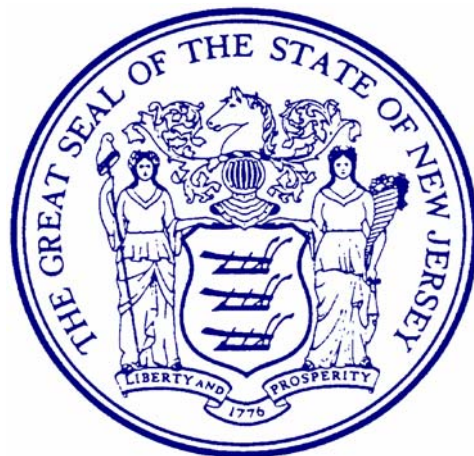


**TRUMP MARINA ASSOCIATES, LLC  
QUARTERLY REPORT  
FOR THE QUARTER ENDED MARCH 31, 2007**

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



**DIVISION OF FINANCIAL EVALUATION  
REPORTING MANUAL**

# TRUMP MARINA 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.....		\$21,713	\$27,669
2	Short-Term Investments.....		0	0
3	Receivables and Patrons' Checks (Net of Allowance for Doubtful Accounts - 2007, \$1,918; 2006, \$2,408).....		8,833	9,296
4	Inventories .....		2,783	2,635
5	Other Current Assets.....		1,967	2,106
6	Total Current Assets.....		35,296	41,706
7	Investments, Advances, and Receivables.....		10,637	8,801
8	Property and Equipment - Gross.....		376,612	344,785
9	Less: Accumulated Depreciation and Amortization.....		(23,839)	(10,413)
10	Property and Equipment - Net.....		352,773	334,372
11	Other Assets.....		104,577	106,896
12	Total Assets.....		\$503,283	\$491,775
	<u>LIABILITIES AND EQUITY:</u>			
	Current Liabilities:			
13	Accounts Payable.....		\$5,135	\$4,039
14	Notes Payable.....		0	0
	Current Portion of Long-Term Debt:			
15	Due to Affiliates.....		0	0
16	External.....	2	975	5,290
17	Income Taxes Payable and Accrued.....	3	2,011	4,197
18	Other Accrued Expenses.....		10,642	10,547
19	Other Current Liabilities.....	4	19,410	16,527
20	Total Current Liabilities.....		38,173	40,600
	Long-Term Debt:			
21	Due to Affiliates.....	2	237,500	237,500
22	External.....	2	93	1,039
23	Deferred Credits .....		15,831	15,793
24	Other Liabilities.....		3,029	555
25	Commitments and Contingencies.....	5	0	0
26	Total Liabilities.....		294,626	295,487
27	Stockholders', Partners', or Proprietor's Equity.....		208,657	196,288
28	Total Liabilities and Equity.....		\$503,283	\$491,775

\*Restated to conform with 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 MARINA 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.....		\$58,009	\$59,551
2	Rooms.....		4,289	4,129 *
3	Food and Beverage.....		6,677	6,406 *
4	Other.....		1,956	1,901 *
5	Total Revenue.....		70,931	71,987
6	Less: Promotional Allowances.....		16,591	15,142 *
7	Net Revenue.....		54,340	56,845
	Costs and Expenses:			
8	Cost of Goods and Services.....		35,234	36,295 *
9	Selling, General, and Administrative.....		9,627	9,105 *
10	Provision for Doubtful Accounts.....		207	251
11	Total Costs and Expenses.....		45,068	45,651 *
12	Gross Operating Profit.....		9,272	11,194 *
13	Depreciation and Amortization.....		3,677	3,547
	Charges from Affiliates Other than Interest:			
14	Management Fees.....		0	0
15	Other.....	4	1,025	817
16	Income (Loss) from Operations.....		4,570	6,830 *
	Other Income (Expenses):			
17	Interest Expense - Affiliates.....	2	(5,073)	(5,047) *
18	Interest Expense - External.....	2	(262)	(396) *
19	CRDA Related Income (Expense) - Net.....		(187)	(212)
20	Nonoperating Income (Expense) - Net.....		173	212 *
21	Total Other Income (Expenses).....		(5,349)	(5,443) *
22	Income (Loss) Before Taxes and Extraordinary Items.....		(779)	1,387
23	Provision (Credit) for Income Taxes.....	3	0	423
24	Income (Loss) Before Extraordinary Items.....		(779)	964
	Extraordinary Items (Net of Income Taxes -			
25	2005, \$0; 2006, \$0 ).....		0	0
26	Net Income (Loss).....		(\$779)	\$964

\*Restated to conform with 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 MARINA ASSOCIATES, LLC

## STATEMENTS OF CHANGES IN PARTNERS' OR PROPRIETOR'S 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.....		\$187,141	\$8,176		\$195,317
2	Net Income (Loss) - 2006.....			14,068		14,068
3	Capital Contributions.....					0
4	Capital Withdrawals.....					0
5	Partnership Distributions.....					0
6	Prior Period Adjustments.....					0
7	Restrictive Stock Awards		28			28
8						0
9						0
10	Balance, December 31, 2006.....		187,169	22,244	0	209,413
11	Net Income (Loss) - 2007.....			(779)		(779)
12	Capital Contributions.....					0
13	Capital Withdrawals.....					0
14	Partnership Distributions.....					0
15	Prior Period Adjustments.....					0
16	Restrictive Stock Awards		23			23
17						0
18						0
19	Balance, March 31, 2007.....		\$187,192	\$21,465	\$0	\$208,657

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, 2007 AND 2006

(UNAUDITED)

(\$ IN THOUSANDS)

Line (a)	Description (b)	Notes	2007 (c)	2006 (d)
1	CASH PROVIDED (USED) BY OPERATING ACTIVITIES..		\$8,998	\$10,605
	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.....		(10,792)	(4,402)
5	Proceeds from Disposition of Property and Equipment.....		0	0
6	CRDA Obligations .....		(733)	(746)
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	.....		0	0
11	.....		0	0
12	Net Cash Provided (Used) By Investing Activities.....		(11,525)	(5,148)
	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.....		(972)	(2,446)
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.....		(972)	(2,446)
24	Net Increase (Decrease) in Cash and Cash Equivalents.....		(3,499)	3,011
25	Cash and Cash Equivalents at Beginning of Period.....		25,212	24,658
26	Cash and Cash Equivalents at End of Period.....		\$21,713	\$27,669
	CASH PAID DURING PERIOD FOR:			
27	Interest (Net of Amount Capitalized).....		\$537	\$224
28	Income Taxes.....		\$0	\$88

\*Restated to conform with 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 MARINA 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)
	<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
29	Net Income (Loss).....		(\$779)	\$964
30	Depreciation and Amortization of Property and Equipment...		3,677	3,547
31	Amortization of Other Assets.....		76	76
32	Amortization of Debt Discount or Premium.....		0	0
33	Deferred Income Taxes - Current .....		0	108
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.....		187	212
37	(Gain) Loss from Other Investment Activities.....		0	0
38	(Increase) Decrease in Receivables and Patrons' Checks .....		1,452	382
39	(Increase) Decrease in Inventories .....		(73)	(86)
40	(Increase) Decrease in Other Current Assets.....		951	569
41	(Increase) Decrease in Other Assets.....		23	(8)
42	Increase (Decrease) in Accounts Payable.....		(261)	353
43	Increase (Decrease) in Other Current Liabilities .....		3,649	4,446
44	Increase (Decrease) in Other Liabilities .....		(134)	(216)
45	Provision for Losses on Receivables .....		207	251
46	Stock Compensation .....		23	7
47	Net Cash Provided (Used) By Operating Activities.....		\$8,998	\$10,605

### SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION

	<b>ACQUISITION OF PROPERTY AND EQUIPMENT:</b>			
48	Additions to Property and Equipment.....		(\$10,792)	(\$4,402)
49	Less: Capital Lease Obligations Incurred.....		0	0
50	Cash Outflows for Property and Equipment.....		(\$10,792)	(\$4,402)
	<b>ACQUISITION OF BUSINESS ENTITIES:</b>			
51	Property and Equipment Acquired.....		\$0	\$0
52	Goodwill Acquired.....		0	0
53	Other Assets Acquired - net .....		0	0
54	Long-Term Debt Assumed.....		0	0
55	Issuance of Stock or Capital Invested.....		0	0
56	Cash Outflows to Acquire Business Entities.....		\$0	\$0
	<b>STOCK ISSUED OR CAPITAL CONTRIBUTIONS:</b>			
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

\*Restated to conform with 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 MARINA 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	37,353	\$2,811	0	\$0
2	Food	149,207	3,190	0	0
3	Beverage	339,166	1,441	0	0
4	Travel	0	0	3,528	819
5	Bus Program Cash	12,403	210	0	0
6	Other Cash Complimentaries	298,855	8,563	0	0
7	Entertainment	2,206	107	635	39
8	Retail & Non-Cash Gifts	9,608	240	90,223	1,803
9	Parking	0	0	0	0
10	Other	1,142	29	4,830	242
11	Total	849,940	\$16,591	99,216	\$2,903

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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	37,353	\$2,811	0	\$0
2	Food	149,207	3,190	0	0
3	Beverage	339,166	1,441	0	0
4	Travel	0	0	3,528	819
5	Bus Program Cash	12,403	210	0	0
6	Other Cash Complimentaries	298,855	8,563	0	0
7	Entertainment	2,206	107	635	39
8	Retail & Non-Cash Gifts	9,608	240	90,223	1,803
9	Parking	0	0	0	0
10	Other	1,142	29	4,830	242
11	Total	849,940	\$16,591	99,216	\$2,903

# TRUMP MARINA 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.

5/15/2007

Date



Daniel McFadden

Vice President of Finance

Title

1015-11

License Number

On Behalf of:

TRUMP MARINA ASSOCIATES, LLC

Casino Licensee



**TRUMP MARINA ASSOCIATES, LLC**  
**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2007**  
(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 (“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 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 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, 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 have been made to the prior period financial statements to conform to the current year presentation.

**NOTE 2 – LONG-TERM DEBT**

Long-term debt consists of:

	<b>March 31,</b>	
	<b>2007</b>	<b>2006</b>
8.5% Note payable - TER and TER Funding, due June 1, 2015, interest payable semi-annually due June and December	\$ 237,500	\$ 237,500
Capital lease obligations - interest rates at 4.3% to 16.7%, secured by equipment financed	1,068	6,329
	238,568	243,829
Less: current maturities	(975)	(5,290)
Long-term debt, net of current maturities	\$ 237,593	\$ 238,539

**TRUMP MARINA ASSOCIATES, LLC**  
**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 \$237,500 to Marina Associates. Included in accrued interest at March 31, 2007 is \$690 payable to TER Holdings.

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 \$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 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, 2007, TER had outstanding borrowings of \$147,375 and \$1,248,962 under the Credit Facility and the TER Notes, respectively.

**NOTE 3 - 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 operations before income taxes for the three months ended March 31, 2007 and 2006 is as follows:

		<u>2007</u>		<u>2006</u>
Current	\$	-	\$	315
Deferred		-		-
Non-cash charge in lieu of taxes		-		108
	\$	<u>-</u>	\$	<u>423</u>

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

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,

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

interest and penalties, accounting in interim periods, disclosures and transition. The Company 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, the Company has unrecognized tax benefits of approximately \$6,101 (including interest) of which \$1,580 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 \$2,011 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 which results from this examination could affect its 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 \$6,101 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 4 – 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:

		<b>March 31,</b>	
		<b>2007</b>	<b>2006</b>
TER .....	\$	2,503	\$ (40)
Trump Administration .....		1,112	1,998
Plaza Associates .....		1	(4)
Taj Associates .....		78	35
Total .....	\$	3,694	\$ 1,989

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 \$1,025 and \$817 during the years ended March 31, 2007 and 2006, respectively. Marina Associates reimburses Taj Administration for these allocated expenses.

During January 2007, TER awarded 8,460 restricted shares of TER common stock to an employee of Marina Associates with a grant date fair value of \$150. The restricted shares vest in 2,820 share increments on

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

January 15, 2008, 2009 and 2010. As of March 31, 2007, the remaining unrecognized compensation expense for the outstanding nonvested restricted stock awards to be recognized over the remaining contractual life was \$148.

**NOTE 5 – 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 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 Marina 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.