

**TRUMP PLAZA ASSOCIATES
QUARTERLY REPORT**

FOR THE QUARTER ENDED DECEMBER 31, 2006

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



**DIVISION OF FINANCIAL EVALUATION
REPORTING MANUAL**

TRUMP PLAZA ASSOCIATES

BALANCE SHEETS

AS OF DECEMBER 31, 2006 AND 2005

(UNAUDITED)
(\$ IN THOUSANDS)

Line (a)	Description (b)	Notes	2006 (c)	2005 (d)
	<u>ASSETS:</u>			
	Current Assets:			
1	Cash and Cash Equivalents.....		\$25,876	\$21,092
2	Short-Term Investments.....			
3	Receivables and Patrons' Checks (Net of Allowance for Doubtful Accounts - 2006, \$4,946; 2005, \$5,513).....		12,719	11,993
4	Inventories		2,618	2,151
5	Other Current Assets.....		3,299	3,401
6	Total Current Assets.....		44,512	38,637
7	Investments, Advances, and Receivables.....	14	15,208	13,188
8	Property and Equipment - Gross.....	2,3	405,761	368,213
9	Less: Accumulated Depreciation and Amortization.....	2,3	(29,895)	(10,586)
10	Property and Equipment - Net.....	2,3	375,866	357,627
11	Other Assets.....	2,4,9	93,548	94,700
12	Total Assets.....	4	\$529,134	\$504,152
	<u>LIABILITIES AND EQUITY:</u>			
	Current Liabilities:			
13	Accounts Payable.....	8	\$5,481	\$9,081
14	Notes Payable.....			
	Current Portion of Long-Term Debt:			
15	Due to Affiliates.....			
16	External.....	5	2,416	8,745
17	Income Taxes Payable and Accrued.....	7	5,641	4,671
18	Other Accrued Expenses.....	8,10	36,576	18,316
19	Other Current Liabilities.....	11	9,496	9,126
20	Total Current Liabilities.....		59,610	49,939
	Long-Term Debt:			
21	Due to Affiliates.....	2,5,6,8	308,153	287,500
22	External.....	5	0	2,183
23	Deferred Credits			
24	Other Liabilities.....	7	22,542	23,249
25	Commitments and Contingencies.....	14		
26	Total Liabilities.....		390,305	362,871
27	Stockholders', Partners', or Proprietor's Equity.....	2,9	138,829	141,281
28	Total Liabilities and Equity.....		\$529,134	\$504,152

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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

STATEMENTS OF INCOME

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2006 AND 2005

(UNAUDITED)
(\$ IN THOUSANDS)

Line (a)	Description (b)	Notes	2006 (c)	2005 (d)
	Revenue:			
1	Casino.....		\$298,191	\$299,651
2	Rooms.....		23,713	23,561
3	Food and Beverage.....		35,392	37,789
4	Other.....		9,906	11,188
5	Total Revenue.....		367,202	372,189
6	Less: Promotional Allowances.....	2	88,437	98,798
7	Net Revenue.....		278,765	273,391
	Costs and Expenses:			
8	Cost of Goods and Services.....		163,018	168,323
9	Selling, General, and Administrative.....	14	67,162	64,849
10	Provision for Doubtful Accounts.....		1,670	1,868
11	Total Costs and Expenses.....		231,850	235,040
12	Gross Operating Profit.....		46,915	38,351
13	Depreciation and Amortization.....		20,008	18,725
	Charges from Affiliates Other than Interest:			
14	Management Fees.....			
15	Other.....	12	4,767	4,155
16	Income (Loss) from Operations.....		22,140	15,471
	Other Income (Expenses):			
17	Interest Expense - Affiliates.....	2,5,9	(24,760)	(35,417)
18	Interest Expense - External.....	5	(2,312)	(2,774)
19	CRDA Related Income (Expense) - Net.....	14	(1,373)	(1,431)
20	Nonoperating Income (Expense) - Net.....	2	855	18,103
21	Total Other Income (Expenses).....		(27,590)	(21,519)
22	Income (Loss) Before Taxes and Extraordinary Items.....		(5,450)	(6,048)
23	Provision (Credit) for Income Taxes.....	7	1,145	1,470
24	Income (Loss) Before Extraordinary Items.....		(6,595)	(7,518)
	Extraordinary Items (Net of Income Taxes -			
25	2006, \$ 0; 2005, \$ 79,365).....	9	0	79,365
26	Net Income (Loss).....		(\$6,595)	\$71,847

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

STATEMENTS OF INCOME

FOR THE THREE MONTHS ENDED DECEMBER 31, 2006 AND 2005

(UNAUDITED)
(\$ IN THOUSANDS)

Line (a)	Description (b)	Notes	2006 (c)	2005 (d)
	Revenue:			
1	Casino.....		\$72,089	\$68,290
2	Rooms.....		5,792	5,506
3	Food and Beverage.....		7,855	8,537
4	Other.....		2,008	2,231
5	Total Revenue.....		87,744	84,564
6	Less: Promotional Allowances.....	2	20,257	21,903
7	Net Revenue.....		67,487	62,661
	Costs and Expenses:			
8	Cost of Goods and Services.....		38,820	40,684
9	Selling, General, and Administrative.....		16,732	17,065
10	Provision for Doubtful Accounts.....		271	673
11	Total Costs and Expenses.....		55,823	58,422
12	Gross Operating Profit.....		11,664	4,239
13	Depreciation and Amortization.....		4,859	4,198
	Charges from Affiliates Other than Interest:			
14	Management Fees.....			
15	Other.....	12	1,238	897
16	Income (Loss) from Operations.....		5,567	(856)
	Other Income (Expenses):			
17	Interest Expense - Affiliates.....	2,5,9	(6,175)	(6,153)
18	Interest Expense - External.....	5	(513)	(492)
19	CRDA Related Income (Expense) - Net.....	14	(341)	(325)
20	Nonoperating Income (Expense) - Net.....	2	202	244
21	Total Other Income (Expenses).....		(6,827)	(6,726)
22	Income (Loss) Before Taxes and Extraordinary Items.....		(1,260)	(7,582)
23	Provision (Credit) for Income Taxes.....	7	272	(591)
24	Income (Loss) Before Extraordinary Items.....		(1,532)	(6,991)
	Extraordinary Items (Net of Income Taxes -			
25	2006, \$ 0; 2005, \$ 0).....		0	0
26	Net Income (Loss).....		(\$1,532)	(\$6,991)

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

STATEMENTS OF CHANGES IN PARTNERS' OR PROPRIETOR'S EQUITY

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2005
AND THE TWELVE MONTHS ENDED DECEMBER 31, 2006

(UNAUDITED)
(\$ IN THOUSANDS)

Line (a)	Description (b)	Notes	Contributed Capital (c)	Accumulated Earnings (Deficit) (d)	Capital Withdrawals (e)	Total Equity (Deficit) (f)
1	Balance, December 31, 2004.....		\$191,040	(\$233,658)	(\$87,889)	(\$130,507)
2	Net Income (Loss) - 2005.....			71,847		71,847
3	Capital Contributions.....					0
4	Capital Withdrawals.....					0
5	Partnership Distributions.....		(569)			(569)
6	Prior Period Adjustments.....					0
7	Recapitalization of Company		(40,360)	152,942	87,889	200,471
8	Restricted Stock Compensation		39			39
9						0
10	Balance, December 31, 2005.....		150,150	(8,869)	0	141,281
11	Net Income (Loss) - 2006.....			(6,595)		(6,595)
12	Capital Contributions.....		4,000			4,000
13	Capital Withdrawals.....					0
14	Partnership Distributions.....					0
15	Prior Period Adjustments.....					0
16	Restricted Stock Compensation		143			143
17						0
18						0
19	Balance, December 31, 2006.....		\$154,293	(\$15,464)	\$0	\$138,829

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

STATEMENTS OF CASH FLOWS

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2006 AND 2005

(UNAUDITED)
(\$ IN THOUSANDS)

Line (a)	Description (b)	Notes	2006 (c)	2005 (d)
1	CASH PROVIDED (USED) BY OPERATING ACTIVITIES..		\$28,174	\$36,021
	CASH FLOWS FROM INVESTING ACTIVITIES:			
2	Purchase of Short-Term Investments			
3	Proceeds from the Sale of Short-Term Investments			
4	Cash Outflows for Property and Equipment.....		(36,476)	(41,680)
5	Proceeds from Disposition of Property and Equipment.....			
6	CRDA Obligations		(3,393)	(3,907)
7	Other Investments, Loans and Advances made.....			(13,525)
8	Proceeds from Other Investments, Loans, and Advances			
9	Cash Outflows to Acquire Business Entities.....		0	0
10	Casino Reinvestment Obligation Donation.....			26
11				
12	Net Cash Provided (Used) By Investing Activities.....		(39,869)	(59,086)
	CASH FLOWS FROM FINANCING ACTIVITIES:			
13	Proceeds from Short-Term Debt			
14	Payments to Settle Short-Term Debt.....		(8,521)	(13,258)
15	Proceeds from Long-Term Debt			
16	Costs of Issuing Debt.....			
17	Payments to Settle Long-Term Debt.....			
18	Cash Proceeds from Issuing Stock or Capital Contributions...		4,000	36,932
19	Purchases of Treasury Stock.....			
20	Payments of Dividends or Capital Withdrawals.....			
21	Intercompany Advances		21,000	
22	Repayment of Intercompany Advances			
23	Net Cash Provided (Used) By Financing Activities.....		16,479	23,674
24	Net Increase (Decrease) in Cash and Cash Equivalents.....		4,784	609
25	Cash and Cash Equivalents at Beginning of Period.....		21,092	20,483
26	Cash and Cash Equivalents at End of Period.....		\$25,876	\$21,092
	CASH PAID DURING PERIOD FOR:			
27	Interest (Net of Amount Capitalized).....	8	\$9,056	\$2,840
28	Income Taxes.....	8	\$175	\$350

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

STATEMENTS OF CASH FLOWS

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2006 AND 2005

(UNAUDITED)

(\$ IN THOUSANDS)

Line (a)	Description (b)	Notes	2006 (c)	2005 (d)
	CASH FLOWS FROM OPERATING ACTIVITIES:			
29	Net Income (Loss).....		(\$6,595)	\$71,847
30	Depreciation and Amortization of Property and Equipment.....		20,008	18,725
31	Amortization of Other Assets.....		368	226
32	Amortization of Debt Discount or Premium.....			
33	Deferred Income Taxes - Current			
34	Deferred Income Taxes - Noncurrent			
35	(Gain) Loss on Disposition of Property and Equipment.....			(97)
36	(Gain) Loss on CRDA-Related Obligations.....		1,373	1,405
37	(Gain) Loss from Other Investment Activities.....			
38	(Increase) Decrease in Receivables and Patrons' Checks		(726)	(2,509)
39	(Increase) Decrease in Inventories		(467)	166
40	(Increase) Decrease in Other Current Assets.....		102	(139)
41	(Increase) Decrease in Other Assets.....		621	279
42	Increase (Decrease) in Accounts Payable.....		(5,369)	5,057
43	Increase (Decrease) in Other Current Liabilities		19,700	37,859
44	Increase (Decrease) in Other Liabilities		(901)	
45	Stock Compensation / Reorganization Income.....		143	(17,433)
46	Other / Gain on Reorganization of Debt.....		(83)	(79,365)
47	Net Cash Provided (Used) By Operating Activities.....		\$28,174	\$36,021

SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION

	ACQUISITION OF PROPERTY AND EQUIPMENT:			
48	Additions to Property and Equipment.....		(\$36,485)	(\$47,076)
49	Less: Capital Lease Obligations Incurred.....		9	5,396
50	Cash Outflows for Property and Equipment.....		(\$36,476)	(\$41,680)
	ACQUISITION OF BUSINESS ENTITIES:			
51	Property and Equipment Acquired.....			
52	Goodwill Acquired.....			
53	Other Assets Acquired - net			
54	Long-Term Debt Assumed.....			
55	Issuance of Stock or Capital Invested.....			
56	Cash Outflows to Acquire Business Entities.....		\$0	\$0
	STOCK ISSUED OR CAPITAL CONTRIBUTIONS:			
57	Total Issuances of Stock or Capital Contributions.....	12	\$4,000	\$36,932
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.....		\$4,000	\$36,932

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 SCHEDULE OF PROMOTIONAL EXPENSES AND ALLOWANCES

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2006

(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	202,699	\$16,827	552	\$46
2	Food	708,636	13,797		
3	Beverage	1,677,327	10,064		
4	Travel			14,160	2,123
5	Bus Program Cash	677,080	14,436		
6	Other Cash Complimentaries	1,383,208	30,932		
7	Entertainment	36,899	1,286	29,609	1,185
8	Retail & Non-Cash Gifts			346,841	13,848
9	Parking	3,327	59		
10	Other	103,654	1,036		
11	Total	4,792,830	\$88,437	391,162	\$17,202

FOR THE THREE MONTHS ENDED DECEMBER 31, 2006

Line (a)	Description (b)	Promotional Allowances		Promotional Expenses	
		Number of Recipients (c)	Dollar Amount (d)	Number of Recipients (e)	Dollar Amount (f)
1	Rooms	45,549	3,875	36	4
2	Food	159,816	3,028		
3	Beverage	394,523	2,367		
4	Travel			3,114	466
5	Bus Program Cash	159,441	3,608		
6	Other Cash Complimentaries	304,122	7,008		
7	Entertainment	2,474	108	12,076	483
8	Retail & Non-Cash Gifts			70,341	3,466
9	Parking	0	0		
10	Other	26,353	263		
11	Total	1,092,278	\$20,257	85,567	\$4,419

TRUMP PLAZA ASSOCIATES STATEMENT OF CONFORMITY, ACCURACY, AND COMPLIANCE

FOR THE QUARTER ENDED DECEMBER 31, 2006

1. I have examined this Quarterly Report
2. All the information contained in this Quarterly Report has been prepared in conformity with the Casino Control Commission's Quarterly Report Instructions and Uniform Chart of Accounts.
3. To the best of my knowledge and belief, the information contained in this report is accurate.
4. To the best of my knowledge and belief, except for the deficiencies noted below, the licensee submitting this Quarterly Report has remained in compliance with the financial stability regulations contained in N.J.A.C. 19:43-4.2(b)1-5 during the quarter.

3/31/2007

Date



Theresa Glebocki

Vice President-Finance

Title

4954-11

License Number

On Behalf of:

TRUMP PLAZA ASSOCIATES

Casino Licensee

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

1. ORGANIZATION

Trump Plaza Associates, LLC (“Plaza Associates” or the “Company”), a New Jersey Limited Liability Corporation, is 100% beneficially owned by Trump Entertainment Resorts Holdings, LP (“TER Holdings,” formerly known as Trump Hotels & Casino Resorts Holdings, LP (“THCR”)), a Delaware Limited Partnership. Trump Entertainment Resorts, Inc. (“TER,” formerly known as Trump Hotels & Casino Resorts, Inc.), a Delaware corporation, currently beneficially owns an approximate 76.5% profits interest in TER Holdings, as both general and limited partner, and Donald J. Trump (“Mr. Trump”) owns directly and indirectly an approximate 23.5% profits interest in TER Holdings, as a limited partner.

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 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.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reorganization and Emergence from Chapter 11 - On November 21, 2004, Trump Hotels & Casino Resorts, Inc. and certain of its subsidiaries, including the Company (collectively the “Debtors”) filed voluntary petitions for relief under Chapter 11 of the United States Bankruptcy Code (the “Bankruptcy Code”) in the United States Bankruptcy Court for the District of New Jersey (the “Bankruptcy Court”), as part of a pre-arranged plan of reorganization. While in bankruptcy, the Debtors continued to manage their properties and operate their businesses as “debtors-in-possession” under the jurisdiction of the Bankruptcy Court.

On April 5, 2005, the Bankruptcy Court entered an order confirming the Second Amended and Restated Joint Plan of Reorganization, dated as of March 30, 2005, of the Debtors, as amended (the “Plan”). The Plan became effective on May 20, 2005 (the “Effective Date”), at which time all material conditions to the Plan were satisfied and the Debtors emerged from Chapter 11.

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”). From the filing of the Debtors’ Chapter 11 petition to the Effective Date, THCR and its subsidiaries operated as debtors-in-possession under the jurisdiction of the Bankruptcy Court. Accordingly, Plaza Associates’ financial statements for periods prior to its emergence from Chapter 11 were prepared in accordance with the American Institute of Certified Public Accountants Statement of Position 90-7, “Financial Reporting by Entities in Reorganization under the Bankruptcy Code” (“SOP 90-7”). SOP 90-7 required separate reporting of certain expenses relating to the Debtors’ Chapter 11 filings as reorganization items.

Upon its emergence from Chapter 11, the Company adopted fresh-start reporting in accordance with SOP 90-7. Under fresh-start reporting, a new entity was deemed to have been created for financial reporting purposes and the recorded amounts of assets and liabilities were adjusted to reflect their estimated fair values. The term, “Predecessor Company” refers to the Company for periods prior to and including May 19, 2005, and the term “Reorganized Company” refers to the Company for periods on and subsequent to May 20, 2005.

As a result of the adoption of fresh-start reporting, the Reorganized Company’s post-emergence financial statements are generally not comparable with the financial statements of the Predecessor Company prior to its emergence from bankruptcy. Due to the adoption of fresh-start reporting, the Predecessor and Reorganized Company financial statements are prepared on different bases. See Note 9 for a condensed balance sheet showing the impact of fresh-start accounting at May 20, 2005.

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

Financial Reporting Under the Bankruptcy Code - From November 21, 2004 to May 19, 2005, the Company accounted for its operations under SOP 90-7. In accordance with SOP 90-7, certain expenses incurred and benefits realized by the Company during the bankruptcy period were recorded as reorganization expenses in the accompanying statements of operations. Reorganization expenses include professional fees and other expenses directly associated with the bankruptcy process and the revaluation of assets and liabilities in accordance with the adoption of fresh-start reporting. The following table summarizes reorganization expenses:

	Year Ended December 31, 2006	Year Ended December 31, 2005
Professional fees and expenses	\$ -	\$ 54
Net fresh-start reorganization gain	-	(17,487)
	\$ -	\$ (17,433)

The Company's parent company incurred transaction fees associated with the refinancing which were recorded as reorganization expense of the parent company. Such fees have not been charged to the Company.

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.

Revenue Recognition and Allowance for Doubtful Accounts - The majority of our revenue is derived from gaming activities. As our gaming revenues are primarily generated from cash transactions, our revenues do not typically require the use of estimates. Gaming revenues represent the difference between amounts of gaming wins and losses. 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. 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.

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

Property and Equipment - The carrying value of property and equipment acquired prior to May 20, 2005 is based on its allocation of reorganization value and is being depreciated on the straight-line method using rates based on the estimated remaining useful lives. Property and equipment acquired on or after May 20, 2005 is recorded at cost. Property and equipment is depreciated on the straight-line method using rates based on the estimated annual useful lives as follows:

Buildings and building improvements	40 years
Furniture, fixtures and equipment	3 – 7 years
Leasehold improvements	40 years or remaining life of lease

Depreciation expense includes amortization of assets under capital lease obligations.

Capitalized Interest - The Company capitalizes interest for associated borrowing costs of construction projects. Capitalization of interest ceases when the asset is substantially complete and ready for its intended use. Interest capitalized during the year ended December 31, 2006 was \$346.

Long-Lived Assets - 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 was 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 assets with their carrying amount. Long-lived assets that are held for disposal are reported at the lower of the assets' carrying amount or fair value less costs related to the assets' disposition.

Goodwill - Goodwill represents our reorganization value in excess of amounts allocable to identifiable assets. Goodwill is subject to impairment testing at least annually.

Intangible Assets - Intangible assets are amortized over their estimated useful lives. Our trademarks have indefinite lives and are subject to impairment testing at least annually.

Deferred Financing Costs - Financing costs, including underwriters' discounts and direct transactional fees (including accounting, legal and printing) associated with the issuance of debt have been capitalized as deferred financing costs in the accompanying balance sheets and are being amortized to interest expense over the terms of the related debt.

Self-insurance Reserves - Self-insurance reserves represent the estimated amounts of uninsured claims related to employee health 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.

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

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 Good and Services in the accompanying statements of operations and consist of the following:

	Year Ended December 31, 2006	Year Ended December 31, 2005
Rooms	\$ 7,589	\$ 8,802
Food and beverage	19,448	20,869
Other	2,711	4,000
	<u>\$ 29,748</u>	<u>\$ 33,671</u>

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

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 expenses in the statements of operations. Such amounts are expensed on the date the award can be utilized by the patron.

Gaming Taxes - Atlantic City casinos are required to pay an annual tax of 8.0% on their gross casino revenues. The Company's gross revenue tax was \$24,174, and \$24,289 for the years ended December 31, 2006 and 2005, and is included in Cost of Goods and Services on the accompanying financial statements.

Stock-based Compensation - Effective May 20, 2005, the Company adopted Statement of Financial Accounting Standards No. 123 (revised 2004), "Share-Based Payment" ("SFAS 123R"). SFAS 123R requires the fair value of equity awards for new awards and previously granted awards that are not yet fully vested on the adoption date to be recognized in the financial statements. Compensation expense is recognized on a straight-line basis over the vesting period for awards granted to employees of the Company by TER.

Our Predecessor Company followed the provisions of Accounting Principles Board ("APB") Opinion No. 25, "Accounting for Stock Issued to Employees" ("APB 25") and related interpretations in accounting for its stock-based compensation awards. Under APB 25, no compensation expense was reflected in net income as all stock options granted had an exercise price equal to the market value of the underlying common stock on the date of grant.

Advertising Expense - The Company expenses advertising costs as they are incurred. Advertising expense was \$6,537 and \$5,963 for the years ended December 31, 2006 and 2005, respectively.

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

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

3. PROPERTY AND EQUIPMENT

Property and equipment consists of the following:

	December 31,	
	2006	2005
Land and land improvements	\$ 94,482	\$ 92,778
Building and building improvements	266,777	243,755
Furniture, fixtures and equipment	39,786	27,396
Construction-in-progress	4,715	4,284
	405,760	368,213
Less accumulated depreciation and amortization	(29,895)	(10,586)
Net property and equipment	\$ 375,865	\$ 357,627

4. INTANGIBLE ASSETS AND GOODWILL

Intangible assets consist of the following:

	As of December 31, 2006			As of December 31, 2005		
	Gross Carrying Amount	Accumulated Amortization	Net Carrying Amount	Gross Carrying Amount	Accumulated Amortization	Net Carrying Amount
Indefinite-Lived Intangible Assets:						
Goodwill	\$ 25,069	\$ -	\$ 25,069	\$ 25,416	\$ -	\$ 25,416
Trademarks	\$ 62,000	\$ -	\$ 62,000	\$ 62,000	\$ -	\$ 62,000
Other Intangible Assets:						
Leasehold interests (weighted average useful life - 7 years)	\$ 50	\$ (12)	\$ 38	\$ 50	\$ (4)	\$ 46

These intangible assets were recorded at May 20, 2005, as a part of fresh-start reporting (see Note 9). The Company recorded amortization expense of \$8 and \$4 for the years ended December 31, 2006 and 2005, respectively.

Future amortization expense of our amortizable intangible assets for the next five fiscal years is expected to be as follows:

2007	\$ 7
2008	7
2009	7
2010	7
2011	7

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

A rollforward of goodwill for the period from May 20, 2005 to December 31, 2006 is as follows:

Balance May 20, 2005	\$ 25,327
Adjustment to pre-acquisition contingencies	(467)
Other	<u>556</u>
Balance December 31, 2005	25,416
Adjustment to reflect undistributed Note Payable	<u>(347)</u>
Balance December 31, 2006	<u><u>\$ 25,069</u></u>

5. LONG-TERM DEBT

Long-term debt consists of:

	December 31,	
	2006	2005
8.5% Note payable - TER and TER Funding, due June 1, 2015, interest payable semi-annually due June and December	\$ 287,153	\$ 287,500
Capital lease obligations - interest rates at 6.0% to 11.0%, secured by equipment financed	<u>2,416</u>	<u>10,928</u>
	289,569	298,428
Less: current maturities	<u>(2,416)</u>	<u>(8,745)</u>
Long-term debt, net of current maturities	<u><u>\$ 287,153</u></u>	<u><u>\$ 289,683</u></u>

8.5% Note Payable

In May 2005, TER Holdings and Trump Entertainment Resorts Funding, Inc., a wholly owned subsidiary of TER Holdings, (collectively, "the Issuers"), issued \$1,250,000 principal amount of 8.5% Senior Secured Notes due June 1, 2015 (the "TER Notes"). From the proceeds of the issuance of the TER Notes, TER Holdings loaned \$287,500 to Plaza Associates. Under the terms of the Debtors' reorganization plan, any of the TER Notes issued to the Plan's disbursing agent and not distributed would revert to TER. During 2006, undistributed amounts included \$1,038 in TER Notes. In connection with this matter, the undistributed TER Notes were retired and Plaza Associates' Note Payable was reduced by \$347.

As of December 31, 2006, long-term debt and capital lease obligations mature as follows:

	Long- Term Debt	Capital Lease Obligations	Total
2007	\$ -	\$ 2,478	\$ 2,478
2008	-	-	-
2009	-	-	-
2010	-	-	-
2011	-	-	-
Thereafter	<u>287,153</u>	<u>-</u>	<u>287,153</u>
Total minimum payments	287,153	2,478	289,631
Less: amount representing interest	-	(62)	(62)
Total value of principal payments	<u><u>\$ 287,153</u></u>	<u><u>\$ 2,416</u></u>	<u><u>\$ 289,569</u></u>

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

Guarantees

The Company guarantees TER Holdings' and TER Funding's \$500,000 Credit Facility and TER Notes on a joint and several basis. The Credit Facility is secured by substantially all of the assets of the Issuers and Plaza Associates on a priority basis. Therefore, the TER Notes and the guarantee thereof are effectively subordinated to amounts borrowed by TER under the Credit Facility. At December 31, 2006, TER had outstanding borrowings of \$147,750 and \$1,248,962 under the Credit Facility and the TER Notes, respectively.

6. DUE TO AFFILIATE

During the year ended December 31, 2006, TER Holdings advanced \$21,000 to the Company to fund capital expenditures. These advances bear interest on a monthly basis at 8.5%. TER Holdings has agreed not to demand repayment of these advances prior to January 1, 2008.

7. INCOME TAXES

Federal Income Taxes

The accompanying financial statements do not include a provision for federal income taxes since the Predecessor Company was a partnership for federal income tax purposes and the Reorganized Company is a division of TER Holdings, which is taxed as a partnership for federal income tax purposes. Therefore, the Predecessor Company's income and losses are allocated and reported for federal income tax purposes by its partners and the Reorganized Company's income and losses are allocated and reported for federal income tax purposes by TER Holdings' partners.

State Income Taxes

Under the New Jersey Casino Control Act, the Company is required to file New Jersey corporation business tax returns. As of December 31, 2006, the Company has state net operating loss carryforwards of approximately \$250,900 available to offset future taxable income. The New Jersey state net operating losses expire from 2007 through 2013.

The Predecessor Company's net operating losses utilized to offset taxable income of the Reorganized Company will be recorded in the provision for income taxes as a non-cash charge in lieu of taxes and as a reduction to goodwill, if available, and additional paid-in-capital to the extent goodwill would be reduced to zero.

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

	December 31, 2006	December 31, 2005
Current	\$ 1,145	\$ 1,470
Deferred	-	-
	<u>\$ 1,145</u>	<u>\$ 1,470</u>

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

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

	December 31,	
	2006	2005
Deferred tax assets:		
Accruals and prepayments	\$ 5,922	\$ 5,610
Net operating loss carryforwards	22,588	26,233
	28,510	31,843
Less: Valuation allowance	(23,190)	(29,109)
	5,320	2,734
Deferred tax liabilities:		
Basis differences on property and equipment, net	(5,717)	(2,886)
Trademarks and other	(5,583)	(5,828)
	(11,300)	(8,714)
Net deferred income tax liability	\$ (5,980)	\$ (5,980)

Federal and State Income Tax Audits

The Company is currently involved in an examination with the Internal Revenue Service (the “IRS”) concerning the Company’s federal partnership income tax return for the tax years 2002 and 2003. While any adjustment which results from this examination could affect its state income tax return, the Company does not believe that adjustments, if any, will have a material adverse effect on its financial condition or results of operations.

State income taxes for the Company’s New Jersey operations are computed under the alternative minimum assessment method. The Company believes it is exempt from these taxes and, as such, has not remitted payments of the amounts provided. The New Jersey Division of Taxation has issued an assessment to collect the unpaid taxes for the tax years 2002 and 2003. At December 31, 2006 and 2005, the Company has accrued \$6,792 and \$5,322, respectively, for taxes and interest relating to this alternative minimum tax assessment for 2002 and 2003, as well as the open years 2004 through 2006. The Company is currently in discussions with the New Jersey Division of Taxation.

Recently Issued Accounting Pronouncements

In June 2006, the Financial Accounting Standards Board (“FASB”) issued Interpretation No. 48 (“FIN 48”), “Accounting for Uncertainty in Income Taxes,” which clarifies the accounting for uncertainty in income taxes recognized in the financial statements in accordance with FASB Statement No. 109, “Accounting for Income Taxes.” FIN 48 provides guidance on the financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return. FIN 48 also provides guidance on derecognition, classification, interest and penalties, accounting in interim periods, disclosures, and transition. FIN 48 is effective for fiscal years beginning after December 15, 2006. The Company does not expect that the adoption of FIN 48 will have a material effect on its financial statements.

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

8. SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION

Cash paid for interest during the years ended December 31, 2006, and 2005 was \$9,056 and \$2,840, respectively, of which \$7,500 was paid to related parties during the year ended December 31, 2006. Included in accrued interest at December 31, 2006 is \$19,530 payable to TER Holdings.

Cash paid for income taxes during the year ended December 31, 2006 and 2005 was \$175 and \$350, respectively.

As of December 31, 2006, the Company has accrued \$1,669 relating to purchases of property and equipment. This amount is included in accounts payable.

In connection with the Company's reorganization, the Reorganized Company issued \$287,500 of debt in exchange for the outstanding debt of the Predecessor Company effective May 20, 2005.

The Company purchased equipment under capital leases totaling \$9 and \$324 during the years ended December 31, 2006 and 2005, respectively.

9. FRESH-START REPORTING

TER and its subsidiaries adopted fresh-start reporting upon its emergence from Chapter 11 on the Effective Date in accordance with SOP 90-7. TER and its subsidiaries are required to apply the fresh-start provisions of SOP 90-7 to its financial statements because (i) the reorganization value of the assets of the emerging entity immediately before the date of confirmation was less than the total of all post-petition liabilities and allowed claims and (ii) the holders of existing voting shares of THCR Common Stock immediately before confirmation (i.e., the holders of shares of the common stock of the Predecessor Company (the "Old Common Stock") that were issued and outstanding prior to the commencement of the Chapter 11 proceedings) received less than 50 percent of the voting shares of the emerging entity. Under SOP 90-7, application of fresh-start reporting is required on the date on which the plan of reorganization is confirmed by a bankruptcy court, but SOP 90-7 further provides that fresh-start reporting should not be applied until all material conditions are satisfied. All material conditions to the Plan were satisfied as of May 20, 2005.

Fresh-start reporting requires that the Company adjust the historical cost of its assets and liabilities to their fair value as determined by the reorganization value of the Company as set forth in the plan. Furthermore, the reorganization value must be allocated among the reorganized entity's net assets in conformity with procedures specified by Statement of Financial Accounting Standards ("SFAS") No. 141, "Business Combinations" ("SFAS 141"). TER had engaged an independent appraiser to assist TER in the allocation of reorganization value under the Plan to TER's assets and liabilities including Plaza Associates. The Company used the independent appraiser's analysis and other information to make the allocations as of the Effective Date. The Company's intangible assets include trademarks (including a perpetual, exclusive royalty-free license of the "Trump" name and certain derivatives thereof, subject to certain terms and conditions), goodwill and leasehold interests.

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

The adoption of fresh-start reporting resulted in the following adjustments to the Company's balance sheet as of May 20, 2005:

	Predecessor Company May 20, 2005	Reorgan- ization of Debt and Equity (1)	Fresh- Start Adjust- ments (2)	Reorganized Company May 20, 2005
Assets				
Current assets:				
Cash and cash equivalents	\$ 17,437	\$ -	\$ -	\$ 17,437
Accounts receivable, net	9,621	-	-	9,621
Other current assets	6,237	-	208	6,445
Total current assets	33,295	-	208	33,503
Property and equipment, net	379,722	-	(40,214)	339,508
Intangible assets	-	-	91,050	91,050
Other assets	33,260	(17,921)	-	15,339
Total assets	<u>\$ 446,277</u>	<u>\$ (17,921)</u>	<u>\$ 51,044</u>	<u>\$ 479,400</u>
Liabilities and Equity (Deficit)				
Current liabilities:				
Current maturities of long-term debt	\$ 10,085	\$ -	\$ -	\$ 10,085
Accounts payable and accrued expenses	33,191	-	-	33,191
Due to affiliates, net	5,712	-	-	5,712
Accrued interest	54,866	(54,866)	-	-
Total current liabilities	103,854	(54,866)	-	48,988
Long-term debt	467,717	(175,750)	-	291,967
Deferred income taxes	-	-	6,188	6,188
Other long-term liabilities	21,918	-	(3,822)	18,096
Total liabilities	593,489	(230,616)	2,366	365,239
Partners'/owner's equity (deficit)				
Contributed capital	132,953	133,330	31,190	297,473
Accumulated earnings (deficit)	(280,165)	79,365	17,487	(183,313)
Total partners'/owner's equity (deficit)	(147,212)	212,695	48,677	114,160
Total liabilities and partners'/owner's equity (deficit)	<u>\$ 446,277</u>	<u>\$ (17,921)</u>	<u>\$ 51,043</u>	<u>\$ 479,399</u>

- (1) To record the reorganization of debt and equity in accordance with the Plan, including the discharge of pre-petition liabilities comprised principally of \$175,750 of TAC Notes and \$54,866 of accrued interest thereon.
- (2) To adjust the carrying value of assets, liabilities and partners'/owner's equity to fair value, and record the Reorganized Company's other intangible assets in accordance with the fresh-start reporting requirements of SOP 90-7.

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

Accordingly, the Company recorded the following as intangible and other assets at May 20, 2005:

Trademarks	\$ 62,000
Goodwill	25,327
Leasehold interests	<u>50</u>
	<u>\$ 87,377</u>
Deferred financing costs	<u>\$ 3,673</u>

Leasehold interests and deferred financing costs are being amortized on a straight-line basis over seven and ten years, respectively. Amortization of leasehold interests is included in depreciation and amortization in the accompanying statements of operations. Trademarks and goodwill have indefinite lives; accordingly, are not subject to periodic amortization but are reviewed annually for impairment.

Net reorganization fresh-start gain as of May 20, 2005 consisted of the following:

Net gain resulting from reorganization of debt and equity	\$ 79,365
Net gain resulting from fresh-start value adjustments to assets and liabilities	<u>17,468</u>
	<u>\$ 96,833</u>

The net gain from reorganization of debt relates to the settlement of long-term debt at an amount less than the historical recorded value. This gain resulted from the bankruptcy recapitalization and as such was unusual and infrequent in nature. The net gain has been reflected as an extraordinary gain pursuant to Accounting Principles Board Number 30, "Reporting the Results of Operations-Reporting the Effects of Disposal of a Segment of a Business, and Extraordinary, Unusual and Infrequently Occurring Events and Transactions," and Financial Standards Board Statement Number 145, "Rescission of FASB Statements No. 4, 41, and 62, Amendment of FASB Statement No. 13 and Technical Corrections."

10. OTHER ACCRUED EXPENSES

Other accrued expenses as of December 31, consisted of the following

	<u>2006</u>	<u>2005</u>
Accrued payroll	\$ 7,127	\$ 6,796
Accrued interest	20,681	2,687
Accrued utilities	695	1,136
Accrued health insurance benefits	800	1,039
Accrued parking, sales, use, luxury, occupancy and comp tax	1,676	1,518
Other*	<u>5,597</u>	<u>5,140</u>
Total	<u>\$36,576</u>	<u>\$18,316</u>

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

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

11. OTHER CURRENT LIABILITIES

Other current liabilities as of December 31, consisted of the following:

	<u>2006</u>	<u>2005</u>
Outstanding Chips/Tokens/Tickets	\$2,463	\$2,847
Patron Deposits	645	213
Insurance Reserves	2,211	2,235
CRDA Payable	1,584	1,336
Due to Affiliates- Intercompany	1,994	1,812
Other*	599	683
Total	<u>\$9,496</u>	<u>\$9,126</u>

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

12. TRANSACTIONS WITH AFFILIATES

Trump Taj Mahal Associates Administration (“Trump Administration”), a separate division of Trump Taj Mahal Associates, LLC provides certain shared services to Plaza Associates. Trump Administration allocated expenses associated with such services to Plaza Associates totaling \$4,768 and \$4,156 during the years ended December 31, 2006 and 2005, respectively. Plaza Associates has reimbursed Taj Administration for these allocated expenses.

TER Holdings made capital contributions to Plaza Associates totaling \$4,000 and \$35,383 during the years ended December 31, 2006 and 2005, respectively.

During October 2005, TER awarded 15,000 restricted shares of TER common stock to an employee of Plaza Associates with a grant date fair value of \$266. The restricted shares vest in 5,000 share increments on September 30, 2006, 2007 and 2008. As of December 31, 2006, the remaining unrecognized compensation expense for the nonvested restricted stock to be recognized over the remaining contractual life was \$84.

Amounts due to (from) affiliates are as follows:

	<u>2006</u>	<u>2005</u>
Marina Associates	\$ (67)	\$ 11
Taj Associates	(152)	(67)
Trump Administration	1,750	1,868
Trump Entertainment Resorts	463	=
	<u>\$ 1,994</u>	<u>\$1,812</u>

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

13. FAIR VALUE OF FINANCIAL INSTRUMENTS

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:

	2006		2005	
	Carrying amount	Fair value	Carrying amount	Fair value
Long-term debt	\$ 287,153	\$ 285,717	\$ 287,500	\$ 280,313

The fair value of the Note Payable is based on quoted market prices on the TER Notes as of December 31, 2006 and 2005. The estimated fair value of capital lease obligations approximates carrying value.

14. COMMITMENTS & CONTINGENCIES

Leases

The Company has entered into leases for certain property (primarily land), advertising billboards and various equipment under operating leases. Rent expense for the years ended December 31, 2006 and 2005 was \$3,556 and \$3,376, respectively.

Future minimum lease payments under noncancellable operating leases as of December 31, 2006 are as follows:

2007	\$ 1,116
2008	1,117
2009	1,118
2010	1,119
2011	1,120
Thereafter	76,653
Total minimum payments	<u>\$ 82,243</u>

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

Construction Commitments

At December 31, 2006, the Company has outstanding construction commitments of approximately \$3,500 relating to renovation projects.

Casino License Renewal

The Company is subject to regulation and licensing by the New Jersey Casino Control Commission (the "CCC"). The Company's casino license must be renewed periodically, is not transferable, is dependent upon the financial stability of the Company and can be revoked at any time. Due to the uncertainty of any license renewal application, there can be no assurance that the license will be renewed.

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

In June 2003, the CCC renewed the Company's license to operate Trump Plaza for the next four year period through June 25, 2007. Upon revocation, suspension for more than 120 days, or failure to renew the casino license, the Casino Control Act provides for the mandatory appointment of a conservator to take possession of the hotel and casino's business and property, subject to all valid liens, claims and encumbrances.

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.

Casino Reinvestment Development Authority Obligations

Pursuant to the provisions of the Casino Control Act, the Company must either obtain investment tax credits, as defined in the Casino Control Act, in an amount equivalent to 1.25% of its gross casino revenues, as defined in the Casino Control Act, or pay an alternative tax of 2.5% of its gross casino revenues. Investment tax credits may be obtained by making qualified investments, as defined, or by depositing funds which may be converted to bonds by the Casino Reinvestment Development Authority (the "CRDA"), both of which bear interest at two-thirds of market rates resulting in a fair value lower than cost. The Company is required to make quarterly deposits with the CRDA to satisfy its investment obligations.

For the years ended December 31, 2006 and 2005, the Company charged to operations \$1,373 and \$1,405, respectively, to give effect to the below market interest rates associated with CRDA deposits and bonds. From time to time, the Company has elected to donate funds it has on deposit with the CRDA for various projects. The Company is not obligated to make donations to any specific project and elects to donate funds based on the specific facts of each potential donation transaction.

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

	December 31,	
	2006	2005
CRDA deposits, net of allowances of \$6,111 and \$4,968, respectively	\$ 12,222	\$ 9,935
CRDA bonds, net of allowances of \$4,759 and \$4,578, respectively	2,986	3,253
	\$ 15,208	\$ 13,188

NJSEA Subsidy Agreement

On April 12, 2004, the twelve Atlantic City casino properties, including Plaza Associates, executed an agreement with the New Jersey Sports & Exposition Authority ("NJSEA") and the CRDA to, among other things, enhance purses, fund breeders' awards, and establish account wagering at New Jersey horse racing tracks ("NJSEA Subsidy Agreement"). The NJSEA Subsidy Agreement provides that the casinos, pro rata according to their gross revenues, shall: (a) pay \$34,000 to the NJSEA in cash in four yearly payments through

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

October 15, 2007 and donate \$52,000 to the NJSEA from the regular payment of their CRDA obligations for use by the NJSEA through 2008 to enhance such purses, fund such breeders' awards, and establish such account

wagering; and (b) donate \$10,000 from the regular payment of their CRDA obligations for use by the CRDA as grants to such other North Jersey projects as the CRDA shall determine. These cash payments and donations of CRDA obligations are conditioned upon the timely enactment and funding of the Casino Expansion Fund Act, which was enacted effective August 25, 2004 and established the Atlantic City Expansion Fund. The Act further identifies the casino hotel room occupancy fee as its funding source and directs the CRDA to provide the fund with \$62,000 and make that amount available, on a pro rata basis, to each casino licensee for investment. By statute, as amended as of January 26, 2005, such funds shall be invested in eligible projects in Atlantic City which, if approved by the CRDA, would add hotel rooms, retail, dining or non-gaming entertainment venues or other non-gaming amenities including, in certain circumstances, parking spaces or, if approved thereafter, additional hotel rooms. The Company has estimated its portion of the industry obligation at approximately 6.4%.

The NJSEA Subsidy Agreement further provides for a moratorium until January 2009 on the "conduct" of casino gaming at any New Jersey racetrack (unless casinos controlling a majority of the hotel rooms operated by the casinos in Atlantic City otherwise agree). Violation of the moratorium terminates the NJSEA Subsidy Agreement and all further payment obligations to the NJSEA and requires the NJSEA to return all undistributed cash to the casinos and the CRDA to return all undistributed donated investment alternative tax obligation payments to the casinos.

15. EMPLOYEE BENEFIT PLANS

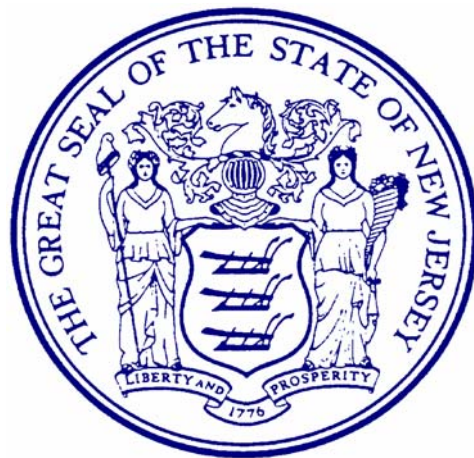
The Company sponsors a retirement savings plan for its nonunion employees under Section 401(k) of the Internal Revenue Code ("401(k) Plan"). A portion of participant contributions are matched on an annual basis as defined in the Plan. Matching contributions under the 401(k) Plan were \$1,155 and \$1,159 for the years ended December 31, 2006 and 2005, respectively.

The Company makes payments to various trustee multi-employer pension plans under industry-wide union agreements. The payments are based on the hours worked by, or gross wages paid to, covered employees. Under the Employee Retirement Income Security Act, the Company may be liable for its share of the plans' unfunded liabilities, if any, if the plans are terminated or if the Company withdraws from participation in such plans. Pension expense for the years ended December 31, 2006 and 2005 were \$1,812 and \$1,791, respectively.

**TRUMP PLAZA ASSOCIATES
ANNUAL FILINGS**

FOR THE YEAR ENDED DECEMBER 31, 2006

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



**DIVISION OF FINANCIAL EVALUATION
REPORTING MANUAL**

TRUMP PLAZA ASSOCIATES
SCHEDULE OF RECEIVABLES AND PATRONS' CHECKS
FOR THE YEAR ENDED DECEMBER 31, 2006

(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.....	\$7,128		
2	Returned Patrons' Checks.....	7,797		
3	Total Patrons' Checks.....	14,925	\$4,885	\$10,040
4	Hotel Receivables.....	1,194	61	\$1,133
	Other Receivables:			
5	Receivables Due from Officers and Employees....	7		
6	Receivables Due from Affiliates.....			
7	Other Accounts and Notes Receivables.....	1,539		
8	Total Other Receivables.....	1,546	-	\$1,546
9	Totals (Form CCC-205).....	\$17,665	\$4,946	\$12,719

UNDEPOSITED PATRONS' CHECKS ACTIVITY

Line (f)	Description (g)	Amount (h)
10	Beginning Balance (January 1).....	\$6,611
11	Counter Checks Issued.....	183,226
12	Checks Redeemed Prior to Deposit.....	(133,104)
13	Checks Collected Through Deposits.....	(39,900)
14	Checks Transferred to Returned Checks.....	(9,705)
15	Other Adjustments.....	
16	Ending Balance.....	\$7,128
17	"Hold" Checks Included in Balance on Line 16.....	0
18	Provision for Uncollectible Patrons' Checks.....	\$1,610
19	Provision as a Percent of Counter Checks Issued.....	0.9%

TRUMP PLAZA ASSOCIATES EMPLOYMENT AND PAYROLL REPORT

AT DECEMBER 31, 2006

(\$ 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	674			
2	Slot Machines	89			
3	Administration	14			
4	Casino Accounting	164			
5	Simulcasting	0			
6	Other	10			
7	Total - Casino	951	\$24,203	\$161	\$24,364
8	ROOMS	229	5,782		5,782
9	FOOD AND BEVERAGE	686	15,485	184	15,669
10	GUEST ENTERTAINMENT	13	1,306		1,306
11	MARKETING	136	6,772	283	7,055
12	OPERATION AND MAINTENANCE	247	9,138		9,138
	ADMINISTRATIVE AND GENERAL:				
13	Executive Office	1	153	488	641
14	Accounting and Auditing	59	1,803	191	1,994
15	Security	170	5,534		5,534
16	Other Administrative and General	43	3,902	127	4,029
	OTHER OPERATED DEPARTMENTS:				
17	Transportation	68	1,124		1,124
18	Retail Operations	10	227		227
19	Health Club	8	154		154
20					0
21					0
22					0
23	TOTALS - ALL DEPARTMENTS	2,621	\$75,583	\$1,434	\$77,017

TRUMP PLAZA ASSOCIATES

ANNUAL GROSS REVENUE TAX RETURN

FOR THE YEAR ENDED DECEMBER 31, 2006

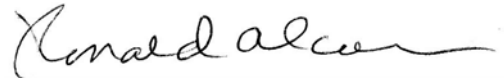
Line

GROSS REVENUE:	
1.	Table and Other Games..... \$ 85,468,717
2.	Slot Machines 215,425,730
3.	Total Gross Revenue..... <u>300,894,447</u>
4.	Adjustments..... 62,438
5.	Taxable Gross Revenue (line 3 plus line 4)..... <u>300,956,885</u>
6.	Tax on Gross Revenue - Reporting Year (8% of line 5)..... <u>24,076,551</u>
7.	Audit or Other Adjustments to Tax on Gross Revenues in Prior Years <u>80,499</u>
8.	Total Taxes on Gross Revenue (the sum of lines 6 and 7)..... <u>24,157,050</u>
9.	Total Deposits Made for Tax on Reporting Year's Gross Revenue..... <u>(24,076,551)</u>
Settlement of Prior Years' Tax on Gross Revenue	
10.	Resulting from Audit or Other Adjustments - (Deposits) Credits <u>(80,499)</u>
11.	Gross Revenue Taxes Payable (the net of lines 8, 9 and 10) <u>\$ (0)</u>

Under penalties of perjury, I declare that I have examined this Annual Gross Revenue Tax Return and to the best of my knowledge and belief, the information contained in this return is accurate.

March 12, 2007

Date



Ronald Alcorn

Casino Controller #01623-11

Title (License Number)