

NEW JERSEY CASINO CONTROL COMMISSION

Tennessee Avenue and Boardwalk
Atlantic City, NJ 08401

CCC Announces 2008 Results

For Immediate Release

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ATLANTIC CITY— The city’s casino hotels reported a 24.6 percent decline in gross operating profits in 2008, including a 45.8 percent decline in the fourth quarter alone, according to figures released Thursday by the New Jersey Casino Control Commission.

Gross operating profits totaled \$940.9 million in 2008 compared to \$1.25 billion in 2007. During the same period, net revenues fell 7.1 percent to \$4.48 billion. In the fourth quarter of 2008, casinos reported gross operating profits of \$131.9 million compared to \$243.5 million in the same period a year earlier. Net revenues for the quarter were \$951.6 million, a 14.9 percent decline.

“Last year was a particularly challenging one for Atlantic City’s casino industry,” said Casino Control Commission Chair Linda M. Kassekert. “The decline in revenues and gross operating profits reflect the decline in overall economy as well as the continued increase in competition from gaming operations in neighboring states.”

Borgata led the industry with gross operating profits of \$201.1 million in 2008, a decrease of 17.9 percent over 2007. Harrah’s Atlantic City reported gross operating profits of \$164.1 million, a 1.1 percent decline over the prior year. Caesars reported a 16.9 percent decline to \$153.5 million in gross operating profits for the year.

Bally’s Atlantic City earned \$129.6 million in gross operating profits, down 19.5 percent from 2007; Trump Taj Mahal reported a 16.7 percent decline to \$99.6 million, and Showboat earned \$78.7 million in gross operating profits last year, a decline of 31.9 percent compared to the prior year.

Tropicana reported \$56.7 million in gross operating profits for 2008, down 52 percent over the prior year; Trump Plaza earned \$36.3 million in gross operating profits last year, down 21.6 percent, and Trump Marina reported a 58.4 percent decline in gross operating profits to \$15.2 million for 2008.

Resorts earned \$2.8 million in gross operating profits in 2008, a decline of 88.4 percent compared to the prior year and the Atlantic City Hilton earned \$3.5 million for the year, a decline of 89 percent.

Gross operating profit represents earnings before interest, taxes, depreciation, amortization, charges from affiliates and other non-cash charges. It is a widely accepted measure of profitability in the gaming industry. Kassekert noted that every casino reported significant non-cash charges against net income in 2008 to comply with accounting standards.

After all of those other charges, the industry reported a net loss of \$1.1 billion in 2008 compared to a net loss of \$64.5 million in 2007.

“The net loss includes more than \$890 million in write-downs that are required by the accounting standards and do not reflect operational results,” Kassekert said. “They include reductions in the value of goodwill and trademarks and other intangible assets.”

Most of those writedowns were taken in the fourth quarter of the year. As a result, in the fourth quarter of 2008, the industry reported a combined net loss of \$900.5 million compared to a net loss of \$235 million for the same period a year earlier.

The occupancy rate in the city’s casino hotels declined to 87.4 percent compared to 91.6 percent in 2007, but Kassekert noted that the decline in the rate may be misleading because the number of hotel rooms increased by 2,485.

“While the occupancy rate fell a bit, more people actually spent the night in casino hotels last year,” she said. “The total number of occupied room nights increased by almost 213,000.”

Figures released by the commission also show that promotional allowances and expenses declined by 4.8 percent to \$1.6 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/)

**ATLANTIC CITY CASINO INDUSTRY
STATEMENT OF INCOME STATISTICS
FOR THE QUARTER ENDED DECEMBER 31, 2008 AND 2007**
(\$ in Thousands)

	<u>Net Revenue</u>		Fav (Unfav) Var %	<u>Gross Operating Profit</u>		Fav (Unfav) Var %	<u>Net Income</u>		Fav (Unfav) Var %
	<u>2008</u>	<u>2007</u>		<u>2008</u>	<u>2007</u>		<u>2008</u>	<u>2007</u>	
AC Hilton	\$ 38,896	\$ 60,304	(35.5)	\$ (8,197)	\$ 2,415	N/A	\$ (99,346)	\$ (11,627)	N/A
Bally's AC	113,802	144,065	(21.0)	19,318	33,677	(42.6)	(98,297)	(3,728)	N/A
Borgata	183,483	202,726	(9.5)	37,633	54,801	(31.3)	10,239	29,412	(65.2)
Caesars	109,933	125,929	(12.7)	30,189	34,731	(13.1)	(372,142)	(2,373)	N/A
Harrah's Marina	117,322	118,564	(1.0)	29,815	38,059	(21.7)	(191,675)	2,845	N/A
Resorts	42,441	58,418	(27.3)	(5,524)	3,283	N/A	(14,273)	9,887	N/A
Showboat	68,949	86,513	(20.3)	12,602	21,816	(42.2)	(53,643)	(8,510)	N/A
Tropicana	80,137	92,921	(13.8)	6,436	17,818	(63.9)	(35,684)	(30,300)	(17.8)
Trump Marina	36,727	54,715	(32.9)	(3,930)	6,347	N/A	(5,983)	(158,879)	96.2
Trump Plaza	52,133	61,715	(15.5)	844	8,398	(89.9)	(17,428)	(36,456)	52.2
Trump Taj Mahal	107,779	112,185	(3.9)	12,668	22,115	(42.7)	(22,251)	(25,270)	11.9
Industry	<u>\$ 951,602</u>	<u>\$ 1,118,055</u>	(14.9)	<u>\$ 131,854</u>	<u>\$ 243,460</u>	(45.8)	<u>\$ (900,483)</u>	<u>\$ (234,999)</u>	N/A

**ATLANTIC CITY CASINO INDUSTRY
STATEMENT OF INCOME STATISTICS
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2008 AND 2007**
(\$ in Thousands)

	Net Revenue		Fav (Unfav) Var %	Gross Operating Profit		Fav (Unfav) Var %	Net Income		Fav (Unfav) Var %
	<u>2008</u>	<u>2007</u>		<u>2008</u>	<u>2007</u>		<u>2008</u>	<u>2007</u>	
AC Hilton	\$ 216,920	\$ 267,614	(18.9)	\$ 3,475	\$ 31,481	(89.0)	\$ (119,929)	\$ (26,939)	N/A
Bally's AC	549,538	622,348	(11.7)	129,553	160,912	(19.5)	(85,997)	13,424	N/A
Borgata	830,489	838,643	(1.0)	201,098	244,982	(17.9)	83,289	141,332	(41.1)
Caesars	518,162	552,518	(6.2)	153,467	184,737	(16.9)	(355,368)	32,155	N/A
Harrah's Marina	536,110	494,312	8.5	164,062	165,803	(1.1)	(181,575)	31,542	N/A
Resorts	211,508	249,010	(15.1)	2,823	24,423	(88.4)	(36,460)	(23,780)	(53.3)
Showboat	335,970	375,731	(10.6)	78,658	115,464	(31.9)	(48,100)	(11,358)	N/A
Tropicana	370,369	432,283	(14.3)	56,660	117,973	(52.0)	(107,070)	(24,643)	N/A
Trump Marina	194,555	231,004	(15.8)	15,210	36,532	(58.4)	(78,337)	(161,055)	51.4
Trump Plaza	252,765	267,718	(5.6)	36,252	46,255	(21.6)	(23,906)	(40,016)	40.3
Trump Taj Mahal	460,688	489,513	(5.9)	99,643	119,593	(16.7)	(97,545)	4,874	N/A
Industry	<u>\$ 4,477,074</u>	<u>\$ 4,820,694</u>	(7.1)	<u>\$ 940,901</u>	<u>\$ 1,248,155</u>	(24.6)	<u>\$ (1,050,998)</u>	<u>\$ (64,464)</u>	N/A

**ATLANTIC CITY CASINO INDUSTRY
STATEMENTS OF INCOME
FOR THE QUARTER ENDED DECEMBER 31, 2008
(\$ in Thousands)**

	AC Hilton	Bally's AC	Borgata	Caesars	Harrah's Marina	Resorts	Showboat	Tropicana	Trump Marina	Trump Plaza	Trump Taj Mahal	Industry
REVENUE:												
Casino	\$ 47,120	\$ 118,750	\$ 169,796	\$ 116,363	\$ 122,324	\$ 47,898	\$ 72,984	\$ 73,042	\$ 41,112	\$ 54,530	\$ 116,661	\$ 980,580
Rooms	4,335	11,712	26,915	9,382	15,657	3,943	8,278	15,283	3,936	5,502	10,724	115,667
Food and Beverage	7,146	15,896	33,547	13,152	17,047	5,465	11,318	10,801	4,682	6,254	12,902	138,210
Other	1,763	3,783	12,260	3,832	5,732	1,333	3,016	5,208	2,146	2,047	4,346	45,466
Total Revenue	60,364	150,141	242,518	142,729	160,760	58,639	95,596	104,334	51,876	68,333	144,633	1,279,923
Less: Promotional Allowances	21,468	36,339	59,035	32,796	43,438	16,198	26,647	24,197	15,149	16,200	36,854	328,321
NET REVENUE	38,896	113,802	183,483	109,933	117,322	42,441	68,949	80,137	36,727	52,133	107,779	951,602
COSTS AND EXPENSES:												
Cost of Goods and Services	41,759	84,912	122,305	67,548	71,899	36,066	46,926	57,351	31,829	39,052	68,481	668,128
Selling, General, and Administrative	4,228	8,605	23,850	9,857	12,744	11,288	8,290	15,536	8,225	11,653	18,683	132,959
Provision for Doubtful Accounts	1,106	967	(305)	2,339	2,864	611	1,131	814	603	584	7,947	18,661
Total Costs & Expenses	47,093	94,484	145,850	79,744	87,507	47,965	56,347	73,701	40,657	51,289	95,111	819,748
GROSS OPERATING PROFIT	(8,197)	19,318	37,633	30,189	29,815	(5,524)	12,602	6,436	(3,930)	844	12,668	131,854
Depreciation and Amortization	3,701	9,365	20,511	12,772	12,755	2,918	6,817	16,677	381	4,382	10,129	100,408
Charges from Affiliates Other than Interest:												
Management Fees	-	-	-	-	-	196	-	-	-	-	-	196
Other	445	5,918	-	4,733	6,967	-	3,551	-	1,686	2,162	3,502	28,964
INCOME (LOSS) FROM OPERATIONS	(12,343)	4,035	17,122	12,684	10,093	(8,638)	2,234	(10,241)	(5,997)	(5,700)	(963)	2,286
OTHER INCOME (EXPENSES):												
Interest (Expense) - Affiliates	(5,155)	(12,410)	-	(11,014)	-	(5,029)	-	(21,432)	(542)	(7,037)	(15,566)	(78,185)
Interest (Expense) - External	(18)	(80)	(8,171)	(141)	(19,402)	(382)	-	(5)	(165)	(676)	(677)	(29,717)
Invest. Alt. Tax & Related Income (Exp.)-Net	(211)	88	(1,224)	(601)	(2,344)	(316)	(991)	(595)	612	619	749	(4,214)
Nonoperating Income (Expense) - Net	(92)	(92,260)	582	(372,663)	(185,883)	92	(54,079)	(3,699)	109	(5,118)	(6,387)	(719,398)
Total Other Income (Expenses)	(5,476)	(104,662)	(8,813)	(384,419)	(207,629)	(5,635)	(55,070)	(25,731)	14	(12,212)	(21,881)	(831,514)
Income(Loss) Before Taxes&Extraordinary Items	(17,819)	(100,627)	8,309	(371,735)	(197,536)	(14,273)	(52,836)	(35,972)	(5,983)	(17,912)	(22,844)	(829,228)
Provision (Credit) for Income Taxes	-	(2,330)	(1,930)	407	(5,861)	-	807	(288)	-	(484)	(593)	(10,272)
Income (Loss) Before Extraordinary Items	(17,819)	(98,297)	10,239	(372,142)	(191,675)	(14,273)	(53,643)	(35,684)	(5,983)	(17,428)	(22,251)	(818,956)
Extraordinary Items (Net of Income Taxes)	(81,527)	-	-	-	-	-	-	-	-	-	-	(81,527)
NET INCOME (LOSS)	\$ (99,346)	\$ (98,297)	\$ 10,239	\$ (372,142)	\$ (191,675)	\$ (14,273)	\$ (53,643)	\$ (35,684)	\$ (5,983)	\$ (17,428)	\$ (22,251)	\$ (900,483)

**ATLANTIC CITY CASINO INDUSTRY
STATEMENTS OF INCOME
FOR THE QUARTER ENDED DECEMBER 31, 2007
(\$ in Thousands)**

	AC Hilton	Bally's AC	Borgata	Caesars	Harrah's Marina	Resorts	Showboat	Tropicana	Trump Marina	Trump Plaza	Trump Taj Mahal	Industry
REVENUE:												
Casino	\$ 67,552	\$ 146,295	\$ 179,529	\$ 131,431	\$ 118,169	\$ 64,348	\$ 89,154	\$ 87,308	\$ 57,112	\$ 66,538	\$ 114,375	\$ 1,121,811
Rooms	5,094	14,619	24,082	8,979	13,134	4,687	10,141	17,657	4,668	5,740	9,422	118,223
Food and Beverage	9,848	17,182	33,130	14,275	15,050	8,370	12,309	11,698	7,034	6,693	14,612	150,201
Other	2,417	5,132	11,019	4,243	5,812	1,313	3,615	5,244	4,267	2,250	6,340	51,652
Total Revenue	84,911	183,228	247,760	158,928	152,165	78,718	115,219	121,907	73,081	81,221	144,749	1,441,887
Less: Promotional Allowances	24,607	39,163	45,034	32,999	33,601	20,300	28,706	28,986	18,366	19,506	32,564	323,832
NET REVENUE	60,304	144,065	202,726	125,929	118,564	58,418	86,513	92,921	54,715	61,715	112,185	1,118,055
COSTS AND EXPENSES:												
Cost of Goods and Services	44,485	102,809	118,278	72,393	65,887	43,744	52,667	60,003	36,975	41,092	70,795	709,128
Selling, General, and Administrative	12,412	6,651	27,964	17,576	14,242	10,676	11,523	14,747	10,751	11,678	17,707	155,927
Provision for Doubtful Accounts	992	928	1,683	1,229	376	715	507	353	642	547	1,568	9,540
Total Costs & Expenses	57,889	110,388	147,925	91,198	80,505	55,135	64,697	75,103	48,368	53,317	90,070	874,595
GROSS OPERATING PROFIT	2,415	33,677	54,801	34,731	38,059	3,283	21,816	17,818	6,347	8,398	22,115	243,460
Depreciation and Amortization	4,336	14,004	17,496	14,499	12,745	3,604	11,168	19,633	4,558	4,684	7,015	113,742
Charges from Affiliates Other than Interest:												
Management Fees	-	-	-	-	-	1,049	-	-	-	-	-	1,049
Other	1,414	6,323	-	5,210	4,559	829	6,727	-	2,200	2,028	3,108	32,398
INCOME (LOSS) FROM OPERATIONS	(3,335)	13,350	37,305	15,022	20,755	(2,199)	3,921	(1,815)	(411)	1,686	11,992	96,271
OTHER INCOME (EXPENSES):												
Interest (Expense) - Affiliates	(7,700)	(12,410)	-	(11,014)	(13,000)	(6,617)	(14,433)	(22,767)	(5,525)	(7,007)	(12,576)	(113,049)
Interest (Expense) - External	6	(37)	(7,770)	(134)	-	(198)	-	(6)	(297)	(560)	(548)	(9,544)
Invest. Alt. Tax & Related Income (Exp.)-Net	(636)	(1,351)	(1,412)	(276)	(757)	(561)	(1,666)	(40)	(297)	(460)	(514)	(7,970)
Nonoperating Income (Expense) - Net	176	(411)	(499)	(1,684)	226	19,442	187	(2,524)	(159,328)	(33,701)	(26,364)	(204,480)
Total Other Income (Expenses)	(8,154)	(14,209)	(9,681)	(13,108)	(13,531)	12,066	(15,912)	(25,337)	(165,447)	(41,728)	(40,002)	(335,043)
Income(Loss) Before Taxes&Extraordinary Items	(11,489)	(859)	27,624	1,914	7,224	9,867	(11,991)	(27,152)	(165,858)	(40,042)	(28,010)	(238,772)
Provision (Credit) for Income Taxes	138	2,869	(1,788)	4,287	4,379	(20)	(3,481)	3,148	(6,979)	(3,586)	(2,740)	(3,773)
Income (Loss) Before Extraordinary Items	(11,627)	(3,728)	29,412	(2,373)	2,845	9,887	(8,510)	(30,300)	(158,879)	(36,456)	(25,270)	(234,999)
Extraordinary Items (Net of Income Taxes)	-	-	-	-	-	-	-	-	-	-	-	-
NET INCOME (LOSS)	\$ (11,627)	\$ (3,728)	\$ 29,412	\$ (2,373)	\$ 2,845	\$ 9,887	\$ (8,510)	\$ (30,300)	\$ (158,879)	\$ (36,456)	\$ (25,270)	\$ (234,999)

**ATLANTIC CITY CASINO INDUSTRY
STATEMENTS OF INCOME
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2008
(\$ in Thousands)**

	AC Hilton	Bally's AC	Borgata	Caesars	Harrah's Marina	Resorts	Showboat	Tropicana	Trump Marina	Trump Plaza	Trump Taj Mahal	Industry
REVENUE:												
Casino	\$ 245,082	\$ 564,580	\$ 734,306	\$ 543,111	\$ 538,776	\$ 229,895	\$ 358,431	\$ 348,574	\$ 201,292	\$ 258,763	\$ 476,706	\$ 4,499,516
Rooms	20,365	52,195	110,616	36,261	64,644	18,371	38,215	69,807	19,203	26,915	41,218	497,810
Food and Beverage	36,104	73,843	147,334	58,340	78,206	28,048	52,295	49,587	24,643	29,754	57,460	635,614
Other	9,113	18,569	52,207	16,395	26,621	6,089	13,344	19,607	12,292	9,559	22,400	206,196
Total Revenue	310,664	709,187	1,044,463	654,107	708,247	282,403	462,285	487,575	257,430	324,991	597,784	5,839,136
Less: Promotional Allowances	93,744	159,649	213,974	135,945	172,137	70,895	126,315	117,206	62,875	72,226	137,096	1,362,062
NET REVENUE	216,920	549,538	830,489	518,162	536,110	211,508	335,970	370,369	194,555	252,765	460,688	4,477,074
COSTS AND EXPENSES:												
Cost of Goods and Services	167,808	366,538	519,055	298,303	306,087	158,574	214,695	246,061	139,841	168,428	279,964	2,865,354
Selling, General, and Administrative	42,372	50,379	105,693	60,619	61,259	48,073	39,633	65,641	37,721	46,436	69,726	627,552
Provision for Doubtful Accounts	3,265	3,068	4,643	5,773	4,702	2,038	2,984	2,007	1,783	1,649	11,355	43,267
Total Costs & Expenses	213,445	419,985	629,391	364,695	372,048	208,685	257,312	313,709	179,345	216,513	361,045	3,536,173
GROSS OPERATING PROFIT	3,475	129,553	201,098	153,467	164,062	2,823	78,658	56,660	15,210	36,252	99,643	940,901
Depreciation and Amortization	15,312	37,791	76,096	53,318	53,844	14,279	27,905	66,634	6,762	18,913	36,680	407,534
Charges from Affiliates Other than Interest:												
Management Fees	-	-	-	-	-	2,635	-	-	-	-	-	2,635
Other	2,698	24,976	-	20,276	27,318	-	18,754	-	6,990	8,568	14,571	124,151
INCOME (LOSS) FROM OPERATIONS	(14,535)	66,786	125,002	79,873	82,900	(14,091)	31,999	(9,974)	1,458	8,771	48,392	406,581
OTHER INCOME (EXPENSES):												
Interest (Expense) - Affiliates	(21,270)	(49,640)	-	(44,058)	(3,914)	(20,509)	(4,447)	(85,740)	(17,657)	(27,944)	(54,193)	(329,372)
Interest (Expense) - External	(33)	(150)	(29,049)	(600)	(74,435)	(1,789)	(14,472)	(19)	(869)	(2,076)	(2,723)	(126,215)
Invest. Alt. Tax & Related Income (Exp.)-Net	(1,392)	(2,505)	(5,405)	(2,672)	2,264	(1,017)	(3,745)	(1,594)	154	971	(782)	(15,723)
Nonoperating Income (Expense) - Net	(1,172)	(92,681)	(4,289)	(374,135)	(186,604)	946	(53,162)	(10,029)	(63,101)	(4,112)	(89,292)	(877,631)
Total Other Income (Expenses)	(23,867)	(144,976)	(38,743)	(421,465)	(262,689)	(22,369)	(75,826)	(97,382)	(81,473)	(33,161)	(146,990)	(1,348,941)
Income(Loss) Before Taxes&Extraordinary Items	(38,402)	(78,190)	86,259	(341,592)	(179,789)	(36,460)	(43,827)	(107,356)	(80,015)	(24,390)	(98,598)	(942,360)
Provision (Credit) for Income Taxes	-	7,807	2,970	13,776	1,786	-	4,273	(286)	(1,678)	(484)	(1,053)	27,111
Income (Loss) Before Extraordinary Items	(38,402)	(85,997)	83,289	(355,368)	(181,575)	(36,460)	(48,100)	(107,070)	(78,337)	(23,906)	(97,545)	(969,471)
Extraordinary Items (Net of Income Taxes)	(81,527)	-	-	-	-	-	-	-	-	-	-	(81,527)
NET INCOME (LOSS)	\$ (119,929)	\$ (85,997)	\$ 83,289	\$ (355,368)	\$ (181,575)	\$ (36,460)	\$ (48,100)	\$ (107,070)	\$ (78,337)	\$ (23,906)	\$ (97,545)	\$ (1,050,998)

**ATLANTIC CITY CASINO INDUSTRY
STATEMENTS OF INCOME
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2007
(\$ in Thousands)**

	AC Hilton	Bally's AC	Borgata	Caesars	Harrah's Marina	Resorts	Showboat	Tropicana	Trump Marina	Trump Plaza	Trump Taj Mahal	Industry
REVENUE:												
Casino	\$ 301,665	\$ 643,720	\$ 748,649	\$ 584,612	\$ 513,192	\$ 276,384	\$ 403,133	\$ 395,619	\$ 239,690	\$ 277,845	\$ 504,090	\$ 4,888,599
Rooms	21,625	62,290	100,898	38,135	57,200	18,787	45,493	77,208	19,410	26,275	38,048	505,369
Food and Beverage	42,750	80,559	141,061	61,337	65,003	33,799	55,620	54,693	30,412	30,568	57,979	653,781
Other	11,374	23,078	44,071	16,600	24,177	6,678	13,936	22,356	14,033	10,483	21,503	208,289
Total Revenue	377,414	809,647	1,034,679	700,684	659,572	335,648	518,182	549,876	303,545	345,171	621,620	6,256,038
Less: Promotional Allowances	109,800	187,299	196,036	148,166	165,260	86,638	142,451	117,593	72,541	77,453	132,107	1,435,344
NET REVENUE	267,614	622,348	838,643	552,518	494,312	249,010	375,731	432,283	231,004	267,718	489,513	4,820,694
COSTS AND EXPENSES:												
Cost of Goods and Services	186,413	390,820	480,803	297,692	269,288	174,814	216,707	253,942	147,833	169,905	286,509	2,874,726
Selling, General, and Administrative	46,483	68,081	106,992	66,060	57,949	48,173	41,419	59,007	45,242	49,840	78,784	668,030
Provision for Doubtful Accounts	3,237	2,535	5,866	4,029	1,272	1,600	2,141	1,361	1,397	1,718	4,627	29,783
Total Costs & Expenses	236,133	461,436	593,661	367,781	328,509	224,587	260,267	314,310	194,472	221,463	369,920	3,572,539
GROSS OPERATING PROFIT	31,481	160,912	244,982	184,737	165,803	24,423	115,464	117,973	36,532	46,255	119,593	1,248,155
Depreciation and Amortization	18,783	54,239	68,576	56,644	48,871	16,438	41,911	66,176	16,549	19,329	29,335	436,851
Charges from Affiliates Other than Interest:												
Management Fees	-	-	-	-	-	4,197	-	-	-	-	-	4,197
Other	4,472	26,418	-	21,796	18,686	3,180	27,225	-	6,324	6,998	10,888	125,987
INCOME (LOSS) FROM OPERATIONS	8,226	80,255	176,406	106,297	98,246	608	46,328	51,797	13,659	19,928	79,370	681,120
OTHER INCOME (EXPENSES):												
Interest (Expense) - Affiliates	(34,137)	(49,640)	-	(44,239)	(52,000)	(26,652)	(57,730)	(91,070)	(21,011)	(27,179)	(48,002)	(451,660)
Interest (Expense) - External	(7)	(181)	(31,194)	(539)	-	(927)	-	(21)	(937)	(1,911)	(2,108)	(37,825)
Invest. Alt. Tax & Related Income (Exp.)-Net	(1,622)	(5,267)	(5,312)	(3,641)	(4,722)	(1,434)	(4,029)	(1,486)	(985)	(1,454)	(1,907)	(31,859)
Nonoperating Income (Expense) - Net	779	217	(2,226)	(1,167)	(4,329)	4,625	135	19,285	(158,760)	(32,986)	(25,019)	(199,446)
Total Other Income (Expenses)	(34,987)	(54,871)	(38,732)	(49,586)	(61,051)	(24,388)	(61,624)	(73,292)	(181,693)	(63,530)	(77,036)	(720,790)
Income(Loss) Before Taxes&Extraordinary Items	(26,761)	25,384	137,674	56,711	37,195	(23,780)	(15,296)	(21,495)	(168,034)	(43,602)	2,334	(39,670)
Provision (Credit) for Income Taxes	178	11,960	(3,658)	24,556	5,653	-	(3,938)	3,148	(6,979)	(3,586)	(2,540)	24,794
Income (Loss) Before Extraordinary Items	(26,939)	13,424	141,332	32,155	31,542	(23,780)	(11,358)	(24,643)	(161,055)	(40,016)	4,874	(64,464)
Extraordinary Items (Net of Income Taxes)	-	-	-	-	-	-	-	-	-	-	-	-
NET INCOME (LOSS)	\$ (26,939)	\$ 13,424	\$ 141,332	\$ 32,155	\$ 31,542	\$ (23,780)	\$ (11,358)	\$ (24,643)	\$ (161,055)	\$ (40,016)	\$ 4,874	\$ (64,464)

**ATLANTIC CITY CASINO INDUSTRY
PROMOTIONAL ALLOWANCES AND EXPENSES
FOR THE QUARTER AND YEAR ENDED DECEMBER 31, 2008**
(\$ in Thousands)

	QUARTER			YEAR		
	Allowances	Expenses	Total	Allowances	Expenses	Total
AC Hilton	\$ 21,468	\$ 1,444	\$ 22,912	\$ 93,744	\$ 7,914	\$ 101,658
Bally's AC	36,339	1,867	38,206	159,649	7,290	166,939
Borgata	59,035	8,327	67,362	213,974	35,577	249,551
Caesars	32,796	6,297	39,093	135,945	27,279	163,224
Harrah's Marina	43,438	3,610	47,048	172,137	16,451	188,588
Resorts	16,198	4,481	20,679	70,895	22,069	92,964
Showboat	26,647	970	27,617	126,315	3,474	129,789
Tropicana	24,197	2,617	26,814	117,206	12,844	130,050
Trump Marina	15,149	3,239	18,388	62,875	14,385	77,260
Trump Plaza	16,200	4,925	21,125	72,226	18,115	90,341
Trump Taj Mahal	36,854	8,265	45,119	137,096	25,760	162,856
Industry	\$ 328,321	\$ 46,042	\$ 374,363	\$ 1,362,062	\$ 191,158	\$ 1,553,220
Incr (Decr) vs. Prior Period	1.9%	-4.8%	1.0%	-5.1%	-2.5%	-4.8%

**ATLANTIC CITY CASINO INDUSTRY
PROMOTIONAL ALLOWANCES AND EXPENSES
FOR THE QUARTER AND YEAR ENDED DECEMBER 31, 2007**
(\$ in Thousands)

	QUARTER			YEAR		
	Allowances	Expenses	Total	Allowances	Expenses	Total
AC Hilton	\$ 24,607	\$ 3,093	\$ 27,700	\$ 109,800	\$ 10,776	\$ 120,576
Bally's AC	39,163	1,856	41,019	187,299	8,124	195,423
Borgata	45,034	9,468	54,502	196,036	38,819	234,855
Caesars	31,334	5,808	37,142	148,166	22,770	170,936
Harrah's Marina	33,601	3,401	37,002	165,260	14,567	179,827
Resorts	20,300	6,379	26,679	86,638	24,075	110,713
Showboat	28,706	894	29,600	142,451	3,584	146,035
Tropicana	28,986	3,281	32,267	117,593	11,381	128,974
Trump Marina	18,366	3,550	21,916	72,541	15,242	87,783
Trump Plaza	19,506	4,376	23,882	77,453	19,520	96,973
Trump Taj Mahal	32,564	6,257	38,821	132,107	27,206	159,313
Industry	\$ 322,167	\$ 48,363	\$ 370,530	\$ 1,435,344	\$ 196,064	\$ 1,631,408

**ATLANTIC CITY CASINO INDUSTRY
HOTEL STATISTICS
FOR THE QUARTER ENDED DECEMBER 31, 2008**

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	809	74,420	59,425	79.9%	\$ 72.94
Bally's AC	1,752	160,266	138,320	86.3%	84.68
Borgata	2,769	247,092	192,527	77.9%	136.34
Caesars	1,139	104,788	96,771	92.3%	90.83
Harrah's Marina	2,590	238,278	172,598	72.4%	90.71
Resorts	942	86,664	61,998	71.5%	63.48
Showboat	1,331	122,452	93,747	76.6%	88.30
Tropicana	2,129	195,868	157,505	80.4%	97.03
Trump Marina	728	66,976	46,401	69.3%	84.83
Trump Plaza	906	83,352	64,369	77.2%	85.48
Trump Taj Mahal	1,965	158,060	121,149	76.6%	88.63
INDUSTRY TOTAL	17,060	1,538,216	1,204,810		
INDUSTRY AVERAGE				78.3%	\$94.96

* Number of guest rooms at end of quarter

**ATLANTIC CITY CASINO INDUSTRY
HOTEL STATISTICS
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2008**

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	809	296,084	268,267	90.6%	\$ 75.91
Bally's AC	1,752	632,670	594,061	93.9%	86.83
Borgata	2,769	869,530	758,130	87.2%	142.59
Caesars	1,139	417,086	363,297	87.1%	94.55
Harrah's Marina	2,590	851,980	723,651	84.9%	89.33
Resorts	942	344,730	293,325	85.1%	62.56
Showboat	1,331	487,146	429,403	88.1%	89.00
Tropicana	2,129	779,214	676,324	86.8%	103.21
Trump Marina	728	266,448	218,836	82.1%	87.75
Trump Plaza	906	331,596	284,449	85.8%	94.62
Trump Taj Mahal	1,965	509,420	445,350	87.4%	92.77
INDUSTRY TOTAL	17,060	5,785,904	5,055,093		
INDUSTRY AVERAGE				87.4%	\$97.50

* Number of guest rooms at end of quarter

**THE ATLANTIC CITY CASINO INDUSTRY
CASINO WIN ANALYSIS
FOR THE YEAR-TO-DATE ENDED DECEMBER 2008 VERSUS 2007**

	SLOT MACHINE WIN		INCREASE (DECREASE)	TABLE GAME WIN		INCREASE (DECREASE)	TOTAL CASINO WIN		INCREASE (DECREASE)
	2008	2007	%	2008	2007	%	2008	2007	%
AC Hilton	173,795,527	210,151,184	(17.3)	75,327,133	94,746,841	(20.5)	249,122,660	304,898,025	(18.3)
Bally's AC	394,629,796	462,939,908	(14.8)	173,440,327	178,477,792	(2.8)	568,070,123	641,417,700	(11.4)
Borgata	441,443,988	439,614,934	0.4	297,334,851	311,351,709	(4.5)	738,778,839	750,966,643	(1.6)
Caesars	327,475,136	374,486,028	(12.6)	216,293,908	208,852,379	3.6	543,769,044	583,338,407	(6.8)
Harrah's Marina	446,455,951	450,281,344	(0.8)	98,268,682	69,216,261	42.0	544,724,633	519,497,605	4.9
Resorts	174,294,678	208,011,470	(16.2)	58,921,514	70,719,206	(16.7)	233,216,192	278,730,676	(16.3)
Showboat	292,820,358	333,680,749	(12.2)	69,409,192	73,740,876	(5.9)	362,229,550	407,421,625	(11.1)
Tropicana	251,903,596	285,874,818	(11.9)	104,808,388	117,791,849	(11.0)	356,711,984	403,666,667	(11.6)
Trump Marina	155,075,095	184,564,936	(16.0)	48,568,409	57,373,904	(15.3)	203,643,504	241,938,840	(15.8)
Trump Plaza	178,530,887	196,386,002	(9.1)	83,755,566	83,956,674	(0.2)	262,286,453	280,342,676	(6.4)
Trump Taj Mahal	296,075,931	318,479,404	(7.0)	186,331,878	190,088,702	(2.0)	482,407,809	508,568,106	(5.1)
Total	\$3,132,500,943	\$3,464,470,777	(9.6)	\$1,412,459,848	\$1,456,316,193	(3.0)	\$4,544,960,791	\$4,920,786,970	(7.6)

As of April 2, 2009