TRUMP MARINA ASSOCIATES, LLC
QUARTERLY REPORT

FOR THE QUARTER ENDED JUNE 30, 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 JUNE 30, 2008 AND 2007

(UNAUDITED)
($ IN THOUSANDS)

Line (a)	Description (b)	Notes	2008 (c)	2007 (d)	
	ASSETS:				
	Current Assets:				
1	Cash and Cash Equivalents		$16,687	$19,983	
2	Short-Term Investments		0	0	
3	Receivables and Patrons' Checks (Net of Allowance for Doubtful Accounts - 2008, $2,763; 2007, $2,023)		10,575	10,766	*
4	Inventories		1,732	2,843	
5	Other Current Assets		4,416	2,431	
6	Total Current Assets		33,410	36,023	
7	Investments, Advances, and Receivables	10	12,589	10,971	
8	Property and Equipment - Gross	4	279,093	387,394	
9	Less: Accumulated Depreciation and Amortization	4	(10,321)	(27,365)	
10	Property and Equipment - Net	4	268,772	360,029	
11	Other Assets	2 & 5	9,438	104,618	
12	Total Assets		$324,209	$511,641	
	LIABILITIES AND EQUITY:				
	Current Liabilities:				
13	Accounts Payable		$4,618	$8,135	
14	Notes Payable		0	0	
	Current Portion of Long-Term Debt:				
15	Due to Affiliates		0	0	
16	External	6	51	342	
17	Income Taxes Payable and Accrued	7	2,011	2,011	
18	Other Accrued Expenses		9,459	10,894	*
19	Other Current Liabilities	6 & 9	14,411	26,744	
20	Total Current Liabilities		30,550	48,126	
	Long-Term Debt:				
21	Due to Affiliates	6	271,296	237,500	
22	External	6	0	44	
23	Deferred Credits	7	871	15,831	
24	Other Liabilities	7	2,976	3,050	
25	Commitments and Contingencies	10	0	0	
26	Total Liabilities		305,693	304,551	
27	Stockholders', Partners', or Proprietor's Equity	5	18,516	207,090	
28	Total Liabilities and Equity		$324,209	$511,641	

* 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.

Amended 4/6/2009

TRUMP MARINA ASSOCIATES, LLC
STATEMENTS OF INCOME

FOR THE SIX MONTHS ENDED JUNE 30, 2008 AND 2007

(UNAUDITED)
($ IN THOUSANDS)

Line (a)	Description (b)	Notes	2008 (c)	2007 (d)	
	Revenue:				
1	Casino		$107,279	$116,919	
2	Rooms		9,564	9,177	
3	Food and Beverage		12,776	13,904	
4	Other		5,883	5,124	
5	Total Revenue		135,502	145,124	
6	Less: Promotional Allowances	3	31,476	33,383	
7	Net Revenue		104,026	111,741	
	Costs and Expenses:				
8	Cost of Goods and Services		71,633	71,246	*
9	Selling, General, and Administrative	3	20,062	21,676	*
10	Provision for Doubtful Accounts		767	429	
11	Total Costs and Expenses		92,462	93,351	*
12	Gross Operating Profit		11,564	18,390	*
13	Depreciation and Amortization		6,373	7,722	
	Charges from Affiliates Other than Interest:				
14	Management Fees		0	0	
15	Other	9	3,775	2,314	*
16	Income (Loss) from Operations		1,416	8,354	
	Other Income (Expenses):				
17	Interest Expense - Affiliates	6	(11,334)	(10,172)	
18	Interest Expense - External	6	(467)	(456)	
19	CRDA Related Income (Expense) - Net	10	(410)	(467)	
20	Nonoperating Income (Expense) - Net	2 & 5	(18,327)	369	
21	Total Other Income (Expenses)		(30,538)	(10,726)	
22	Income (Loss) Before Taxes and Extraordinary Items		(29,122)	(2,372)	
23	Provision (Credit) for Income Taxes	2 & 7	(1,678)	0	
24	Income (Loss) Before Extraordinary Items		(27,444)	(2,372)	
	Extraordinary Items (Net of Income Taxes -				
25	2008, $0; 2007, $0)		0	0	
26	Net Income (Loss)		($27,444)	($2,372)	

* 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.

Amended 4/6/2008

TRUMP MARINA ASSOCIATES, LLC
STATEMENTS OF INCOME

FOR THE THREE MONTHS ENDED JUNE 30, 2008 AND 2007

(UNAUDITED)
($ IN THOUSANDS)

Line (a)	Description (b)	Notes	2008 (c)	2007 (d)	
	Revenue:				
1	Casino		$53,834	$58,910	
2	Rooms		4,993	4,888	
3	Food and Beverage		6,440	7,227	
4	Other		3,314	3,168	
5	Total Revenue		68,581	74,193	
6	Less: Promotional Allowances	3	14,837	16,792	
7	Net Revenue		53,744	57,401	
	Costs and Expenses:				
8	Cost of Goods and Services		36,469	36,110	*
9	Selling, General, and Administrative	3	10,137	11,978	*
10	Provision for Doubtful Accounts		391	222	
11	Total Costs and Expenses		46,997	48,310	
12	Gross Operating Profit		6,747	9,091	
13	Depreciation and Amortization		2,852	4,045	
	Charges from Affiliates Other than Interest:				
14	Management Fees		0	0	
15	Other	9	1,860	1,262	
16	Income (Loss) from Operations		2,035	3,784	
	Other Income (Expenses):				
17	Interest Expense - Affiliates	6	(5,683)	(5,099)	
18	Interest Expense - External	6	(235)	(194)	
19	CRDA Related Income (Expense) - Net	10	(205)	(280)	
20	Nonoperating Income (Expense) - Net	2 & 5	(18,518)	196	
21	Total Other Income (Expenses)		(24,641)	(5,377)	
22	Income (Loss) Before Taxes and Extraordinary Items		(22,606)	(1,593)	
23	Provision (Credit) for Income Taxes	2 & 7	(1,678)	0	
24	Income (Loss) Before Extraordinary Items		(20,928)	(1,593)	
25	Extraordinary Items (Net of Income Taxes - 2008, $0; 2007, $0)		0	0	
26	Net Income (Loss)		($20,928)	($1,593)	

* 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 CHANGES IN PARTNERS', PROPRIETOR'S OR MEMBERS' EQUITY

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2007
AND THE SIX MONTHS ENDED JUNE 30, 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	9	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..........			(27,444)		(27,444)
12	Capital Contributions................					0
13	Capital Withdrawals..................					0
14	Partnership Distributions...........					0
15	Prior Period Adjustments...........					0
16	Restrictive Stock Awards	9	(48)			(48)
17	Reduction in pre-reorg deferred					0
18	tax asset valuation allowance	2 & 5	5,757			5,757
19	**Balance, June 30, 2008..................**		$184,771	($166,255)	$0	$18,516

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 SIX MONTHS ENDED JUNE 30, 2008 AND 2007

(UNAUDITED)
($ IN THOUSANDS)

Line (a)	Description (b)	Notes	2008 (c)	2007 (d)
1	CASH PROVIDED (USED) BY OPERATING ACTIVITIES..		($4,515)	$15,536
	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		(3,791)	(17,634)
5	Proceeds from Disposition of Property and Equipment		0	0
6	CRDA Obligations	10	(1,353)	(1,477)
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		(5,144)	(19,111)
	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	6	(121)	(1,654)
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	Borrowings under Revolving Grid Note Payable	6	5,698	0
22			0	0
23	Net Cash Provided (Used) By Financing Activities		5,577	(1,654)
24	Net Increase (Decrease) in Cash and Cash Equivalents		(4,082)	(5,229)
25	Cash and Cash Equivalents at Beginning of Period		20,769	25,212
26	Cash and Cash Equivalents at End of Period		$16,687	$19,983

	CASH PAID DURING PERIOD FOR:			
27	Interest (Net of Amount Capitalized)		$10,097	$1,059
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 SIX MONTHS ENDED JUNE 30, 2008 AND 2007

(UNAUDITED)
($ IN THOUSANDS)

Line (a)	Description (b)	Notes	2008 (c)	2007 (d)
	CASH FLOWS FROM OPERATING ACTIVITIES:			
29	Net Income (Loss)		($27,444)	($2,372)
30	Depreciation and Amortization of Property and Equipment		6,373	7,722
31	Amortization of Other Assets		152	152
32	Amortization of Debt Discount or Premium		0	0
33	Deferred Income Taxes - Current		0	0
34	Deferred Income Taxes - Noncurrent		(1,678)	0
35	(Gain) Loss on Disposition of Property and Equipment		0	0
36	(Gain) Loss on CRDA-Related Obligations	10	410	468
37	(Gain) Loss from Other Investment Activities		0	0
38	(Increase) Decrease in Receivables and Patrons' Checks		1,065	(339)
39	(Increase) Decrease in Inventories		(435)	(133)
40	(Increase) Decrease in Other Current Assets		(492)	487
41	(Increase) Decrease in Other Assets		(883)	(116)
42	Increase (Decrease) in Accounts Payable		(225)	(1,451)
43	Increase (Decrease) in Other Current Liabilities	6	50	11,182
44	Increase (Decrease) in Other Liabilities		(7)	(113)
45	Intangible asset impairment charge	2 & 5	18,647	0
46	Restrictive Stock Awards	9	(48)	49
47	Net Cash Provided (Used) By Operating Activities		($4,515)	$15,536

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		($3,791)	($17,634)
49	Less: Capital Lease Obligations Incurred			
50	Cash Outflows for Property and Equipment		($3,791)	($17,634)
	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 SIX MONTHS ENDED JUNE 30, 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	79,451	$5,843	0	$0
2	Food	286,206	5,635	0	0
3	Beverage	690,004	2,933	0	0
4	Travel	0	0	7,146	2,151
5	Bus Program Cash	23,088	483	0	0
6	Other Cash Complimentaries	586,867	14,636	0	0
7	Entertainment	4,254	123	2,835	333
8	Retail & Non-Cash Gifts	38,974	1,667	149,967	4,538
9	Parking	0	0	281,884	845
10	Other	28,906	156	13,151	(288) *
11	Total	1,737,750	$31,476	454,983	$7,579

* Promotional Expense - Other includes the change in the outstanding comp dollar liability from December 31 2007 to June 30, 2008.

FOR THE THREE MONTHS ENDED JUNE 30, 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	40,369	$2,935	0	$0
2	Food	133,975	2,641	0	0
3	Beverage	329,603	1,401	0	0
4	Travel	0	0	3,940	1,171
5	Bus Program Cash	11,603	252	0	0
6	Other Cash Complimentaries	286,057	6,798	0	0
7	Entertainment	3,783	111	1,069	133
8	Retail & Non-Cash Gifts	19,845	615	87,586	2,567
9	Parking	0	0	141,819	425
10	Other	14,025	84	5,702	(180) *
11	Total	839,260	$14,837	240,116	$4,116

* Promotional Expense - Other includes the change in the outstanding comp dollar liability from March 31 2008 to June 30, 2008.

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

FOR THE QUARTER ENDED JUNE 30, 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.

8/15/2008
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
JUNE 30, 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"), a Delaware limited partnership. Trump Entertainment Resorts, Inc. ("TER"), 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 – PENDING ASSET SALE

On May 28, 2008, the Company entered into an Asset Purchase Agreement (the "Marina Agreement") to sell Trump Marina to Coastal Marina, LLC ("Buyer"), an affiliate of Coastal Development, LLC ("Coastal"). Pursuant to the Marina Agreement, (1) at the closing, Buyer will acquire substantially all of the assets of, and will assume certain liabilities related to, the business conducted at Trump Marina, (2) at and subject to such closing, unrelated existing litigation between TER and Coastal is to be settled, and (3) the aggregate purchase price payable for Trump Marina and these other transactions is $316,000, subject to potential adjustment as provided in the Marina Agreement. The closing is expected to occur within six to nine months of the Marina Agreement and is subject to the satisfaction of certain conditions, including receipt of approvals from the New Jersey governmental authorities and expiration of the waiting period under the Hart-Scott-Rodino Antitrust Improvements Act. The Buyer has placed into escrow a $15,000 deposit toward the purchase price and is seeking financing for the balance of the purchase price. The Marina Agreement provides that, subject to certain exceptions, any recourse against the Buyer if the transaction fails to close may be limited to the amount of this deposit.

TRUMP MARINA ASSOCIATES, LLC
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008
(Unaudited)
(in thousands)

NOTE 3 – 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. During June 2007, the Company accrued $906 of selling, general and administrative expense to record the initial comp dollar liability, including consideration of estimated forfeitures. As of June 30, 2008, the Company had $676 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.

NOTE 4 - PROPERTY AND EQUIPMENT

Property and equipment consists of the following:

	June 30, 2008	June 30, 2007
Land and land improvements	$ 132,943	$ 176,951
Building and building improvements	99,085	140,174
Furniture, fixtures and equipment	46,131	67,306
Construction-in-progress	934	2,963
	279,093	387,394
Less accumulated depreciation and amortization	(11,678)	(27,365)
Net property and equipment	$ 267,415	$ 360,029

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.

(in thousands)

NOTE 5 - 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 connection with the Marina Agreement, the Company performed an interim impairment test related to its trademarks in accordance with SFAS No. 142. In June 2008, the Company recorded an intangible asset impairment charge totaling $18,647 related to its trademarks. In addition, the valuation allowance relating to pre-reorganization deferred tax assets decreased by $7,136 resulting in a $1,379 reduction in customer lists and a $5,757 increase in contributed capital.

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 December 31, 2007	-	18,647	1,503
Amortization	-	-	(124)
Impairment charges	-	(18,647)	-
Reduction in pre-reorganization deferred tax asset valuation allowance	-	-	(1,379)
Balance June 30, 2008	$ -	$ -	$ -

(in thousands)

NOTE 6 – LONG-TERM DEBT

Long-term debt consists of:

	June 30, 2008	June 30, 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	33,796	0
Capital lease obligation - interest rate at 4.3%, secured by equipment financed	51	386
Total long-term debt	271,347	237,886
Less: current maturities	(51)	(342)
Long-term debt, net of current maturities	$ 271,296	$ 237,544

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 June 30, 2008, TER had outstanding borrowings of $441,159 and $1,248,969 under the Credit Facility and the TER Notes, respectively.

NOTE 7 – 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.

(in thousands)

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. The term "Predecessor Company" refers to the Company for periods prior to and including May 19, 2005, and the term "Reorganized Company" refers to the Company for periods on and subsequent to May 20, 2005.

The state income tax benefit is as follows:

	Six Months Ended June 30,	
	2008	**2007**
Current	$ -	$ -
Deferred	(1,678)	-
	$ (1,678)	$ -

The deferred income tax benefit reflects the impact of a reduction in the Company's net deferred tax liabilities.

At June 30, 2008, the Company had unrecognized tax benefits of approximately $7,594 (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 six months ended June 30, 2008 and 2007, the Company recognized approximately $312 and $243, respectively, in potential interest associated with uncertain tax positions. At June 30, 2008, the Company had approximately $1,878 accrued for the payment of interest on uncertain tax positions. To the extent interest is not assessed with respect to uncertain tax positions, amounts accrued will be reduced and reflected as a reduction of interest expense.

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 June 30, 2008, the Company has accrued $6,828 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 8 – RECENTLY ISSUED ACCOUNTING PRONOUNCEMENTS

In April 2008, the Financial Accounting Standards Board ("FASB") issued FASB Staff Position FAS 142-3, "Determination of the Useful Life of Intangible Assets" ("FSP 142-3"). FSP 142-3 amends the factors that should be considered in developing renewal or extension assumptions used to determine the useful life of a recognized intangible asset under FASB Statement No. 142, "Goodwill and Other Intangible Assets" ("SFAS 142"). The intent of FSP 142-3 is to improve the consistency between the useful life of a recognized intangible asset under SFAS 142 and the period of expected cash flows used to measure the fair value of the asset under SFAS 141R and other GAAP. FSP 142-3 is effective for financial statements issued for fiscal years and interim periods beginning after December 15, 2008. Early adoption of the standard is prohibited. FAS 142-3 is effective for our fiscal year beginning January 1, 2009. The Company is currently evaluating the impact of FAS 142-3, but does not believe that the adoption of the standard will have a material impact on our financial statements.

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 9 – 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:

	June 30, 2008	June 30, 2007
TER	$ 0	$ 2,410
Trump Administration	2,345	3,360
Plaza Associates	78	128
Taj Associates	58	(8)
Total	$ 2,481	$ 5,890

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 $3,775 and $2,314 during the six months ended June 30, 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 June 30, 2008, there were no nonvested TER restricted stock awards outstanding.

NOTE 10 – 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 $30,000 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.