TRUMP MARINA ASSOCIATES, LLC
QUARTERLY REPORT

FOR THE QUARTER ENDED MARCH 31, 2008

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

DIVISION OF FINANCIAL EVALUATION
REPORTING MANUAL

TRUMP MARINA ASSOCIATES, LLC
BALANCE SHEETS

AS OF MARCH 31, 2008 AND 2007

(UNAUDITED)
($ IN THOUSANDS)

Line (a)	Description (b)	Notes	2008 (c)	2007 (d)	
	ASSETS:				
	Current Assets:				
1	Cash and Cash Equivalents		$17,201	$21,713	
2	Short-Term Investments		0	0	
3	Receivables and Patrons' Checks (Net of Allowance for Doubtful Accounts - 2008, $2,631; 2007, $1,953)		10,860	8,797	*
4	Inventories		1,427	2,783	
5	Other Current Assets		2,174	1,967	
6	Total Current Assets		31,662	35,260	
7	Investments, Advances, and Receivables	9	12,189	10,637	
8	Property and Equipment - Gross	3	278,409	376,612	
9	Less: Accumulated Depreciation and Amortization	3	(7,626)	(23,839)	
10	Property and Equipment - Net	3	270,783	352,773	
11	Other Assets	4	29,523	104,577	
12	Total Assets		$344,157	$503,247	
	LIABILITIES AND EQUITY:				
	Current Liabilities:				
13	Accounts Payable		$4,366	$5,135	
14	Notes Payable		0	0	
	Current Portion of Long-Term Debt:				
15	Due to Affiliates		0	0	
16	External	5	106	975	
17	Income Taxes Payable and Accrued	6	2,011	2,011	
18	Other Accrued Expenses		9,575	10,606	*
19	Other Current Liabilities	8	17,003	19,410	
20	Total Current Liabilities		33,061	38,137	
	Long-Term Debt:				
21	Due to Affiliates	5	265,598	237,500	
22	External	5	0	93	
23	Deferred Credits	6	8,831	15,831	
24	Other Liabilities		2,980	3,029	
25	Commitments and Contingencies	9	0	0	
26	Total Liabilities		310,470	294,590	
27	Stockholders', Partners', or Proprietor's Equity		33,687	208,657	
28	Total Liabilities and Equity		$344,157	$503,247	

* Amounts indicated with an asterisk have been restated to conform to the current 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 MARINA ASSOCIATES, LLC
STATEMENTS OF INCOME

FOR THE THREE MONTHS ENDED MARCH 31, 2008 AND 2007

(UNAUDITED)
($ IN THOUSANDS)

Line (a)	Description (b)	Notes	2008 (c)	2007 (d)	
	Revenue:				
1	Casino		$53,445	$58,009	
2	Rooms		4,571	4,289	
3	Food and Beverage		6,336	6,677	
4	Other		2,569	1,956	
5	Total Revenue		66,921	70,931	
6	Less: Promotional Allowances	2	16,639	16,591	
7	Net Revenue		50,282	54,340	
	Costs and Expenses:				
8	Cost of Goods and Services		35,164	35,136	*
9	Selling, General, and Administrative	2	9,925	9,697	*
10	Provision for Doubtful Accounts		376	207	
11	Total Costs and Expenses		45,465	45,040	*
12	Gross Operating Profit		4,817	9,300	*
13	Depreciation and Amortization		3,521	3,677	
	Charges from Affiliates Other than Interest:				
14	Management Fees		0	0	
15	Other	8	1,915	1,053	*
16	Income (Loss) from Operations		(619)	4,570	
	Other Income (Expenses):				
17	Interest Expense - Affiliates	5	(5,651)	(5,073)	
18	Interest Expense - External	5	(232)	(262)	
19	CRDA Related Income (Expense) - Net	9	(205)	(187)	
20	Nonoperating Income (Expense) - Net		191	173	
21	Total Other Income (Expenses)		(5,897)	(5,349)	
22	Income (Loss) Before Taxes and Extraordinary Items		(6,516)	(779)	
23	Provision (Credit) for Income Taxes	6	0	0	
24	Income (Loss) Before Extraordinary Items		(6,516)	(779)	
	Extraordinary Items (Net of Income Taxes -				
25	2008, $0; 2007, $0)		0	0	
26	Net Income (Loss)		($6,516)	($779)	

* Amounts indicated with an asterisk have been restated to conform to the current presentation.

The accompanying notes are an integral part of the financial statements.
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TRUMP MARINA ASSOCIATES, LLC
STATEMENTS OF CHANGES IN PARTNERS', PROPRIETOR'S OR MEMBERS' EQUITY

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2007
AND THE THREE MONTHS ENDED MARCH 31, 2008

(UNAUDITED)
($ IN THOUSANDS)

Line (a)	Description (b)	Notes	Contributed Capital (c)	Accumulated Earnings (Deficit) (d)	___ (e)	Total Equity (Deficit) (f)
1	**Balance, December 31, 2006..........**		$187,169	$22,244	$0	$209,413
2	Net Income (Loss) - 2007..........			(161,055)		(161,055)
3	Capital Contributions................					0
4	Capital Withdrawals..................					0
5	Partnership Distributions...........					0
6	Prior Period Adjustments..........					0
7	Restrictive Stock Awards		103			103
8	Non-cash transactions with					0
9	TER Holdings		(8,210)			(8,210)
10	**Balance, December 31, 2007..........**		179,062	(138,811)	0	40,251
11	Net Income (Loss) - 2008..........			(6,516)		(6,516)
12	Capital Contributions................					0
13	Capital Withdrawals..................					0
14	Partnership Distributions...........					0
15	Prior Period Adjustments..........					0
16	Restrictive Stock Awards	8	(48)			(48)
17						0
18						0
19	**Balance, March 31, 2008...............**		$179,014	($145,327)	$0	$33,687

The accompanying notes are an integral part of the financial statements.
Valid comparisons cannot be made without using information contained in the notes.

TRUMP MARINA ASSOCIATES, LLC
STATEMENTS OF CASH FLOWS

FOR THE THREE MONTHS ENDED MARCH 31, 2008 AND 2007

(UNAUDITED)
($ IN THOUSANDS)

Line (a)	Description (b)	Notes	2008 (c)	2007 (d)
1	CASH PROVIDED (USED) BY OPERATING ACTIVITIES..		$50	$8,998
	CASH FLOWS FROM INVESTING ACTIVITIES:			
2	Purchase of Short-Term Investments		0	0
3	Proceeds from the Sale of Short-Term Investments		0	0
4	Cash Outflows for Property and Equipment.....		(2,880)	(10,792)
5	Proceeds from Disposition of Property and Equipment.....		0	0
6	CRDA Obligations	9	(672)	(733)
7	Other Investments, Loans and Advances made.....		0	0
8	Proceeds from Other Investments, Loans, and Advances		0	0
9	Cash Outflows to Acquire Business Entities.....		0	0
10	.....			
11	.....			
12	Net Cash Provided (Used) By Investing Activities.....		(3,552)	(11,525)
	CASH FLOWS FROM FINANCING ACTIVITIES:			
13	Proceeds from Short-Term Debt		0	0
14	Payments to Settle Short-Term Debt.....		0	0
15	Proceeds from Long-Term Debt		0	0
16	Costs of Issuing Debt.....		0	0
17	Payments to Settle Long-Term Debt.....		(66)	(972)
18	Cash Proceeds from Issuing Stock or Capital Contributions...		0	0
19	Purchases of Treasury Stock.....		0	0
20	Payments of Dividends or Capital Withdrawals.....		0	0
21	.....		0	0
22	.....		0	0
23	Net Cash Provided (Used) By Financing Activities.....		(66)	(972)
24	Net Increase (Decrease) in Cash and Cash Equivalents.....		(3,568)	(3,499)
25	Cash and Cash Equivalents at Beginning of Period.....		20,769	25,212
26	Cash and Cash Equivalents at End of Period.....		$17,201	$21,713

	CASH PAID DURING PERIOD FOR:			
27	Interest (Net of Amount Capitalized).....		$2,225	$537
28	Income Taxes.....		$0	$0

The accompanying notes are an integral part of the financial statements.
Valid comparisons cannot be made without using information contained in the notes.

TRUMP MARINA ASSOCIATES, LLC
STATEMENTS OF CASH FLOWS

FOR THE THREE MONTHS ENDED MARCH 31, 2008 AND 2007

(UNAUDITED)

($ IN THOUSANDS)

Line (a)	Description (b)	Notes	2008 (c)	2007 (d)
	CASH FLOWS FROM OPERATING ACTIVITIES:			
29	Net Income (Loss)............		($6,516)	($779)
30	Depreciation and Amortization of Property and Equipment...		3,521	3,677
31	Amortization of Other Assets............		76	76
32	Amortization of Debt Discount or Premium............		0	0
33	Deferred Income Taxes - Current		0	0
34	Deferred Income Taxes - Noncurrent		0	0
35	(Gain) Loss on Disposition of Property and Equipment.........		0	0
36	(Gain) Loss on CRDA-Related Obligations............	9	205	187
37	(Gain) Loss from Other Investment Activities............		0	0
38	(Increase) Decrease in Receivables and Patrons' Checks		33	1,452
39	(Increase) Decrease in Inventories		(130)	(73)
40	(Increase) Decrease in Other Current Assets............		896	951
41	(Increase) Decrease in Other Assets............		(528)	23
42	Increase (Decrease) in Accounts Payable............		(704)	(261)
43	Increase (Decrease) in Other Current Liabilities		2,873	3,649
44	Increase (Decrease) in Other Liabilities		(4)	(134)
45	Provision for Losses on Receivables		376	207
46	Stock Compensation	8	(48)	23
47	Net Cash Provided (Used) By Operating Activities............		$50	$8,998

SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION

Line (a)	Description (b)	Notes	2008 (c)	2007 (d)
	ACQUISITION OF PROPERTY AND EQUIPMENT:			
48	Additions to Property and Equipment............		($2,880)	($10,792)
49	Less: Capital Lease Obligations Incurred............			
50	Cash Outflows for Property and Equipment............		($2,880)	($10,792)
	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	$0
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	$0

The accompanying notes are an integral part of the financial statements.
Valid comparisons cannot be made without using information contained in the notes.

TRUMP MARINA ASSOCIATES, LLC
SCHEDULE OF PROMOTIONAL EXPENSES AND ALLOWANCES

FOR THE THREE MONTHS ENDED MARCH 31, 2008

(UNAUDITED)
($ IN THOUSANDS)

		Promotional Allowances		Promotional Expenses	
Line (a)	Description (b)	Number of Recipients (c)	Dollar Amount (d)	Number of Recipients (e)	Dollar Amount (f)
1	Rooms	39,082	$2,908	0	$0
2	Food	152,231	2,994	0	0
3	Beverage	360,401	1,532	0	0
4	Travel	0	0	3,206	980
5	Bus Program Cash	11,485	231	0	0
6	Other Cash Complimentaries	300,810	7,838	0	0
7	Entertainment	471	12	1,766	200
8	Retail & Non-Cash Gifts	19,129	1,052	62,381	1,971
9	Parking	0	0	140,065	420
10	Other	14,881	72	7,449	(108) *
11	Total	898,490	$16,639	214,867	$3,463

* Promotional Expense - Other includes the change in the outstanding comp dollar liability from December 31 2007 to March 31, 2008.

FOR THE THREE MONTHS ENDED MARCH 31, 2008

		Promotional Allowances		Promotional Expenses	
Line (a)	Description (b)	Number of Recipients (c)	Dollar Amount (d)	Number of Recipients (e)	Dollar Amount (f)
1	Rooms	39,082	$2,908	0	$0
2	Food	152,231	2,994	0	0
3	Beverage	360,401	1,532	0	0
4	Travel	0	0	3,206	980
5	Bus Program Cash	11,485	231	0	0
6	Other Cash Complimentaries	300,810	7,838	0	0
7	Entertainment	471	12	1,766	200
8	Retail & Non-Cash Gifts	19,129	1,052	62,381	1,971
9	Parking	0	0	140,065	420
10	Other	14,881	72	7,449	(108) *
11	Total	898,490	$16,639	214,867	$3,463

* Promotional Expense - Other includes the change in the outstanding comp dollar liability from December 31 2007 to March 31, 2008.

TRUMP MARINA ASSOCIATES, LLC
STATEMENT OF CONFORMITY, ACCURACY, AND COMPLIANCE

FOR THE QUARTER ENDED MARCH 31, 2008

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.

5/15/2008
Date

Daniel McFadden

Vice President of Finance
Title

7167-11
License Number

On Behalf of:

TRUMP MARINA ASSOCIATES, LLC
Casino Licensee

TRUMP MARINA ASSOCIATES, LLC
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2008
(Unaudited)
(in thousands)

NOTE 1 - GENERAL

Organization and Operations

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

Marina Associates owns and operates the Trump Marina Hotel Casino ("Trump Marina"), a casino hotel located in the marina district in Atlantic City, New Jersey (the "Marina District"). Marina Associates derives its revenue primarily 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 "CCC"). 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, 2007 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 the prior period financial statements to conform to the current year presentation.

NOTE 2 – TRUMP ONE UNIFIED PLAYER'S PROGRAM

In June 2007, TER implemented the Trump ONE unified player's program ("Trump ONE"), our new, tri-property customer loyalty program. Under Trump ONE, our customers are able to accumulate complimentary dollars ("comp dollars") based upon their slot machine and table games play which may be redeemed at their discretion for complimentary food, beverage and retail items. Unredeemed comp dollars are subject to the terms of the Trump ONE program, including forfeiture based upon the lapsing of time. The Company records the cost of comp dollars as a selling, general and administrative expense when earned by our customers. The retail value of the complimentary food, beverage and other retail items is recorded as revenue with an offset to promotional allowances at the time our customers redeem comp dollars. As of March 31, 2008, the Company had $995 accrued for the estimated cost of the outstanding comp dollar liability.

In addition to comp dollars, our customers have the ability to earn points based on slot machine or table games play that are redeemable in cash ("cash-back points"). The Company historically has accrued the cost of cash-back points, after consideration of estimated forfeitures, as they are earned. This cost is recorded in promotional allowances. Customers may also receive discretionary complimentary rooms, food and beverage and other services which are expensed as incurred.

(in thousands)

NOTE 3 - PROPERTY AND EQUIPMENT

Property and equipment consists of the following:

	March 31, 2008	March 31, 2007
Land and land improvements	$ 132,729	$ 176,663
Building and building improvements	99,085	140,174
Furniture, fixtures and equipment	45,273	56,145
Construction-in-progress	1,322	3,630
	278,409	376,612
Less accumulated depreciation and amortization	(7,626)	(23,839)
Net property and equipment	$ 270,783	$ 352,773

SFAS 144 requires that long-lived assets be reviewed for impairment whenever events or changes in circumstances indicate that the carrying value of an asset may not be recoverable. During 2007, the Company's results were negatively impacted principally due to increased regional competition and a partial smoking ban in Atlantic City. As a result, the Company performed an impairment test in accordance with SFAS 144.

Based upon the Company's review, the sum of estimated undiscounted future cash flows expected to be generated by its long-lived assets was less than the carrying value of those assets. The Company estimated the fair value of the asset group using a discounted cash flow methodology among other valuation metrics and sought the assistance of an independent valuation firm. During the 4th Quarter 2007, an asset impairment charge totaling $91,271, was allocated to the asset group on a pro-rata basis based upon the carrying value of the assets in accordance with SFAS 144. The impairment charge is included in other assets on the December 31, 2007 balance sheet and nonoperating expense in the quarter and year ended December 31, 2007 statements of income. Additionally, as a result of the competition in the Company's marketplace, the investment of other capital in the Marina District and the Company's operating performance during 2007; the remaining estimated useful life of the building was reduced to 20 years in connection with the impairment test.

NOTE 4 - INTANGIBLE ASSETS AND GOODWILL

In accordance with SFAS 142, the Company performed its annual goodwill and other intangible asset impairment test as of October 1, 2007. With the assistance of an independent valuation firm, the Company used discounted cash flow, market capitalization, and market multiple methodologies in the determination of the estimated fair value of the Company. Estimated future cash flows assumed under the discounted cash flow approach were negatively impacted by the recent increase in regional competition, the partial smoking ban in Atlantic City and a general weakening of the economy.

Based upon the results of the impairment testing, the Company determined that its goodwill, trademarks and customer lists were impaired. As a result, the Company recorded a goodwill impairment charge of $35,129 and other intangible asset impairment charges totaling $35,729 relating to its trademarks and customer lists. Such charges were included in other assets on the December 31, 2007 balance sheet and nonoperating expense in the statements of income for the quarter and year ended December 31, 2007.

(in thousands)

The impairment test procedures performed in accordance with SFAS 142 require comprehensive estimates of the future cash flows of the Company. Due to uncertainties associated with such estimates, actual results could differ from such estimates. A continuation of the previously mentioned conditions may result in the determination that some or all of the Company's remaining intangible assets have become impaired, which could result in additional impairment charges.

A rollforward of trademarks, goodwill, and customer lists is as follows:

	Goodwill	Trademarks	Customer Lists
Balance December 31, 2006	$ 43,339	$ 54,000	$ 2,308
Non-cash transactions with TER Holdings	(8,210)	-	-
Amortization	-	-	(429)
Impairment charges	(35,129)	(35,353)	(376)
Balance March 31, 2008	$ -	$ 18,647	$ 1,503

NOTE 5 – LONG-TERM DEBT

Long-term debt consists of:

	March 31, 2008	March 31, 2007
8.5% Note payable - TER and TER Funding, due June 1, 2015, interest payable semi-annually due June and December	$ 237,500	$ 237,500
8.5% Revolving Grid Note Payable - TER Holdings, due January 1, 2013, interest due and payable monthly	$ 28,098	$ -
Capital lease obligations - interest rates at 4.3% to 8.5%, secured by equipment financed	106	1,068
Total long-term debt	265,704	238,568
Less: current maturities	(106)	(975)
Long-term debt, net of current maturities	$ 265,598	$ 237,593

8.5% Note Payable – TER and TER Funding

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 $237,500 to Marina Associates.

8.5% Revolving Grid Note Payable – TER Holdings

In July 2007, Marina Associates entered into a Revolving Grid Note ("Grid Note") with TER Holdings. Pursuant to the Grid Note, the Company agreed to repay up to $50,000 of advances made by TER Holdings, including any accrued unpaid interest on outstanding advances thereon. Upon execution of the Grid Note, outstanding amounts due to TER Holdings relating to inter-company borrowings and unpaid interest due on the 8.5% Note payable were refinanced through the Grid Note.

Guarantees

The Company, along with Trump Taj Mahal Associates, LLC ("Taj Associates") and Trump Plaza Associates, LLC ("Plaza Associates"), guarantees TER Holdings' and TER Funding's $493,250 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 Marina 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, 2008, TER had outstanding borrowings of $392,266 and $1,248,969 under the Credit Facility and the TER Notes, respectively.

NOTE 6 – INCOME TAXES

Federal Income Taxes

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

State Income Taxes

Under the New Jersey Casino Control Act, the Company is required to file New Jersey corporation business tax returns.

The Predecessor Company's net operating losses utilized to offset taxable income of the Reorganized Company will be recorded in the provision for income taxes as a non-cash charge in lieu of taxes and additional paid-in-capital.

There was no state income tax provision during the three months ended March 31, 2008 and 2007.

At March 31, 2008, the Company had unrecognized tax benefits of approximately $7,436 (including interest) of which $1,578 would affect its effective tax rate, if recognized. The application of FIN 48 did not have an impact on partners' capital on the date of adoption. It is reasonably possible that certain unrecognized tax benefits related to income tax examinations totaling $2,011 could be settled during the next twelve months.

The Company recognizes interest accrued related to unrecognized tax benefits in interest expense and penalties as a component of income tax expense. During the three months ended March 31, 2008 and 2007, the Company recognized approximately $154 and $146, respectively, in potential interest associated with uncertain tax positions. At March 31, 2008, the Company had approximately $1,720 accrued for the payment of interest on uncertain tax positions. To the extent interest is not assessed with respect to uncertain tax positions of the Reorganized Company, amounts accrued will be reduced and reflected as a reduction of interest expense. To the extent interest is not assessed with respect to uncertain tax positions of the Predecessor Company, amounts accrued prior to the reorganization date will be reduced and the impact will reduce certain intangible assets related to the reorganization, in accordance with Emerging Issues Task Force Issue 93-7, "Uncertainties Related to Income Taxes in a Purchase Business Combination" ("EITF 93-7")

Federal and State Income Tax Audits

Tax years 2005 through 2007 remain subject to examination by the federal tax authority. Tax years 2002 through 2007 remain subject to examination by state tax jurisdictions.

From 2002 through 2006, state income taxes for the Company's New Jersey operations were computed under the alternative minimum assessment method. The Company has asserted its position that New Jersey partnerships were 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 through 2003. At March 31, 2008, the Company has accrued $6,670 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 assessments.

NOTE 7 – RECENTLY ISSUED ACCOUNTING PRONOUNCEMENTS

In December 2007, the FASB issued SFAS No. 141 (Revised 2007), "Business Combinations" ("SFAS 141(R)"). This Statement retained the fundamental requirements in SFAS 141 that the acquisition method of accounting (which SFAS 141 called the purchase method) be used for all business combinations and for an acquirer to be identified for each business combination. SFAS 141(R), which is broader in scope than that of SFAS 141, which applied only to business combinations in which control was obtained by transferring consideration, applies the same method of accounting (the purchase method) to all transactions and other events in which one entity obtains control over one or more other businesses. SFAS 141(R) also makes certain other modifications to SFAS 141. The Company is required to apply the provisions of SFAS 141(R) to business combinations for which the acquisition date is on or after January 1, 2009. Earlier application is prohibited. The Company does not expect the adoption of SFAS 141(R) to have a material effect on our financial statements.

In February 2007, the FASB issued SFAS No. 159, "The Fair Value Option for Financial Assets and Financial Liabilities" ("SFAS 159"). SFAS 159 permits companies to choose to measure many financial instruments and certain other items at fair value. The fair value option established by SFAS 159 permits all companies to choose to measure eligible items at fair value at specified election dates. At each subsequent reporting date, companies shall report in earnings any unrealized gains and losses on items for which the fair value option has been elected. The Company adopted SFAS 159 effective January 1, 2008 and did not elect the fair value measurement option for any financial assets or liabilities.

In September 2006, the FASB issued SFAS No. 157, "Fair Value Measurements" ("SFAS 157") which defines fair value, establishes a framework for measuring fair value in GAAP, and expands disclosures about fair value measurements. SFAS 157 applies under other accounting pronouncements that require or permit fair value measurements and, accordingly, does not require any new fair value measurements. On February 12, 2008, the FASB issued FASB Staff Position No. FAS 157-2, Effective Date of FASB Statement No. 157 ("FSP 157-2"), delaying the effective date of SFAS 157 to fiscal years beginning after November 15, 2008, for non-financial assets and non-financial liabilities, except for items that are recognized or disclosed at fair value in the financial statements on a recurring basis. Non-financial assets and non-financial liabilities for which the Company is not yet required to apply the provisions of SFAS 157 include our goodwill and intangible assets and long-lived assets measured at fair value under the provisions of SFAS 142, "Goodwill and Other Intangible Assets" and SFAS No. 144, "Accounting for the Impairment or Disposal of Long-Lived Assets," respectively. The Company adopted SFAS 157 effective January 1, 2008 for financial assets and liabilities. The adoption of SFAS 157 did not impact our financial statements. The Company does not expect that the adoption of the deferment provisions of FSP 157-2 will have a material effect on our financial statements.

(in thousands)

NOTE 8 – TRANSACTIONS WITH AFFILIATES

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

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

	March 31, 2008	March 31, 2007
TER	$ 0	$ 2,503
Trump Administration	816	1,112
Plaza Associates	73	1
Taj Associates	311	78
Total	$ 1,200	$ 3,694

Marina Associates engages in various transactions with the other Atlantic City hotel/casinos and related casino entities that are affiliates of Mr. Trump. 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, which is a separate division of Taj Associates, provides certain shared services to Marina 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 Marina Associates totaling $1,915 and $1,053 during the three months ended March 31, 2008 and 2007, respectively. Marina Associates reimburses Taj Administration for these allocated expenses.

During January 2008, 47,398 outstanding restricted shares of TER common stock held by an employee of Marina Associates were forfeited. As of March 31, 2008, there were no nonvested TER restricted stock awards outstanding.

NOTE 9 – COMMITMENTS & CONTINGENCIES

Legal Proceedings

Marina 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 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 2007, the CCC renewed the Company's license to operate Trump Marina for the next five year period through June 2012. 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.

NJSEA Subsidy Agreement

In April 2004, the casinos located in Atlantic City ("Casinos"), executed an agreement ("NJSEA Subsidy Agreement") with the New Jersey Sports and Exposition Authority ("NJSEA") and the CRDA. The NJSEA Subsidy Agreement provides that the Casinos, on a pro rata basis according to their gross revenues, shall pay in cash and donate from the regular payment of their CRDA obligations a total of $86,000 in four annual installments in October of each of 2004 through 2007 to the NJSEA. It required that the funds be used by the NJSEA through December 31, 2008 to enhance purses, fund breeders awards and establish account wagering at New Jersey horse racing tracks. During this four year period, the Company's portion of this industry obligation was approximately 5.1%.

The NJSEA Subsidy Agreement further provided for a moratorium until January 2009 on the conduct of casino gaming at any New Jersey racetrack and conditioned the donation of the CRDA funds upon the enactment and funding of the Casino Expansion Fund Act which made funds available, on a pro rata basis, to each of the Casinos for investment in eligible projects in Atlantic City approved by the CRDA. In September 2006, the CRDA approved the new hotel tower presently under construction at the Trump Taj Mahal as an eligible project and, pursuant to October 2006 agreements, authorized grants to the Trump Atlantic City casinos in aggregate amounts of approximately $13,800 from the Atlantic City Expansion Fund and $1,575 from a separate Casino Capital Construction Fund, both administered by the CRDA.

The New Jersey Legislature amended the Casino Control Act effective April 18, 2008 to permit the Casinos to deduct the amount of certain promotional gaming credits wagered at their slot machines in calculating the tax on gross gaming revenue. The amendment, however, is inoperative until the Casinos execute a new subsidy agreement with the NJSEA for the benefit of the horse racing industry for $30 million annually for a three-year period. Presently, the Casinos are negotiating the terms of a new subsidy agreement with the NJSEA and the New Jersey Casino Control Commission is considering regulations to establish procedures by which the Casinos may implement the tax deduction.