

CASINO CONTROL COMMISSION

Tennessee Avenue and Boardwalk
Atlantic City, NJ 08401

CCC Announces 1st Quarter 2007 Results

For Immediate Release

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ATLANTIC CITY -- Casinos here reported a 5.8 percent decrease in gross operating profits in the first quarter of 2007, according to figures released Thursday by the New Jersey Casino Control Commission.

Gross operating profits totaled \$297.4 million for the three-month period compared to \$315.6 million for the same period last year. Net revenues fell by 3.1 percent for the period to \$1.16 billion.

The Borgata led the industry with gross operating profits of \$61.6 million for the quarter, a decrease of 6.5 percent. Caesars reported gross operating profits of \$40.8 million, a 16.9 percent increase; Harrah's Marina reported gross operating profits of \$38.3 million, down 10.4 percent and Bally's Atlantic City reported \$36.5 million in gross operating profits, a decline of 13.6 percent.

Tropicana reported an 11.5 percent increase in gross operating profits to \$31.7 million; Trump Taj Mahal reported a 9.1 percent increase in gross operating profits to \$29.6 million; Showboat reported an 18.6 percent decline in gross operating profits to \$26.8 million; and, the Trump Marina reported a 17.2 percent decline in gross operating profits to \$9.3 million.

Trump Plaza reported gross operating profits of \$8.4 million a decline of 5.3 percent over the same period a year ago; the Atlantic City Hilton reported \$8.1 million in gross operating profits, a 29.1 percent decline; and, Resorts reported gross operating profits of \$6.4 million, a 26.6 percent increase.

Gross operating profit represents earnings before interest, taxes, depreciation, amortization and charges from affiliates. After all of those other charges, the industry reported net income of \$33.5 million compared to net income of almost \$73 million in the same period last year. Hotel occupancy was 88.5 percent for the quarter compared with 88.9 percent in the first quarter of 2006. Promotional allowances and expenses increased by 2.1 percent in the quarter to \$388.8 million.

(Copies of individual quarterly reports are available on the Commission's web page at www.state.nj.us/casinos/financia/qtrincome/ . For more information contact the Office of Communications at 609 441-3799.)

**ATLANTIC CITY CASINO INDUSTRY
STATEMENT OF INCOME STATISTICS
FOR THE QUARTER ENDED MARCH 31, 2007 AND 2006
(\$ 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>2007</u>	<u>2006</u>		<u>2007</u>	<u>2006</u>		<u>2007</u>	<u>2006</u>	
AC Hilton	\$ 65,274	\$ 70,420	(7.3)	\$ 8,071	\$ 11,384	(29.1)	\$ (7,656)	\$ 4,638	N/A
Bally's AC	147,662	158,051	(6.6)	36,480	42,232	(13.6)	447	6,626	(93.3)
Borgata	203,730	187,568	8.6	61,560	65,862	(6.5)	35,268	44,710	(21.1)
Caesars	129,857	122,213	6.3	40,786	34,885	16.9	5,292	5,577	(5.1)
Harrah's Marina	115,665	112,249	3.0	38,264	42,709	(10.4)	6,086	12,746	(52.3)
Resorts	61,555	58,278	5.6	6,449	5,096	26.6	(22,649)	(7,293)	N/A
Sands (a)	N/A	40,774	N/A	N/A	4,889	N/A	N/A	441	N/A
Showboat	90,470	95,280	(5.0)	26,827	32,959	(18.6)	(3,661)	2,227	N/A
Tropicana	111,979	114,738	(2.4)	31,651	28,393	11.5	17,186	2,697	N/A
Trump Marina	54,340	56,845	(4.4)	9,272	11,194	(17.2)	(779)	964	N/A
Trump Plaza	61,502	63,453	(3.1)	8,373	8,838	(5.3)	(4,659)	(3,755)	(24.1)
Trump Taj Mahal	<u>118,436</u>	<u>117,353</u>	0.9	<u>29,626</u>	<u>27,164</u>	9.1	<u>8,669</u>	<u>3,375</u>	N/A
Industry	<u>\$ 1,160,470</u>	<u>\$ 1,197,222</u>	(3.1)	<u>\$ 297,359</u>	<u>\$ 315,605</u>	(5.8)	<u>\$ 33,544</u>	<u>\$ 72,953</u>	(54.0)

(a) Sands ceased operations on November 10, 2006.

**ATLANTIC CITY CASINO INDUSTRY
STATEMENTS OF INCOME
FOR THE QUARTER ENDED MARCH 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	\$ 73,872	\$ 156,311	\$ 187,269	\$ 139,153	\$ 125,376	\$ 69,335	\$ 99,048	\$ 103,952	\$ 58,009	\$ 64,197	\$ 121,913	\$ 1,198,435
Rooms	4,453	12,889	23,893	8,621	12,440	4,279	10,069	16,761	4,289	5,650	8,337	111,681
Food and Beverage	9,317	19,136	33,110	14,762	15,219	7,648	13,784	14,243	6,677	6,331	12,461	152,688
Other	2,162	5,227	9,734	3,314	3,646	1,290	3,089	5,449	1,956	1,787	3,675	41,329
Total Revenue	89,804	193,563	254,006	165,850	156,681	82,552	125,990	140,405	70,931	77,965	146,386	1,504,133
Less: Promotional Allowances	24,530	45,901	50,276	35,993	41,016	20,997	35,520	28,426	16,591	16,463	27,950	343,663
NET REVENUE	65,274	147,662	203,730	129,857	115,665	61,555	90,470	111,979	54,340	61,502	118,436	1,160,470
COSTS AND EXPENSES:												
Cost of Goods and Services	45,044	94,353	114,934	72,546	63,045	43,800	52,937	64,904	35,234	40,282	67,894	694,973
Selling, General, and Administrative	11,366	16,456	25,679	15,658	14,097	11,010	10,098	15,137	9,627	12,252	20,075	161,455
Provision for Doubtful Accounts	793	373	1,557	867	259	296	608	287	207	595	841	6,683
Total Costs & Expenses	57,203	111,182	142,170	89,071	77,401	55,106	63,643	80,328	45,068	53,129	88,810	863,111
GROSS OPERATING PROFIT	8,071	36,480	61,560	40,786	38,264	6,449	26,827	31,651	9,272	8,373	29,626	297,359
Depreciation and Amortization	5,597	12,786	16,827	13,465	11,085	4,411	9,823	11,653	3,677	4,745	6,777	100,846
Charges from Affiliates Other than Interest:												
Management Fees	-	-	-	-	-	1,049	-	-	-	-	-	1,049
Other	1,019	6,745	-	5,913	4,829	575	7,021	-	1,025	1,231	2,029	30,387
INCOME (LOSS) FROM OPERATIONS	1,455	16,949	44,733	21,408	22,350	414	9,983	19,998	4,570	2,397	20,820	165,077
OTHER INCOME (EXPENSES):												
Interest (Expense) - Affiliates	(8,910)	(12,410)	-	(11,015)	(13,000)	(5,735)	(14,432)	-	(5,073)	(6,602)	(12,118)	(89,295)
Interest (Expense) - External	(6)	(26)	(7,693)	(135)	-	(856)	-	(5)	(262)	(457)	(15)	(9,455)
Invest. Alt. Tax & Related Income (Exp.)-Net	(312)	(1,465)	(1,489)	(1,200)	(1,343)	(297)	(816)	(475)	(187)	(305)	(180)	(8,069)
Nonoperating Income (Expense) - Net	157	285	(373)	458	(585)	(16,175)	183	(2,332)	173	308	362	(17,539)
Total Other Income (Expenses)	(9,071)	(13,616)	(9,555)	(11,892)	(14,928)	(23,063)	(15,065)	(2,812)	(5,349)	(7,056)	(11,951)	(124,358)
Income(Loss) Before Taxes&Extraordinary Items	(7,616)	3,333	35,178	9,516	7,422	(22,649)	(5,082)	17,186	(779)	(4,659)	8,869	40,719
Provision (Credit) for Income Taxes	40	2,886	(90)	4,224	1,336	-	(1,421)	-	-	-	200	7,175
Income (Loss) Before Extraordinary Items	(7,656)	447	35,268	5,292	6,086	(22,649)	(3,661)	17,186	(779)	(4,659)	8,669	33,544
Extraordinary Items (Net of Income Taxes)	-	-	-	-	-	-	-	-	-	-	-	-
NET INCOME (LOSS)	\$ (7,656)	\$ 447	\$ 35,268	\$ 5,292	\$ 6,086	\$ (22,649)	\$ (3,661)	\$ 17,186	\$ (779)	\$ (4,659)	\$ 8,669	\$ 33,544

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

	AC Hilton	Bally's AC	Borgata	Caesars	Harrah's Marina	Resorts	Sands (a)	Showboat	Tropicana	Trump Marina	Trump Plaza	Trump Taj Mahal	Industry
REVENUE:													
Casino	\$ 78,351	\$ 160,186	\$ 174,256	\$ 126,672	\$ 118,180	\$ 64,441	\$ 42,915	\$ 103,178	\$ 107,381	\$ 59,551	\$ 67,379	\$ 121,014	\$ 1,223,504
Rooms	5,071	11,968	21,231	9,130	11,494	5,160	2,888	9,429	16,502	4,129	5,088	7,798	109,888
Food and Beverage	10,396	20,270	27,880	15,141	14,004	7,333	4,405	14,179	14,489	6,406	7,265	12,856	154,624
Other	2,585	6,751	6,990	4,325	2,301	1,489	539	2,021	4,829	1,901	2,119	3,935	39,785
Total Revenue	96,403	199,175	230,357	155,268	145,979	78,423	50,747	128,807	143,201	71,987	81,851	145,603	1,527,801
Less: Promotional Allowances	25,983	41,124	42,789	33,055	33,730	20,145	9,973	33,527	28,463	15,142	18,398	28,250	330,579
NET REVENUE	70,420	158,051	187,568	122,213	112,249	58,278	40,774	95,280	114,738	56,845	63,453	117,353	1,197,222
COSTS AND EXPENSES:													
Cost of Goods and Services	46,245	106,522	95,408	79,224	57,267	42,817	26,915	52,857	68,673	36,295	41,110	72,751	726,084
Selling, General, and Administrative	12,329	9,219	24,662	7,521	12,113	10,270	8,888	9,332	17,225	9,105	12,957	16,867	150,488
Provision for Doubtful Accounts	462	78	1,636	583	160	95	82	132	447	251	548	571	5,045
Total Costs & Expenses	59,036	115,819	121,706	87,328	69,540	53,182	35,885	62,321	86,345	45,651	54,615	90,189	881,617
GROSS OPERATING PROFIT	11,384	42,232	65,862	34,885	42,709	5,096	4,889	32,959	28,393	11,194	8,838	27,164	315,605
Depreciation and Amortization	4,718	11,305	14,498	10,126	9,436	4,849	3,830	8,573	12,769	3,547	4,642	8,375	96,668
Charges from Affiliates Other than Interest:													
Management Fees	-	-	-	-	-	820	-	-	9,500	-	-	-	10,320
Other	905	2,777	-	2,194	4,693	408	90	6,170	-	817	942	1,547	20,543
INCOME (LOSS) FROM OPERATIONS	5,761	28,150	51,364	22,565	28,580	(981)	969	18,216	6,124	6,830	3,254	17,242	188,074
OTHER INCOME (EXPENSES):													
Interest (Expense) - Affiliates	-	(12,410)	-	(10,864)	(13,000)	(5,326)	-	(14,432)	(8,760)	(5,047)	(6,109)	(12,219)	(88,167)
Interest (Expense) - External	-	(183)	(4,082)	(128)	-	(887)	(111)	-	(6)	(396)	(683)	(844)	(7,320)
Invest. Alt. Tax & Related Income (Exp.)-Net	(507)	(1,265)	(730)	(861)	(1,105)	(209)	(368)	127	(469)	(212)	(279)	(507)	(6,385)
Nonoperating Income (Expense) - Net	17	(660)	(1,475)	(143)	(175)	198	203	133	4,791	212	255	579	3,935
Total Other Income (Expenses)	(490)	(14,518)	(6,287)	(11,996)	(14,280)	(6,224)	(276)	(14,172)	(4,444)	(5,443)	(6,816)	(12,991)	(97,937)
Income(Loss) Before Taxes&Extraordinary Items	5,271	13,632	45,077	10,569	14,300	(7,205)	693	4,044	1,680	1,387	(3,562)	4,251	90,137
Provision (Credit) for Income Taxes	633	7,006	367	4,992	1,554	88	252	1,817	(1,017)	423	193	876	17,184
Income (Loss) Before Extraordinary Items	4,638	6,626	44,710	5,577	12,746	(7,293)	441	2,227	2,697	964	(3,755)	3,375	72,953
Extraordinary Items (Net of Income Taxes)	-	-	-	-	-	-	-	-	-	-	-	-	-
NET INCOME (LOSS)	\$ 4,638	\$ 6,626	\$ 44,710	\$ 5,577	\$ 12,746	\$ (7,293)	\$ 441	\$ 2,227	\$ 2,697	\$ 964	\$ (3,755)	\$ 3,375	\$ 72,953

(a) Sands ceased operations on November 10, 2006.

**ATLANTIC CITY CASINO INDUSTRY
PROMOTIONAL ALLOWANCES AND EXPENSES
FOR THE QUARTER ENDED MARCH 31, 2007**

(\$ in Thousands)

	QUARTER		
	Allowances	Expenses	Total
AC Hilton	\$ 24,530	\$ 2,306	\$ 26,836
Bally's AC	45,901	1,706	47,607
Borgata	50,276	9,635	59,911
Caesars	35,993	5,425	41,418
Harrah's Marina	41,016	3,118	44,134
Resorts	20,997	6,262	27,259
Sands (a)	N/A	N/A	N/A
Showboat	35,520	731	36,251
Tropicana	28,426	2,671	31,097
Trump Marina	16,591	2,903	19,494
Trump Plaza	16,463	3,831	20,294
Trump Taj Mahal	27,950	6,551	34,501
Industry	<u>\$ 343,663</u>	<u>\$ 45,139</u>	<u>\$ 388,802</u>
Incr (Decr) vs. Prior Period	4.0%	-10.3%	2.1%

**ATLANTIC CITY CASINO INDUSTRY
PROMOTIONAL ALLOWANCES AND EXPENSES
FOR THE QUARTER ENDED MARCH 31, 2006**

(\$ in Thousands)

	QUARTER		
	Allowances	Expenses	Total
AC Hilton	\$ 25,983	\$ 2,776	\$ 28,759
Bally's AC	41,124	5,469	46,593
Borgata	42,789	10,086	52,875
Caesars	33,055	8,530	41,585
Harrah's Marina	33,730	3,121	36,851
Resorts	20,145	3,623	23,768
Sands (a)	9,973	1,632	11,605
Showboat	33,527	833	34,360
Tropicana	28,463	3,767	32,230
Trump Marina	15,142	2,267	17,409
Trump Plaza	18,398	3,722	22,120
Trump Taj Mahal	28,250	4,502	32,752
Industry	<u>\$ 330,579</u>	<u>\$ 50,328</u>	<u>\$ 380,907</u>

(a) Sands ceased operations on November 10, 2006.

**ATLANTIC CITY CASINO INDUSTRY
HOTEL STATISTICS
FOR THE QUARTER ENDED MARCH 31, 2007**

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	72,164	67,355	93.3%	\$ 66.11
Bally's AC	1,745	157,050	141,574	90.1%	91.04
Borgata	1,971	176,602	164,063	92.9%	142.18
Caesars	1,139	102,330	95,890	93.7%	86.81
Harrah's Marina	1,630	146,179	132,534	90.7%	93.86
Resorts	879	79,110	68,660	86.8%	62.32
Showboat	1,331	119,790	106,014	88.5%	94.97
Tropicana	2,129	189,762	165,329	87.1%	101.38
Trump Marina	728	65,520	51,443	78.5%	83.37
Trump Plaza	906	81,540	61,183	75.0%	92.35
Trump Taj Mahal	1,250	112,500	99,356	88.3%	84.09
INDUSTRY TOTAL	14,514	1,302,547	1,153,401		
INDUSTRY AVERAGE				88.5%	\$96.09

* Number of guest rooms at end of quarter