

## NEW JERSEY CASINO CONTROL COMMISSION

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Tennessee Avenue and Boardwalk  
Atlantic City, NJ 08401

# ***CCC Announces 2nd Quarter 2007 Results***

## **For Immediate Release**

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**ATLANTIC CITY** – The 11 casinos here reported a 17.9 percent decline in gross operating profits in the second quarter of 2007, according to figures released Friday by the New Jersey Casino Control Commission.

Gross operating profits for the 11 properties totaled \$291.3 million for the three-month period compared to \$354.9 million for the same 11 casinos in the second quarter of 2006. Net revenues fell by 2.9 percent for the period to \$1.19 billion.

When second quarter 2006 results from the Sands Hotel Casino are included in the comparison, gross operating profits for the industry are down 19 percent and net revenues are down 6.1 percent. The Sands closed last November.

The Borgata led the industry with gross operating profits of \$55.4 million, a decrease of 4.8 percent over the same period a year ago. Caesars reported \$43.3 million in gross operating profits, down 3.5 percent and Bally's Atlantic City reported gross operating profits of \$37 million, down 32.2 percent.

Harrah's earned \$36.4 million in gross operating profits in the quarter, down 21.3 percent from the same quarter in 2006; Showboat reported a 20.7 percent decline to \$29.5 million, and Tropicana reported gross operating profits of \$29.1 million, a decline of 17.7 percent.

Trump Taj Mahal earned \$26.8 million in gross operating profits, down 12.3 percent; Trump Plaza earned \$10.2 million, a drop of 11.4 percent and Trump Marina earned \$9.1 million, a decline of 33.5 percent. Gross operating profits for

the Atlantic City Hilton fell 44.9 percent to \$8.7 million and at Resorts fell 15.5 percent to \$5.9 million.

Gross operating profit represents earnings before interest, taxes, depreciation, amortization and charges from affiliates. After all of those other charges, the industry reported a net profit of \$65 million for the three-month period.

While there were fewer hotel rooms because of the closure of the Sands, the hotel occupancy rate rose to 94.1 percent from 93.1 percent. The 11 casinos reported a total of 1.24 million occupied room nights. Promotional allowances and expenses increased by 2 percent in the quarter to \$422.2 million.

For the first half of the year, gross operating profits for the 11 casinos were down 11.7 percent to \$588.6 million and net revenues were down 1.3 percent to \$2.35 billion. When Sands results are included, gross operating profits declined 12.9 percent and net revenues declined 4.6 percent. Casinos reported net income of \$98.5 million for the first half of this year.

*(Anyone interested in obtaining detailed financial data about each individual casino may download them from the commission's web site at <http://www.state.nj.us/casinos/financia/qtrincome> . For more information contact the Office of Communications.)*

**ATLANTIC CITY CASINO INDUSTRY  
STATEMENT OF INCOME STATISTICS  
FOR THE QUARTER ENDED JUNE 30, 2007 AND 2006  
(\$ in Thousands)**

	Net Revenue		Fav (Unfav) Var %	Gross Operating Profit		Fav (Unfav) Var %	Net Income		Fav (Unfav) Var %
	2007	2006		2007	2006		2007	2006	
AC Hilton	\$ 66,045	\$ 75,792	(12.9)	\$ 8,698	\$ 15,795	(44.9)	\$ (5,423)	\$ 8,529	N/A
Bally's AC	155,509	169,466	(8.2)	36,957	54,522	(32.2)	387	17,752	(97.8)
Borgata	202,099	189,372	6.7	55,378	58,163	(4.8)	28,928	34,798	(16.9)
Caesars	138,813	130,756	6.2	43,299	44,875	(3.5)	8,428	11,848	(28.9)
Harrah's Marina	119,615	117,533	1.8	36,432	46,311	(21.3)	(331)	15,330	N/A
Resorts	60,443	63,660	(5.1)	5,917	7,005	(15.5)	(6,463)	(5,542)	(16.6)
Sands (a)	N/A	41,655	N/A	N/A	4,566	N/A	N/A	275	N/A
Showboat	93,983	100,392	(6.4)	29,465	37,172	(20.7)	(2,696)	4,031	N/A
Tropicana	109,332	122,371	(10.7)	29,067	35,298	(17.7)	42,374	3,451	N/A
Trump Marina	57,401	60,759	(5.5)	9,091	13,666	(33.5)	(1,593)	3,248	N/A
Trump Plaza	67,667	69,966	(3.3)	10,152	11,453	(11.4)	(3,509)	(2,102)	(66.9)
Trump Taj Mahal	119,173	125,319	(4.9)	26,830	30,595	(12.3)	4,902	6,879	(28.7)
Industry	<u>\$ 1,190,080</u>	<u>\$ 1,267,041</u>	(6.1)	<u>\$ 291,286</u>	<u>\$ 359,421</u>	(19.0)	<u>\$ 65,004</u>	<u>\$ 98,497</u>	(34.0)
(a) Sands ceased operations on November 10, 2006.									
<b>Industry w/o Sands</b>	<u>\$ 1,190,080</u>	<u>\$ 1,225,386</u>	(2.9)	<u>\$ 291,286</u>	<u>\$ 354,855</u>	(17.9)	<u>\$ 65,004</u>	<u>\$ 98,222</u>	(33.8)

**ATLANTIC CITY CASINO INDUSTRY  
STATEMENT OF INCOME STATISTICS  
FOR THE SIX MONTHS ENDED JUNE 30, 2007 AND 2006  
(\$ in Thousands)**

	Net Revenue		Fav (Unfav) Var %	Gross Operating Profit		Fav (Unfav) Var %	Net Income		Fav (Unfav) Var %
	2007	2006		2007	2006		2007	2006	
AC Hilton	\$ 131,319	\$ 146,212	(10.2)	\$ 16,769	\$ 27,179	(38.3)	\$ (13,079)	\$ 13,167	N/A
Bally's AC	303,171	327,517	(7.4)	73,437	96,754	(24.1)	834	24,378	(96.6)
Borgata	405,829	376,940	7.7	116,938	124,024	(5.7)	64,196	79,508	(19.3)
Caesars	268,670	252,969	6.2	84,085	79,760	5.4	13,720	17,425	(21.3)
Harrah's Marina	235,280	229,782	2.4	74,696	89,020	(16.1)	5,755	28,076	(79.5)
Resorts	121,998	121,938	0.0	12,366	12,921	(4.3)	(29,112)	(12,835)	N/A
Sands (a)	N/A	82,429	N/A	N/A	9,455	N/A	N/A	716	N/A
Showboat	184,453	195,672	(5.7)	56,292	70,131	(19.7)	(6,357)	6,258	N/A
Tropicana	221,311	237,109	(6.7)	60,718	63,691	(4.7)	59,560	6,148	N/A
Trump Marina	111,741	117,604	(5.0)	18,363	24,859	(26.1)	(2,372)	4,211	N/A
Trump Plaza	129,169	133,419	(3.2)	18,525	20,289	(8.7)	(8,168)	(5,857)	(39.5)
Trump Taj Mahal	237,609	242,672	(2.1)	56,456	57,759	(2.3)	13,571	10,254	32.3
Industry	<u>\$ 2,350,550</u>	<u>\$ 2,464,263</u>	(4.6)	<u>\$ 588,645</u>	<u>\$ 675,842</u>	(12.9)	<u>\$ 98,548</u>	<u>\$ 171,449</u>	(42.5)
(a) Sands ceased operations on November 10, 2006.									
<b>Industry w/o Sands</b>	<u>\$ 2,350,550</u>	<u>\$ 2,381,834</u>	(1.3)	<u>\$ 588,645</u>	<u>\$ 666,387</u>	(11.7)	<u>\$ 98,548</u>	<u>\$ 170,733</u>	(42.3)

**ATLANTIC CITY CASINO INDUSTRY  
STATEMENTS OF INCOME  
FOR THE QUARTER ENDED JUNE 30, 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
<b>REVENUE:</b>													
Casino	\$ 85,315	\$ 172,085	\$ 172,855	\$ 132,082	\$ 124,430	\$ 69,438	\$ 43,783	\$ 109,001	\$ 112,943	\$ 63,866	\$ 76,947	\$ 132,102	\$ 1,294,847
Rooms	5,983	14,305	23,742	9,641	12,649	5,320	3,397	10,504	19,476	4,452	5,704	8,902	124,075
Food and Beverage	10,965	21,533	29,461	15,706	13,616	7,855	4,746	14,337	15,091	7,426	8,502	14,559	163,797
Other	3,313	6,247	11,079	2,866	2,692	1,404	599	2,722	6,589	3,184	2,419	4,674	47,788
Total Revenue	105,576	214,170	237,137	160,295	153,387	84,017	52,525	136,564	154,099	78,928	93,572	160,237	1,630,507
Less: Promotional Allowances	29,784	44,704	47,765	29,539	35,854	20,357	10,870	36,172	31,728	18,169	23,606	34,918	363,466
<b>NET REVENUE</b>	<b>75,792</b>	<b>169,466</b>	<b>189,372</b>	<b>130,756</b>	<b>117,533</b>	<b>63,660</b>	<b>41,655</b>	<b>100,392</b>	<b>122,371</b>	<b>60,759</b>	<b>69,966</b>	<b>125,319</b>	<b>1,267,041</b>
<b>COSTS AND EXPENSES:</b>													
Cost of Goods and Services	47,939	104,387	101,889	70,691	58,373	43,344	27,209	53,654	69,926	36,949	44,607	73,661	732,629
Selling, General, and Administrative	11,568	10,353	27,518	14,552	12,632	13,112	9,751	9,418	16,610	10,128	13,675	20,467	169,784
Provision for Doubtful Accounts	490	204	1,802	638	217	199	129	148	537	16	231	596	5,207
Total Costs & Expenses	59,997	114,944	131,209	85,881	71,222	56,655	37,089	63,220	87,073	47,093	58,513	94,724	907,620
<b>GROSS OPERATING PROFIT</b>	<b>15,795</b>	<b>54,522</b>	<b>58,163</b>	<b>44,875</b>	<b>46,311</b>	<b>7,005</b>	<b>4,566</b>	<b>37,172</b>	<b>35,298</b>	<b>13,666</b>	<b>11,453</b>	<b>30,595</b>	<b>359,421</b>
Depreciation and Amortization	5,219	10,407	14,773	9,095	9,472	5,526	3,809	8,470	11,645	3,527	5,158	8,587	95,688
Charges from Affiliates Other than Interest:													
Management Fees	-	271	-	-	-	993	-	-	7,500	-	-	-	8,764
Other	1,091	2,909	-	2,717	4,943	534	124	6,477	-	1,214	1,287	1,639	22,935
<b>INCOME (LOSS) FROM OPERATIONS</b>	<b>9,485</b>	<b>40,935</b>	<b>43,390</b>	<b>33,063</b>	<b>31,896</b>	<b>(48)</b>	<b>633</b>	<b>22,225</b>	<b>16,153</b>	<b>8,925</b>	<b>5,008</b>	<b>20,369</b>	<b>232,034</b>
<b>OTHER INCOME (EXPENSES):</b>													
Interest (Expense) - Affiliates	-	(12,410)	-	(10,984)	(13,000)	(5,333)	-	(14,444)	(8,760)	(5,047)	(6,132)	(12,058)	(88,168)
Interest (Expense) - External	(10)	(187)	(4,271)	(129)	-	(773)	(105)	-	(6)	(345)	(464)	(759)	(7,049)
Invest. Alt. Tax & Related Income (Exp.)-Net	(574)	(2,126)	(724)	(1,521)	(782)	(288)	(265)	136	(528)	(186)	(330)	(570)	(7,758)
Nonoperating Income (Expense) - Net	282	996	(3,727)	(1,379)	(782)	987	266	(926)	110	231	184	538	(3,220)
Total Other Income (Expenses)	(302)	(13,727)	(8,722)	(14,013)	(14,564)	(5,407)	(104)	(15,234)	(9,184)	(5,347)	(6,742)	(12,849)	(106,195)
<b>Income(Loss) Before Taxes&amp;Extraordinary Items</b>	<b>9,183</b>	<b>27,208</b>	<b>34,668</b>	<b>19,050</b>	<b>17,332</b>	<b>(5,455)</b>	<b>529</b>	<b>6,991</b>	<b>6,969</b>	<b>3,578</b>	<b>(1,734)</b>	<b>7,520</b>	<b>125,839</b>
Provision (Credit) for Income Taxes	654	9,456	(130)	7,202	2,002	87	254	2,960	3,518	330	368	641	27,342
<b>Income (Loss) Before Extraordinary Items</b>	<b>8,529</b>	<b>17,752</b>	<b>34,798</b>	<b>11,848</b>	<b>15,330</b>	<b>(5,542)</b>	<b>275</b>	<b>4,031</b>	<b>3,451</b>	<b>3,248</b>	<b>(2,102)</b>	<b>6,879</b>	<b>98,497</b>
Extraordinary Items (Net of Income Taxes)	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>NET INCOME (LOSS)</b>	<b>\$ 8,529</b>	<b>\$ 17,752</b>	<b>\$ 34,798</b>	<b>\$ 11,848</b>	<b>\$ 15,330</b>	<b>\$ (5,542)</b>	<b>\$ 275</b>	<b>\$ 4,031</b>	<b>\$ 3,451</b>	<b>\$ 3,248</b>	<b>\$ (2,102)</b>	<b>\$ 6,879</b>	<b>\$ 98,497</b>

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

**ATLANTIC CITY CASINO INDUSTRY  
STATEMENTS OF INCOME  
FOR THE QUARTER ENDED JUNE 30, 2007  
(\$ in Thousands)**

	AC Hilton	Bally's AC	Borgata	Caesars	Harrah's Marina	Resorts	Showboat	Tropicana	Trump Marina	Trump Plaza	Trump Taj Mahal	Industry
<b>REVENUE:</b>												
Casino	\$ 75,896	\$ 163,403	\$ 177,966	\$ 148,991	\$ 128,944	\$ 67,574	\$ 104,837	\$ 100,815	\$ 58,910	\$ 68,206	\$ 122,025	\$ 1,217,567
Rooms	5,494	16,071	25,363	9,740	14,101	4,657	10,930	19,775	4,888	7,230	9,495	127,744
Food and Beverage	10,790	21,518	35,018	16,152	15,947	8,373	14,528	14,748	7,227	7,947	14,392	166,640
Other	2,534	5,844	11,305	4,193	4,858	1,354	3,206	5,172	3,168	2,472	4,112	48,218
Total Revenue	94,714	206,836	249,652	179,076	163,850	81,958	133,501	140,510	74,193	85,855	150,024	1,560,169
Less: Promotional Allowances	28,669	51,327	47,553	40,263	44,235	21,515	39,518	31,178	16,792	18,188	30,851	370,089
<b>NET REVENUE</b>	<b>66,045</b>	<b>155,509</b>	<b>202,099</b>	<b>138,813</b>	<b>119,615</b>	<b>60,443</b>	<b>93,983</b>	<b>109,332</b>	<b>57,401</b>	<b>67,667</b>	<b>119,173</b>	<b>1,190,080</b>
<b>COSTS AND EXPENSES:</b>												
Cost of Goods and Services	46,096	97,563	119,642	74,572	66,869	41,127	53,652	64,167	36,192	43,702	69,906	713,488
Selling, General, and Administrative	10,596	20,384	25,870	20,172	15,939	13,044	10,443	15,764	11,896	13,163	21,368	178,639
Provision for Doubtful Accounts	655	605	1,209	770	375	355	423	334	222	650	1,069	6,667
Total Costs & Expenses	57,347	118,552	146,721	95,514	83,183	54,526	64,518	80,265	48,310	57,515	92,343	898,794
<b>GROSS OPERATING PROFIT</b>	<b>8,698</b>	<b>36,957</b>	<b>55,378</b>	<b>43,299</b>	<b>36,432</b>	<b>5,917</b>	<b>29,465</b>	<b>29,067</b>	<b>9,091</b>	<b>10,152</b>	<b>26,830</b>	<b>291,286</b>
Depreciation and Amortization	4,657	13,521	16,905	14,475	12,214	4,376	10,245	5,888	4,045	4,826	7,359	98,511
Charges from Affiliates Other than Interest:												
Management Fees	-	-	-	-	-	1,050	-	-	-	-	-	1,050
Other	1,020	6,858	-	2,150	4,732	880	7,017	-	1,262	1,544	2,296	27,759
<b>INCOME (LOSS) FROM OPERATIONS</b>	<b>3,021</b>	<b>16,578</b>	<b>38,473</b>	<b>26,674</b>	<b>19,486</b>	<b>(389)</b>	<b>12,203</b>	<b>23,179</b>	<b>3,784</b>	<b>3,782</b>	<b>17,175</b>	<b>163,966</b>
<b>OTHER INCOME (EXPENSES):</b>												
Interest (Expense) - Affiliates	(8,356)	(12,410)	-	(11,014)	(13,000)	(6,341)	(14,432)	-	(5,099)	(6,676)	(11,606)	(88,934)
Interest (Expense) - External	(5)	(74)	(7,823)	(135)	-	(573)	-	(6)	(194)	(382)	(494)	(9,686)
Invest. Alt. Tax & Related Income (Exp.)-Net	(320)	(1,486)	(1,405)	(893)	(1,398)	(262)	(697)	(403)	(280)	(398)	(602)	(8,144)
Nonoperating Income (Expense) - Net	237	1	(993)	(9)	(4,083)	1,102	(301)	19,608	196	165	429	16,352
Total Other Income (Expenses)	(8,444)	(13,969)	(10,221)	(12,051)	(18,481)	(6,074)	(15,430)	19,199	(5,377)	(7,291)	(12,273)	(90,412)
<b>Income(Loss) Before Taxes&amp;Extraordinary Items</b>	<b>(5,423)</b>	<b>2,609</b>	<b>28,252</b>	<b>14,623</b>	<b>1,005</b>	<b>(6,463)</b>	<b>(3,227)</b>	<b>42,378</b>	<b>(1,593)</b>	<b>(3,509)</b>	<b>4,902</b>	<b>73,554</b>
Provision (Credit) for Income Taxes	-	2,222	(676)	6,195	1,336	-	(531)	4	-	-	-	8,550
<b>Income (Loss) Before Extraordinary Items</b>	<b>(5,423)</b>	<b>387</b>	<b>28,928</b>	<b>8,428</b>	<b>(331)</b>	<b>(6,463)</b>	<b>(2,696)</b>	<b>42,374</b>	<b>(1,593)</b>	<b>(3,509)</b>	<b>4,902</b>	<b>65,004</b>
Extraordinary Items (Net of Income Taxes)	-	-	-	-	-	-	-	-	-	-	-	-
<b>NET INCOME (LOSS)</b>	<b>\$ (5,423)</b>	<b>\$ 387</b>	<b>\$ 28,928</b>	<b>\$ 8,428</b>	<b>\$ (331)</b>	<b>\$ (6,463)</b>	<b>\$ (2,696)</b>	<b>\$ 42,374</b>	<b>\$ (1,593)</b>	<b>\$ (3,509)</b>	<b>\$ 4,902</b>	<b>\$ 65,004</b>

**ATLANTIC CITY CASINO INDUSTRY  
STATEMENTS OF INCOME  
FOR THE SIX MONTHS ENDED JUNE 30, 2007  
(\$ in Thousands)**

	AC Hilton	Bally's AC	Borgata	Caesars	Harrah's Marina	Resorts	Showboat	Tropicana	Trump Marina	Trump Plaza	Trump Taj Mahal	Industry
<b>REVENUE:</b>												
Casino	\$ 149,768	\$ 319,715	\$ 365,235	\$ 288,144	\$ 254,320	\$ 136,909	\$ 203,885	\$ 204,767	\$ 116,919	\$ 132,403	\$ 243,939	\$ 2,416,004
Rooms	9,947	28,960	49,256	18,361	26,541	8,936	20,999	36,536	9,177	12,880	17,832	239,425
Food and Beverage	20,107	40,654	68,128	30,914	31,166	16,021	28,312	28,991	13,904	14,278	26,853	319,328
Other	4,696	11,071	21,039	7,507	8,504	2,644	6,295	10,621	5,124	4,259	7,787	89,547
Total Revenue	184,518	400,400	503,658	344,926	320,531	164,510	259,491	280,915	145,124	163,820	296,411	3,064,304
Less: Promotional Allowances	53,199	97,229	97,829	76,256	85,251	42,512	75,038	59,604	33,383	34,651	58,802	713,754
<b>NET REVENUE</b>	<b>131,319</b>	<b>303,171</b>	<b>405,829</b>	<b>268,670</b>	<b>235,280</b>	<b>121,998</b>	<b>184,453</b>	<b>221,311</b>	<b>111,741</b>	<b>129,169</b>	<b>237,609</b>	<b>2,350,550</b>
<b>COSTS AND EXPENSES:</b>												
Cost of Goods and Services	91,140	191,916	234,576	147,118	129,914	84,927	106,589	129,071	71,426	83,984	137,801	1,408,462
Selling, General, and Administrative	21,962	36,841	51,549	35,830	30,036	24,054	20,541	30,901	21,523	25,415	41,442	340,094
Provision for Doubtful Accounts	1,448	977	2,766	1,637	634	651	1,031	621	429	1,245	1,910	13,349
Total Costs & Expenses	114,550	229,734	288,891	184,585	160,584	109,632	128,161	160,593	93,378	110,644	181,153	1,761,905
<b>GROSS OPERATING PROFIT</b>	<b>16,769</b>	<b>73,437</b>	<b>116,938</b>	<b>84,085</b>	<b>74,696</b>	<b>12,366</b>	<b>56,292</b>	<b>60,718</b>	<b>18,363</b>	<b>18,525</b>	<b>56,456</b>	<b>588,645</b>
Depreciation and Amortization	10,254	26,307	33,732	27,940	23,299	8,787	20,068	17,541	7,722	9,571	14,136	199,357
Charges from Affiliates Other than Interest:												
Management Fees	-	-	-	-	-	2,099	-	-	-	-	-	2,099
Other	2,039	13,603	-	8,063	9,561	1,455	14,038	-	2,287	2,775	4,325	58,146
<b>INCOME (LOSS) FROM OPERATIONS</b>	<b>4,476</b>	<b>33,527</b>	<b>83,206</b>	<b>48,082</b>	<b>41,836</b>	<b>25</b>	<b>22,186</b>	<b>43,177</b>	<b>8,354</b>	<b>6,179</b>	<b>37,995</b>	<b>329,043</b>
<b>OTHER INCOME (EXPENSES):</b>												
Interest (Expense) - Affiliates	(17,266)	(24,820)	-	(22,029)	(26,000)	(13,686)	(28,864)	-	(10,172)	(13,278)	(23,141)	(179,256)
Interest (Expense) - External	(11)	(100)	(15,516)	(270)	-	(1,429)	-	(11)	(456)	(839)	(1,093)	(19,725)
Invest. Alt. Tax & Related Income (Exp.)-Net	(632)	(2,951)	(2,894)	(2,093)	(2,741)	(559)	(1,513)	(878)	(467)	(703)	(781)	(16,212)
Nonoperating Income (Expense) - Net	394	286	(1,366)	449	(4,668)	(13,463)	(118)	17,276	369	473	791	423
Total Other Income (Expenses)	(17,515)	(27,585)	(19,776)	(23,943)	(33,409)	(29,137)	(30,495)	16,387	(10,726)	(14,347)	(24,224)	(214,770)
<b>Income(Loss) Before Taxes&amp;Extraordinary Items</b>	<b>(13,039)</b>	<b>5,942</b>	<b>63,430</b>	<b>24,139</b>	<b>8,427</b>	<b>(29,112)</b>	<b>(8,309)</b>	<b>59,564</b>	<b>(2,372)</b>	<b>(8,168)</b>	<b>13,771</b>	<b>114,273</b>
Provision (Credit) for Income Taxes	40	5,108	(766)	10,419	2,672	-	(1,952)	4	-	-	200	15,725
<b>Income (Loss) Before Extraordinary Items</b>	<b>(13,079)</b>	<b>834</b>	<b>64,196</b>	<b>13,720</b>	<b>5,755</b>	<b>(29,112)</b>	<b>(6,357)</b>	<b>59,560</b>	<b>(2,372)</b>	<b>(8,168)</b>	<b>13,571</b>	<b>98,548</b>
Extraordinary Items (Net of Income Taxes)	-	-	-	-	-	-	-	-	-	-	-	-
<b>NET INCOME (LOSS)</b>	<b>\$ (13,079)</b>	<b>\$ 834</b>	<b>\$ 64,196</b>	<b>\$ 13,720</b>	<b>\$ 5,755</b>	<b>\$ (29,112)</b>	<b>\$ (6,357)</b>	<b>\$ 59,560</b>	<b>\$ (2,372)</b>	<b>\$ (8,168)</b>	<b>\$ 13,571</b>	<b>\$ 98,548</b>

**ATLANTIC CITY CASINO INDUSTRY  
STATEMENTS OF INCOME  
FOR THE SIX MONTHS ENDED JUNE 30, 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
<b>REVENUE:</b>													
Casino	\$ 163,666	\$ 332,271	\$ 347,111	\$ 258,754	\$ 242,610	\$ 133,879	\$ 86,698	\$ 212,179	\$ 220,324	\$ 123,417	\$ 144,326	\$ 253,116	\$ 2,518,351
Rooms	11,054	26,273	44,973	18,771	24,143	10,480	6,285	19,933	35,978	8,581	10,792	16,693	233,956
Food and Beverage	21,361	41,803	57,341	30,847	27,620	15,188	9,151	28,516	29,580	13,832	15,767	27,415	318,421
Other	5,898	12,998	18,069	7,191	4,993	2,893	1,138	4,743	11,418	5,084	4,538	8,617	87,580
Total Revenue	201,979	413,345	467,494	315,563	299,366	162,440	103,272	265,371	297,300	150,914	175,423	305,841	3,158,308
Less: Promotional Allowances	55,767	85,828	90,554	62,594	69,584	40,502	20,843	69,699	60,191	33,310	42,004	63,169	694,045
<b>NET REVENUE</b>	<b>146,212</b>	<b>327,517</b>	<b>376,940</b>	<b>252,969</b>	<b>229,782</b>	<b>121,938</b>	<b>82,429</b>	<b>195,672</b>	<b>237,109</b>	<b>117,604</b>	<b>133,419</b>	<b>242,672</b>	<b>2,464,263</b>
<b>COSTS AND EXPENSES:</b>													
Cost of Goods and Services	94,184	210,909	197,298	149,915	115,640	86,161	54,124	106,511	138,599	73,244	85,717	146,421	1,458,723
Selling, General, and Administrative	23,897	19,572	52,180	22,073	24,745	22,562	18,639	18,750	33,835	19,233	26,634	37,325	319,445
Provision for Doubtful Accounts	952	282	3,438	1,221	377	294	211	280	984	268	779	1,167	10,253
Total Costs & Expenses	119,033	230,763	252,916	173,209	140,762	109,017	72,974	125,541	173,418	92,745	113,130	184,913	1,788,421
<b>GROSS OPERATING PROFIT</b>	<b>27,179</b>	<b>96,754</b>	<b>124,024</b>	<b>79,760</b>	<b>89,020</b>	<b>12,921</b>	<b>9,455</b>	<b>70,131</b>	<b>63,691</b>	<b>24,859</b>	<b>20,289</b>	<b>57,759</b>	<b>675,842</b>
Depreciation and Amortization	9,937	21,712	29,271	19,221	18,908	10,375	7,639	17,043	24,414	7,074	9,798	16,963	192,355
Charges from Affiliates Other than Interest:													
Management Fees	-	271	-	-	-	1,813	-	-	17,000	-	-	-	19,084
Other	1,996	5,686	-	4,911	9,636	942	214	12,647	-	2,031	2,229	3,185	43,477
<b>INCOME (LOSS) FROM OPERATIONS</b>	<b>15,246</b>	<b>69,085</b>	<b>94,753</b>	<b>55,628</b>	<b>60,476</b>	<b>(209)</b>	<b>1,602</b>	<b>40,441</b>	<b>22,277</b>	<b>15,754</b>	<b>8,262</b>	<b>37,611</b>	<b>420,926</b>
<b>OTHER INCOME (EXPENSES):</b>													
Interest (Expense) - Affiliates	-	(24,820)	-	(21,848)	(26,000)	(10,659)	-	(28,876)	(17,520)	(10,094)	(12,241)	(24,277)	(176,335)
Interest (Expense) - External	(10)	(370)	(8,353)	(257)	-	(1,660)	(216)	-	(12)	(741)	(1,147)	(1,603)	(14,369)
Invest. Alt. Tax & Related Income (Exp.)-Net	(1,081)	(3,391)	(1,454)	(2,382)	(1,887)	(497)	(633)	263	(997)	(398)	(609)	(1,077)	(14,143)
Nonoperating Income (Expense) - Net	299	336	(5,201)	(1,522)	(957)	365	469	(793)	4,901	443	439	1,117	(104)
Total Other Income (Expenses)	(792)	(28,245)	(15,008)	(26,009)	(28,844)	(12,451)	(380)	(29,406)	(13,628)	(10,790)	(13,558)	(25,840)	(204,951)
<b>Income(Loss) Before Taxes&amp;Extraordinary Items</b>	<b>14,454</b>	<b>40,840</b>	<b>79,745</b>	<b>29,619</b>	<b>31,632</b>	<b>(12,660)</b>	<b>1,222</b>	<b>11,035</b>	<b>8,649</b>	<b>4,964</b>	<b>(5,296)</b>	<b>11,771</b>	<b>215,975</b>
Provision (Credit) for Income Taxes	1,287	16,462	237	12,194	3,556	175	506	4,777	2,501	753	561	1,517	44,526
Income (Loss) Before Extraordinary Items	13,167	24,378	79,508	17,425	28,076	(12,835)	716	6,258	6,148	4,211	(5,857)	10,254	171,449
Extraordinary Items (Net of Income Taxes)	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>NET INCOME (LOSS)</b>	<b>\$ 13,167</b>	<b>\$ 24,378</b>	<b>\$ 79,508</b>	<b>\$ 17,425</b>	<b>\$ 28,076</b>	<b>\$ (12,835)</b>	<b>\$ 716</b>	<b>\$ 6,258</b>	<b>\$ 6,148</b>	<b>\$ 4,211</b>	<b>\$ (5,857)</b>	<b>\$ 10,254</b>	<b>\$ 171,449</b>

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



**ATLANTIC CITY CASINO INDUSTRY  
PROMOTIONAL ALLOWANCES AND EXPENSES  
FOR THE QUARTER AND YEAR-TO-DATE ENDED JUNE 30, 2007**  
(\$ in Thousands)

	QUARTER			YEAR-TO-DATE		
	Allowances	Expenses	Total	Allowances	Expenses	Total
AC Hilton	\$ 28,669	\$ 2,204	\$ 30,873	\$ 53,199	\$ 4,510	\$ 57,709
Bally's AC	51,327	2,148	53,475	97,229	3,854	101,083
Borgata	47,553	9,870	57,423	97,829	19,505	117,334
Caesars	40,263	5,976	46,239	76,256	11,401	87,657
Harrah's Marina Resorts	44,235	4,160	48,395	85,251	7,278	92,529
	21,515	5,071	26,586	42,512	11,330	53,842
Sands (a)	N/A	N/A	N/A	N/A	N/A	N/A
Showboat	39,518	915	40,433	75,038	1,646	76,684
Tropicana	31,178	3,398	34,576	59,604	6,069	65,673
Trump Marina	16,792	4,559	21,351	33,383	7,462	40,845
Trump Plaza	18,188	6,374	24,562	34,651	10,205	44,856
Trump Taj Mahal	30,851	7,477	38,328	58,801	14,028	72,829
Industry	\$ 370,089	\$ 52,152	\$ 422,241	\$ 713,753	\$ 97,288	\$ 811,041
Incr (Decr) vs. Prior Period	1.9%	3.2%	2.0%	2.9%	-3.5%	2.0%

**ATLANTIC CITY CASINO INDUSTRY  
PROMOTIONAL ALLOWANCES AND EXPENSES  
FOR THE QUARTER AND YEAR-TO-DATE ENDED JUNE 30, 2006**  
(\$ in Thousands)

	QUARTER			YEAR-TO-DATE		
	Allowances	Expenses	Total	Allowances	Expenses	Total
AC Hilton	\$ 29,784	\$ 2,281	\$ 32,065	\$ 55,767	\$ 5,057	\$ 60,824
Bally's AC	44,704	4,209	48,913	85,828	9,678	95,506
Borgata	47,765	9,393	57,158	90,554	19,478	110,032
Caesars	29,539	7,593	37,132	62,594	16,123	78,717
Harrah's Marina	35,854	3,313	39,167	69,584	6,434	76,018
Resorts	20,357	4,358	24,715	40,502	7,981	48,483
Sands(a)	10,870	1,878	12,748	20,843	3,510	24,353
Showboat	36,172	1,122	37,294	69,699	1,955	71,654
Tropicana	31,728	3,387	35,115	60,191	7,154	67,345
Trump Marina	18,059	2,869	20,928	33,192	5,136	38,328
Trump Plaza	23,575	4,049	27,624	41,976	7,771	49,747
Trump Taj Mahal	34,918	6,087	41,005	63,169	10,590	73,759
Industry	\$ 363,325	\$ 50,539	\$ 413,864	\$ 693,899	\$ 100,867	\$ 794,766

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

**ATLANTIC CITY CASINO INDUSTRY  
HOTEL STATISTICS  
FOR THE QUARTER ENDED JUNE 30, 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	809	73,459	72,108	98.2%	\$ 76.14
Bally's AC	1,745	158,795	152,646	96.1%	105.28
Borgata	1,971	177,605	171,922	96.8%	143.99
Caesars	1,139	102,330	95,890	93.7%	86.81
Harrah's Marina	1,630	148,330	144,496	97.4%	97.59
Resorts	879	79,989	74,913	93.7%	62.43
Showboat	1,331	121,121	114,862	94.8%	95.16
Tropicana	2,129	192,738	180,923	93.9%	109.30
Trump Marina	728	66,248	58,202	87.9%	83.98
Trump Plaza	906	82,446	73,318	88.9%	98.61
Trump Taj Mahal	1,250	113,750	102,034	89.7%	93.33
<b>INDUSTRY TOTAL</b>	<b>14,517</b>	<b>1,316,811</b>	<b>1,241,314</b>		
<b>INDUSTRY AVERAGE</b>				<b>94.3%</b>	<b>\$101.32</b>

\* Number of guest rooms at end of quarter

**ATLANTIC CITY CASINO INDUSTRY  
HOTEL STATISTICS  
FOR THE SIX MONTHS ENDED JUNE 30, 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	809	145,623	139,463	95.8%	\$ 71.30
Bally's AC	1,745	315,845	294,220	93.2%	98.43
Borgata	1,971	354,207	335,985	94.9%	143.11
Caesars	1,139	204,660	191,780	93.7%	86.81
Harrah's Marina	1,630	294,509	277,030	94.1%	95.81
Resorts	879	159,099	143,573	90.2%	62.38
Showboat	1,331	240,911	220,876	91.7%	95.07
Tropicana	2,129	382,500	346,252	90.5%	105.52
Trump Marina	728	131,768	109,645	83.2%	83.69
Trump Plaza	906	163,986	134,501	82.0%	95.76
Trump Taj Mahal	1,250	226,250	201,390	89.0%	88.77
<b>INDUSTRY TOTAL</b>	<b>14,517</b>	<b>2,619,358</b>	<b>2,394,715</b>		
<b>INDUSTRY AVERAGE</b>				<b>91.4%</b>	<b>\$98.80</b>

\* Number of guest rooms at end of quarter