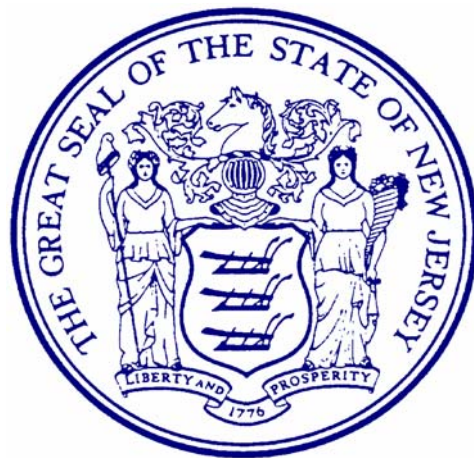


**TRUMP TAJ MAHAL ASSOCIATES, LLC
QUARTERLY REPORT**

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 TAJ MAHAL ASSOCIATES, LLC

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.....		\$34,620	\$48,375	*
2	Short-Term Investments.....				
3	Receivables and Patrons' Checks (Net of Allowance for Doubtful Accounts - 2007, \$6,717; 2006, \$5,975).....		27,336	21,437	*
4	Inventories		5,190	6,002	*
5	Other Current Assets.....		4,247	5,361	*
6	Total Current Assets.....		71,393	81,175	
7	Investments, Advances, and Receivables.....		23,080	19,437	
8	Property and Equipment - Gross.....		903,689	794,365	*
9	Less: Accumulated Depreciation and Amortization.....		(58,233)	(26,724)	*
10	Property and Equipment - Net.....		845,456	767,641	
11	Other Assets.....		189,319	200,302	*
12	Total Assets.....		\$1,129,248	\$1,068,555	
	<u>LIABILITIES AND EQUITY:</u>				
	Current Liabilities:				
13	Accounts Payable.....		\$24,228	\$11,696	*
14	Notes Payable.....				
	Current Portion of Long-Term Debt:				
15	Due to Affiliates.....				
16	External.....	3	3,988	11,385	
17	Income Taxes Payable and Accrued.....	4	3,470	7,711	
18	Other Accrued Expenses.....		21,198	21,544	*
19	Other Current Liabilities.....		47,570	12,487	*
20	Total Current Liabilities.....		100,454	64,823	
	Long-Term Debt:				
21	Due to Affiliates.....	3	564,327	575,000	
22	External.....	3	100	4,369	
23	Deferred Credits	4	16,817	17,211	*
24	Other Liabilities.....		6,252	400	*
25	Commitments and Contingencies.....	7			
26	Total Liabilities.....		687,950	661,803	
27	Stockholders', Partners', or Proprietor's Equity.....		441,298	406,752	*
28	Total Liabilities and Equity.....		\$1,129,248	\$1,068,555	

* Reclassifications 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 TAJ MAHAL ASSOCIATES, LLC

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.....		\$121,913	\$121,014
2	Rooms.....		8,337	7,791 *
3	Food and Beverage.....		12,461	12,856
4	Other.....		3,675	3,943 *
5	Total Revenue.....		146,386	145,604
6	Less: Promotional Allowances.....		27,950	28,251
7	Net Revenue.....		118,436	117,353
	Costs and Expenses:			
8	Cost of Goods and Services.....	*	68,027	72,760 *
9	Selling, General, and Administrative.....	*	19,942	16,858 *
10	Provision for Doubtful Accounts.....		841	571
11	Total Costs and Expenses.....		88,810	90,189
12	Gross Operating Profit.....		29,626	27,164
13	Depreciation and Amortization.....		6,777	8,375 *
	Charges from Affiliates Other than Interest:			
14	Management Fees.....			
15	Other.....	5	2,029	1,547 *
16	Income (Loss) from Operations.....		20,820	17,242
	Other Income (Expenses):			
17	Interest Expense - Affiliates.....	3 *	(11,535)	(12,219) *
18	Interest Expense - External.....	3 *	(598)	(844) *
19	CRDA Related Income (Expense) - Net.....		(180)	(507)
20	Nonoperating Income (Expense) - Net.....	6	362	579 *
21	Total Other Income (Expenses).....		(11,951)	(12,991)
22	Income (Loss) Before Taxes and Extraordinary Items.....		8,869	4,251
23	Provision (Credit) for Income Taxes.....	4	200	876
24	Income (Loss) Before Extraordinary Items.....		8,669	3,375
25	Extraordinary Items (Net of Income Taxes - 2007, \$0; 2006, \$0).....	11		
26	Net Income (Loss).....		\$8,669	\$3,375

* Reclassifications 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 TAJ MAHAL ASSOCIATES, LLC 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.....		\$389,338	\$16,092		\$405,430
2	Net Income (Loss) - 2006.....			29,163		29,163
3	Capital Contributions.....					0
4	Capital Withdrawals.....					0
5	Partnership Distributions.....	5	(2,080)			(2,080)
6	Prior Period Adjustments.....					0
7	Restrictive Stock Awards		94			94
8						0
9						0
10	Balance, December 31, 2006.....		387,352	45,255	0	432,607
11	Net Income (Loss) - 2006.....			8,669		8,669
12	Capital Contributions.....					0
13	Capital Withdrawals.....					0
14	Partnership Distributions.....					0
15	Prior Period Adjustments.....					0
16	Restrictive Stock Awards		22			22
17						0
18						0
19	Balance, March 31, 2007.....		\$387,374	\$53,924	\$0	\$441,298

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

TRUMP TAJ MAHAL ASSOCIATES, LLC

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..		\$39,893	\$8,065
	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.....		(35,566)	(4,284) *
5	Proceeds from Disposition of Property and Equipment.....			
6	CRDA Obligations		(1,559)	(1,602)
7	Other Investments, Loans and Advances made.....			
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.....		(37,125)	(5,886)
	CASH FLOWS FROM FINANCING ACTIVITIES:			
13	Proceeds from Short-Term Debt			
14	Payments to Settle Short-Term Debt.....			
15	Proceeds from Long-Term Debt			
16	Costs of Issuing Debt.....			
17	Payments to Settle Long-Term Debt.....		(2,177)	(3,297)
18	Cash Proceeds from Issuing Stock or Capital Contributions...		0	0
19	Purchases of Treasury Stock.....			
20	Payments of Dividends or Capital Withdrawals.....			
21	Partnership Distribution			(2,080)
22	Proceeds to settle inter-company debt			
23	Net Cash Provided (Used) By Financing Activities.....		(2,177)	(5,377)
24	Net Increase (Decrease) in Cash and Cash Equivalents.....		591	(3,198)
25	Cash and Cash Equivalents at Beginning of Period.....		34,029	51,573 *
26	Cash and Cash Equivalents at End of Period.....		\$34,620	\$48,375 *
	CASH PAID DURING PERIOD FOR:			
27	Interest (Net of Amount Capitalized).....		\$139	\$12,698
28	Income Taxes.....		\$0	\$88

* Reclassifications 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 TAJ MAHAL ASSOCIATES, LLC

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).....		\$8,669	\$3,375
30	Depreciation and Amortization of Property and Equipment.....		6,777	8,375 *
31	Amortization of Other Assets.....		183	183
32	Amortization of Debt Discount or Premium.....			
33	Deferred Income Taxes - Current			
34	Deferred Income Taxes - Noncurrent			
35	(Gain) Loss on Disposition of Property and Equipment.....			
36	(Gain) Loss on CRDA-Related Obligations.....		180	507
37	(Gain) Loss from Other Investment Activities.....			
38	(Increase) Decrease in Receivables and Patrons' Checks		2,218	1,561 *
39	(Increase) Decrease in Inventories		298	14 *
40	(Increase) Decrease in Other Current Assets.....		1,073	(716) *
41	(Increase) Decrease in Other Assets.....		664	345 *
42	Increase (Decrease) in Accounts Payable.....		2,457	(4,668) *
43	Increase (Decrease) in Other Current Liabilities		17,352	(938) *
44	Increase (Decrease) in Other Liabilities			
45	Restrictive Stock Awards		22	27
46				
47	Net Cash Provided (Used) By Operating Activities.....		\$39,893	\$8,065

SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION

	ACQUISITION OF PROPERTY AND EQUIPMENT:			
48	Additions to Property and Equipment.....		(\$35,566)	(\$4,329) *
49	Less: Capital Lease Obligations Incurred.....			45
50	Cash Outflows for Property and Equipment.....		(\$35,566)	(\$4,284) *
	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.....			
59	Consideration in Acquisition of Business Entities.....			
60	Cash Proceeds from Issuing Stock or Capital Contributions.....		\$0	\$0

* Reclassifications 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.

Amended 5/1/2008

TRUMP TAJ MAHAL ASSOCIATES, LLC
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	66,359	\$5,408		
2	Food	299,896	5,514		
3	Beverage	1,530,505	2,464		
4	Travel			19,476	2,770
5	Bus Program Cash	103,119	1,619		
6	Other Cash Complimentaries	249,531	12,425		
7	Entertainment	0	0	7,839	422
8	Retail & Non-Cash Gifts	8,620	326	18,267	2,505
9	Parking			65,197	196
10	Other	2,953	194	24,736	658
11	Total	2,260,983	\$27,950	135,515	\$6,551

* Reclassifications to conform to present year presentation.

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	66,359	\$5,408		
2	Food	299,896	5,514		
3	Beverage	1,530,505	2,464		
4	Travel			19,476	2,770
5	Bus Program Cash	103,119	1,619		
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8	Retail & Non-Cash Gifts	8,620	326	18,267	2,505
9	Parking			65,197	196
10	Other	2,953	194	24,736	658
11	Total	2,260,983	\$27,950	135,515	\$6,551

* Reclassifications to conform to present year presentation.

TRUMP TAJ MAHAL ASSOCIATES, LLC 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.

15-May-07

Date



James L. Wright

Director of Finance

Title

003507-11

License Number

On Behalf of:

TRUMP TAJ MAHAL ASSOCIATES, LLC

Casino Licensee

TRUMP TAJ MAHAL ASSOCIATES, LLC
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2007
(Unaudited)
(in thousands)

NOTE 1 - GENERAL

Organization and Operations

Trump Taj Mahal Associates LLC ("Taj Associates" or the "Company"), a New Jersey Limited Liability Corporation is 100% beneficially owned by Trump Entertainment Resorts Holdings, L.P. ("TER Holdings," formerly known as Trump Hotels & Casino Resorts Holdings, L.P. ("THCR")), 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 approximately 23.5% profits interest in TER Holdings, as a limited partner.

Taj Associates owns and operates the Trump Taj Mahal Casino Resort (the "Taj Mahal"), an Atlantic City, New Jersey hotel, casino and convention center complex. Taj 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 season being the spring and summer months. Accordingly, results of operations for the three months ended March 31, 2007 and 2006 are not necessarily indicative of the operating results for a full year.

Basis of Presentation

The accompanying financial statements have been prepared in accordance with 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 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 Taj Associates' December 31, 2006 Quarterly Report as filed with the CCC.

The prior period financial statements presented herein have been revised to reflect the inclusion of Trump Taj Mahal Associates Administration ("Taj Administration"), a separate division of the Company that provides certain shared services to Trump Marina Associates LLC ("Marina Associates"), Trump Plaza Associates, LLC ("Plaza Associates") and the Company. The prior periods' statements of income are unchanged as Taj Administration's expenses have historically been allocated to Marina Associates, Plaza Associates and the Company. The balance sheet as of March 31, 2006 has been revised to include Taj Administration's total assets, liabilities and equity. The statements of equity and cash flows have also been revised to include the changes in equity and cash flows associated with Taj Administration for the period from January 1, 2006 through March 31, 2006.

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 - GOODWILL

A rollforward of goodwill for the period from December 31, 2006 to March 31, 2007 is as follows:

Balance December 31, 2006	\$ 92,981
Non-cash charge in lieu of income taxes	<u>(200)</u>
Balance, March 31, 2007	<u>\$ 92,781</u>

TRUMP TAJ MAHAL ASSOCIATES, LLC
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2007
(Unaudited)
(in thousands)

NOTE 3 - 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	\$ 564,327	\$ 575,000
Capitalized lease obligations - interest rates at 4.4% to 11.25%, secured by equipment financed	<u>4,088</u>	<u>15,754</u>
Total long-term debt	568,415	590,754
Less: current maturities	<u>(3,988)</u>	<u>(11,385)</u>
Long-term debt, net of current maturities	<u><u>\$ 564,427</u></u>	<u><u>\$ 579,369</u></u>

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 \$575,000 to Taj 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 \$1,020 in TER Notes. In connection with this matter, the undistributed TER Notes were retired and Taj Associates’ Note Payable was reduced by \$673. Included in accrued interest at March 31, 2007 is \$30,872 payable to TER Holdings.

Guarantees

The Company, along with Plaza Associates and 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 Taj 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. The Credit Facility includes a \$150,000 Term Loan which is restricted for use to fund the Company’s new hotel tower.

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.

TRUMP TAJ MAHAL ASSOCIATES, LLC
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2007
(Unaudited)
(in thousands)

State Income Taxes

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 as a reduction to goodwill, if available, and additional paid-in-capital to the extent goodwill would be reduced to zero.

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

	Three Months Ended March 31,	
	2007	2006
Current expense	\$ —	\$ 559
Deferred expense	—	—
Non-cash charge in lieu of taxes	200	317
	\$ 200	\$ 876

The non-cash charge in lieu of income taxes represents the utilization of pre-reorganization tax benefits that are reflected as a reduction to goodwill.

Recently Issued Accounting Pronouncements

On January 1, 2007, Taj Associates adopted Financial Accounting Standards Board ("FASB") Interpretation No. 48 ("FIN 48"), "Accounting for Uncertainty in Incomes 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. Taj Associates recognizes interest accrued related to unrecognized tax benefits in interest expense and penalties as a component of income tax expense.

As of March 31, 2007, Taj Associates has unrecognized tax benefits of approximately \$11,387 (including interest) of which \$3,200 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 \$3,470 could be settled during the next twelve months. The application of FIN 48 resulted in reclassifications to Taj Associates' January 1, 2007 income tax related balance sheet accounts.

Federal and State Income Tax Audits

Taj Associates is currently involved in an examination with the Internal Revenue Service (the "IRS") concerning Taj Associates' federal partnership income tax return for the tax years 2002 through 2004. While any adjustment which results from this examination could affect Taj Associates' state income tax return, Taj Associates 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 Taj Associates' New Jersey operations were computed under the alternative minimum assessment method which expired in 2006. Taj Associates 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 Taj Associates has accrued \$11,387 for taxes and interest relating to this alternative minimum tax assessment for 2002 and 2003, as well as the open years 2004 through 2006. Taj Associates is currently in discussions with the New Jersey Division of Taxation regarding settlement of these issues.

TRUMP TAJ MAHAL ASSOCIATES, LLC
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2007
(Unaudited)
(in thousands)

NOTE 5 - TRANSACTIONS WITH AFFILIATES

Taj Associates has engaged in certain transactions with Mr. Trump and entities that are wholly or partially owned by Mr. Trump. Amounts receivable/(payable) at March 31 are as follows:

	March 31,	
	2007	2006
Marina Associates	\$ 1,191	\$ 2,033
Plaza Associates	2,739	2,538
Trump Entertainment Resorts	(6,332)	486
Trump Organization	2	2
	\$ (2,400)	\$ 5,059

Taj 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 Taj Mahal Associates Administration, a separate division of Taj Associates (“Trump Administration”) provides certain shared services for Taj Associates, Plaza Associates and Marina Associates. Trump Administration allocated and was re-imbursed expenses associated with such services totaling \$4,443 and \$3,207 for the three months ended March 31, 2007 and 2006, respectively.

During September 2006, TER amended the Right of First Offer Agreement (“ROFO Agreement”) with Trump Organization, LLC. The amended ROFO agreement pertains to construction projects greater than \$35,000. Under the terms of the amended ROFO Agreement Taj Associates paid \$172 including minimum monthly fees of \$150 and cost saving commissions of \$22, to Trump Organization, LLC during the three months ended March 31, 2007. These amounts were capitalized as part of the construction costs of the Taj Mahal’s Hotel Tower.

Taj Associates made distributions to TER Holdings totaling \$2,080 during the three months ended March 31, 2006.

NOTE 6 - NON-OPERATING INCOME (EXPENSE)

Non-operating income (expense) for the three months ended March 31, 2007 and 2006 consists of:

	2007	2006
Interest income	\$ 362	\$ 579

NOTE 7 - COMMITMENTS AND CONTINGENCIES

Legal Proceedings

Taj 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.

TRUMP TAJ MAHAL ASSOCIATES, LLC
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2007
(Unaudited)
(in thousands)

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 2003, the CCC renewed the Company's license to operate Trump Taj Mahal 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.