

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

FOR THE QUARTER ENDED DECEMBER 31, 2015

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



**OFFICE OF FINANCIAL INVESTIGATIONS
REPORTING MANUAL**

TRUMP TAJ MAHAL ASSOCIATES, LLC

BALANCE SHEETS

AS OF DECEMBER 31, 2015 AND 2014

(UNAUDITED)
(\$ IN THOUSANDS)

Amended 5/9/2016

Line (a)	Description (b)	Notes	2015 (c)	2014 (d)
	<u>ASSETS:</u>			
	Current Assets:			
1	Cash and Cash Equivalents.....	2	\$13,341	\$12,993
2	Short-Term Investments.....		0	0
3	Receivables and Patrons' Checks (Net of Allowance for Doubtful Accounts - 2015, \$5,324; 2014, \$6,977).....	2	4,151	4,333
4	Inventories	2	1,157	829
5	Other Current Assets.....	11	3,537	6,444
6	Total Current Assets.....		22,186	24,599
7	Investments, Advances, and Receivables.....	8 & 13	10,682	9,133
8	Property and Equipment - Gross.....	2 & 3	154,300	180,835
9	Less: Accumulated Depreciation and Amortization.....	2 & 3	(32,716)	(30,798)
10	Property and Equipment - Net.....	2 & 3	121,584	150,037
11	Other Assets.....	4	9,990	10,369
12	Total Assets.....		\$164,442	\$194,138
	<u>LIABILITIES AND EQUITY:</u>			
	Current Liabilities:			
13	Accounts Payable.....	2	\$14,090	\$13,978
14	Notes Payable.....		0	0
	Current Portion of Long-Term Debt:			
15	Due to Affiliates.....	2,5&8	225,116	216,872
16	External.....	5	135	975
17	Income Taxes Payable and Accrued.....	6	0	0
18	Other Accrued Expenses.....	2,7,9&13	66,680	36,269
19	Other Current Liabilities.....	2,10&11	12,815	11,605
20	Total Current Liabilities.....		318,836	279,699
	Long-Term Debt:			
21	Due to Affiliates.....	5	0	0
22	External.....	5	0	5,206
23	Deferred Credits	6	0	0
24	Other Liabilities.....		0	0
25	Commitments and Contingencies.....	13	0	0
26	Total Liabilities.....		318,836	284,905
27	Stockholders', Partners', or Proprietor's Equity.....	11	(154,394)	(90,767)
28	Total Liabilities and Equity.....		\$164,442	\$194,138

* 2015 Amounts have been amended.

The accompanying notes are an integral part of the financial statements.

Valid comparisons cannot be made without using information contained in the notes.

TRUMP TAJ MAHAL ASSOCIATES, LLC

STATEMENTS OF INCOME

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2015 AND 2014

(UNAUDITED)
(\$ IN THOUSANDS)

Amended 5/9/2016

Line (a)	Description (b)	Notes	2015 (c)	2014 (d)
	Revenue:			
1	Casino.....		\$177,637	\$213,232
2	Rooms.....		39,582	46,264
3	Food and Beverage.....		18,602	27,649
4	Other.....		9,455	11,685
5	Total Revenue.....		245,276	298,830
6	Less: Promotional Allowances.....	2	75,251	86,678
7	Net Revenue.....		170,025	212,152
	Costs and Expenses:			
8	Casino.....		56,545	67,139
9	Rooms, Food and Beverage.....		39,903	52,586
10	General, Administrative and Other.....		70,438	93,550
11	Total Costs and Expenses.....		166,886	213,275
12	Gross Operating Profit.....		3,139	(1,123)
13	Depreciation and Amortization.....	3	6,778	15,741
	Charges from Affiliates Other than Interest:			
14	Management Fees.....		0	0
15	Other.....	11	7,107	7,422
16	Income (Loss) from Operations.....		(10,746)	(24,286)
	Other Income (Expenses):			
17	Interest Expense - Affiliates.....	5	0	(18,622)
18	Interest Expense - External.....	5	(2,908)	(760)
19	CRDA Related Income (Expense) - Net.....	13	(444)	(7,503)
20	Nonoperating Income (Expense) - Net.....	3, 4 & 12	(42,901)	(156,727)
21	Total Other Income (Expenses).....		(46,253)	(183,612)
22	Income (Loss) Before Taxes and Extraordinary Items.....		(56,999)	(207,898)
23	Provision (Credit) for Income Taxes.....	6	0	0
24	Income (Loss) Before Extraordinary Items.....		(56,999)	(207,898)
25	Extraordinary Items (Net of Income Taxes - 2015, \$0; 2014, \$0).....		0	0
26	Net Income (Loss).....		(\$56,999)	(\$207,898)

* 2015 Amounts have been amended.

The accompanying notes are an integral part of the financial statements.
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TRUMP TAJ MAHAL ASSOCIATES, LLC

STATEMENTS OF INCOME

FOR THE THREE MONTHS ENDED DECEMBER 31, 2015 AND 2014

(UNAUDITED)
(\$ IN THOUSANDS)

Amended 5/9/2016

Line (a)	Description (b)	Notes	2015 (c)	2014 (d)
	Revenue:			
1	Casino.....		\$36,543	\$41,691
2	Rooms.....		8,104	9,214
3	Food and Beverage.....		3,570	5,296
4	Other.....		2,135	2,484
5	Total Revenue.....		50,352	58,685
6	Less: Promotional Allowances.....	2	14,730	19,184
7	Net Revenue.....		35,622	39,501
	Costs and Expenses:			
8	Casino.....		13,193	15,024
9	Rooms, Food and Beverage.....		8,745	9,003
10	General, Administrative and Other.....		17,125	20,960 *
11	Total Costs and Expenses.....		39,063	44,987 *
12	Gross Operating Profit.....		(3,441)	(5,486) *
13	Depreciation and Amortization.....	3	(605)	2,600 *
	Charges from Affiliates Other than Interest:			
14	Management Fees.....			
15	Other.....	11	1,848	2,004
16	Income (Loss) from Operations.....		(4,684)	(10,090) *
	Other Income (Expenses):			
17	Interest Expense - Affiliates.....	5	0	1,613
18	Interest Expense - External.....	5	(1,913)	(185)
19	CRDA Related Income (Expense) - Net.....	13	(155)	1,051
20	Nonoperating Income (Expense) - Net.....	3, 4 & 12	(22,254)	(156,978) *
21	Total Other Income (Expenses).....		(24,322)	(154,499) *
22	Income (Loss) Before Taxes and Extraordinary Items.....		(29,006)	(164,589) *
23	Provision (Credit) for Income Taxes.....	6	0	0
24	Income (Loss) Before Extraordinary Items.....		(29,006)	(164,589) *
25	Extraordinary Items (Net of Income Taxes - 2015, \$0; 2014, \$0).....		0	0
26	Net Income (Loss).....		(\$29,006)	(\$164,589) *

* 2015 Amounts have been amended.

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

TRUMP TAJ MAHAL ASSOCIATES, LLC

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

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2014
AND THE TWELVE MONTHS ENDED DECEMBER 31, 2015

(UNAUDITED)
(\$ IN THOUSANDS)

Amended 5/9/2016

Line (a)	Description (b)	Notes	Contributed Capital (c)	Accumulated Earnings (Deficit) (d)	(e)	Total Equity (Deficit) (f)
1	Balance, December 31, 2013.....		\$160,090	(\$42,959)		\$117,131
2	Net Income (Loss) - 2014.....			(207,898)		(207,898)
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, 2014.....		160,090	(250,857)	0	(90,767)
11	Net Income (Loss) - 2015.....			(56,999)		(56,999)
12	Capital Contributions.....					0
13	Capital Withdrawals.....					0
14	Partnership Distributions.....					0
15	Prior Period Adjustments.....					0
16	Equitization of Intercompany	11	(6,628)			(6,628)
17						0
18						0
19	Balance, December 31, 2015.....		\$153,462	(\$307,856)	\$0	(\$154,394)

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

TRUMP TAJ MAHAL ASSOCIATES, LLC

STATEMENTS OF CASH FLOWS

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2015 AND 2014

(UNAUDITED)
(\$ IN THOUSANDS)

Amended 5/9/2016

Line (a)	Description (b)	Notes	2015 (c)	2014 (d)
1	CASH PROVIDED (USED) BY OPERATING ACTIVITIES..		\$2,389	(\$8,522)
	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.....		(733)	(589)
5	Proceeds from Disposition of Property and Equipment.....		0	0
6	CRDA Obligations	13	(2,317)	(3,011)
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	13	260	9,870
11				
12	Net Cash Provided (Used) By Investing Activities.....		(2,790)	6,270
	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.....	5	(867)	(456)
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	5	8,244	(3,399)
22	Change in Receivable from Affiliates	11	(6,628)	0
23	Net Cash Provided (Used) By Financing Activities.....		749	(3,855)
24	Net Increase (Decrease) in Cash and Cash Equivalents.....		348	(6,107)
25	Cash and Cash Equivalents at Beginning of Period.....		12,993	19,100
26	Cash and Cash Equivalents at End of Period.....		\$13,341	\$12,993
	CASH PAID DURING PERIOD FOR:			
27	Interest (Net of Amount Capitalized).....	5	\$1,291	\$19,360
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 TAJ MAHAL ASSOCIATES, LLC

STATEMENTS OF CASH FLOWS

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2015 AND 2014

(UNAUDITED)
(\$ IN THOUSANDS)

Amended 5/9/2016

Line (a)	Description (b)	Notes	2015 (c)	2014 (d)
	CASH FLOWS FROM OPERATING ACTIVITIES:			
29	Net Income (Loss).....		(\$56,999)	(\$207,898) *
30	Depreciation and Amortization of Property and Equipment.....	2 & 3	6,778	15,741 *
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.....		0	(8)
36	(Gain) Loss on CRDA-Related Obligations.....	13	444	7,503
37	(Gain) Loss from Other Investment Activities.....		0	0
38	(Increase) Decrease in Receivables and Patrons' Checks		(214)	3,663
39	(Increase) Decrease in Inventories		(361)	227 *
40	(Increase) Decrease in Other Current Assets.....	11	2,948	(1,004)
41	(Increase) Decrease in Other Assets.....		202	694
42	Increase (Decrease) in Accounts Payable.....		112	3,690
43	Increase (Decrease) in Other Current Liabilities	7 & 10	27,139	15,837
44	Increase (Decrease) in Other Liabilities		0	(2,017)
45	Impairment Charges	3,4 & 12	22,340	155,050 *
46			0	0
47	Net Cash Provided (Used) By Operating Activities.....		\$2,389	(\$8,522)

SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION

	ACQUISITION OF PROPERTY AND EQUIPMENT:			
48	Additions to Property and Equipment.....		(\$733)	(\$589)
49	Less: Capital Lease Obligations Incurred.....		0	0
50	Cash Outflows for Property and Equipment.....		(\$733)	(\$589)
	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

* 2015 Amounts have been amended.

The accompanying notes are an integral part of the financial statements.

TRUMP TAJ MAHAL ASSOCIATES, LLC
SCHEDULE OF PROMOTIONAL
EXPENSES AND ALLOWANCES

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2015
(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	342,340	\$24,965		
2	Food	245,043	6,692	142,288	2,918
3	Beverage	821,137	4,902		
4	Travel			2,539	769
5	Bus Program Cash				
6	Promotional Gaming Credits	2,373,721	32,668		
7	Complimentary Cash Gifts	62,144	3,929		
8	Entertainment	24,498	983	427	63
9	Retail & Non-Cash Gifts	40,307	753	80,867	3,271
10	Parking			345,221	1,036
11	Other *	3,715	359	10,327	335
12	Total	3,912,905	\$75,251	581,669	\$8,392

FOR THE THREE MONTHS ENDED DECEMBER 31, 2015

Line (a)	Description (b)	Promotional Allowances		Promotional Expenses	
		Number of Recipients (c)	Dollar Amount (d)	Number of Recipients (e)	Dollar Amount (f)
1	Rooms	70,132	\$5,246		
2	Food	43,381	1,173	31,364	625
3	Beverage	184,807	1,143		
4	Travel			511	159
5	Bus Program Cash				
6	Promotional Gaming Credits	463,778	6,258		
7	Complimentary Cash Gifts	11,719	540		
8	Entertainment	1,862	151	166	20
9	Retail & Non-Cash Gifts	8,183	166	20,239	754
10	Parking			50,642	152
11	Other *	749	53	2,185	90
12	Total	784,611	\$14,730	105,107	\$1,800

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

**TRUMP TAJ MAHAL ASSOCIATES, LLC
STATEMENT OF CONFORMITY,
ACCURACY, AND COMPLIANCE**

FOR THE QUARTER ENDED DECEMBER 31, 2015

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.

Amended 5/5/16

Date



Daniel McFadden

Chief Financial Officer

Title

7167-11

License Number

On Behalf of:

TRUMP TAJ MAHAL ASSOCIATES, LLC

Casino Licensee

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

NOTE 1 - GENERAL

Organization and Operations

Trump Taj Mahal Associates LLC (“Taj Associates” or the “Company”), a New Jersey limited liability company, is wholly-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.

Taj Associates owns and operates the Trump Taj Mahal Casino Resort (“Trump Taj Mahal” or “Taj Mahal”), an Atlantic City, New Jersey hotel, casino and convention center complex. Taj 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.

Chapter 11 Proceedings

On September 9, 2014 (the “Petition Date”), TER and its subsidiaries, including Taj Associates (collectively, the “Debtors”), filed voluntary Chapter 11 petitions in the United States Bankruptcy Court for the District of Delaware in Wilmington, Delaware (the “Bankruptcy Court”), seeking relief under the provisions of Chapter 11 of title 11 of the United States Code (the “Bankruptcy Code”). Shortly thereafter, the Bankruptcy Court entered an order providing for the joint administration of the Debtors’ Chapter 11 cases under the caption *In re: Trump Entertainment Resorts, Inc., et al., Debtors, Chapter 11 Case Nos.14-12103 through 14-12110 (KG)* (collectively, the “Chapter 11 Case”).

On September 10, 2014, the Bankruptcy Court entered orders approving various first day motions which allowed the Company to continue to operate in the normal course of business. As a result of the filing of the Chapter 11 Case, the Company was not permitted to make any payments on pre-petition liabilities during the pendency of the Chapter 11 Case without prior Bankruptcy Court approval. Under the priority schedule established by the Bankruptcy Code, certain post-petition and pre-petition liabilities were required to be satisfied before general unsecured creditors and equity holders would be entitled to receive any distribution. During 2015 and through February 25, 2016, the Company continued to operate its business as a debtor-in-possession under the jurisdiction of the Bankruptcy Court and in accordance with the applicable provisions of the Bankruptcy Code and the orders of the Bankruptcy Court. The Company’s liquidity and capital resources were significantly affected by the Chapter 11 Case and the bankruptcy proceedings resulted in various restrictions on its activities, limitations on financing, and a need to obtain Bankruptcy Court approval for various matters.

On October 17, 2014, the Bankruptcy Court approved the Debtors’ motion to (i) reject the collective bargaining agreement with UNITE HERE Local 54 (“Local 54”) and (ii) implement modified terms of a new collective bargaining agreement. This order of the Bankruptcy Court (the “CBA Order”) allowed the Debtors to withdraw from the Local 54 Health and Welfare Fund and, instead, substitute with health care coverage under the 2010 Patient Protection and Affordable Care Act (the “Affordable Care Act”). As a result of the CBA Order, full time employees who are members of Local 54 receive additional compensation of \$2,000 per year to offset, and in some cases, completely defray the cost of obtaining health insurance now available to them and their families under the Affordable Care Act. In addition, in accordance with the CBA Order, the Debtors ceased making contributions to the Local 54 Pension Fund and instead instituted an employer sponsored 401(k) plan for Local 54 members with the employer matching contributions up to 1% of each employee’s compensation per year. Other changes made by the Company in accordance with the CBA Order, among others, include job consolidation, elimination of paid meal time, reduction in holiday pay, reduction in guaranteed payment when sent home early, expansion of subcontractor utilization and increase in minimum number of rooms to be cleaned daily by housekeepers.

On October 23, 2014, Local 54 filed a notice of appeal regarding the CBA Order (the “CBA Appeal”) with the United States Court of Appeals for the Third Circuit (the “Court of Appeals”). On January 15, 2016, the Court of Appeals affirmed the CBA Order issued by the Bankruptcy Court. This ruling allowed the Company to move forward with emergence from bankruptcy. Local 54 may file a petition for certiorari with the United States Supreme

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

Court seeking review of the Court of Appeals' decision by April 14, 2016 (subject to extension with court approval action).

On January 30, 2015, the Bankruptcy Court entered an order (i) approving the Disclosure Statement for Debtors' Third Amended Joint Plan of Reorganization Under Chapter 11 of the Bankruptcy Code; (ii) establishing procedures for solicitation and tabulation of votes to accept or reject the Debtors' Third Amended Joint Plan of Reorganization Under Chapter 11 of the Bankruptcy Code (the "Proposed Plan"); (iii) establishing procedures with respect to, and the deadline for filing objections to (a) confirmation of the Proposed Plan, and (b) the Debtors' proposed cure amounts for unexpired leases and executory contracts to be assumed pursuant to the Proposed Plan; and (iv) granting related relief.

Also, on January 30, 2015, the Bankruptcy Court entered an order authorizing the Debtors' to obtain post-petition financing (the "DIP Facility") pursuant to that certain Superpriority Senior Secured Priming Debtor-in-Possession Credit Agreement (as amended, modified or supplemented from time to time, the "DIP Agreement") between the Debtors as borrowers, IEH Investments I LLC as initial lender, and Icahn Agency Services, LLC as collateral agent and administrative agent, dated as of February 5, 2015. On March 19, 2015, the Bankruptcy Court entered an order authorizing the Debtors to amend the DIP Agreement. The DIP Agreement, as amended, provided for the Debtors to draw term loans (the "DIP Term Loans") for certain purposes as set forth in the DIP Agreement, not to exceed \$26,500 in the aggregate. The DIP Agreement required the Debtors to pay interest on the aggregate outstanding principal amount of the DIP Term Loans at a rate equal to 10% per annum, with accrued and unpaid interest automatically capitalized and added to the outstanding principal. The maturity date of the DIP Term Loans was originally set as the earliest of (a) December 31, 2015, (b) March 13, 2015, if a Confirmation Order (as defined in the DIP Agreement) was not entered on or before said date, (c) the date on which the Plan (as defined below) becomes effective, and (d) the date of acceleration of the DIP Term Loans in accordance with Section 6.01 of the DIP Agreement. The DIP Agreement has been further amended as follows:

- On November 18, 2015, the Bankruptcy Court entered an order approving a second amendment to the DIP Agreement between the Debtors, IEH Investments I LLC and Icahn Agency Services, LLC. This amendment changed the definition of "Maturity Date" as set forth in Article I of the DIP Agreement by replacing December 31, 2015 in clause (a) with June 30, 2016. In addition, the definition of "Material Adverse Effect" set forth in Article I of the DIP Agreement was amended to exclude a potential reversal or modification of the CBA Order.
- On December 3, 2015, the Bankruptcy Court entered an order approving a third amendment to the DIP Agreement which increased the authorized amount of the DIP Facility from \$26,500 to \$39,100. The increase in the authorized amount of the DIP Facility was to allow the Debtors to pay outstanding 2015 real estate taxes and interest due to the City of Atlantic City.
- On February 17, 2016, the Bankruptcy Court entered an order approving a fourth amendment to the DIP Agreement which increased the authorized amount of the DIP Facility from \$39,100 to \$44,300. This increase was to allow the Debtors to pay outstanding real estate taxes and interest for the first quarter of 2016.

The Debtors received the initial DIP Term Loan draw in the amount of \$2,500 on February 6, 2015. In addition, the Debtors received additional draws of \$8,909 on March 31, 2015, \$3,035 on April 7, 2015, \$1,798 on May 1, 2015, \$3,987 on June 12, 2015 and \$12,600 on December 4, 2015. The total outstanding balance of the DIP Term Loans as of December 31, 2015 was \$34,439, which included \$1,610 of PIK Interest.

On March 12, 2015, the Bankruptcy Court entered an order (the "Confirmation Order") confirming the Debtors' Third Amended Joint Plan of Reorganization Under Chapter 11 of the Bankruptcy Code As Modified (as amended, modified or supplemented from time to time, the "Plan"). The overall purpose of the Plan was to provide for the restructuring of the Debtors' liabilities in a manner designed to maximize recovery to stakeholders, to enhance the financial viability of the Reorganized Debtors and, most importantly, to preserve the Debtors' businesses and operations on a go-forward basis. Under the Plan, the occurrence of the effective date of the Plan (the "Effective Date") was subject to certain conditions, including a favorable decision on the CBA Appeal, which the Company was entitled to waive with the consent of the First Lien Lenders (as defined below).

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

Prior to confirmation of the Plan, the Debtors entered into, and the Bankruptcy Court approved, settlement agreements with certain parties which had objected to the Plan, including Trump AC Casino Marks LLC and a New Jersey law firm. The settlement agreements with those parties resolved their objections to confirmation of the Plan. On February 26, 2016, the Effective Date of the Plan occurred and the transactions contemplated by the Plan were consummated. The following is a summary of transactions that occurred pursuant to the Plan. This summary only highlights certain of the substantive provisions of the Plan and is not intended to be a complete description of, or a substitute for a full and complete reading of, the Plan. This summary is qualified in its entirety by reference to the full text of the Plan.

Pursuant to the Plan, on the Effective Date, the following occurred:

- The existing pre-petition senior secured debt under the Amended and Restated Credit Agreement (as defined below) in the amount of \$285,590 held by Icahn Partners LP and related entities (the “First Lien Lenders”), was extinguished and converted into 100% of TER’s New Common Stock (as defined in the Plan). The First Lien Lenders waived any deficiency claims on account of that debt, and further waived any administrative or priority claims they may have with respect to that debt. As a result of the above, IEH Investments I, LLC, a subsidiary of Icahn Enterprises, LP, became the 100% owner of reorganized TER.
- The First Lien Lenders and the Company entered into a new Credit Agreement under which the First Lien Lenders agreed to provide up to \$91,613 in Exit Financing, consisting of (a) a new senior secured revolving credit facility in the aggregate principal amount of \$40,000, and (b) a new term loan exit facility in the aggregate principal amount of \$16,000 plus \$35,613, the aggregate amount of the DIP Facility outstanding on the Effective Date.
- The funding of the Distribution Trust (as defined in the Plan) with \$3,500 for the benefit of holders of Allowed General Unsecured Claims (as defined in the Plan).
- Payments of administrative, priority and secured claims were made (or will be made) in accordance with the Plan.

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 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, 2015 through March 31, 2016, the date the financial statements were available for issuance.

Recently Issued Accounting Pronouncements

In May 2014, FASB issued new revenue recognition guidance, which will supersede nearly all existing revenue recognition guidance. The core principle of the guidance is that an entity should recognize revenue when it transfers promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. To achieve the core principle, the new guidance implements a five-step process for customer contract revenue recognition. The guidance also requires enhanced disclosures regarding the nature, amount, timing, and uncertainty of revenues and cash flows arising from contracts with customers. This new guidance is effective for the Company for fiscal year 2019. Entities can transition to the new guidance either retrospectively or as a cumulative-effect adjustment as of the date of adoption. Management is currently assessing the impact the new revenue recognition guidance will have on the consolidated financial statements.

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

In April 2015, FASB issued new debt issuance guidance by requiring that debt issuance costs related to a recognized debt liability be presented in the balance sheet as a direct deduction from the carrying amount of that debt liability, consistent with debt discounts. Prior to the issuance of this guidance, debt issuance costs were required to be presented as an asset on the balance sheet. This new guidance will be effective for the Company for fiscal year 2016. The Company will make the appropriate adjustments to be compliant for the fiscal year 2016.

In February 2016, FASB issued new guidance pertaining to accounting for leases. Under this guidance, the Company will be required to recognize the assets and liabilities for the rights and obligations created by leased assets. The new guidance will take effect for the Company in fiscal year 2020. The Company is currently evaluating its leases against the requirements of this pronouncement.

Accounting Impact of Chapter 11 Case

The accompanying financial statements have been prepared in accordance with Topic 852 – “Reorganizations” of the Financial Accounting Standards Board (“FASB”) Accounting Standards Codification (“ASC”) (“ASC 852”) and on a going concern basis, which contemplates continuity of operations, realization of assets and liquidation of liabilities in the ordinary course of business. The Company has experienced increased competition and has incurred significant recurring net losses. Further, the filing of the Chapter 11 Case constituted an event of default or otherwise triggered repayment obligations under the Amended and Restated Credit Agreement (as defined). As a result, all indebtedness outstanding as of the Petition Date became automatically due and payable. Following the Effective Date of the Plan, the ability of the Company to continue as a going concern is contingent upon, among other things, (i) the ability of the Company to generate cash from operations and to maintain adequate cash on hand, and (ii) the Company’s ability to regain lost business and to achieve profitability. There can be no assurance that the Company will be able to successfully achieve these objectives in order to continue as a going concern. The accompanying financial statements do not include any adjustments that might result should the Company be unable to continue as a going concern.

Liabilities subject to compromise in the Balance Sheets relate to certain of the liabilities of the Debtors incurred prior to the Petition Date. In accordance with ASC 852, liabilities subject to compromise are recorded at the estimated amount that is expected to be allowed as pre-petition claims in the Chapter 11 Case, even if they may be settled for lesser amounts in the future. Adjustments may result from negotiations, actions of the Bankruptcy Court, further developments with respect to disputed claims, rejection of executory contracts and unexpired leases, proofs of claim, implementation of a plan of reorganization or other events. Liabilities subject to compromise consisted of the following:

	December 31,	
	2015	2014
Accounts payable	\$ 7,500	\$ 8,628
Other current liabilities	1,549	2,384
Other accrued expenses	38,934	11,050
Current portion LT debt - external	-	176
Current portion LT debt - affiliates	225,116	216,872
Long term debt - external	-	5,046
Total	\$ 273,099	\$ 244,156

All post-petition liabilities have been, and are expected to continue to be satisfied in the ordinary course of business.

The Company was required to accrue interest expense during the Chapter 11 Case only to the extent that it is probable that such interest will be paid pursuant to the proceedings. Given that the Plan does not provide for recovery of interest expense related to the Amended and Restated Credit Agreement (as defined), the Company ceased recording contractual interest expense on the 12% Revolving Grid Note on September 9, 2014, the Petition Date. If the Company had recorded interest expense under its pre-petition contractual agreements, the interest expense during the years ended December 31, 2015 and December 31, 2014 would have been \$29,322 and \$27,790, respectively.

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

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,	
	2015	2014
Unrestricted cash and cash equivalents	\$ 13,341	\$ 10,179
Restricted cash - other	-	2,814
Total	\$ 13,341	\$ 12,993

Cash and cash equivalents at December 31, 2014 included cash related to patron deposits associated with the Company's internet gaming operations. Pursuant to New Jersey Administrative Code ("N.J.A.C") 13:690-1.3(j), the Company maintained a separate New Jersey bank account to ensure security of funds held in patrons' internet gaming accounts. On December 31, 2014, the balance in such bank account was \$1,456. The Company ceased its internet gaming operations during the fourth quarter of 2014.

Restricted cash at December 31, 2014 represented a portion of the unused net proceeds received during 2014 in connection with a donation of certain of its Casino Reinvestment Development Authority ("CRDA") deposits as further disclosed in Note 13. TER Holdings' Amended and Restated Credit Agreement required that net proceeds be reinvested in TER Holdings' casino properties or used to repay borrowings outstanding under the 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 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.

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 is initially stated at cost. In accordance with the Financial Accounting Standards Board's Accounting Standards Codification ("ASC") Topic 360 - "Property, Plant and Equipment" ("ASC 360"), we review our property and equipment for impairment whenever events or changes in

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

circumstances indicate that the recorded carrying value cannot be recovered from the estimated undiscounted future cash flows. When the carrying value of an asset exceeds the associated undiscounted estimated future cash flows, the asset is considered to be impaired and is written down to fair value. See Note 3 for further discussion.

Property and equipment is depreciated on the straight-line method using rates based on the estimated annual useful lives as of December 31, 2015 as follows:

Buildings and building improvements	28 years
Furniture, fixtures and equipment	3 - 7 years

Depreciation expense includes amortization of assets under capital lease obligations.

Intangible Assets

In accordance with ASC Topic 350 – “Intangibles – Goodwill and Other” (“ASC 350”), intangible assets are amortized over their estimated useful lives unless their lives are determined to be indefinite. Intangible assets with indefinite lives are not amortized but are subject to tests for impairment at least annually. ASC 350 requires that impairment tests be performed more frequently than annually if events or circumstances indicate that the value of intangible assets with indefinite lives might be impaired. There was no impairment to the value of the Company’s intangible assets recorded in 2015. See Note 4 regarding intangible asset impairment charges recorded during 2014 resulting from our impairment testing.

Self-Insurance Reserves

Self-insurance reserves represent the estimated amounts of uninsured claims related to 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. See Accounting Impact for Chapter 11 Case section above.

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 Rooms, Food & Beverage and General, Administrative & Other Expenses in the accompanying statements of income and consist of the following:

	Year Ended December 31,	
	2015	2014
Rooms	\$ 9,460	\$ 11,755
Food and beverage	13,906	17,395
Other	2,430	2,165
	\$ 25,796	\$ 31,315

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 cash awards earned by patrons are accrued as the patron earns the points and recorded as Promotional Allowances in the accompanying 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, Taj Associates includes them within Casino Expenses in the accompanying Statements of Income. Such amounts are expensed on the date the award is utilized by the patron.

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

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 \$12,542 and \$15,228 for the years ended December 31, 2015 and 2014, respectively. Such amounts are included within Casino Expenses on the accompanying Statements of Income.

Advertising Expense

Taj Associates expenses advertising costs as they are incurred. Advertising expense was \$1,545 and \$1,901 for the years ended December 31, 2015 and 2014, respectively, and are included within General, Administrative and Other Expenses on the accompanying Statements of Income.

Reclassifications

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

NOTE 3 - PROPERTY AND EQUIPMENT

	December 31,	
	2015	2014
Land and land improvements	\$ 36,180	\$ 36,180
Buildings and building improvements	81,312	106,220
Furniture, fixtures and equipment	36,576	38,413
Construction-in-progress	232	22
	154,300	180,835
Less: accumulated depreciation and amortization	(32,716)	(30,798)
Net property and equipment	\$ 121,584	\$ 150,037

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 is 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.

During 2015 and 2014, in accordance with ASC 360-10-35-21, we performed our annual impairment testing and as a result, we recorded non-cash asset impairment charges of \$22,340 and \$153,851 related to Trump Taj Mahal's long-lived asset group as of September 30, 2015 and 2014, respectively. The non-cash asset impairment charges recognized in connection with the Company's long-lived assets were allocated to the respective asset categories based upon the estimated fair value of the assets. The non-cash asset impairment charges are included within Non-Operating Income (Expense) in the 2015 and 2014 Statements of Income. Also, we reviewed the expected useful lives of the impaired assets and adjusted where appropriate.

NOTE 4 – INTANGIBLE ASSETS

In accordance with ASC 350, the Company reviews its indefinite-lived intangible assets for impairment at least annually and more frequently if events or circumstances indicate that indefinite-lived intangible assets might be impaired.

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

During 2015 and 2014, due to certain circumstances, including the Chapter 11 proceedings, the Company performed interim impairment testing related to its intangible assets as of September 30, 2015 and 2014. Based upon the results of the 2015 testing, there was no impairment to the value of the Company's trademarks, substantially all of which are licensed by the Company from a third party, Trump AC Casino Marks LLC. Based upon the results of the 2014 impairment testing, the Company determined that its trademarks were impaired. As a result, the Company recorded an intangible asset impairment charge totaling \$1,200 for the year ended December 31, 2014. The non-cash impairment charge is included within Non-Operating Income (Expense) in the 2014 Statements of Income.

Intangible assets consist of the following:

	As of December 31, 2015			As of December 31, 2014		
	Gross Carrying Amount	Accumulated Amortization	Net Carrying Amount	Gross Carrying Amount	Accumulated Amortization	Net Carrying Amount
Indefinite-Lived Intangible Assets:						
Trademarks	\$ 7,500		\$ 7,500	\$ 7,500		\$ 7,500

NOTE 5 – DEBT

	December 31,	
	2015	2014
12% Revolving Grid Note - TER Holdings, subject to compromise, due December 31, 2015, interest due and payable monthly	\$ 225,116	\$ 216,872
Capitalized lease obligations, payments due at various dates through 2028, secured by equipment financed, interest rates at 12%	-	5,245
Other debt (financed slot machines)	135	936
Total debt	<u>\$ 225,251</u>	<u>\$ 223,053</u>

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 \$250,000 of advances made by TER Holdings, including any accrued unpaid interest on outstanding advances thereon. As discussed in Note 2 (Accounting Impact of Chapter 11 Case), the Company ceased recording interest on the 12% Grid Note as of September 9, 2014, the Petition Date.

Event of Default

As discussed in Note 1, on September 9, 2014, the Debtors filed voluntary Chapter 11 petitions in the Bankruptcy Court seeking relief under the provisions of Chapter 11 of the Bankruptcy Code. The filing of the Chapter 11 Case constituted an event of default and therefore triggered repayment obligations under the Amended and Restated Credit Agreement (as defined). As a result, all indebtedness outstanding became automatically due and payable. Under the Bankruptcy Code, actions to collect pre-petition indebtedness, as well as most pending litigation, are stayed and other contractual obligations against the Debtors generally were unable to be enforced. Substantially all pre-petition liabilities were subject to settlement under the Plan. As described below, the Company guaranteed the indebtedness under the Amended and Restated Credit Agreement, therefore, the Company has classified its intercompany indebtedness within current liabilities in the accompanying Balance Sheets as of December 31, 2015 and 2014.

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

Guarantees

On July 16, 2010, TER Holdings entered into an Amended and Restated Credit Agreement (the “Amended and Restated Credit Agreement”) with Beal Bank, SSB as original collateral agent and administrative agent, and Icahn Partners and certain related parties as initial lenders. In April 2012, Beal Bank, SSB was replaced as collateral agent and administrative agent by Icahn Agency Services, LLC (“IAS”). Taj Associates, along with Trump Plaza Associates, LLC (“Plaza Associates”) and Trump Marina Associates, LLC (“Marina Associates”), guarantees all amounts outstanding under TER Holdings’ Amended and Restated Credit Agreement on a joint and several basis. The Amended and Restated Credit Agreement was secured by substantially all of the assets of TER Holdings and its subsidiaries, including Taj Associates, on a priority basis. At December 31, 2015, TER Holdings had outstanding borrowings of \$285,590 under the Amended and Restated Credit Agreement, all of which were accelerated as a result of the filing of the Chapter 11 Case. As discussed in Note 1, on the Effective Date (February 26, 2016), pursuant to the Plan, the indebtedness under the Amended and Restated Credit Agreement in the amount of \$285,590 was extinguished and converted into 100% of TER’s New Common Stock.

Taj Associates was a co-borrower under the DIP Agreement, which became effective on February 5, 2015, and was jointly liable with the other Debtors for principal and interest on the DIP Term Loans and all other amounts due thereunder, as described in Note 1 above. The indebtedness under the DIP Agreement was repaid through term loans made on the Effective Date under the new Credit Agreement described in Note 1.

As of December 31, 2015, long-term debt and capitalized lease obligations matured as follows:

	Long- Term Debt	Capitalized Lease Obligations	Total
2015	\$ 137	\$ -	\$ 137
2016	-	-	-
2017	-	-	-
2018	-	-	-
2019	-	-	-
Thereafter	-	-	-
Total minimum payments	137	-	137
Less: amount representing interest	(2)	-	(2)
Total value of principal payments	<u>\$ 135</u>	<u>\$ -</u>	<u>\$ 135</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 subsidiary 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’ parent company.

State Income Taxes

Under the New Jersey Casino Control Act (the “Act”), the Company is required to file New Jersey corporation business tax returns. At December 31, 2015, the Company has state net operating loss carryforwards of \$609,000 available to offset future taxable income. The New Jersey state net operating loss carryforwards expire from 2029 through 2035.

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

There was no state income tax provision during the years ended December 31, 2015 and 2014.

At December 31, 2015, the Company had unrecognized tax benefits of approximately \$525. 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, 2014	\$ 509
Increases (decreases) related to current year tax positions	19
Increases (decreases) related to prior years tax positions	-
Decreases related to settlements with taxing authorities	-
Decreases resulting from the expiration of statutes of limitations	(3)
Unrecognized tax benefits at December 31, 2015	<u>\$ 525</u>

The Company recognizes interest accrued related to unrecognized tax benefits in interest expense and penalties as a component of income tax expense. The Company did not recognize any potential interest associated with uncertain tax positions during the years ended December 31, 2015 and 2014.

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

	<u>December 31,</u>	
	<u>2015</u>	<u>2014</u>
Deferred tax assets:		
Accruals and prepayments	\$ 2,140	\$ 2,636
Basis differences in property and equipment, net	42,293	42,535
Basis differences in intangible and other assets	4,532	5,039
Net operating loss carryforwards	<u>35,625</u>	<u>30,862</u>
	84,590	81,072
Less: Valuation allowance	<u>(84,590)</u>	<u>(81,005)</u>
	<u>-</u>	<u>67</u>
Deferred tax liabilities:		
Other	-	(67)
	<u>-</u>	<u>(67)</u>
Net deferred income tax liability	<u>\$ -</u>	<u>\$ -</u>

State Income Tax Audits

Tax years 2011 through 2015 remain subject to examination by state tax authorities.

Potential Chapter 11 Case Implications

If the Company's debt is reduced or restructured as a result of the Chapter 11 Case, the Company anticipates that it would recognize "cancellation of indebtedness" income and as a result, the Company could be required to reduce certain tax attributes such as NOLs and the tax basis of its assets. Any such reduction could result in increased future tax liabilities for the Company.

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

NOTE 7 - PROPERTY TAXES

2014 Property Tax Payments

The Company did not pay the balance of 2014 property taxes in the amount of \$17,107 to the City of Atlantic City (the “City”) when due. As a result, the City requested and received approval from the Bankruptcy Court to offer for sale to third parties the tax lien certificates secured by Trump Taj Mahal. The Company understands that the tax lien certificates were sold by the City in the fourth quarter 2014. The above balance is included in Other Accrued Expenses on the accompanying Balance Sheets. Although these amounts were outstanding as of December 31, 2015, note that all outstanding amounts, including all property taxes due for 2015, have been satisfied as of the date of this report filing.

Property Tax Expense

Property taxes of \$17,126 and \$27,637 are recorded within General, Administrative and Other Expenses on the accompanying Statements of Income for the years ended December 31, 2015 and 2014.

2014 Property Tax Assessment Settlement

As previously disclosed, during early 2014, Taj Associates and Plaza Associates had agreed in principle with the City of Atlantic City (the “City”) with respect to reductions to the real estate tax assessments related to Trump Taj Mahal and Trump Plaza for 2014 and 2015. Under the terms of a draft settlement agreement, the City reduced the aggregate real estate tax assessments for the 2014 and 2015 tax years to \$825.0 million for Trump Taj Mahal and \$210.0 million for Trump Plaza. Taj Associates and Plaza Associates would have been precluded by the terms of the draft settlement agreement, from appealing or otherwise contesting such assessments for 2014 and 2015, provided that the City did not complete a city-wide real property revaluation for the 2015 tax year and/or the assessments for Trump Taj Mahal and Trump Plaza were consistent with the amounts the City assessed. The reduced assessments were to become effective as of the beginning of the 2014 tax year.

The Company did not and will not enter into the settlement agreement with the City, due in part to the significant and unanticipated increase in the 2014 property tax rate and other material provisions of the proposed agreement. As a result, the Company’s appeal of the 2014 real estate tax assessments is still pending.

2015 Property Tax Assessment Reduction

In February 2015, the Company received its Notices of Property Tax Assessments for 2015 from the Atlantic City Assessor, which reduced the aggregate real estate tax assessment to \$500 million for Trump Taj Mahal. However, the Company appealed this assessment and that appeal is still pending.

2016 Property Tax Assessment Reduction

In February 2016, the Company received its Notices of Property Tax Assessments for 2016 from the Atlantic City Assessor, which further reduced the aggregate real estate tax assessment to \$225 million for Trump Taj Mahal. The Company has also appealed this assessment.

NOTE 8 - 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.

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

- 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.

The fair value measurements relating to the Company's long-lived assets were determined using inputs within Level 2 of ASC 820's hierarchy. The fair value measurements relating to the Company's trademarks were determined using inputs within Level 3 of ASC 820's hierarchy. For Level 3 fair value measurements, the Company used a relief from royalty method to estimate the fair value of the assets. The Company's assessment of the significance of a particular input to the fair value measurement requires judgment, and may affect the valuation of assets and liabilities and their placement within the fair value hierarchy. The amounts recorded related to the long-lived assets and trademarks are classified within net property and equipment and other assets on the accompanying Balance Sheets as of December 31, 2015 and 2014.

Balances Measured at Fair Value

	December 31, 2015				December 31, 2014			
	Balance	Level 1	Level 2	Level 3	Balance	Level 1	Level 2	Level 3
CRDA bonds and deposits	\$ 10,682	—	—	\$ 10,682	\$ 9,133	—	—	\$ 9,133

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, 2015 and 2014. CRDA investments are discussed further in Note 13.

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.

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

	December 31, 2015			
	Amount Outstanding	Carrying Value	Estimated Fair Value	Fair Value Hierarchy
12% Grid Note	\$ 225,116	\$ 225,116	\$ 225,116	Level 2
	December 31, 2014			
	Amount Outstanding	Carrying Value	Estimated Fair Value	Fair Value Hierarchy
12% Grid Note	\$ 216,872	\$ 216,872	\$ 216,872	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, 2015 and 2014.

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

NOTE 9 - OTHER ACCRUED EXPENSES

	<u>December 31,</u>	
	<u>2015</u>	<u>2014</u>
Accrued payroll and related taxes	\$ 4,162	\$ 4,021
Accrued CRDA obligation	464	528
Accrued AC Alliance fees	3,485	1,244
Accrued IRS penalty (a)	10,000	10,000
Accrued real estate taxes	17,145	17,107
Accrued Thermal Energy Settlement (see Note 13) (a)	27,784	-
Professional fees related to Property Tax Settlement (a)	1,638	1,250
Other (a) (b)	2,002	2,119
Total	<u>\$ 66,680</u>	<u>\$ 36,269</u>

(a) Includes amounts which are subject to compromise

(b) None of the individual components of Other exceed 5% of the total.

NOTE 10 – OTHER CURRENT LIABILITIES

	<u>December 31,</u>	
	<u>2015</u>	<u>2014</u>
Self insurance reserves (a)	\$ 6,995	\$ 8,714
Unredeemed chips and tokens	1,256	1,169
Trump One Card liability	1,046	596
Real Estate Tax Interest	1,617	-
Due to Affiliates	590	-
Deferred income	23	235
Other (b)	1,288	891
Total	<u>\$ 12,815</u>	<u>\$ 11,605</u>

(a) Includes amounts which are subject to compromise.

(b) None of the individual components of Other exceed 5% of the total.

NOTE 11 – TRANSACTIONS WITH AFFILIATES

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

	<u>December 31,</u>	
	<u>2015</u>	<u>2014</u>
Plaza Associates	\$ (15)	\$ (3,570)
Marina Associates	-	(1,345)
TER	605	431
Total	<u>\$ 590</u>	<u>\$ (4,484)</u>

Taj 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 Taj Associates and Plaza Associates. Amounts allocated from Trump Administration to Taj Associates are included in Other Charges from Affiliates on the accompanying Statements of

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

Income. In addition, Trump Administration allocated expenses associated with such services to Plaza Associates totaling \$1,720 during the year ended December 31, 2014. There were no expenses allocated to Trump Plaza Associates for the year ended December 31, 2015, as Trump Plaza was closed for business effective September 16, 2014. Effective January 1, 2015, Trump Administration's expenses have been allocated entirely to Taj Associates.

During December 2015, the Company elected to equitize certain intercompany balances with its affiliates that were previously classified as receivables. The offset to this was additional Contributed Capital. This amount is shown separately on the accompanying Statement of Changes in Partners', Proprietor's or Members' Equity.

NOTE 12 - NON-OPERATING INCOME (EXPENSE)

Non-operating income (expense) for the years ended December 31, 2015 and 2014 consists of the following:

	<u>December 31,</u>	
	<u>2015</u>	<u>2014</u>
Interest income	\$ 266	\$ 316
Asset impairment charge	(22,340)	(153,851)
Trademark impairment charge	-	(1,200)
Recognition of online gaming deferred revenue	-	7,454
IRS penalty	-	(10,000)
Thermal Energy Settlement	(20,598)	-
Other	(229)	554
Total	<u>\$ (42,901)</u>	<u>\$ (156,727)</u>

NOTE 13 - COMMITMENTS & CONTINGENCIES

Leases

The Company has entered into leases for certain property and various equipment under operating leases. Rent expense for the years ended December 31, 2015 and 2014 was \$2,748 and \$2,700, respectively.

Future minimum lease payments under noncancellable operating leases as of December 31, 2015 are as follows:

2016	\$ 215
2017	-
2018	-
2019	-
2020	-
Thereafter	-
Total minimum payments	<u>\$ 215</u>

Certain of these leases contain options to purchase the leased properties at various prices throughout the lease terms. Certain of these leases have been rejected in connection with the Chapter 11 Case, and the amounts set forth herein do not take into account any such rejection.

Chapter 11 Case

On September 9, 2014 (the "Petition Date"), TER and its subsidiaries (collectively, the "Debtors"), filed voluntary Chapter 11 petitions in the United States Bankruptcy Court for the District of Delaware in Wilmington, Delaware (the "Bankruptcy Court"), seeking relief under the provisions of Chapter 11 of title 11 of the United States Code (the "Bankruptcy Code"). The Debtors' Chapter 11 cases were jointly administered under the caption *In re: Trump*

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

Entertainment Resorts, Inc., et al., Debtors, Chapter 11 Case Nos.14-12103 through 14-12110 (KG) (collectively, the “Chapter 11 Case”). On February 26, 2016, the Effective Date, the Debtors’ Plan of Reorganization (the “Plan”), which had previously been confirmed by order of the Bankruptcy Court, became effective and certain transactions contemplated by the Plan were consummated. See Note 1 for additional information.

Unfair Labor Practice Charges

In addition to appealing the CBA Order, which authorized the Company and the other Debtors to reject the collective bargaining agreement with Local 54 and implement modified terms of employment for Local 54 members, Local 54 also filed an unfair labor practice charge (“ULP”) with the National Labor Relations Board (“NLRB”) on December 23, 2014, challenging the Company’s actions taken in accordance with the CBA Order. This ULP named both Trump Taj Mahal and Carl Icahn as employers, alleging the existence of a joint employer relationship. Local 54 asserted that the employers unilaterally, and without bargaining to impasse, changed the terms and conditions of employment for Local 54’s members in violation of the National Labor Relations Act (the “NLRA”). The Company responded to these allegations by calling the NLRB’s attention to the Bankruptcy Court’s CBA Order, which expressly authorized Trump Taj Mahal to take the actions it did. On February 18, 2015, notwithstanding the CBA Order, the NLRB issued a determination that Trump Taj Mahal violated Section 8(a)(5) of the NLRA by unilaterally implementing changes to the terms and conditions of employment for members of Local 54. However, the Regional Director of the NLRB submitted the case to the NLRB’s Division of Advice in Washington for a determination as to when to issue a complaint against the Company in light of Local 54’s pending appeal of the CBA Order before the United States Court of Appeals for the Third Circuit. The Company was advised that the NLRB was holding in abeyance the filing of a complaint with respect to this ULP charge pending resolution of the appeal of the CBA Order. The NLRB staff also sought advice from Washington with respect to the issue of whether Carl Icahn and Trump Taj Mahal are joint employers and the NLRB’s Division of Advice reached a determination that Mr. Icahn and Trump Taj Mahal should be considered joint employers. The Company intends to contest this determination if the NLRB proceeds with a complaint in this matter.

Prior to the NLRB’s February 18, 2015 determination with respect to the above-referenced ULP, the Union amended its charge to also allege that Trump Taj Mahal and Carl Icahn engaged in surface bargaining, in violation of the NLRA. Further, since January 2015, Local 54 has continued to file numerous additional ULPs (some of which have been withdrawn) against Trump Taj Mahal and Carl Icahn alleging various violations of the collective bargaining agreement, some of which relate to the implementation of the CBA Order but most of which involve questions of contract interpretation. The NLRB has upheld all of the charges filed and not withdrawn by Local 54 but to date no complaints have been served on the Company.

The Company intends to vigorously defend the ULP charges asserted by Local 54. The Company cannot predict what action the NLRB may ultimately take with regard to these matters or the impact on the Company of any such action.

Thermal Energy Settlement Agreement

Prior to the Petition Date, TER Holdings and Thermal Energy Limited Partnership I (“Thermal Energy”), through their respective predecessors in interest, entered into the Thermal Energy Service Agreement, dated as of June 30, 1996 (as may have been amended, modified, extended or supplemented from time to time, the “Taj Mahal Energy Services Agreement”). As a result of an extension agreement, the terms of the Taj Mahal Energy Services Agreement had been extended until the end of December 2027. Pursuant to the Taj Mahal Energy Services Agreement, Thermal Energy sold to TER Holdings steam and chilled water for the Trump Taj Mahal. On February 20, 2015, the Debtors filed a motion (the “Rejection Motion”) with the Bankruptcy Court for the entry of an order authorizing the Debtors to reject the Taj Mahal Energy Services Agreement and no longer requiring Thermal Energy to perform applicable services. Subsequent to the filing of the Rejection Motion, the Debtors reached a global settlement in principle with Thermal Energy regarding the relief requested in the Rejection Motion and the allowance and treatment of certain proofs of claim filed by Thermal Energy against the Debtors in the Chapter 11 Cases and mutual releases in connection therewith. Pursuant to an order of the Bankruptcy Court dated March 12, 2015, to which Thermal Energy consented as part of this global settlement with the Debtors, the Debtors rejected the Taj Mahal Energy Services Agreement effective as of March 31, 2015. On April 21, 2015, an order approving terms

TRUMP TAJ MAHAL ASSOCIATES, LLC
NOTES TO FINANCIAL STATEMENTS
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of the settlement agreement was entered by the Bankruptcy Court. As a result, Thermal Energy was entitled to assert a general unsecured claim against Taj Associates in the aggregate amount of \$27,496 and an Allowed Administrative Expense Claim pursuant to section 503(b)(9) of the Bankruptcy Code in the amount of \$287. In addition, Trump Taj Mahal made payment of \$81 to Thermal Energy which vested the Debtors with all right, title and interest in and to the equipment located in the Thermal Energy production facilities. The approved amounts of the Thermal Energy claims are included in Non-Operating Income/(Expense) on the accompanying Statements of Income for the year ended December 31, 2015, and Other Accrued Expenses on the accompanying Balance Sheet. In addition, the remaining liabilities related to the Taj Mahal Energy Services Agreement were written off in the second quarter 2015 and are included in Non-Operating Income/(Expense) on the Statements of Income for the year ended December 31, 2015.

Legal Proceedings

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 Taj Mahal closed to the public on October 28, 2012. Although Superstorm Sandy made landfall in close proximity to Atlantic City, Trump Taj Mahal sustained minor physical damage and was able to reopen on November 2, 2012. The Company’s results of operations were 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 \$9,600 with its insurance carriers relating to losses incurred through March 31, 2013 in connection with Superstorm Sandy. The Company has calculated the adverse impact that it believes the storm 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.

As a result, on October 29, 2015, TER and its subsidiaries (including the Company) filed a lawsuit in the Superior Court of New Jersey—Atlantic County against the two insurance carriers for benefits under the insurance policies, as a result of Superstorm Sandy, which have not been paid. The lawsuit alleges Breach of Contract and Breach of Implied Covenant of Good Faith and Fair Dealing against both insurance carriers. TER is seeking compensatory damages, consequential damages, pre-judgment interest and post-judgment interest, cost of suit, attorneys’ fees and such other relief as the court may deem equitable and just. We are currently in the early stages of Discovery requests.

Other Legal Proceedings

Taj Associates and certain of its employees are involved from time to time in various legal proceedings incidental to the Company’s business. While any proceeding or litigation contains an element of uncertainty, management believes that the final outcomes of these matters are not likely to have a material adverse effect on the Company’s results of operations or financial condition. In general, the Company has agreed to indemnify such persons, and its directors, against any and all losses, claims, damages, expenses (including reasonable costs, disbursements and counsel fees) and liabilities (including amounts paid or incurred in satisfaction of settlements, judgments, fines and penalties) incurred by them in said legal proceedings absent a showing of such persons’ gross negligence or malfeasance.

In addition, see Note 1 for information about the Company’s Chapter 11 bankruptcy proceedings.

TRUMP TAJ MAHAL ASSOCIATES, LLC
NOTES TO FINANCIAL STATEMENTS
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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 the Taj Mahal 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.

Casino Reinvestment Development Authority Obligations

As required by the provisions of the 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.

For the years ended December 31, 2015 and 2014, the Company charged to operations \$444 and \$7,503, respectively, to reflect reductions in the estimated net realizable value of certain CRDA deposits due to certain transactions and to give effect to the below market interest rates associated with CRDA deposits and bonds.

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

	December 31,	
	2015	2014
CRDA deposits, net of allowances of \$2,269 and \$1,412, respectively	\$ 4,539	\$ 2,831
CRDA bonds, net of allowances of \$2,392 and \$2,392, respectively	6,143	6,302
	\$ 10,682	\$ 9,133

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 March 2014, and in conformance with that policy, the Company requested that the CRDA approve a cash-back credit in the amount of \$9,870 in exchange for a donation of \$29,563 of gross deposits previously made by Trump Taj Mahal to the CRDA Atlantic City Housing and Community Development Fund and the Atlantic City Tourism District and Community Development Fund (the

TRUMP TAJ MAHAL ASSOCIATES, LLC
NOTES TO FINANCIAL STATEMENTS
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“CRDA Transaction”). By resolution dated March 18, 2014, the CRDA approved the CRDA Transaction. On April 23, 2014, the Company received \$9,870 from the CRDA representing the cash-back donation credit. The Company recognized \$7,800 of expense during 2014 to record the deposits donated at their net realizable value.

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. 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, 2015, the Company recognized \$2,240 of expense related to its portion of the \$30,000 contribution for 2015. During the year ended December 31, 2014, the Company recognized \$2,448 of expense related to its portion of the \$30,000 contribution for 2014. As of December 31, 2015, the Company had made payments for all periods billed through June 30, 2014. Unpaid amounts for July 2014 through December 2015 have been accrued and are included in Other Accrued Expenses on the accompanying Balance Sheets. Although these amounts were outstanding as of December 31, 2015, note that all outstanding amounts have been satisfied as of the date of this report filing.

NOTE 14 - 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, 2015 and 2014.

As discussed in Note 1, in connection with the CBA Order of the Bankruptcy Court which allowed the Debtors to cease making contributions to the pension fund for Local 54 members, the Company amended its 401(k) plan in 2015 to allow participation of Local 54 members, with the Company matching contributions up to 1% of each participating employee’s compensation per year. Matching contributions for the Local 54 employer-sponsored 401(k) plan for the year ended December 31, 2015 were \$1.

Multi-Employer Pension Plans

The Company has historically participated in several multi-employer pension plans. Under applicable federal law, when an employer contributing to a multi-employer pension plan completely ceases participating in the plan at a time while the plan is underfunded, the employer becomes subject to payment of such employer’s assessed share of the aggregate unfunded vested benefits of the plan, referred to as “withdrawal liability”. 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 such withdrawal liability depends, among other things, on the nature and timing of any triggering events and the funded status of the applicable multi-employer pension plan at the time.

Approximately 1,000 of the Company’s hotel and restaurant employees are represented by Local 54. Pursuant to the Company’s former collective bargaining agreement with Local 54, until the CBA Order was issued in October 2014, the Company participated in the National Retirement Fund (the “Fund”), a multiemployer pension plan, for the benefit of employees who are members of Local 54. 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

TRUMP TAJ MAHAL ASSOCIATES, LLC
NOTES TO FINANCIAL STATEMENTS
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2006. In connection with this certification, the Fund's board of trustees adopted a rehabilitation plan effective on April 1, 2010 (the "Rehabilitation Plan"), which provided for certain increases in employer contributions and, in some cases, a reduction in participant benefits. As discussed in Note 1, in accordance with the CBA Order, the Bankruptcy Court granted the Debtors relief from certain terms of the collective bargaining agreement with Local 54, including the obligation to make pension contributions to the Fund, and accordingly the Debtors ceased making contributions to the Fund, thereby withdrawing from the Fund. On account of the withdrawal from the Fund, the Fund made a claim for withdrawal liability in the amount of \$196,740. The Company and the Fund agreed that this claim would be treated as a general unsecured claim in the Company's Chapter 11 Case.

The Company's pension contributions to the Fund during the years ended December 31, 2015 and 2014 were \$0 and \$2,833, respectively. The Company's pension contributions to the Fund did not exceed 5% of the Fund's total contributions during the years ended December 31, 2015 and 2014.

Contributions to other multi-employer pension plans during the years ended December 31, 2015 and 2014 were \$523 and \$463, respectively.

NOTE 15 – SUBSEQUENT EVENTS

Emergence from Bankruptcy

As discussed in Note 1, on January 15, 2016, the Court of Appeals entered its judgment in the CBA Appeal which affirmed the CBA Order issued by the Bankruptcy Court. This ruling allowed the Company to move forward with emergence from bankruptcy. Local 54 may file a petition for certiorari with the United States Supreme Court seeking review of the Court of Appeals' decision by April 14, 2016 (subject to extension with court approval).

As discussed in Note 1, on February 26, 2016, the Effective Date of the Plan occurred and the transactions contemplated by the Plan were consummated. As a result, IEH Investments I, LLC, a subsidiary of Icahn Enterprises, LP, became the 100% owner of reorganized TER.

DIP Agreement Amendment

As discussed in Note 1, on February 17, 2016, the Bankruptcy Court entered an order approving the fourth amendment to the DIP Agreement which increased the authorized amount of the DIP Facility from \$39,100 to \$44,300. This increase was to allow the Debtors to pay outstanding real estate taxes and interest for the first quarter of 2016. The indebtedness under the DIP Agreement was repaid on the Effective Date with proceeds of new term loans.

Tropicana Entertainment Management Agreement

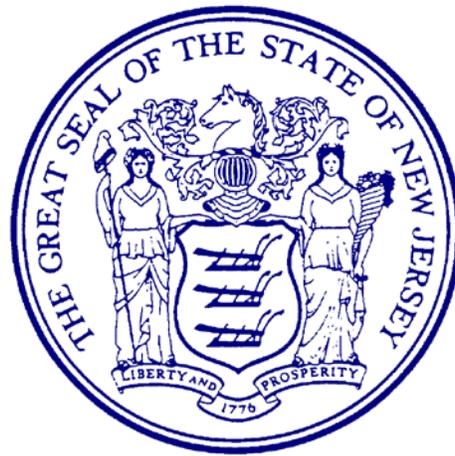
On March 2, 2016, Trump Taj Mahal Associates, LLC and TEI Management Services LLC ("TEI") filed a joint petition with the DGE for approval of a management agreement dated March 1, 2016, by and between Taj Associates, TEI and IEH Investments I, LLC. Upon approval of that certain management agreement, Trump Taj Mahal will be managed by TEI, a subsidiary of Tropicana Entertainment Inc., which runs eight casinos, including Tropicana in Atlantic City. The petition was approved by the DGE on April 13, 2016.

TRUMP TAJ MAHAL ASSOCIATES, LLC

ANNUAL FILINGS

FOR THE YEAR ENDED DECEMBER 31, 2015

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



**OFFICE OF FINANCIAL INVESTIGATIONS
REPORTING MANUAL**

TRUMP TAJ MAHAL ASSOCIATES, LLC
ANNUAL SCHEDULE OF RECEIVABLES AND PATRONS' CHECKS
FOR THE YEAR ENDED DECEMBER 31, 2015

(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.....	\$1,455		
2	Returned Patrons' Checks.....	5,703		
3	Total Patrons' Checks.....	7,158	\$5,222	\$1,936
4	Hotel Receivables.....	1,122	102	\$1,020
	Other Receivables:			
5	Receivables Due from Officers and Employees....			
6	Receivables Due from Affiliates.....			
7	Other Accounts and Notes Receivables.....	1,195		
8	Total Other Receivables.....	1,195		\$1,195
9	Totals (Form DGE-205).....	\$9,475	\$5,324	\$4,151

UNDEPOSITED PATRONS' CHECKS ACTIVITY		
Line (f)	Description (g)	Amount (h)
10	Beginning Balance (January 1).....	\$1,369
11	Counter Checks Issued.....	46,407
12	Checks Redeemed Prior to Deposit.....	(33,937)
13	Checks Collected Through Deposits.....	(10,889)
14	Checks Transferred to Returned Checks.....	(1,495)
15	Other Adjustments.....	
16	Ending Balance.....	\$1,455
17	"Hold" Checks Included in Balance on Line 16.....	0
18	Provision for Uncollectible Patrons' Checks.....	\$596
19	Provision as a Percent of Counter Checks Issued.....	1.3%

TRUMP TAJ MAHAL ASSOCIATES, LLC

ANNUAL EMPLOYMENT AND PAYROLL REPORT

AT DECEMBER 31, 2015

(\$ 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	468			
2	Slot Machines	62			
3	Administration	4			
4	Casino Accounting	87			
5	Simulcasting	0			
6	Other	6			
7	Total - Casino	627	\$14,502	\$122	\$14,624
8	ROOMS	310	7,166	327	7,493
9	FOOD AND BEVERAGE	573	12,800		12,800
10	GUEST ENTERTAINMENT	40	1,575		1,575
11	MARKETING	74	3,122	302	3,424
12	OPERATION AND MAINTENANCE	179	6,667		6,667
	ADMINISTRATIVE AND GENERAL:				
13	Executive Office	0	0		0
14	Accounting and Auditing	42	1,583		1,583
15	Security	173	5,302		5,302
16	Other Administrative and General	56	2,958		2,958
	OTHER OPERATED DEPARTMENTS:				
17	Transportation	79	1,311		1,311
18	Health Spa	8	217		217
19	Retail Operations	11	210		210
20					0
21					0
22					0
23	TOTALS - ALL DEPARTMENTS	2,172	\$57,413	\$751	\$58,164