
Income (Loss) Before Extraordinary Items	34,929	1,337	29,222	1,078	4,209	(9,464)	(2,776)	(6,118)	(193)	910	(1,532)	6,725	58,327
Extraordinary Items (Net of Income Taxes)	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>NET INCOME (LOSS)</b>	<b>\$ 34,929</b>	<b>\$ 1,337</b>	<b>\$ 29,222</b>	<b>\$ 1,078</b>	<b>\$ 4,209</b>	<b>\$ (9,464)</b>	<b>\$ (2,776)</b>	<b>\$ (6,118)</b>	<b>\$ (193)</b>	<b>\$ 910</b>	<b>\$ (1,532)</b>	<b>\$ 6,725</b>	<b>\$ 58,327</b>

**ATLANTIC CITY CASINO INDUSTRY  
STATEMENTS OF INCOME  
FOR THE QUARTER ENDED DECEMBER 31, 2005  
(\$ in Thousands)**

	AC Hilton	Bally's AC	Borgata	Caesars	Harrah's Marina	Resorts	Sands	Showboat	Tropicana	Trump Marina	Trump Plaza	Trump Taj Mahal	Industry
<b>REVENUE:</b>													
Casino	\$ 67,570	\$ 155,217	\$ 175,209	\$ 127,614	\$ 115,573	\$ 63,753	\$ 36,822	\$ 100,798	\$ 105,703	\$ 53,867	\$ 68,290	\$ 126,603	\$ 1,197,019
Rooms	5,367	11,807	22,496	9,248	12,000	5,873	3,173	10,174	17,614	4,397	5,506	8,348	116,003
Food and Beverage	10,076	20,274	28,850	14,255	13,409	6,107	4,440	14,641	14,519	6,118	8,537	12,919	154,145
Other	2,841	6,433	9,962	4,563	2,450	1,366	639	2,295	6,427	2,305	2,231	3,427	44,939
Total Revenue	85,854	193,731	236,517	155,680	143,432	77,099	45,074	127,908	144,263	66,687	84,564	151,297	1,512,106
Less: Promotional Allowances	25,204	42,042	42,578	30,748	34,041	19,120	8,081	35,177	29,539	13,424	21,903	32,561	334,418
<b>NET REVENUE</b>	<b>60,650</b>	<b>151,689</b>	<b>193,939</b>	<b>124,932</b>	<b>109,391</b>	<b>57,979</b>	<b>36,993</b>	<b>92,731</b>	<b>114,724</b>	<b>53,263</b>	<b>62,661</b>	<b>118,736</b>	<b>1,177,688</b>
<b>COSTS AND EXPENSES:</b>													
Cost of Goods and Services	47,614	94,910	101,006	77,185	55,242	44,970	26,939	52,776	70,598	34,823	40,684	72,239	718,986
Selling, General, and Administrative	12,243	25,414	27,455	10,278	13,612	12,928	8,027	8,476	17,594	8,920	17,065	19,466	181,478
Provision for Doubtful Accounts	736	27	2,238	609	112	150	172	88	319	668	673	670	6,462
Total Costs & Expenses	60,593	120,351	130,699	88,072	68,966	58,048	35,138	61,340	88,511	44,411	58,422	92,375	906,926
<b>GROSS OPERATING PROFIT</b>	<b>57</b>	<b>31,338</b>	<b>63,240</b>	<b>36,860</b>	<b>40,425</b>	<b>(69)</b>	<b>1,855</b>	<b>31,391</b>	<b>26,213</b>	<b>8,852</b>	<b>4,239</b>	<b>26,361</b>	<b>270,762</b>
Depreciation and Amortization	5,124	11,376	15,998	11,855	9,645	4,945	3,868	8,803	11,443	2,614	4,198	8,319	98,188
Charges from Affiliates Other than Interest:													
Management Fees	-	5,098	-	4,095	-	-	-	-	7,500	-	-	-	16,693
Other	794	-	-	(497)	3,699	-	204	5,365	-	735	897	1,304	12,501
<b>INCOME (LOSS) FROM OPERATIONS</b>	<b>(5,861)</b>	<b>14,864</b>	<b>47,242</b>	<b>21,407</b>	<b>27,081</b>	<b>(5,014)</b>	<b>(2,217)</b>	<b>17,223</b>	<b>7,270</b>	<b>5,503</b>	<b>(856)</b>	<b>16,738</b>	<b>143,380</b>
<b>OTHER INCOME (EXPENSES):</b>													
Interest (Expense) - Affiliates	-	(12,410)	-	(11,105)	(13,009)	(5,325)	-	(14,436)	(13,410)	(5,067)	(6,153)	(12,267)	(93,182)
Interest (Expense) - External	-	(201)	(5,274)	(105)	-	(313)	(273)	-	(6)	(473)	(492)	(919)	(8,056)
Invest. Alt. Tax & Related Income (Exp.)-Net	(282)	(1,103)	(738)	(1,183)	(501)	(266)	(224)	291	(518)	(227)	(325)	(540)	(5,616)
Nonoperating Income (Expense) - Net	152	182	(580)	(1,865)	98	210	179	246	(740)	167	244	551	(1,156)
Total Other Income (Expenses)	(130)	(13,532)	(6,592)	(14,258)	(13,412)	(5,694)	(318)	(13,899)	(14,674)	(5,600)	(6,726)	(13,175)	(108,010)
<b>Income(Loss) Before Taxes&amp;Extraordinary Items</b>	<b>(5,991)</b>	<b>1,332</b>	<b>40,650</b>	<b>7,149</b>	<b>13,669</b>	<b>(10,708)</b>	<b>(2,535)</b>	<b>3,324</b>	<b>(7,404)</b>	<b>(97)</b>	<b>(7,582)</b>	<b>3,563</b>	<b>35,370</b>
Provision (Credit) for Income Taxes	1,296	1,989	(259)	4,155	1,634	(2,581)	238	2,256	(391)	1,323	(591)	2,656	11,725
<b>Income (Loss) Before Extraordinary Items</b>	<b>(7,287)</b>	<b>(657)</b>	<b>40,909</b>	<b>2,994</b>	<b>12,035</b>	<b>(8,127)</b>	<b>(2,773)</b>	<b>1,068</b>	<b>(7,013)</b>	<b>(1,420)</b>	<b>(6,991)</b>	<b>907</b>	<b>23,645</b>
Extraordinary Items (Net of Income Taxes)	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>NET INCOME (LOSS)</b>	<b>\$ (7,287)</b>	<b>\$ (657)</b>	<b>\$ 40,909</b>	<b>\$ 2,994</b>	<b>\$ 12,035</b>	<b>\$ (8,127)</b>	<b>\$ (2,773)</b>	<b>\$ 1,068</b>	<b>\$ (7,013)</b>	<b>\$ (1,420)</b>	<b>\$ (6,991)</b>	<b>\$ 907</b>	<b>\$ 23,645</b>

**ATLANTIC CITY CASINO INDUSTRY  
STATEMENTS OF INCOME  
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2006  
(\$ in Thousands)**

	AC Hilton	Bally's AC	Borgata	Caesars	Harrah's Marina	Resorts	Sands	Showboat	Tropicana	Trump Marina	Trump Plaza	Trump Taj Mahal	Industry
<b>REVENUE:</b>													
Casino	\$ 327,523	\$ 669,961	\$ 735,145	\$ 551,300	\$ 503,271	\$ 279,816	\$ 145,873	\$ 424,656	\$ 449,776	\$ 255,617	\$ 298,191	\$ 525,437	\$ 5,166,566
Rooms	22,901	54,970	97,646	38,071	52,069	21,360	11,456	43,013	76,077	18,807	23,713	35,691	495,774
Food and Beverage	43,980	84,392	133,700	65,506	55,864	32,889	16,703	57,590	58,425	29,987	35,392	57,712	672,140
Other	13,416	23,542	42,533	15,607	11,970	7,670	1,990	10,283	25,071	10,876	9,906	21,583	194,447
Total Revenue	407,820	832,865	1,009,024	670,484	623,174	341,735	176,022	535,542	609,349	315,287	367,202	640,423	6,528,927
Less: Promotional Allowances	113,549	173,907	195,759	134,388	152,960	89,454	37,646	144,099	122,132	70,540	88,437	137,773	1,460,644
<b>NET REVENUE</b>	<b>294,271</b>	<b>658,958</b>	<b>813,265</b>	<b>536,096</b>	<b>470,214</b>	<b>252,281</b>	<b>138,376</b>	<b>391,443</b>	<b>487,217</b>	<b>244,747</b>	<b>278,765</b>	<b>502,650</b>	<b>5,068,283</b>
<b>COSTS AND EXPENSES:</b>													
Cost of Goods and Services	192,781	416,407	444,626	305,556	236,836	177,340	95,556	216,708	279,100	146,125	163,018	292,995	2,967,048
Selling, General, and Administrative	47,828	42,657	111,299	55,616	56,801	51,895	41,444	45,499	67,286	42,944	67,162	83,459	713,890
Provision for Doubtful Accounts	1,865	779	7,287	3,048	905	1,048	583	1,141	2,398	741	1,670	2,757	24,222
Total Costs & Expenses	242,474	459,843	563,212	364,220	294,542	230,283	137,583	263,348	348,784	189,810	231,850	379,211	3,705,160
<b>GROSS OPERATING PROFIT</b>	<b>51,797</b>	<b>199,115</b>	<b>250,053</b>	<b>171,876</b>	<b>175,672</b>	<b>21,998</b>	<b>793</b>	<b>128,095</b>	<b>138,433</b>	<b>54,937</b>	<b>46,915</b>	<b>123,439</b>	<b>1,363,123</b>
Depreciation and Amortization	22,142	49,686	63,088	44,249	40,239	19,754	10,205	36,587	48,228	13,936	20,008	33,932	402,054
Charges from Affiliates Other than Interest:													
Management Fees	-	622	-	-	-	-	-	-	32,000	-	-	-	32,622
Other	5,734	19,825	-	10,879	16,199	-	373	22,535	-	4,169	4,767	6,836	91,317
<b>INCOME (LOSS) FROM OPERATIONS</b>	<b>23,921</b>	<b>128,982</b>	<b>186,965</b>	<b>116,748</b>	<b>119,234</b>	<b>2,244</b>	<b>(9,785)</b>	<b>68,973</b>	<b>58,205</b>	<b>36,832</b>	<b>22,140</b>	<b>82,671</b>	<b>837,130</b>
<b>OTHER INCOME (EXPENSES):</b>													
Interest (Expense) - Affiliates	(6,272)	(49,640)	-	(43,877)	(52,000)	(21,336)	-	(57,740)	(35,040)	(20,491)	(24,760)	(48,777)	(359,933)
Interest (Expense) - External	(100)	(124)	(23,271)	(513)	-	(3,755)	(380)	-	(23)	(1,010)	(2,312)	(1,867)	(33,355)
Invest. Alt. Tax & Related Income (Exp.)-Net	(1,270)	(7,012)	(4,336)	(4,808)	(5,324)	(1,041)	(862)	949	(1,130)	(883)	(1,373)	(2,222)	(29,312)
Nonoperating Income (Expense) - Net	43,523	1,127	(7,641)	(2,846)	(874)	881	957	483	5,453	988	855	1,996	44,902
Total Other Income (Expenses)	35,881	(55,649)	(35,248)	(52,044)	(58,198)	(25,251)	(285)	(56,308)	(30,740)	(21,396)	(27,590)	(50,870)	(377,698)
<b>Income(Loss) Before Taxes&amp;Extraordinary Items</b>	<b>59,802</b>	<b>73,333</b>	<b>151,717</b>	<b>64,704</b>	<b>61,036</b>	<b>(23,007)</b>	<b>(10,070)</b>	<b>12,665</b>	<b>27,465</b>	<b>15,436</b>	<b>(5,450)</b>	<b>31,801</b>	<b>459,432</b>
Provision (Credit) for Income Taxes	2,024	31,777	(2,116)	28,450	8,019	3,090	175	7,154	10,458	1,368	1,145	2,638	94,182
<b>Income (Loss) Before Extraordinary Items</b>	<b>57,778</b>	<b>41,556</b>	<b>153,833</b>	<b>36,254</b>	<b>53,017</b>	<b>(26,097)</b>	<b>(10,245)</b>	<b>5,511</b>	<b>17,007</b>	<b>14,068</b>	<b>(6,595)</b>	<b>29,163</b>	<b>365,250</b>
Extraordinary Items (Net of Income Taxes)	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>NET INCOME (LOSS)</b>	<b>\$ 57,778</b>	<b>\$ 41,556</b>	<b>\$ 153,833</b>	<b>\$ 36,254</b>	<b>\$ 53,017</b>	<b>\$ (26,097)</b>	<b>\$ (10,245)</b>	<b>\$ 5,511</b>	<b>\$ 17,007</b>	<b>\$ 14,068</b>	<b>\$ (6,595)</b>	<b>\$ 29,163</b>	<b>\$ 365,250</b>

**ATLANTIC CITY CASINO INDUSTRY  
STATEMENTS OF INCOME  
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2005  
(\$ in Thousands)**

	AC Hilton (a) (Caesars)	AC Hilton (a) (Colony)	Bally's (b)	Borgata	Caesars	Harrah's Marina	Resorts	Sands	Showboat	Tropicana	Trump Marina	Trump Plaza	Trump Taj Mahal	Industry
<b>REVENUE:</b>														
Casino	\$ 81,095	\$ 204,665	\$ 637,643	\$ 696,965	\$ 517,734	\$ 471,096	\$ 268,074	\$ 173,390	\$ 409,291	\$ 435,198	\$ 249,157	\$ 299,651	\$ 512,741	\$ 4,956,700
Rooms	6,261	16,762	51,528	91,257	38,250	49,386	23,352	12,062	41,157	69,269	18,204	23,561	32,852	473,901
Food and Beverage	10,874	29,610	87,323	121,013	60,643	53,884	24,282	21,946	53,128	58,830	29,828	37,789	54,387	643,537
Other	3,949	6,373	23,982	35,470	19,154	12,294	6,021	3,255	8,875	25,163	10,834	11,188	17,620	184,178
Total Revenue	102,179	257,410	800,476	944,705	635,781	586,660	321,729	210,653	512,451	588,460	308,023	372,189	617,600	6,258,316
Less: Promotional Allowances	25,318	69,201	166,955	180,722	128,449	140,009	75,372	48,314	132,076	111,234	66,896	98,798	139,897	1,383,241
<b>NET REVENUE</b>	<b>76,861</b>	<b>188,209</b>	<b>633,521</b>	<b>763,983</b>	<b>507,332</b>	<b>446,651</b>	<b>246,357</b>	<b>162,339</b>	<b>380,375</b>	<b>477,226</b>	<b>241,127</b>	<b>273,391</b>	<b>477,703</b>	<b>4,875,075</b>
<b>COSTS AND EXPENSES:</b>														
Cost of Goods and Services	45,345	129,750	383,678	401,049	302,572	220,748	171,940	113,895	203,308	282,069	148,080	168,323	290,550	2,861,307
Selling, General, and Administrative	28,832	31,303	86,265	102,186	39,443	49,006	42,521	36,235	32,126	72,519	41,311	64,849	73,107	699,703
Provision for Doubtful Accounts	128	756	769	4,381	3,470	353	508	450	195	1,499	1,533	1,868	378	16,288
Total Costs & Expenses	74,305	161,809	470,712	507,616	345,485	270,107	214,969	150,580	235,629	356,087	190,924	235,040	364,035	3,577,298
<b>GROSS OPERATING PROFIT</b>	<b>2,556</b>	<b>26,400</b>	<b>162,809</b>	<b>256,367</b>	<b>161,847</b>	<b>176,544</b>	<b>31,388</b>	<b>11,759</b>	<b>144,746</b>	<b>121,139</b>	<b>50,203</b>	<b>38,351</b>	<b>113,668</b>	<b>1,297,777</b>
Depreciation and Amortization	5,707	12,707	45,652	56,951	37,041	37,515	20,934	15,960	34,119	43,167	15,738	18,725	38,552	382,768
Charges from Affiliates Other than Interest:														
Management Fees	2,644	-	21,077	-	16,748	-	-	-	-	32,400	-	-	-	72,869
Other	-	938	-	-	8,409	13,739	-	681	19,810	-	3,261	4,155	5,441	56,434
<b>INCOME (LOSS) FROM OPERATIONS</b>	<b>(5,795)</b>	<b>12,755</b>	<b>96,080</b>	<b>199,416</b>	<b>99,649</b>	<b>125,290</b>	<b>10,454</b>	<b>(4,882)</b>	<b>90,817</b>	<b>45,572</b>	<b>31,204</b>	<b>15,471</b>	<b>69,675</b>	<b>785,706</b>
<b>OTHER INCOME (EXPENSES):</b>														
Interest (Expense) - Affiliates	(6,000)	-	(49,445)	-	(44,058)	(52,009)	(21,266)	-	(57,755)	(53,640)	(29,177)	(35,417)	(66,804)	(415,571)
Interest (Expense) - External	27	-	(789)	(23,930)	1,597	-	(1,437)	(745)	-	(31)	(1,590)	(2,774)	(2,999)	(32,671)
Invest. Alt. Tax & Related Income (Exp.)-Net	(715)	(862)	(5,041)	(4,922)	(2,742)	(2,635)	(963)	(732)	(1,292)	(1,897)	(1,034)	(1,431)	(2,167)	(26,433)
Nonoperating Income (Expense) - Net	31,662	572	12,029	(679)	(1,975)	(88)	691	579	(8,880)	(1,863)	(41,520)	18,103	105,896	114,527
Total Other Income (Expenses)	24,974	(290)	(43,246)	(29,531)	(47,178)	(54,732)	(22,975)	(898)	(67,927)	(57,431)	(73,321)	(21,519)	33,926	(360,148)
<b>Income(Loss) Before Taxes&amp;Extraordinary Items</b>	<b>19,179</b>	<b>12,465</b>	<b>52,834</b>	<b>169,885</b>	<b>52,471</b>	<b>70,558</b>	<b>(12,521)</b>	<b>(5,780)</b>	<b>22,890</b>	<b>(11,859)</b>	<b>(42,117)</b>	<b>(6,048)</b>	<b>103,601</b>	<b>425,558</b>
Provision (Credit) for Income Taxes	8,101	1,689	20,296	(1,303)	24,089	7,800	(2,167)	1,002	10,231	(621)	2,446	1,470	4,592	77,625
<b>Income (Loss) Before Extraordinary Items</b>	<b>11,078</b>	<b>10,776</b>	<b>32,538</b>	<b>171,188</b>	<b>28,382</b>	<b>62,758</b>	<b>(10,354)</b>	<b>(6,782)</b>	<b>12,659</b>	<b>(11,238)</b>	<b>(44,563)</b>	<b>(7,518)</b>	<b>99,009</b>	<b>347,933</b>
Extraordinary Items (Net of Income Taxes)	-	-	-	-	-	-	-	-	-	-	(23,834)	79,365	143,353	198,884
<b>NET INCOME (LOSS)</b>	<b>\$ 11,078</b>	<b>\$ 10,776</b>	<b>\$ 32,538</b>	<b>\$ 171,188</b>	<b>\$ 28,382</b>	<b>\$ 62,758</b>	<b>\$ (10,354)</b>	<b>\$ (6,782)</b>	<b>\$ 12,659</b>	<b>\$ (11,238)</b>	<b>\$ (68,397)</b>	<b>\$ 71,847</b>	<b>\$ 242,362</b>	<b>\$ 546,817</b>

(a) AC Hilton's income statements reflect Caesars Entertainment ownership through April 25, 2005 and Colony ownership thereafter.

(b) Harrah's Entertainment, Inc. acquired Caesars Entertainment, Inc. on June 13, 2005.

**ATLANTIC CITY CASINO INDUSTRY  
PROMOTIONAL ALLOWANCES AND EXPENSES  
FOR THE QUARTER AND YEAR ENDED DECEMBER 31, 2006**  
(\$ in Thousands)

	QUARTER			YEAR		
	Allowances	Expenses	Total	Allowances	Expenses	Total
AC Hilton	\$ 26,313	\$ 3,039	\$ 29,352	\$ 113,549	\$ 10,699	\$ 124,248
Bally's AC	41,299	5,944	47,243	173,907	20,831	194,738
Borgata	45,866	9,135	55,001	195,759	37,653	233,412
Caesars	34,942	9,085	44,027	134,388	33,308	167,696
Harrah's Marina	41,300	3,027	44,327	152,960	13,268	166,228
Resorts	23,560	6,817	30,377	89,454	20,507	109,961
Sands	4,483	788	5,271	37,646	6,257	43,903
Showboat	33,928	1,332	35,260	144,099	4,866	148,965
Tropicana	29,114	3,168	32,282	122,132	13,483	135,615
Trump Marina	16,856	3,164	20,020	70,540	11,428	81,968
Trump Plaza	20,257	4,419	24,676	88,437	17,202	105,639
Trump Taj Mahal	31,364	5,092	36,456	137,773	22,307	160,080
Industry	\$ 349,282	\$ 55,010	\$ 404,292	\$ 1,460,644	\$ 211,809	\$ 1,672,453
Incr (Decr) vs. Prior Period	4.4%	17.8%	6.1%	5.6%	16.8%	6.9%

**ATLANTIC CITY CASINO INDUSTRY  
PROMOTIONAL ALLOWANCES AND EXPENSES  
FOR THE QUARTER AND YEAR ENDED DECEMBER 31, 2005**  
(\$ in Thousands)

	QUARTER			YEAR		
	Allowances	Expenses	Total	Allowances	Expenses	Total
AC Hilton	\$ 25,204	\$ 3,031	\$ 28,235	\$ 94,519	\$ 12,414	\$ 106,933
Bally's AC	42,042	5,975	48,017	166,955	22,210	189,165
Borgata	42,578	9,428	52,006	180,722	33,435	214,157
Caesars	30,748	7,484	38,232	128,449	27,594	156,043
Harrah's Marina	34,041	2,784	36,825	140,009	11,071	151,080
Resorts	19,120	1,333	20,453	75,372	5,071	80,443
Sands	8,081	1,353	9,434	48,314	7,455	55,769
Showboat	35,177	1,021	36,198	132,076	2,790	134,866
Tropicana	29,539	3,727	33,266	111,234	14,985	126,219
Trump Marina	13,424	1,785	15,209	66,896	10,337	77,233
Trump Plaza	21,903	4,009	25,912	98,798	16,470	115,268
Trump Taj Mahal	32,561	4,761	37,322	139,897	17,522	157,419
Industry	\$ 334,418	\$ 46,691	\$ 381,109	\$ 1,383,241	\$ 181,354	\$ 1,564,595

**ATLANTIC CITY CASINO INDUSTRY  
HOTEL STATISTICS  
FOR THE QUARTER ENDED DECEMBER 31, 2006**

CASINO	NUMBER OF GUEST ROOMS IN PROPERTY*	NUMBER OF AVAILABLE ROOM NIGHTS	NUMBER OF OCCUPIED ROOM NIGHTS	OCCUPANCY RATE	AVERAGE RATE PER OCCUPIED ROOM
AC Hilton	806	73,942	69,029	93.4%	\$ 75.36
Bally's AC	1,745	160,540	149,496	93.1%	89.74
Borgata	1,971	180,639	167,526	92.7%	149.17
Caesars	1,139	104,788	100,326	95.7%	89.69
Harrah's Marina	1,630	147,416	130,527	88.5%	94.07
Resorts	879	80,868	71,680	88.6%	72.46
Sands	620	22,988	20,142	87.6%	66.14
Showboat	1,331	122,452	107,490	87.8%	93.91
Tropicana	2,129	195,868	171,598	87.6%	104.47
Trump Marina	728	66,976	52,706	78.7%	85.61
Trump Plaza	906	83,352	62,514	75.0%	92.65
Trump Taj Mahal	1,250	115,000	101,628	88.4%	87.20
<b>INDUSTRY TOTAL</b>	<b>15,134</b>	<b>1,354,829</b>	<b>1,204,662</b>		
<b>INDUSTRY AVERAGE</b>				<b>88.9%</b>	<b>\$98.45</b>

\* Number of guest rooms at end of quarter

**ATLANTIC CITY CASINO INDUSTRY  
HOTEL STATISTICS  
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2006**

CASINO	NUMBER OF GUEST ROOMS IN PROPERTY*	NUMBER OF AVAILABLE ROOM NIGHTS	NUMBER OF OCCUPIED ROOM NIGHTS	OCCUPANCY RATE	AVERAGE RATE PER OCCUPIED ROOM
AC Hilton	806	292,458	281,906	96.4%	\$ 81.21
Bally's AC	1,745	635,020	606,185	95.5%	90.67
Borgata	1,971	711,080	671,010	94.4%	142.49
Caesars	1,139	412,924	396,727	96.1%	94.04
Harrah's Marina	1,630	587,776	531,824	90.5%	97.91
Resorts	879	313,082	280,013	89.4%	76.28
Sands	620	179,036	168,816	94.3%	67.73
Showboat	1,331	483,175	447,156	92.5%	96.19
Tropicana	2,129	777,085	711,543	91.6%	106.92
Trump Marina	728	265,720	219,898	82.8%	85.53
Trump Plaza	906	330,510	262,442	79.4%	90.36
Trump Taj Mahal	1,250	456,250	413,477	90.6%	86.32
<b>INDUSTRY TOTAL</b>	<b>15,134</b>	<b>5,444,116</b>	<b>4,990,997</b>		
<b>INDUSTRY AVERAGE</b>				<b>91.7%</b>	<b>\$98.76</b>

\* Number of guest rooms at end of quarter

**THE ATLANTIC CITY CASINO INDUSTRY  
CASINO WIN ANALYSIS  
FOR THE YEAR-TO-DATE ENDED DECEMBER 2006 VERSUS 2005**

	SLOT MACHINE WIN			TABLE GAME WIN			TOTAL CASINO WIN		
	2006	2005	INCREASE (DECREASE) %	2006	2005	INCREASE (DECREASE) %	2006	2005	INCREASE (DECREASE) %
AC Hilton	227,777,863	205,075,541	11.1	102,305,023	84,340,141	21.3	330,082,886	289,415,682	14.1
Bally's AC	506,812,194	477,973,519	6.0	170,478,063	167,660,009	1.7	677,290,257	645,633,528	4.9
Borgata	459,458,762	437,871,396	4.9	279,830,081	266,486,921	5.0	739,288,843	704,358,317	5.0
Caesars	370,351,996	362,964,443	2.0	184,891,060	160,579,820	15.1	555,243,056	523,544,263	6.1
Harrah's Marina	451,495,694	422,940,757	6.8	57,484,147	53,298,620	7.9	508,979,841	476,239,377	6.9
Resorts	216,006,471	202,790,252	6.5	66,889,246	69,193,472	(3.3)	282,895,717	271,983,724	4.0
Sands	111,796,560	137,009,344	(18.4)	36,179,924	39,637,819	(8.7)	147,976,484	176,647,163	(16.2)
Showboat	362,534,606	366,586,059	(1.1)	66,979,072	47,793,416	40.1	429,513,678	414,379,475	3.7
Tropicana	338,935,428	306,377,090	10.6	120,214,518	135,557,172	(11.3)	459,149,946	441,934,262	3.9
Trump Marina	201,858,082	197,991,350	2.0	55,307,506	52,669,140	5.0	257,165,588	250,660,490	2.6
Trump Plaza	215,425,726	223,675,878	(3.7)	85,468,721	79,872,094	7.0	300,894,447	303,547,972	(0.9)
Trump Taj Mahal	341,202,837	332,703,826	2.6	188,030,215	187,228,444	0.4	529,233,052	519,932,270	1.8
<b>Total</b>	<b>\$3,803,656,219</b>	<b>\$3,673,959,455</b>	<b>3.5</b>	<b>\$1,414,057,576</b>	<b>\$1,344,317,068</b>	<b>5.2</b>	<b>\$5,217,713,795</b>	<b>\$5,018,276,523</b>	<b>4.0</b>

As of April 4, 2007