

**TRUMP PLAZA ASSOCIATES
QUARTERLY REPORT**

FOR THE QUARTER ENDED MARCH 31, 2007

**SUBMITTED TO THE
CASINO CONTROL COMMISSION
OF THE
STATE OF NEW JERSEY**



**DIVISION OF FINANCIAL EVALUATION
REPORTING MANUAL**

TRUMP PLAZA ASSOCIATES BALANCE SHEETS

AS OF MARCH 31, 2007 AND 2006

(UNAUDITED)
(\$ IN THOUSANDS)

Line (a)	Description (b)	Notes	2007 (c)	2006 (d)
	<u>ASSETS:</u>			
	Current Assets:			
1	Cash and Cash Equivalents.....		\$18,379	\$19,047
2	Short-Term Investments.....			
3	Receivables and Patrons' Checks (Net of Allowance for Doubtful Accounts - 2007, \$5,144 ; 2006, \$5,617).....		12,968	11,654
4	Inventories		2,377	2,509
5	Other Current Assets.....		2,809	2,965
6	Total Current Assets.....		36,533	36,175
7	Investments, Advances, and Receivables.....		15,627	13,669
8	Property and Equipment - Gross.....		411,552	376,805
9	Less: Accumulated Depreciation and Amortization.....		(34,575)	(15,210)
10	Property and Equipment - Net.....		376,977	361,595
11	Other Assets.....		92,666	94,565
12	Total Assets.....		\$521,803	\$506,004
	<u>LIABILITIES AND EQUITY:</u>			
	Current Liabilities:			
13	Accounts Payable.....		\$4,751	\$6,481
14	Notes Payable.....			
	Current Portion of Long-Term Debt:			
15	Due to Affiliates.....	3	26,000	0
16	External.....	2	999	6,754
17	Income Taxes Payable and Accrued.....	4	2,284	4,777
18	Other Accrued Expenses.....		17,011	15,944
19	Other Current Liabilities.....	5	23,618	18,592
20	Total Current Liabilities.....		74,663	52,548
	Long-Term Debt:			
21	Due to Affiliates.....	2	287,153	287,500
22	External.....	2	0	1,240
23	Deferred Credits		6,434	6,220
24	Other Liabilities.....		19,365	16,928
25	Commitments and Contingencies.....	6		
26	Total Liabilities.....		387,615	364,436
27	Stockholders', Partners', or Proprietor's Equity.....		134,188	141,568
28	Total Liabilities and Equity.....		\$521,803	\$506,004

* Certain reclassifications have been made to conform to current year presentation.

The accompanying notes are an integral part of the financial statements.

Valid comparisons cannot be made without using information contained in the notes.

TRUMP PLAZA ASSOCIATES

STATEMENTS OF INCOME

FOR THE THREE MONTHS ENDED MARCH 31, 2007 AND 2006

(UNAUDITED)
(\$ IN THOUSANDS)

Line (a)	Description (b)	Notes	2007 (c)	2006 (d)
	Revenue:			
1	Casino.....		\$64,197	\$67,379
2	Rooms.....		5,650	5,088
3	Food and Beverage.....		6,331	7,265
4	Other.....		1,787	2,119
5	Total Revenue.....		77,965	81,851
6	Less: Promotional Allowances.....		16,463	18,398
7	Net Revenue.....		61,502	63,453
	Costs and Expenses:			
8	Cost of Goods and Services.....		40,282	41,110
9	Selling, General, and Administrative.....		12,252	12,957
10	Provision for Doubtful Accounts.....		595	548
11	Total Costs and Expenses.....		53,129	54,615
12	Gross Operating Profit.....		8,373	8,838
13	Depreciation and Amortization.....		4,745	4,642
	Charges from Affiliates Other than Interest:			
14	Management Fees.....		0	0
15	Other.....	5	1,231	942
16	Income (Loss) from Operations.....		2,397	3,254
	Other Income (Expenses):			
17	Interest Expense - Affiliates.....	2	(6,602)	(6,109)
18	Interest Expense - External.....	2	(457)	(683)
19	CRDA Related Income (Expense) - Net.....		(305)	(279)
20	Nonoperating Income (Expense) - Net.....		308	255
21	Total Other Income (Expenses).....		(7,056)	(6,816)
22	Income (Loss) Before Taxes and Extraordinary Items.....		(4,659)	(3,562)
23	Provision (Credit) for Income Taxes.....	4	0	193
24	Income (Loss) Before Extraordinary Items.....		(4,659)	(3,755)
25	Extraordinary Items (Net of Income Taxes - 2007, \$0; 2006, \$0).....		0	0
26	Net Income (Loss).....		(\$4,659)	(\$3,755)

* Certain reclassifications have been made to conform to current year presentation.

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TRUMP PLAZA ASSOCIATES

STATEMENTS OF CHANGES IN PARTNERS', PROPRIETOR'S OR MEMBERS' EQUITY

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2006
AND THE THREE MONTHS ENDED MARCH 31, 2007

(UNAUDITED)
(\$ IN THOUSANDS)

Line (a)	Description (b)	Notes	Contributed Capital (c)	Accumulated Earnings (Deficit) (d)	(e)	Total Equity (Deficit) (f)
1	Balance, December 31, 2005.....		\$150,150	(\$8,869)		\$141,281
2	Net Income (Loss) - 2006.....			(6,595)		(6,595)
3	Capital Contributions.....		4,000			4,000
4	Capital Withdrawals.....					0
5	Partnership Distributions.....					0
6	Prior Period Adjustments.....					0
7	Restrictive Stock Awards		143			143
8						0
9						0
10	Balance, December 31, 2006.....		154,293	(15,464)	0	138,829
11	Net Income (Loss) - 2007.....			(4,659)		(4,659)
12	Capital Contributions.....					0
13	Capital Withdrawals.....					0
14	Partnership Distributions.....					0
15	Prior Period Adjustments.....					0
16	Restrictive Stock Awards		18			18
17						0
18						0
19	Balance, March 31, 2007.....		\$154,311	(\$20,123)	\$0	\$134,188

The accompanying notes are an integral part of the financial statements.
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TRUMP PLAZA ASSOCIATES

STATEMENTS OF CASH FLOWS

FOR THE THREE MONTHS ENDED MARCH 31, 2007 AND 2006

(UNAUDITED)
(\$ IN THOUSANDS)

Line (a)	Description (b)	Notes	2007 (c)	2006 (d)
1	CASH PROVIDED (USED) BY OPERATING ACTIVITIES..		(\$4,620)	\$5,529
	CASH FLOWS FROM INVESTING ACTIVITIES:			
2	Purchase of Short-Term Investments			
3	Proceeds from the Sale of Short-Term Investments			
4	Cash Outflows for Property and Equipment.....		(5,736)	(8,417)
5	Proceeds from Disposition of Property and Equipment.....			
6	CRDA Obligations		(910)	(1,720)
7	Other Investments, Loans and Advances made.....		186	1,629
8	Proceeds from Other Investments, Loans, and Advances			
9	Cash Outflows to Acquire Business Entities.....		0	0
10				
11				
12	Net Cash Provided (Used) By Investing Activities.....		(6,460)	(8,508)
	CASH FLOWS FROM FINANCING ACTIVITIES:			
13	Proceeds from Short-Term Debt			
14	Payments to Settle Short-Term Debt.....		(1,417)	(3,108)
15	Proceeds from Long-Term Debt			
16	Costs of Issuing Debt.....			
17	Payments to Settle Long-Term Debt.....			
18	Cash Proceeds from Issuing Stock or Capital Contributions...		0	4,042
19	Purchases of Treasury Stock.....			
20	Payments of Dividends or Capital Withdrawals.....			
21	Intercompany Advances		5,000	
22				
23	Net Cash Provided (Used) By Financing Activities.....		3,583	934
24	Net Increase (Decrease) in Cash and Cash Equivalents.....		(7,497)	(2,045)
25	Cash and Cash Equivalents at Beginning of Period.....		25,876	21,092
26	Cash and Cash Equivalents at End of Period.....		\$18,379	\$19,047
	CASH PAID DURING PERIOD FOR:			
27	Interest (Net of Amount Capitalized).....		\$7,004	\$6,792 *
28	Income Taxes.....		\$0	\$193 *

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TRUMP PLAZA ASSOCIATES

STATEMENTS OF CASH FLOWS

FOR THE THREE MONTHS ENDED MARCH 31, 2007 AND 2006

(UNAUDITED)

(\$ IN THOUSANDS)

Line (a)	Description (b)	Notes	2007 (c)	2006 (d)
	CASH FLOWS FROM OPERATING ACTIVITIES:			
29	Net Income (Loss).....		(\$4,659)	(\$3,755)
30	Depreciation and Amortization of Property and Equipment.....		4,745	4,640
31	Amortization of Other Assets.....			2
32	Amortization of Debt Discount or Premium.....			
33	Deferred Income Taxes - Current			
34	Deferred Income Taxes - Noncurrent		20	
35	(Gain) Loss on Disposition of Property and Equipment.....			
36	(Gain) Loss on CRDA-Related Obligations.....		305	279
37	(Gain) Loss from Other Investment Activities.....			
38	(Increase) Decrease in Receivables and Patrons' Checks		(249)	232
39	(Increase) Decrease in Inventories		241	(358)
40	(Increase) Decrease in Other Current Assets.....		924	675
41	(Increase) Decrease in Other Assets.....		394	(17)
42	Increase (Decrease) in Accounts Payable.....		(1,189)	(2,586) *
43	Increase (Decrease) in Other Current Liabilities		(5,170)	6,417 *
44	Increase (Decrease) in Other Liabilities			
45	Stock Compensation		18	
46				
47	Net Cash Provided (Used) By Operating Activities.....		(\$4,620)	\$5,529

SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION

	ACQUISITION OF PROPERTY AND EQUIPMENT:			
48	Additions to Property and Equipment.....		(\$5,736)	(\$8,591)
49	Less: Capital Lease Obligations Incurred.....		0	174
50	Cash Outflows for Property and Equipment.....		(\$5,736)	(\$8,417)
	ACQUISITION OF BUSINESS ENTITIES:			
51	Property and Equipment Acquired.....			
52	Goodwill Acquired.....			
53	Other Assets Acquired - net			
54	Long-Term Debt Assumed.....			
55	Issuance of Stock or Capital Invested.....			
56	Cash Outflows to Acquire Business Entities.....		\$0	\$0
	STOCK ISSUED OR CAPITAL CONTRIBUTIONS:			
57	Total Issuances of Stock or Capital Contributions.....		\$0	\$4,042
58	Less: Issuances to Settle Long-Term Debt.....		0	0
59	Consideration in Acquisition of Business Entities.....		0	0
60	Cash Proceeds from Issuing Stock or Capital Contributions.....		\$0	\$4,042

*Certain reclassifications have been made to conform to current year presentation.

The accompanying notes are an integral part of the financial statements.

Valid comparisons cannot be made without using information contained in the notes.

**TRUMP PLAZA ASSOCIATES
SCHEDULE OF PROMOTIONAL
EXPENSES AND ALLOWANCES**

FOR THE THREE MONTHS ENDED MARCH 31, 2007

(UNAUDITED)
(\$ IN THOUSANDS)

Line (a)	Description (b)	Promotional Allowances		Promotional Expenses	
		Number of Recipients (c)	Dollar Amount (d)	Number of Recipients (e)	Dollar Amount (f)
1	Rooms	40,159	\$3,091	209	\$21
2	Food	171,158	2,524		
3	Beverage	368,105	1,717		
4	Travel			3,093	464
5	Bus Program Cash	99,971	2,187		
6	Other Cash Complimentaries	288,389	6,704		
7	Entertainment	385	15	2,112	84
8	Retail & Non-Cash Gifts			51,988	3,262
9	Parking				
10	Other	22,514	225		
11	Total	990,681	\$16,463	57,402	\$3,831

FOR THE THREE MONTHS ENDED MARCH 31, 2007

Line (a)	Description (b)	Promotional Allowances		Promotional Expenses	
		Number of Recipients (c)	Dollar Amount (d)	Number of Recipients (e)	Dollar Amount (f)
1	Rooms	40,159	\$3,091	209	\$21
2	Food	171,158	2,524		
3	Beverage	368,105	1,717		
4	Travel			3,093	464
5	Bus Program Cash	99,971	2,187		
6	Other Cash Complimentaries	288,389	6,704		
7	Entertainment	385	15	2,112	84
8	Retail & Non-Cash Gifts			51,988	3,262
9	Parking				
10	Other	22,514	225		
11	Total	990,681	\$16,463	57,402	\$3,831

TRUMP PLAZA ASSOCIATES STATEMENT OF CONFORMITY, ACCURACY, AND COMPLIANCE

FOR THE QUARTER ENDED MARCH 31, 2007

1. I have examined this Quarterly Report
2. All the information contained in this Quarterly Report has been prepared in conformity with the Casino Control Commission's Quarterly Report Instructions and Uniform Chart of Accounts.
3. To the best of my knowledge and belief, the information contained in this report is accurate.
4. To the best of my knowledge and belief, except for the deficiencies noted below, the licensee submitting this Quarterly Report has remained in compliance with the financial stability regulations contained in N.J.A.C. 19:43-4.2(b)1-5 during the quarter.

5/15/2007

Date



James A. Rigot

General Manager

Title

909-11

License Number

On Behalf of:

TRUMP PLAZA ASSOCIATES

Casino Licensee

TRUMP PLAZA ASSOCIATES
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2007
(Unaudited)
(in thousands)

NOTE 1 - GENERAL

Organization and Operations

Trump Plaza Associates LLC, a New Jersey Limited Liability Corporation (“Plaza Associates” or the “Company”) is 100% beneficially owned by Trump Entertainment Resorts Holdings, LP (formerly known as Trump Hotels & Casino Resorts Holdings, LP (“THCR”)), a Delaware Limited Partnership (“TER Holdings”). Trump Entertainment Resorts, Inc. (formerly known as Trump Hotels & Casino Resorts, Inc.), a Delaware corporation (“TER”) currently beneficially owns an approximately 76.5% profits interest in TER Holdings, as both general and limited partner, and Donald J. Trump (“Mr. Trump”) owns directly and indirectly an approximately 23.5% profits interest in TER Holdings, as a limited partner

Plaza Associates owns and operates the Trump Plaza Hotel and Casino (“Trump Plaza”), an Atlantic City, New Jersey hotel and casino. Plaza Associates derives its revenue from casino operations, room rental, food and beverage sales, and entertainment revenue. The casino industry in Atlantic City is seasonal in nature with the peak seasons being the spring and summer months.

Basis of Presentation

The accompanying financial statements have been prepared pursuant to the rules and regulations of the Casino Control Commission of the State of New Jersey (the “Commission”). Accordingly, certain information and note disclosures normally included in the financial statements prepared in conformity with accounting principles generally accepted in the United States have been condensed or omitted. These financial statements should be read in conjunction with the financial statements and notes thereto included in the Company’s December 31, 2006 Quarterly Report as filed with the CCC.

Subject to the foregoing, the accompanying financial statements have been prepared without audit. In the opinion of management, all adjustments, consisting of only normal recurring adjustments necessary to present fairly the financial position, the results of operations, and cash flows for the periods presented, have been made.

Certain reclassifications and disclosures have been made to prior year financial statements in order to conform to the current year presentation.

NOTE 2 – LONG-TERM DEBT

Long-term debt consists of:

	March 31,	
	2007	2006
8.5% Note payable - TER and TER Funding, due June 1, 2015, interest payable semi-annually due June and December	\$ 287,153	\$ 287,500
Capital lease obligations - interest rates at 9.0% to 9.59%, secured by equipment financed	999	7,994
	288,152	295,494
Less: current maturities	(999)	(6,754)
Long-term debt, net of current maturities	\$ 287,153	\$ 288,740

TRUMP PLAZA ASSOCIATES
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2007
(Unaudited)
(in thousands)

8.5% Note Payable

In May 2005, TER Holdings and Trump Entertainment Resorts Funding, Inc., a wholly owned subsidiary of TER Holdings, (collectively, “the Issuers”), issued \$1,250,000 principal amount of 8.5% Senior Secured Notes due June 1, 2015 (the “TER Notes”). From the proceeds of the issuance of the TER Notes, TER Holdings loaned \$287,500 to Plaza Associates. Under the terms of the Debtors’ reorganization plan, any of the TER Notes issued to the Plan’s disbursing agent and not distributed would revert to TER. During 2006, undistributed amounts included \$1,038 in TER Notes. In connection with this matter, the undistributed TER Notes were retired and Plaza Associates’ Note Payable was reduced by \$347. Included in accrued interest at March 31, 2007 is \$ 11,029 payable to TER Holdings.

Guarantees

The Company, along with Trump Taj Mahal Associates, LLC (“Taj Associates”) and Trump Marina Associates, LLC (“Marina Associates”), guarantees TER Holdings’ and TER Funding’s \$500,000 Credit Facility and TER Notes on a joint and several basis. The Credit Facility is secured by substantially all of the assets of the Issuers and Plaza Associates on a priority basis. Therefore, the TER Notes and the guarantee thereof are effectively subordinated to amounts borrowed by TER under the Credit Facility. At March 31, 2007, TER had outstanding borrowings of \$147,375 and \$1,248,962 under the Credit Facility and the TER Notes, respectively.

NOTE 3 – DUE TO AFFILIATE

During the year ended December 31, 2006, TER Holdings advanced \$21,000 to the Company to fund capital expenditures. In addition, TER Holdings advanced \$5,000 to the Company during the first quarter of 2007. These advances bear interest on a monthly basis at 8.5%. TER Holdings has agreed not to demand repayment of these advances prior to January 1, 2008.

NOTE 4 – INCOME TAXES

Federal Income Taxes

The accompanying financial statements do not include a provision for federal income taxes since the Predecessor Company was a partnership for federal income tax purposes and the Reorganized Company is a division of TER Holdings, which is taxed as a partnership for federal income tax purposes. Therefore, the Predecessor Company’s income and losses are allocated and reported for federal income tax purposes by its partners and the Reorganized Company’s income and losses are allocated and reported for federal income tax purposes by TER Holdings’ partners.

State Income Taxes

The state income tax provision attributable to income (loss) from continuing operations before income taxes is as follows:

	March 31,	
	<u>2007</u>	<u>2006</u>
Current expense	\$ <u> </u> =	\$ <u> </u> 193

Recently Issued Accounting Pronouncements

On January 1, 2007, the Company adopted Financial Accounting Standards Board (“FASB”) Interpretation No. 48 (“FIN 48”), “Accounting for Uncertainty in Income Taxes,” which clarifies the accounting for uncertainty in income taxes recognized in the financial statements in accordance with FASB Statement No. 109, “Accounting for Income Taxes.” FIN 48 provides guidance on the financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return. FIN 48 also provides guidance on classification, interest and penalties, accounting in interim periods, disclosures, and transition. The Company recognizes interest accrued related to

TRUMP PLAZA ASSOCIATES
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2007
(Unaudited)
(in thousands)

unrecognized tax benefits in interest expense and penalties as a component of income tax expense.

As of March 31, 2007, the Company has unrecognized tax benefits of approximately \$6,933 (including interest) of which \$1,800 would affect its effective tax rate, if recognized. The application of FIN 48 did not have an impact on partner's capital on the date of adoption. It is reasonably possible that certain unrecognized tax benefits related to income tax examinations totaling \$2,284 could be settled during the next twelve months. The application of FIN 48 resulted in reclassifications to the Company's January 1, 2007 income tax related balance sheet accounts.

Federal and State Income Tax Audits

The Company is currently involved in an examination with the Internal Revenue Service (the "IRS") concerning the Company's federal partnership income tax return for the tax years 2002 through 2004. While any adjustment that results from this examination could affect the state income tax return, the Company does not believe that adjustments, if any, will have a material adverse effect on its financial condition or results of operations.

During the years 2002 through 2006, state income taxes for the Company's New Jersey operations were computed under the alternative minimum assessment method which expired in 2006. The Company has asserted its position that New Jersey partnerships are exempt from these taxes and, as such, have not remitted payments of the amounts provided. The New Jersey Division of Taxation has issued an assessment to collect the unpaid taxes for the tax years 2002 and 2003. At March 31, 2007, the Company has accrued \$6,933 for taxes and interest relating to this alternative minimum tax assessment for 2002 and 2003, as well as the open years 2004 through 2006. The Company is currently in discussions with the New Jersey Division of Taxation regarding settlement of these issues.

NOTE 5 – TRANSACTIONS WITH AFFILIATES

The Company has engaged in limited intercompany transactions with TER, Trump Taj Mahal Associates Administration ("Trump Administration"), Marina Associates and Taj Associates, all of which are affiliated of Trump.

Amounts due to/(from) affiliates are as follows:

		March 31,	
		<u>2007</u>	<u>2006</u>
TER	\$	(534)	\$ 60
Trump Administration		(2,719)	(2,603)
Marina Associates.....		1	(4)
Taj Associates.....		<u>(20)</u>	<u>65</u>
Total	\$	<u><u>(3,272)</u></u>	\$ <u><u>(2,482)</u></u>

Trump Administration, which is a separate division of Taj Associates, provides certain shared services to Plaza Associates. These transactions are charged at cost or normal selling price in the case of retail items and include certain shared professional fees, insurance, advertising and payroll costs as well as complimentary services offered to customers. Trump Administration allocated expenses associated with such services to Plaza Associates totaling \$ 1,231 and \$ 942 for the three months ended March 31, 2007 and 2006. Plaza Associates reimburses Taj Administration for these allocated expenses.

During October 2005, TER awarded 15,000 restricted shares of TER common stock to an employee of Plaza Associates with a grant date fair value of \$266. The restricted shares vest in 5,000 share increments on September 30, 2006, 2007 and 2008. As of March 31, 2007, the remaining unrecognized compensation expense for the nonvested restricted stock to be recognized over the remaining contractual life was \$66.

TRUMP PLAZA ASSOCIATES
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2007
(Unaudited)
(in thousands)

NOTE 6 – COMMITMENTS & CONTINGENCIES

Legal Proceedings

Plaza Associates and certain of its employees are involved from time to time in various legal proceedings incidental to the Company's business. While any proceeding or litigation contains an element of uncertainty, management believes that the final outcomes of these matters are not likely to have a material adverse effect on the Company's results of operations or financial condition. In general, the Company has agreed to indemnify such persons, and its directors, against any and all losses, claims, damages, expenses (including reasonable costs, disbursements and counsel fees) and liabilities (including amounts paid or incurred in satisfaction of settlements, judgments, fines and penalties) incurred by them in said legal proceedings absent a showing of such persons' gross negligence or malfeasance.

Casino License Renewal

The Company is subject to regulation and licensing by the New Jersey Casino Control Commission (the "CCC"). The Company's casino license must be renewed periodically, is not transferable, is dependent upon the financial stability of the Company and can be revoked at any time. Due to the uncertainty of any license renewal application, there can be no assurance that the license will be renewed.

In June 2003, the CCC renewed the Company's license to operate Trump Plaza for the next four year period through June 25, 2007. Upon revocation, suspension for more than 120 days, or failure to renew the casino license, the Casino Control Act provides for the mandatory appointment of a conservator to take possession of the hotel and casino's business and property, subject to all valid liens, claims and encumbrances.

Casino Reinvestment Development Authority Obligations

Pursuant to the provisions of the Casino Control Act, the Company must either obtain investment tax credits, as defined in the Casino Control Act, in an amount equivalent to 1.25% of its gross casino revenues, as defined in the Casino Control Act, or pay an alternative tax of 2.5% of its gross casino revenues. Investment tax credits may be obtained by making qualified investments, as defined, or by depositing funds which may be converted to bonds by the Casino Reinvestment Development Authority (the "CRDA"), both of which bear interest at two-thirds of market rates resulting in a fair value lower than cost. The Company is required to make quarterly deposits with the CRDA to satisfy its investment obligations.