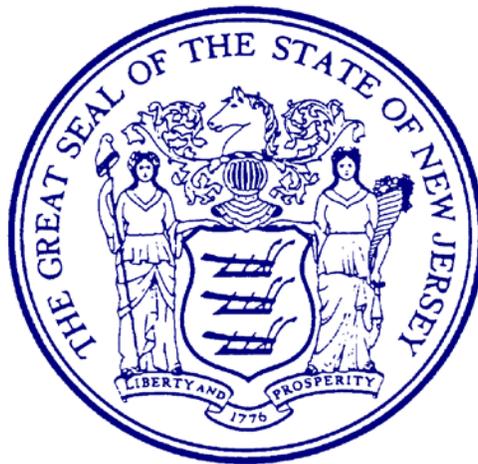


**TRUMP PLAZA ASSOCIATES, LLC
QUARTERLY REPORT
FOR THE QUARTER ENDED DECEMBER 31, 2013**

**SUBMITTED TO THE
DIVISION OF GAMING ENFORCEMENT
OF THE
STATE OF NEW JERSEY**



**OFFICE OF FINANCIAL INVESTIGATIONS
REPORTING MANUAL**

TRUMP PLAZA ASSOCIATES, LLC

BALANCE SHEETS

AS OF DECEMBER 31, 2013 AND 2012

(UNAUDITED)
(\$ IN THOUSANDS)

Line (a)	Description (b)	Notes	2013 (c)	2012 (d)
	<u>ASSETS:</u>			
	Current Assets:			
1	Cash and Cash Equivalents.....	2	\$8,524	\$9,781
2	Short-Term Investments.....		0	0
3	Receivables and Patrons' Checks (Net of Allowance for Doubtful Accounts - 2013, \$682; 2012, \$905).....	2	4,860	2,979
4	Inventories	2	345	398
5	Other Current Assets.....		1,038	956
6	Total Current Assets.....		14,767	14,114
7	Investments, Advances, and Receivables.....	10 & 15	5,823	12,467
8	Property and Equipment - Gross.....	2 & 4	68,414	66,626
9	Less: Accumulated Depreciation and Amortization.....	2 & 4	(49,276)	(47,909)
10	Property and Equipment - Net.....	2 & 4	19,138	18,717
11	Other Assets.....		1,109	1,362
12	Total Assets.....		\$40,837	\$46,660
	<u>LIABILITIES AND EQUITY:</u>			
	Current Liabilities:			
13	Accounts Payable.....		\$3,152	\$2,991
14	Notes Payable.....		0	0
	Current Portion of Long-Term Debt:			
15	Due to Affiliates.....		0	0
16	External.....	5	323	0
17	Income Taxes Payable and Accrued.....	6	0	0
18	Other Accrued Expenses.....	11	4,763	5,530
19	Other Current Liabilities.....	7,12 & 13	16,108	7,235
20	Total Current Liabilities.....		24,346	15,756
	Long-Term Debt:			
21	Due to Affiliates.....	5 & 10	75,000	74,171
22	External.....	5	330	0
23	Deferred Credits	6	0	0
24	Other Liabilities.....	7	6,573	4,311
25	Commitments and Contingencies.....	15	0	0
26	Total Liabilities.....		106,249	94,238
27	Stockholders', Partners', or Proprietor's Equity.....		(65,412)	(47,578)
28	Total Liabilities and Equity.....		\$40,837	\$46,660

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

TRUMP PLAZA ASSOCIATES, LLC

STATEMENTS OF INCOME

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2013 AND 2012

(UNAUDITED)
(\$ IN THOUSANDS)

Line (a)	Description (b)	Notes	2013 (c)	2012 (d)
	Revenue:			
1	Casino.....		\$73,156	\$101,704
2	Rooms.....		18,448	20,519
3	Food and Beverage.....		9,478	14,539
4	Other.....		3,603	4,488
5	Total Revenue.....		104,685	141,250
6	Less: Promotional Allowances.....	2	28,357	40,049
7	Net Revenue.....		76,328	101,201
	Costs and Expenses:			
8	Cost of Goods and Services.....		70,662	91,637
9	Selling, General, and Administrative.....	2 & 8	10,536	(667)
10	Provision for Doubtful Accounts.....	2	(145)	294
11	Total Costs and Expenses.....		81,053	91,264
12	Gross Operating Profit.....		(4,725)	9,937
13	Depreciation and Amortization.....	4	1,434	3,731
	Charges from Affiliates Other than Interest:			
14	Management Fees.....		0	0
15	Other.....	13	2,381	2,989
16	Income (Loss) from Operations.....		(8,540)	3,217
	Other Income (Expenses):			
17	Interest Expense - Affiliates.....	5	(4,329)	(8,732)
18	Interest Expense - External.....	5	(515)	(614)
19	CRDA Related Income (Expense) - Net.....	15	(4,657)	(468)
20	Nonoperating Income (Expense) - Net.....	4,9 & 14	207	(31,882)
21	Total Other Income (Expenses).....		(9,294)	(41,696)
22	Income (Loss) Before Taxes and Extraordinary Items.....		(17,834)	(38,479)
23	Provision (Credit) for Income Taxes.....	6	0	0
24	Income (Loss) Before Extraordinary Items.....		(17,834)	(38,479)
25	Extraordinary Items (Net of Income Taxes - 2013 \$0; 2012, \$0).....		0	0
26	Net Income (Loss).....		(\$17,834)	(\$38,479)

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

TRUMP PLAZA ASSOCIATES, LLC

STATEMENTS OF INCOME

FOR THE THREE MONTHS ENDED DECEMBER 31, 2013 AND 2012

(UNAUDITED)
(\$ IN THOUSANDS)

Line (a)	Description (b)	Notes	2013 (c)	2012 (d)
	Revenue:			
1	Casino.....		\$13,491	\$17,362
2	Rooms.....		3,663	3,289
3	Food and Beverage.....		1,339	1,554
4	Other.....		729	688
5	Total Revenue.....		19,222	22,893
6	Less: Promotional Allowances.....	2	5,425	7,013
7	Net Revenue.....		13,797	15,880
	Costs and Expenses:			
8	Cost of Goods and Services.....		15,370	18,227
9	Selling, General, and Administrative.....	2	3,169	1,545
10	Provision for Doubtful Accounts.....	2	(66)	104
11	Total Costs and Expenses.....		18,473	19,876
12	Gross Operating Profit.....		(4,676)	(3,996)
13	Depreciation and Amortization.....	4	404	924
	Charges from Affiliates Other than Interest:			
14	Management Fees.....		0	0
15	Other.....	13	531	602
16	Income (Loss) from Operations.....		(5,611)	(5,522)
	Other Income (Expenses):			
17	Interest Expense - Affiliates.....	5	0	(2,157)
18	Interest Expense - External.....	5	(125)	(150)
19	CRDA Related Income (Expense) - Net.....	15	(3,896)	(131)
20	Nonoperating Income (Expense) - Net.....	4 & 14	52	(33,067)
21	Total Other Income (Expenses).....		(3,969)	(35,505)
22	Income (Loss) Before Taxes and Extraordinary Items.....		(9,580)	(41,027)
23	Provision (Credit) for Income Taxes.....	6	0	0
24	Income (Loss) Before Extraordinary Items.....		(9,580)	(41,027)
25	Extraordinary Items (Net of Income Taxes - 2013, \$0; 2012, \$0).....		0	0
26	Net Income (Loss).....		(\$9,580)	(\$41,027)

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

TRUMP PLAZA ASSOCIATES, LLC

STATEMENTS OF CHANGES IN PARTNERS', PROPRIETOR'S OR MEMBERS' EQUITY

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2012
AND THE TWELVE MONTHS ENDED DECEMBER 31, 2013

(UNAUDITED)
(\$ IN THOUSANDS)

Line (a)	Description (b)	Notes	Contributed Capital (c)	Accumulated Earnings (Deficit) (d)	(e)	Total Equity (Deficit) (f)
1	Balance, December 31, 2011.....		\$11,634	(\$20,733)		(\$9,099)
2	Net Income (Loss) - 2012.....			(38,479)		(38,479)
3	Capital Contributions.....					0
4	Capital Withdrawals.....					0
5	Partnership Distributions.....					0
6	Prior Period Adjustments.....					0
7	_____					0
8	_____					0
9	_____					0
10	Balance, December 31, 2012.....		11,634	(59,212)	0	(47,578)
11	Net Income (Loss) - 2013.....			(17,834)		(17,834)
12	Capital Contributions.....					0
13	Capital Withdrawals.....					0
14	Partnership Distributions.....					0
15	Prior Period Adjustments.....					0
16	_____					0
17	_____					0
18	_____					0
19	Balance, December 31, 2013.....		\$11,634	(\$77,046)	\$0	(\$65,412)

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

TRUMP PLAZA ASSOCIATES, LLC

STATEMENTS OF CASH FLOWS

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2013 AND 2012

(UNAUDITED)

(\$ IN THOUSANDS)

Line (a)	Description (b)	Notes	2013 (c)	2012 (d)
1	CASH PROVIDED (USED) BY OPERATING ACTIVITIES..		\$53	\$745
	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.....		(1,823)	(575)
5	Proceeds from Disposition of Property and Equipment.....		0	1,281
6	CRDA Obligations	15	(969)	(1,460)
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	Proceeds from CRDA Investments		0	0
11			
12	Net Cash Provided (Used) By Investing Activities.....		(2,792)	(754)
	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	5	774	0
16	Costs of Issuing Debt.....		0	0
17	Payments to Settle Long-Term Debt.....	5	(121)	(122)
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 (Repayments) of Grid Note Payable		829	(2,312)
22			
23	Net Cash Provided (Used) By Financing Activities.....		1,482	(2,434)
24	Net Increase (Decrease) in Cash and Cash Equivalents.....		(1,257)	(2,443)
25	Cash and Cash Equivalents at Beginning of Period.....		9,781	12,224
26	Cash and Cash Equivalents at End of Period.....		\$8,524	\$9,781
	CASH PAID DURING PERIOD FOR:			
27	Interest (Net of Amount Capitalized).....		\$4,808	\$10,804
28	Income Taxes.....	6	\$0	\$480

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

TRUMP PLAZA ASSOCIATES, LLC

STATEMENTS OF CASH FLOWS

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2013 AND 2012

(UNAUDITED)

(\$ IN THOUSANDS)

Line (a)	Description (b)	Notes	2013 (c)	2012 (d)
	CASH FLOWS FROM OPERATING ACTIVITIES:			
29	Net Income (Loss).....		(\$17,834)	(\$38,479)
30	Depreciation and Amortization of Property and Equipment.....	2 & 4	1,434	3,731
31	Amortization of Other Assets.....		0	0
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.....		35	(845)
36	(Gain) Loss on CRDA-Related Obligations.....	15	4,657	468
37	(Gain) Loss from Other Investment Activities.....		0	0
38	(Increase) Decrease in Receivables and Patrons' Checks		1,067	8,556
39	(Increase) Decrease in Inventories		53	219
40	(Increase) Decrease in Other Current Assets.....		(82)	380
41	(Increase) Decrease in Other Assets.....		261	744
42	Increase (Decrease) in Accounts Payable.....		161	347
43	Increase (Decrease) in Other Current Liabilities	7,12&13	8,569	(4,151)
44	Increase (Decrease) in Other Liabilities	7	2,262	(1,091)
45	Income from Property Tax Settlement	8	(530)	(2,217)
46	Asset Impairment Charge	4	0	33,083
47	Net Cash Provided (Used) By Operating Activities.....		\$53	\$745

SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION

	ACQUISITION OF PROPERTY AND EQUIPMENT:			
48	Additions to Property and Equipment.....		(\$1,823)	(\$575)
49	Less: Capital Lease Obligations Incurred.....		0	0
50	Cash Outflows for Property and Equipment.....		(\$1,823)	(\$575)
	ACQUISITION OF BUSINESS ENTITIES:			
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
	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 PLAZA ASSOCIATES, LLC
SCHEDULE OF PROMOTIONAL
EXPENSES AND ALLOWANCES

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2013
(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	120,357	\$9,589	25	\$3
2	Food	59,617	1,760	34,967	787
3	Beverage	519,838	2,935		
4	Travel			681	151
5	Bus Program Cash				
6	Promotional Gaming Credits	1,017,499	13,295		
7	Complimentary Cash Gifts	27,071	529		
8	Entertainment			6	1
9	Retail & Non-Cash Gifts	12,931	227	39,756	608
10	Parking			122,371	368
11	Other	420	22	239	44
12	Total	1,757,733	\$28,357	198,045	\$1,962

FOR THE THREE MONTHS ENDED DECEMBER 31, 2013

Line (a)	Description (b)	Promotional Allowances		Promotional Expenses	
		Number of Recipients (c)	Dollar Amount (d)	Number of Recipients (e)	Dollar Amount (f)
1	Rooms	24,073	\$1,905	0	\$0
2	Food	6,922	177	10,228	179
3	Beverage	118,591	686		
4	Travel			97	22
5	Bus Program Cash				
6	Promotional Gaming Credits	157,897	2,660		
7	Complimentary Cash Gifts	4,525	(67)		
8	Entertainment			1	0
9	Retail & Non-Cash Gifts	3,452	58	3,736	170
10	Parking			19,853	60
11	Other	84	6	84	5
12	Total	315,544	\$5,425	33,999	\$436

*No item in this category (Other) exceeds 5%.

**TRUMP PLAZA ASSOCIATES, LLC
STATEMENT OF CONFORMITY,
ACCURACY, AND COMPLIANCE**

FOR THE QUARTER ENDED DECEMBER 31, 2013

1. I have examined this Quarterly Report.
2. All the information contained in this Quarterly Report has been prepared in conformity with the Division'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.S.A. 5:12-84a(1)-(5) during the quarter.

3/31/2014

Date



Daniel McFadden

Chief Financial Officer

Title

7167-11

License Number

On Behalf of:

TRUMP PLAZA ASSOCIATES, LLC

Casino Licensee

TRUMP PLAZA ASSOCIATES, LLC
NOTES TO FINANCIAL STATEMENTS
(unaudited)
(in thousands)

NOTE 1 – GENERAL

Organization and Operations

Trump Plaza Associates LLC (“Plaza Associates” or the “Company”), a New Jersey limited liability corporation, is 100% beneficially owned by Trump Entertainment Resorts Holdings, L.P. (“TER Holdings”), a Delaware limited partnership. TER Holdings is a wholly-owned subsidiary of Trump Entertainment Resorts, Inc. (“TER”), a Delaware corporation.

Plaza Associates owns and operates the Trump Plaza Hotel and Casino (“Trump Plaza”), an Atlantic City, New Jersey hotel and casino. Plaza 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 season being the spring and summer months.

Execution and Subsequent Termination of Asset Purchase Agreement

On February 14, 2013, TER and Plaza Associates entered into an Asset Purchase Agreement dated as of February 14, 2013 (the “Asset Purchase Agreement”) with Meruelo Gaming Holdings, LLC (“Meruelo Gaming”) and its affiliate Meruelo Enterprises, Inc. (“Meruelo Enterprises”), providing for the sale of Trump Plaza (the “Property”) to Meruelo Gaming. The Asset Purchase Agreement provided that, at the closing, Meruelo Gaming would acquire substantially all of the assets of, and would assume certain liabilities related to, the business conducted at the Property and would continue to operate the Property as a casino and hotel. The aggregate purchase price payable for the Property by Meruelo Gaming pursuant to the Asset Purchase Agreement was \$20,000, subject to a working capital adjustment at closing as provided in the Asset Purchase Agreement. Certain obligations of Meruelo Gaming were guaranteed by Meruelo Enterprises. The transaction was subject to receipt of approval from, and the release of the mortgage held by, Icahn Agency Services, LLC (“IAS”), the administrative agent under TER Holdings’ senior secured credit facility, and an affiliate of Icahn Partners L.P. (the “IAS Consent”), as well as receipt of approvals from New Jersey regulatory authorities and other customary closing conditions.

In connection with the Asset Purchase Agreement and the anticipated sale of the Property, TER Holdings entered into a Transitional Services Agreement with Meruelo Gaming (the “TSA”). Under the TSA, the parties agreed to facilitate Meruelo Gaming’s purchase of the Property by creating a transition and separation plan. Pursuant to the TSA, TER would also provide certain services relating to information technology for the benefit of Meruelo Gaming for a period of up to six months following consummation of the sale of the Property. TER Holdings was entitled to be reimbursed for certain costs associated with providing such services.

Because TER was not able to obtain the required approval from, and a release of the mortgage held by, IAS, on April 18, 2013, TER and Plaza Associates entered into the Termination and Option Agreement with Meruelo Gaming and Meruelo Enterprises which (i) terminated the Asset Purchase Agreement and the TSA and (ii) provided Meruelo Gaming with an option to purchase the Property for \$20,000, subject to certain conditions. The option was exercisable by Meruelo Gaming through November 30, 2013 in the event TER Holdings was able before that date to repay or refinance the indebtedness under its senior secured credit facility and ceased to be subject to restrictions on its ability to sell the Property free and clear of the existing mortgage. In accordance with the Termination and Option Agreement, the Company reimbursed Meruelo Gaming \$150 representing a portion of its transaction expenses in connection with the terminated Asset Purchase Agreement.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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”) and the New Jersey Division of Gaming Enforcement (the “DGE”). In the opinion of management, all adjustments, consisting of only normal recurring adjustments

TRUMP PLAZA ASSOCIATES, LLC
NOTES TO FINANCIAL STATEMENTS
(unaudited)
(in thousands)

necessary to present fairly the financial position, the results of operations, and cash flows for the periods presented, have been made.

In preparing the accompanying financial statements, the Company has reviewed, as determined necessary by the Company's management, events that have occurred after December 31, 2013 through March 31, 2014, the date the financial statements were available for issuance.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

Cash and Cash Equivalents

The Company considers cash and all highly liquid investments with an original maturity of three months or less to be cash equivalents.

Cash and cash equivalents include the following:

	December 31,	
	2013	2012
Unrestricted cash and cash equivalents	\$ 8,480	\$ 8,500
Restricted cash - internet gaming	44	-
Restricted cash - other	-	1,281
Total	\$ 8,524	\$ 9,781

Cash and cash equivalents at December 31, 2013 included restricted cash related to patron deposits associated with the Company's internet gaming operations. Pursuant to N.J.A.C 13:69O-1.3(j), the Company maintains a separate New Jersey bank account to ensure security of funds held in patrons' internet gaming accounts. On December 31, 2013, the balance in such bank account was \$358 and patron deposits in internet gaming accounts were \$44.

Cash and cash equivalents at December 31, 2012 included restricted cash of \$1,281 of interest bearing cash representing the unused net proceeds received in connection with the sale of certain parcels of land (See Note 4), the use of which was restricted to reinvestment in TER Holdings' casino properties or repayment of borrowings outstanding under TER Holdings' Amended and Restated Credit Agreement.

Revenue Recognition and Allowance for Doubtful Accounts

The majority of the Company's revenue is derived from gaming activities. As our gaming revenues are primarily generated from cash transactions, the Company's revenues do not typically require the use of estimates. Land-based gaming revenues represent the difference between amounts of gaming wins and losses. Internet gaming revenues represent the difference between amounts of gaming wins and losses and are recorded within gaming revenues, net of amounts due to the Company's internet gaming provider. Revenues from hotel and other services are recognized at the time the related services are performed. The Company extends credit on a discretionary basis to certain qualified patrons. Credit limits are established for approved casino customers following investigations of creditworthiness. The Company maintains an allowance for doubtful accounts based on a specific review of customer accounts as well as a review of the history of write-offs of returned markers. Accounts are written off when it is determined that an account is uncollectible. Recoveries of accounts previously written off are recorded when received. Management believes that the reserve recorded is reasonable; however, these estimates could change based on the actual collection experience with each returned marker.

TRUMP PLAZA ASSOCIATES, LLC
NOTES TO FINANCIAL STATEMENTS
(unaudited)
(in thousands)

Inventories

Inventories of provisions and supplies are carried at the lower of cost (weighted average) or market value.

Property and Equipment

The carrying value of property and equipment acquired prior to July 16, 2010, the effective date of the Supplemental Modified Sixth Amended Joint Plan of Reorganization Under Chapter 11 of the Bankruptcy Code Proposed by the Debtors and the Ad Hoc Committee of Holders of 8.5% Senior Secured Notes Due 2015 (the “Plan of Reorganization”), is based on its allocation of reorganization value and is being depreciated on the straight-line method using rates based on estimated remaining useful lives. Property and equipment acquired on or after July 16, 2010 is recorded at cost. Property and equipment is depreciated on the straight-line method using rates based on the estimated useful lives as follows:

Buildings and building improvements	20 years
Furniture, fixtures and equipment	3 – 7 years
Leasehold improvements	20 years or remaining life of lease

Depreciation expense includes amortization of assets under capital lease obligations.

Long-Lived Assets

In accordance with the Financial Accounting Standards Board’s Accounting Standards Codification (“ASC”) Topic 360 – “Property, Plant and Equipment” (“ASC 360”), when events or circumstances indicate that the carrying amount of long-lived assets to be held and used might not be recoverable, the expected future undiscounted cash flows from the assets are estimated and compared with the carrying amount of the assets. If the sum of the estimated undiscounted cash flows is less than the carrying amount of the assets, an impairment loss would be recorded. The impairment loss would be measured by comparing the fair value of the long-lived asset with its carrying amount (see Note 4). Long-lived assets that are held for sale are reported at the lower of the assets’ carrying amount or fair value less costs related to the assets’ disposition and are no longer depreciated.

Self-insurance Reserves

Self-insurance reserves represent the estimated amounts of uninsured claims related to employee medical costs, workers’ compensation and personal injury claims that have occurred in the normal course of business. These reserves are established by management based upon specific review of open claims, with consideration of incurred but not reported claims as of the balance sheet date. The costs of the ultimate disposition of these claims may differ from these reserve amounts.

Promotional Allowances

The retail value of accommodations, food, beverage, and other services provided to patrons without charge is included in revenue and deducted as promotional allowances. The estimated costs of providing such promotional allowances are included in Cost of Goods and Services in the accompanying statements of income and consist of the following:

	Year Ended December 31,	
	2013	2012
Rooms	\$ 4,130	\$ 4,805
Food and beverage	4,821	6,781
Other	165	223
	\$ 9,116	\$ 11,809

TRUMP PLAZA ASSOCIATES, LLC
NOTES TO FINANCIAL STATEMENTS
(unaudited)
(in thousands)

Cash discounts based upon a negotiated amount with each affected patron are recognized as promotional allowances on the date the related revenue is recorded. Customer loyalty program awards based upon earning points for future redemption that are given to patrons are accrued as the patron earns the points. The amount is recorded as Promotional Allowances in the statements of income.

The Company offers other incentive programs. These programs include gift giveaways and other promotional programs. Management elects the type of gift and the person to whom it will be offered. Since these awards are not cash awards, the Company records them as Selling, General and Administrative Expense in the statements of income. Such amounts are expensed on the date the award is utilized by the patron.

Gaming Taxes

Atlantic City casinos are required to pay an annual tax of 8.0% on their gross land-based casino revenues (excluding simulcasting revenues) and 15% on their gross internet gaming revenues. The Company's gross revenue tax expense, net of promotional gaming credit deductions, was \$5,126 and \$6,855 for the years ended December 31, 2013 and 2012, respectively. Such amounts are included in Cost of Goods and Services on the accompanying statements of income.

Advertising Expense

The Company expenses advertising costs as they are incurred. Advertising expense was \$744 and \$998 for the years ended December 31, 2013 and 2012, respectively.

Reclassifications

Certain reclassifications and disclosures have been made to the prior year financial statements to conform to the current year presentation.

NOTE 3 – EVACUATION AND CLOSURE OF FACILITIES

Superstorm Sandy

During late October 2012, an unusual mix of a hurricane and winter storm ("Superstorm Sandy") caused widespread property damage and flooding to numerous regions along the Eastern United States. On October 27, 2012, in anticipation of Superstorm Sandy, the Governor of New Jersey ordered the closure of all businesses and the evacuation of Atlantic City, New Jersey. On October 28, 2012, the DGE ordered the temporary suspension of all twelve Atlantic City gaming licenses. The DGE vacated its order on November 2, 2012. Trump Plaza closed to the public on October 28, 2012. Although Superstorm Sandy made landfall in close proximity to Atlantic City, Trump Plaza sustained minor physical damage and was able to reopen on November 2, 2012. The Company's results of operations were, and we believe continue to be, negatively impacted due to the closure and the extensive damage sustained within its primary feeder markets in the Mid-Atlantic Region.

The Company filed a claim for approximately \$4,200 with its insurance carriers relating to losses incurred through March 31, 2013 in connection with Superstorm Sandy. The Company is in the process of calculating the adverse impact that it believes the storm has had on its results of operations subsequent to March 31, 2013 for submission to the insurance carriers. While the Company has insurance that covers losses related to property damage and business interruptions, losses sustained may either be subject to significant deductibles or unfavorable coverage interpretation by the insurance carriers, or a combination of both. No payment has been received to date, nor have the carriers approved our claim. There can be no assurance that the carriers will agree with our claim and accordingly, may not pay any or part of the claim.

TRUMP PLAZA ASSOCIATES, LLC
NOTES TO FINANCIAL STATEMENTS
(unaudited)
(in thousands)

NOTE 4 - PROPERTY AND EQUIPMENT

	December 31,	
	2013	2012
Land and land improvements	\$ 8,993	\$ 8,993
Building and building improvements	46,687	46,687
Furniture, fixtures and equipment	12,651	10,946
Construction-in-progress	83	-
	68,414	66,626
Less accumulated depreciation and amortization	(49,276)	(47,909)
Net property and equipment	\$ 19,138	\$ 18,717

In accordance with ASC 360-10-35-21, due to certain events and circumstances, we recorded a \$33,083 non-cash asset impairment charge related to Trump Plaza's long-lived asset group during the fourth quarter of 2012. The non-cash asset impairment charge recognized in connection with Trump Plaza's long-lived assets was allocated to the respective asset categories on a pro-rata basis based upon the carrying value of the assets in accordance with ASC 360. The non-cash asset impairment charge is included within Non-operating Expense in the 2012 statement of income.

On December 31, 2012, Plaza Associates completed the sale of certain vacant parcels of land in Atlantic City, New Jersey to the Casino Reinvestment Development Authority ("CRDA"). The net cash proceeds of the transaction of \$1,281 were required to be used in a manner permitted under TER Holdings' Amended and Restated Credit Agreement.

NOTE 5 - DEBT

	December 31,	
	2013	2012
12% Revolving Grid Note - TER Holdings, due December 31, 2015, interest due and payable monthly	\$ 75,000	\$ 74,171
Other long-term debt (financed slot machines)	653	-
	75,653	74,171
Less: current maturities	(323)	-
Long-term debt, net of current maturities	\$ 75,330	\$ 74,171

12% Revolving Grid Note

On July 16, 2010, the Company entered into an Amended and Restated Revolving Grid Note ("12% Grid Note") with TER Holdings. Pursuant to the 12% Grid Note, the Company agreed to repay up to \$75,000 of advances made by TER Holdings, including any accrued unpaid interest on outstanding advances thereon. The Company ceased accruing interest expense on the 12% Grid Note effective July 1, 2013. Advances from TER Holdings to the Company subsequent to July 1, 2013 are recorded through advances from affiliates.

TRUMP PLAZA ASSOCIATES, LLC
NOTES TO FINANCIAL STATEMENTS
(unaudited)
(in thousands)

Guarantees

Plaza Associates, along with Trump Taj Mahal Associates, LLC (“Taj Associates”) and Trump Marina Associates, LLC (“Marina Associates”), guarantees TER Holdings’ Amended and Restated Credit Agreement on a joint and several basis. The Amended and Restated Credit Agreement is secured by substantially all of the assets of TER Holdings and Plaza Associates on a priority basis. At December 31, 2013, TER Holdings had outstanding borrowings of \$287,323 under the Amended and Restated Credit Agreement.

As of December 31, 2013, long-term debt matures as follows:

2014	\$	357
2015		75,282
2016		63
2017		-
2018		-
Thereafter		-
Total minimum payments		<u>75,702</u>
Less: amount representing interest		<u>(49)</u>
Total value of principal payments	\$	<u><u>75,653</u></u>

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. At December 31, 2013, the Company has state net operating loss carryforwards of approximately \$267,000 available to offset future taxable income. The New Jersey state net operating losses expire from 2014 through 2033.

There was no state income tax provision during the years ended December 31, 2013 and 2012.

At December 31, 2013, the Company had unrecognized tax benefits of approximately \$288. The Company’s unrecognized tax benefits would not affect its effective tax rate, if recognized.

The following table summarizes the activity related to the Company’s unrecognized tax benefits:

Unrecognized tax benefits at December 31, 2012	\$	295
Increases (decreases) related to current year tax positions		7
Increases (decreases) related to prior years tax positions		-
Decreases related to settlements with taxing authorities		-
Decreases resulting from the expiration of statutes of limitations		<u>(14)</u>
Unrecognized tax benefits at December 31, 2013	\$	<u><u>288</u></u>

The Company recognizes interest accrued related to unrecognized tax benefits in interest expense and penalties as a

TRUMP PLAZA ASSOCIATES, LLC
NOTES TO FINANCIAL STATEMENTS
(unaudited)
(in thousands)

component of income tax expense. The Company did not recognize any potential interest associated with uncertain tax positions during the years ended December 31, 2013 and 2012.

The tax effects of significant temporary differences representing deferred tax assets and liabilities, subject to valuation allowances are as follows:

	December 31,	
	2013	2012
Deferred tax assets:		
Accruals and prepayments	\$ 1,066	\$ 1,324
Basis differences in intangible and other assets	1,883	2,368
Basis differences in property and equipment, net	13,421	13,967
Net operating loss carryforwards	15,623	20,110
	31,993	37,769
Less: Valuation allowance	(31,993)	(37,769)
	-	-
Deferred tax liabilities:		
Other	-	-
	-	-
Net deferred income tax liability	\$ -	\$ -

Federal and State Income Tax Audits

Tax years 2010 through 2013 remain subject to examination by federal and state tax authorities.

From 2002 through 2006, state income taxes for the Company’s New Jersey operations were computed under the alternative minimum assessment method. During December 2011, the Company entered into a Stipulation and Consent Order (the “Stipulation”) with the State of New Jersey, Department of Treasury and Division of Taxation (the “Division”, and together with the Company, the “Parties”), settling certain claims for unpaid taxes that were asserted by the Division in the Chapter 11 bankruptcy proceedings commenced by the Company in 2004 and 2009. The Stipulation was approved by order of the Bankruptcy Court and became final and non-appealable on December 19, 2011 (the “Effective Date”).

Under the terms of the Stipulation, the Parties agreed to resolve any and all claims of the Division against the Company relating to New Jersey Corporation Business Tax for periods prior to the 2009 bankruptcy (including the Division’s claim for unpaid taxes relating to the years 2002 through 2006 under the alternative minimum assessment method (“AMA”) of determining tax liability). On the Effective Date, pursuant to the Stipulation, the claim asserted by the Division in the Company’s 2009 bankruptcy proceedings was reduced to \$1,480 (the “Settlement Payment”) and was deemed to be an allowed priority tax claim, as defined in the Plan of Reorganization, in the amount of \$1,480. The Stipulation provides for the Company to make this Settlement Payment in two installments.

Pursuant to the Stipulation, in December 2011, the Company paid the first installment of the Settlement Payment, totaling \$1,000, to the Division. The second and final installment payment of \$480 was paid by the Company to the Division on April 30, 2012.

NOTE 7 - ONLINE GAMING OPERATIONS AGREEMENT

On June 27, 2013 (the “Effective Date”), Plaza Associates entered into an Online Gaming Operations Agreement (the “Agreement”) with Betfair Interactive US LLC (“Betfair”). Pursuant to the Agreement, Betfair hosts, manages, operates and supports internet gambling games in the State of New Jersey (the “Betfair Gaming Service”) on behalf of Plaza Associates. Under the Agreement, in exchange for providing the Betfair Gaming Service, Betfair receives a percentage of the gross internet gaming revenues after the deduction of certain player-related costs, gaming taxes and CRDA investment alternative obligations.

TRUMP PLAZA ASSOCIATES, LLC
NOTES TO FINANCIAL STATEMENTS
(unaudited)
(in thousands)

Internet gaming in the State of New Jersey commenced on November 26, 2013 after a five-day test period which began on November 21, 2013. Plaza Associates' share of internet gaming revenues is recognized within Casino revenues (net of amounts due to Betfair). Expenses related to internet gaming are reflected in Cost of Goods and Services, net of amounts reimbursed by Betfair to Plaza Associates. Revenues and expenses associated with internet gaming during the year ended December 31, 2013 were not material to the Company's financial statements.

On the Effective Date, Betfair paid Plaza Associates \$7,500 representing a revenue advancement fee under the Agreement. Such amount was recorded as deferred income and is included in Other Current Liabilities and Other Liabilities.

NOTE 8 - CITY OF ATLANTIC CITY REAL PROPERTY TAX APPEALS

2012 Settlement

During June 2012, TER settled with the City of Atlantic City (the "City") with respect to its challenges to the real estate tax assessments for its casino properties for the tax years 2008 through 2012. The settlement terms were set forth in a Settlement Agreement entered into as of June 13, 2012 among TER's subsidiaries Taj Associates, Plaza Associates and Marina Associates, along with Golden Nugget Atlantic City, LLC, which purchased the former Trump Marina Hotel Casino from TER during 2011, and the City. Under the original settlement terms, the City agreed to provide TER with a credit for previously paid real estate taxes in the total amount of \$54,000, to be applied against future real estate tax payments of Taj Associates as follows: \$15,000 in 2013; \$9,000 per year in each of 2014, 2015 and 2016; and \$12,000 in 2017 (the "Settlement Agreement"). The Settlement Agreement provided that the City would have the option to issue a cash refund to the Company at any time for the unused portion of the credit. As part of the settlement, Taj Associates and Plaza Associates agreed to pay real estate taxes for 2012 based upon the City's 2012 assessments. In addition, the City confirmed its intention to assess Trump Taj Mahal Casino Resort at \$1.0 billion for tax year 2013 (a 40% reduction from the 2012 assessment) and Trump Plaza Hotel and Casino at \$250.0 million for tax year 2013 (a 66% reduction from the 2012 assessment), and the Company agreed not to challenge such 2013 assessments.

On October 17, 2012, TER and the City entered into an Amendment to Settlement Agreement whereby the City agreed that, upon (and subject to) completion of a successful offering by the City of its tax appeal refunding bonds, the City would, as permitted by the Settlement Agreement, pay to TER, from the proceeds of the offering, the amount of \$50,500 in cash within five days of the City's receipt of the proceeds, in lieu of the five-year credit provided for in the original Settlement Agreement. TER agreed to accept such payment in full satisfaction of amounts due under the Settlement Agreement.

On December 14, 2012, TER and the City agreed to further amend the settlement terms. Under the revised terms, the City agreed that the City would pay TER \$35,500 in cash upon receipt of proceeds from the City's bond offering, and that TER would be entitled to real estate tax credits in the aggregate amount of \$15,000, to be applied against real estate tax payments for 2013 of Taj Associates as follows: \$5,000 for the first quarter of 2013; \$3,400 for each of the second and third quarters of 2013; and \$3,200 for the fourth quarter of 2013. TER agreed to accept such payment and credits in lieu of, and in full satisfaction of, the City's obligations under the Settlement Agreement, as previously amended. On December 20, 2012, the City made the \$35,500 payment to TER. During 2013, the real estate tax credits were applied against the real estate tax payments of Taj Associates.

Plaza Associates' allocated portion of the present value of the revised settlement, net of estimated legal fees and other expenses, was recorded as a reduction to Selling, General and Administrative Expenses during the quarter ended June 30, 2012 and was estimated to be \$14,115. This estimate was subsequently revised to \$14,998 during the fourth quarter of 2012. In addition, the year ended December 31, 2013 includes a credit of \$530 due to a reduction in estimated legal fees associated with the Settlement Agreement.

TRUMP PLAZA ASSOCIATES, LLC
NOTES TO FINANCIAL STATEMENTS
(unaudited)
(in thousands)

2007 Settlement Amendment

On November 26, 2012, Plaza Associates entered into an agreement with the City under which the City agreed to allow Plaza Associates to reduce its real estate tax payment for the fourth quarter of 2012 by application of a real estate tax credit in the amount of \$3,829. This credit for the fourth quarter of 2012 was in lieu of a credit in the amount of \$3,928 which the Company would have been entitled to take in 2013 under the terms of a settlement agreement entered into during 2007 between the Company and the City relating to prior real estate tax assessments of the Company's casino property. The agreement regarding the use of this credit in 2012 is set forth in an amendment to the 2007 settlement agreement. This agreement between the Company and the City is unrelated to (and does not have any effect on) the Settlement Agreement discussed above.

NOTE 9 - INCOME RELATED TO UTILITY AGREEMENTS

On February 27, 2012, the Company entered into various agreements with one of its utility providers. In consideration for entering into the agreements, the Company received \$955 in cash. The Company recognized \$883 of income, net of related expenses, in connection with entering into these agreements. Such amount is included in Non-operating Income in the statement of income during the year ended December 31, 2012.

NOTE 10 – FAIR VALUE MEASUREMENTS

ASC Topic 820 – “Fair Value Measurements and Disclosures” (“ASC 820”) establishes a hierarchy that prioritizes fair value measurements based on the types of inputs used for the various valuation techniques (market approach, income approach and cost approach). The levels of the hierarchy are described below:

- Level 1: Observable inputs such as quoted prices in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices that are observable for the asset or liability, either directly or indirectly; these include quoted prices for similar assets or liabilities in active markets and quoted prices for identical or similar assets or liabilities in markets that are not active.
- Level 3: Unobservable inputs that reflect the reporting entity's own assumptions.

Balances Measured at Fair Value

	<u>December 31, 2013</u>				<u>December 31, 2012</u>			
	<u>Balance</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Balance</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
CRDA bonds and deposits	\$5,823	—	\$5,823	—	\$12,467	—	\$12,467	—

The amounts recorded related to CRDA bonds and deposits are classified within Investments, Advances and Receivables, net, on the Balance Sheets as of December 31, 2013 and 2012. CRDA investments are discussed further in Note 15.

Balances Disclosed at Fair Value

The carrying amounts of financial instruments included in current assets and current liabilities approximate their fair values because of their short-term nature. The carrying amounts of CRDA bonds and deposits approximate their fair values as a result of allowances established to give effect to below-market interest rates.

TRUMP PLAZA ASSOCIATES, LLC
NOTES TO FINANCIAL STATEMENTS
(unaudited)
(in thousands)

The carrying amount and estimated fair value of our remaining financial instruments at December 31, are as follows:

	December 31, 2013			
	Amount	Carrying	Estimated	Fair Value
	Outstanding	Value	Fair Value	Hierarchy
12% Grid Note	\$ 75,000	\$ 75,000	\$ 75,000	Level 2

	December 31, 2012			
	Amount	Carrying	Estimated	Fair Value
	Outstanding	Value	Fair Value	Hierarchy
12% Grid Note	\$ 74,171	\$ 74,171	\$ 74,171	Level 2

* Due to the intercompany nature of the Grid Note, the fair value cannot be calculated. The Company's other long-term debt was not significant at December 31, 2013 and 2012.

NOTE 11 – OTHER ACCRUED EXPENSES

	December 31,	
	2013	2012
Accrued payroll and related taxes	\$ 1,986	\$ 2,656
Accrued expense - World's Fair utility agreement	1,251	1,090
Accrued CCC/DGE expenses	397	424
Accrued AC Alliance fees	204	334
Other *	925	1,026
Total	\$ 4,763	\$ 5,530

* None of the individual components of Other exceed 5% of the total.

NOTE 12 – OTHER CURRENT LIABILITIES

	December 31,	
	2013	2012
Due to affiliates	\$ 7,380	\$ 1,891
Self insurance reserves	3,624	4,030
Deferred income (Note 7)	4,022	54
Unredeemed chips	443	525
Other *	639	735
Total	\$ 16,108	\$ 7,235

* None of the individual components of Other exceed 5% of the total.

TRUMP PLAZA ASSOCIATES, LLC
NOTES TO FINANCIAL STATEMENTS
(unaudited)
(in thousands)

NOTE 13 - TRANSACTIONS WITH AFFILIATES

The Company engages in certain transactions with TER Holdings, Taj Associates and Marina Associates, all of which are affiliates. Amounts due to affiliates are as follows:

	December 31,	
	2013	2012
TER Holdings (Note 5)	\$ 6,144	\$ -
Taj Associates	1,236	1,478
Marina Associates	-	413
Total	<u>\$ 7,380</u>	<u>\$ 1,891</u>

Plaza Associates engages in various transactions with related casino entities that are affiliates of TER. These transactions are charged at cost or normal selling price in the case of retail items and include, but are not limited to, certain shared professional fees, insurance, advertising and payroll costs.

Trump Taj Mahal Associates Administration, a separate division of Taj Associates (“Trump Administration”) provides certain shared services to Plaza Associates. Trump Administration allocated expenses associated with such services to Plaza Associates totaling \$2,381 and \$2,989 during the years ended December 31, 2013 and 2012, respectively. Plaza Associates reimburses Trump Administration for these allocated expenses.

On May 24, 2011, TER and Marina Associates completed the sale of the Trump Marina Hotel Casino (“Trump Marina”) to Golden Nugget Atlantic City, LLC (“Golden Nugget”), an affiliate of Landry’s Restaurants, Inc., pursuant to the Asset Purchase Agreement dated as of February 11, 2011, as amended. At the closing, Golden Nugget acquired substantially all of the assets of, and assumed certain liabilities related to, the business conducted at Trump Marina.

NOTE 14 – NON-OPERATING INCOME (EXPENSE)

	Year Ended December 31,	
	2013	2012
Interest income	\$ 207	\$ 318
Income related to Utility Agreements (Note 9)	-	883
Asset Impairment Charge (Note 4)	-	(33,083)
Total	<u>\$ 207</u>	<u>\$ (31,882)</u>

TRUMP PLAZA ASSOCIATES, LLC
NOTES TO FINANCIAL STATEMENTS
(unaudited)
(in thousands)

NOTE 15 - COMMITMENTS & CONTINGENCIES

Leases

The Company has entered into leases for certain property (primarily land) and various equipment under operating leases. Rent expense during the years ended December 31, 2013 and 2012 was \$2,154 and \$2,182, respectively.

Future minimum lease payments under noncancellable operating leases as of December 31, 2013 are as follows:

2014	\$ 1,447
2015	1,290
2016	1,241
2017	1,243
2018	1,245
Thereafter	<u>68,919</u>
Total minimum payments	<u>\$ 75,385</u>

Certain of these leases contain options to purchase the leased properties at various prices throughout the lease terms.

Casino License Resubmission

The Company is subject to regulation and licensing by the CCC and the DGE. 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 Plaza for the following five-year period through June 2012. During 2012, the Company and certain individuals resubmitted the required documentation supporting a renewal of their qualification and licensure and were authorized to continue to operate while the DGE performed its investigations. The DGE completed its resubmission investigation of the Company and certain individuals and determined that no information was revealed that would affect the Company's casino license. 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.

Internet Gaming Permit

On October 16, 2013, the DGE issued an internet gaming permit to Plaza Associates which authorizes the Company to conduct internet gaming in the State of New Jersey. The permit expires on October 16, 2014 and is renewable annually. Internet gaming in the State of New Jersey commenced on November 26, 2013 (See Note 7).

Legal Proceedings

Plaza 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 PLAZA ASSOCIATES, LLC
NOTES TO FINANCIAL STATEMENTS
(unaudited)
(in thousands)

Casino Reinvestment Development Authority Obligations

As required by the provisions of the Casino Control Act, a casino licensee must pay an investment alternative tax of 2.5% of its gross land-based casino revenues as defined in the New Jersey Casino Control Act. However, pursuant to a contract with the CRDA, the Company pays 1.25% of its gross land-based casino revenues to the CRDA (the “CRDA Payment”) to fund qualified investments as defined in the Casino Control Act and such CRDA Payment entitles the Company to an investment tax credit in an amount equal to twice the amount of the CRDA Payment against the 2.5% investment alternative tax. Qualified investments may include the purchase of bonds issued by the CRDA at a below market rate of interest, direct investment in projects or donation of funds to projects as determined by the CRDA. In addition, the Company must pay an investment alternative tax of 2.5% of the gross casino revenues related to its internet gaming operations.

According to the Act, funds on deposit with the CRDA are invested by the CRDA and the resulting interest income is shared two-thirds to the casino and one-third to the CRDA. Further, the Act requires that CRDA bonds be issued at statutory rates established at two-thirds of the average rate of the Bond Buyer Weekly 25 Revenue Bond Index for bonds available for purchase during the last 26 weeks preceding the date the CRDA issues its bond. The Company records charges to expense equal to one-third of its obligation to reflect the lower return on investment at the date the obligation arises. Pursuant to the contract with the CRDA, the Company is required to make quarterly deposits with the CRDA to satisfy its investment obligations.

During the years ended December 31, 2013 and 2012, the Company charged to operations \$4,657 and \$468, respectively, to reflect reductions in the estimated net realizable value of certain CRDA deposits and to give effect to the below market interest rates associated with CRDA deposits and bonds.

In 1995, the CRDA passed a resolution establishing a Donation Credit Policy to serve as a guide regarding donations made by casino licensees from their available CRDA Payments. During December 2013, and in conformance with that policy, the Company requested that the CRDA approve a cash-back credit in the amount of \$2,948 in exchange for a donation of \$10,089 of previous deposits made by Trump Plaza, to the CRDA Atlantic City Tourism District and Community Development Fund (the “CRDA Transaction”). By resolution dated November 19, 2013, the CRDA approved the CRDA Transaction.

In connection with the CRDA Transaction, the Company recognized \$3,778 of expense during the year ended December 31, 2013 to record the deposits donated pursuant to the CRDA Transaction at their net realizable value. On January 13, 2014, the Company received \$2,948 from the CRDA representing the cash-back donation credit.

CRDA investments reflected on the accompanying balance sheets and are comprised of the following:

	December 31,	
	2013	2012
CRDA deposits, net of allowances of \$196 and \$658, respectively	\$ 169	\$ 6,807
CRDA bonds, net of allowances of \$942 and \$921, respectively	5,654	5,660
	\$ 5,823	\$ 12,467

Atlantic City Tourism District

In February 2011, as part of the State of New Jersey’s plan to revitalize Atlantic City’s casino and tourism industries, a law was enacted requiring the creation of a tourism district (the “Tourism District”) to be administered and managed by the CRDA. The Tourism District includes each of the Atlantic City casino properties, along with certain other tourism related areas of Atlantic City. The law requires, among other things, the creation of a public-private partnership between the CRDA and a private entity that represents existing and future casino licensees. The private entity, known as The Atlantic City Alliance (the “ACA”), was established in the form of a not-for-profit corporation, of which the Company is a member. The public-private partnership established between the ACA and the CRDA is for an initial term of five years. Its general purpose is to revitalize and market the Tourism District.

TRUMP PLAZA ASSOCIATES, LLC
NOTES TO FINANCIAL STATEMENTS
(unaudited)
(in thousands)

The law requires the casinos to make an annual contribution of \$30,000 commencing January 1, 2012 for a term of five years. Each casino's portion of the annual contributions will equate to the percentage representing its gross gaming revenue for the prior calendar year compared to the aggregate gross gaming revenues for that period for all casinos. During the year ended December 31, 2013, the Company recognized \$586 related to its portion of the \$30,000 contribution made during 2013, net of a true up of expense for the prior year. During the year ended December 31, 2012, the Company recognized \$1,200 related to its portion of the \$30,000 contribution made during 2012.

Boardwalk Revitalization Project

During 2004, the Boardwalk Revitalization Fund was established by the CRDA to fund eligible boardwalk revitalization projects. The Boardwalk Revitalization Fund may be funded by a portion of the proceeds of the issuance and sale of certain Parking Fee Revenue Bonds and Atlantic City Fund Investment Alternative Tax Obligations.

During November 2011, the CRDA approved Taj Associates' application for the restoration of its building façade and other elements along its Boardwalk level, its three connecting grand staircases and its open-air second level promenade for its entire frontage along the Atlantic City Boardwalk (the "Boardwalk Façade Project") and approved a fund reservation in the amount of \$6,859 from such funds to be appropriated from Taj Associates' and Plaza Associates' remaining designated share of the Boardwalk Revitalization Fund.

A Project Grant Agreement dated as of March 30, 2012 was entered into by and between the CRDA and Taj Associates and Plaza Associates (the "Project Grant Agreement"). Pursuant to the Project Grant Agreement, the amount available from the Boardwalk Revitalization Fund to fund the Boardwalk Façade Project could not exceed \$6,859 and excess amounts necessary to complete the Boardwalk Façade Project, if any, would have been borne by Taj Associates. Construction on the Project commenced in 2012 and was completed during 2013.

NOTE 16 - EMPLOYEE BENEFIT PLANS

401(k) Plan

The Company participates in a retirement savings plan for its nonunion employees under Section 401(k) of the Internal Revenue Code ("401(k) Plan"). The 401(k) Plan is sponsored by TER Holdings. The Company may elect to match a portion of participants' contributions on an annual basis as determined by management. There were no matching contributions made under the 401(k) Plan during the years ended December 31, 2013 and 2012.

Multi-Employer Pension Plans

Approximately 450 of the Company's hotel and restaurant employees are subject to a collective bargaining agreement with the UNITE HERE International Union, Local 54 ("UNITE HERE"). In connection with the UNITE HERE collective bargaining agreement, the Company participates in the Pension Plan of the National Retirement Fund (EIN: 13-6130178 Plan Number: 001) (the "Fund"). On March 31, 2010, the Fund was certified in critical status by the Fund's actuary under the federal multi-employer plan funding laws pursuant to the Pension Protection Act of 2006. In connection with the certification, the Fund's board of trustees adopted a rehabilitation plan effective on April 1, 2010 (the "Rehabilitation Plan") with the goal of enabling the Fund to emerge from critical status by January 1, 2023. The Rehabilitation Plan provides for certain increases in employer contributions and, in some cases, a reduction in participant benefits. The Company was required to select one of three schedules of future accrual and contribution rates proposed under the Rehabilitation Plan, all of which provided for increased monthly contributions. On May 27, 2010, the Company agreed upon a schedule with UNITE HERE pursuant to which it began making increased monthly contributions to the Fund on January 1, 2012.

Under applicable federal law, any employer contributing to a multi-employer pension plan that completely ceases participating in the plan while it is underfunded is subject to payment of such employer's assessed share of the

TRUMP PLAZA ASSOCIATES, LLC
NOTES TO FINANCIAL STATEMENTS
(unaudited)
(in thousands)

aggregate unfunded vested benefits of the plan. In certain circumstances, an employer can also be assessed a withdrawal liability for a partial withdrawal from a multi-employer pension plan. The amount of the Company's potential exposure with respect to the Fund depends on, among other things, the nature and timing of any triggering events and the funded status of the Fund at that time. If, in the future, the Company elects to withdraw from the Fund, additional liabilities would need to be recorded. While it is possible that this would occur in the future, the Company has not made any decision to incur a partial or complete withdrawal from the Fund. If any of these adverse events were to occur in the future, it could result in a substantial withdrawal liability assessment that could have a material adverse effect on the Company's financial condition, results of operations and cash flows.

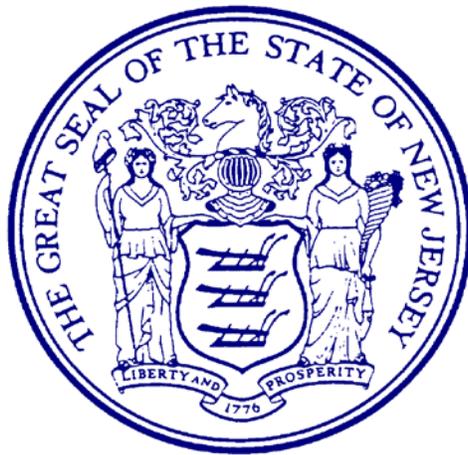
The Company's pension contributions to the Fund during the years ended December 31, 2013 and 2012 were \$920 and \$1,109, respectively. The Company's pension contributions to the Fund did not exceed 5% of the Fund's total contributions during the year ended December 31, 2013.

Contributions to other multi-employer pension plans during the years ended December 31, 2013 and 2012 were \$265 and \$272, respectively.

**TRUMP PLAZA ASSOCIATES, LLC
ANNUAL FILINGS**

FOR THE YEAR ENDED DECEMBER 31, 2013

**SUBMITTED TO THE
DIVISION OF GAMING ENFORCEMENT
OF THE
STATE OF NEW JERSEY**



**OFFICE OF FINANCIAL INVESTIGATIONS
REPORTING MANUAL**

TRUMP PLAZA ASSOCIATES, LLC
ANNUAL SCHEDULE OF RECEIVABLES AND PATRONS' CHECKS
FOR THE YEAR ENDED DECEMBER 31, 2013

(UNAUDITED)
(\$ IN THOUSANDS)

ACCOUNTS RECEIVABLE BALANCES				
Line (a)	Description (b)	Account Balance (c)	Allowance (d)	Accounts Receivable (Net of Allowance) (e)
	Patrons' Checks:			
1	Undeposited Patrons' Checks.....	\$293		
2	Returned Patrons' Checks.....	873		
3	Total Patrons' Checks.....	1,166	\$628	\$538
4	Hotel Receivables.....	650	54	\$596
	Other Receivables:			
5	Receivables Due from Officers and Employees....			
6	Receivables Due from Affiliates.....			
7	Other Accounts and Notes Receivables.....	3,726		
8	Total Other Receivables.....	3,726		\$3,726
9	Totals (Form DGE-205).....	\$5,542	\$682	\$4,860

UNDEPOSITED PATRONS' CHECKS ACTIVITY		
Line (f)	Description (g)	Amount (h)
10	Beginning Balance (January 1).....	\$550
11	Counter Checks Issued.....	9,888
12	Checks Redeemed Prior to Deposit.....	(5,971)
13	Checks Collected Through Deposits.....	(3,786)
14	Checks Transferred to Returned Checks.....	(388)
15	Other Adjustments.....	
16	Ending Balance.....	\$293
17	"Hold" Checks Included in Balance on Line 16.....	0
18	Provision for Uncollectible Patrons' Checks.....	(\$125)
19	Provision as a Percent of Counter Checks Issued.....	-1.3%

TRUMP PLAZA ASSOCIATES, LLC

ANNUAL EMPLOYMENT AND PAYROLL REPORT

AT DECEMBER 31, 2013

(\$ IN THOUSANDS)

Line (a)	Department (b)	Number of Employees (c)	Salaries and Wages		
			Other Employees (d)	Officers & Owners (e)	Totals (f)
	CASINO:				
1	Table and Other Games	178			
2	Slot Machines	39			
3	Administration	0			
4	Casino Accounting	53			
5	Simulcasting	0			
6	Other	1			
7	Total - Casino	271	\$7,228	\$0	\$7,228
8	ROOMS	188	3,579	0	3,579
9	FOOD AND BEVERAGE	293	4,909	0	4,909
10	GUEST ENTERTAINMENT	3	250	0	250
11	MARKETING	13	805	0	805
12	OPERATION AND MAINTENANCE	89	3,521	0	3,521
	ADMINISTRATIVE AND GENERAL:				
13	Executive Office	0	0	0	0
14	Accounting and Auditing	27	392	0	392
15	Security	110	3,190	0	3,190
16	Other Administrative and General	10	294	207	501
	OTHER OPERATED DEPARTMENTS:				
17	Transportation	35	810		810
18	Health Club	3	84		84
19	Retail Operations	4	42		42
20					0
21					0
22					0
23	TOTALS - ALL DEPARTMENTS	1,046	\$25,104	\$207	\$25,311