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DGE Announces 2nd Quarter 2012 Results

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2nd Quarter Highlights for 2012 versus 2011:

- ◆ **Industry Results including Revel:**
 - ✓ **Net non-gaming revenues rose 13.3%**
 - ✓ **Occupied rooms increased 4.2%, with over 100,000 incremental room nights added by Revel.**
- ◆ **Industry Results excluding Revel:**
 - ✓ **Net non-gaming revenues increased 1.8%**
 - ✓ **Gross operating profit increased 12.5%**
 - ✓ **Occupancy rose slightly to 86.9%**

ATLANTIC CITY —

2nd Quarter 2012 versus 2011

According to financial reports filed with the Division of Gaming Enforcement, the casinos that were in operation in 2011 and 2012 (excluding Revel) reported gross operating profit of \$153.1 million, which reflects a 12.5% increase from the \$136.1 million for the 2nd quarter of 2011. Net revenue for the quarter was \$785.4 million, a 8.1% decline from the 2nd quarter of last year. Partially offsetting the casino revenue decline for the 2nd quarter was a 1.8% improvement in net revenue from rooms, food and beverage, entertainment, and other revenue sources.

On April 2, 2012, Revel commenced its preview period with limited public offerings. Revel's grand opening occurred on Memorial Day weekend (May 25 to 27, 2012).

NJ Department of Law and Public Safety / Office of the Attorney General:

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Revel's net revenue for the 2nd quarter was \$55.1 million, of which, \$18.2 million was derived from rooms, food and beverage, entertainment, and other revenue sources.

Including Revel, industry-wide net revenue for the quarter was \$840.4 million, a 1.7% decline from the 2nd quarter of last year. While casino revenue was down, the industry reported 13.3% growth in net revenue from rooms, food and beverage, entertainment, and other revenue sources for the 2nd quarter.

Six months ended June 30, 2012 versus 2011

For the first six months of 2012, industry gross operating profit excluding Revel totaled \$267.5 million, a 14.3% increase from the \$234.1 million in gross operating profit for the first six months of 2011.

Including Revel, industry-wide net revenue for the six-month period fell 3.1%, to \$1.591 billion. While casino revenues were down, net revenue from rooms, food and beverage, entertainment, and other revenue sources increased by 10.5% for the period.

Occupancy Rate

The industry occupancy rate excluding Revel was 86.9% for the 2nd quarter and 82.8% for the first six months of 2012, compared to 86.6% for the 2nd quarter and 80.5% for the first six months of 2011. Including Revel, the industry-wide number of occupied rooms increased 4.2% for the 2nd quarter, from 1,339,356 for 2011 to 1,395,285 for 2012.

Notes

- Revel opened on April 2, 2012. As a result, key operating metrics have been broken out into total market operations both with and without Revel to provide greater clarity as to comparability.
- Gross operating profit reflects earnings before interest, taxes, depreciation, amortization, charges from affiliates, and other miscellaneous items. It is a widely-accepted measure of profitability in the gaming industry.
- Net revenue excludes promotional allowances.
- The footnotes are an integral part of each licensee's financial statements. Valid comparisons cannot be made without using the information contained in the footnotes. Note that certain real estate tax matters were resolved in 2011 and 2012, which impacts the comparability of operating results among licensees.

(Additional information on Atlantic City tourism can be found on the Atlantic City Convention and Visitor's Authority website at: <http://www.atlanticcitynj.com/about/stats.aspx>)

Reports filed by the individual casinos can be found at the Division's website at <http://www.nj.gov/bag/ge/quarterlyfinancialrpt.html>

**ATLANTIC CITY CASINO INDUSTRY
STATEMENT OF INCOME STATISTICS (a)
FOR THE QUARTER ENDED JUNE 30, 2012 AND 2011
(\$ in Thousands)**

	Net Revenue			Fav (Unfav)	Gross Operating Profit			Fav (Unfav)	Net Income		Fav (Unfav)
	2012	2011	Var %	2012	2011	Var %	2012	2011	Var %		
Atlantic Club	\$ 25,439	\$ 35,222	(27.8)	\$ (5,283)	\$ (3,513)	(50.4)	\$ (7,564)	\$ (10,553)	28.3		
Bally's AC	82,222	98,389	(16.4)	17,366	16,034	8.3	(8,821)	(8,908)	1.0		
Borgata	175,415	182,756	(4.0)	31,722	40,041	(20.8)	(3,341)	1	N/A		
Caesars	87,092	97,022	(10.2)	20,690	24,857	(16.8)	(7,751)	(4,677)	(65.7)		
Golden Nugget (b)	33,093	13,790	N/A	(3,591)	1,124	N/A	(6,198)	1,875	N/A		
Harrah's	114,810	120,226	(4.5)	34,200	30,694	11.4	971	(1,421)	N/A		
Resorts	33,589	37,648	(10.8)	199	(5,927)	N/A	(1,736)	(6,878)	74.7		
Showboat	59,563	62,540	(4.8)	13,817	14,221	(2.8)	806	2,349	(65.7)		
Tropicana	75,082	61,715	21.7	9,882	(1,290)	N/A	2,687	(4,311)	N/A		
Trump Marina (c)	-	17,285	N/A	-	(809)	N/A	-	(3,118)	N/A		
Trump Plaza	26,970	36,012	(25.1)	13,074	869	N/A	8,862	(5,285)	N/A		
Trump Taj Mahal	72,100	92,430	(22.0)	20,983	19,807	5.9	7,548	3,699	N/A		
Industry (excl. Revel)	\$ 785,375	\$ 855,035	(8.1)	\$ 153,059	\$ 136,108	12.5	\$ (14,537)	\$ (37,227)	61.0		
Revel (d)	55,051	-	NA	(35,177)	-	NA	(81,516)	-			
Industry	<u>\$ 840,426</u>	<u>\$ 855,035</u>	(1.7)	<u>\$ 117,882</u>	<u>\$ 136,108</u>	(13.4)	<u>\$ (96,053)</u>	<u>\$ (37,227)</u>	N/A		

(a) The Income Statement statistics contained herein reflect only the operating results of the casino licensees.

The statistics do not include third-party restaurants, nightclubs, retail outlets and other businesses operating within the casino properties.

(b) Golden Nugget commenced operations on May 24, 2011.

(c) Trump Marina ceased operations on May 23, 2011.

(d) Revel commenced operations on April 2, 2012.

The footnotes are an integral part of each licensee's financial statements.
Valid comparisons cannot be made without using information contained in footnotes.

**ATLANTIC CITY CASINO INDUSTRY
STATEMENT OF INCOME STATISTICS (a)
FOR THE SIX MONTHS ENDED JUNE 30, 2012 AND 2011
(\$ in Thousands)**

	Net Revenue		Fav (Unfav) Var %	Gross Operating Profit		Fav (Unfav) Var %	Net Income		Fav (Unfav) Var %
	2012	2011		2012	2011		2012	2011	
Atlantic Club	\$ 48,253	\$ 65,788	(26.7)	\$ (11,212)	\$ (10,817)	(3.7)	\$ (14,147)	\$ (24,220)	41.6
Bally's AC	161,019	185,231	(13.1)	39,118	24,421	60.2	(15,118)	(21,130)	28.5
Borgata	351,566	351,846	(0.1)	71,667	73,102	(2.0)	(769)	(4,950)	84.5
Caesars	170,467	189,550	(10.1)	38,706	45,296	(14.5)	(17,292)	(11,708)	(47.7)
Golden Nugget (b)	59,193	13,790	N/A	(8,637)	1,124	N/A	(14,850)	1,875	N/A
Harrah's	229,890	233,957	(1.7)	66,077	61,183	8.0	1,442	(441)	N/A
Resorts	63,841	68,229	(6.4)	(3,204)	(11,246)	71.5	(6,732)	(13,575)	50.4
Showboat	116,483	120,009	(2.9)	25,752	24,265	6.1	842	2,311	(63.6)
Tropicana	134,975	125,739	7.3	8,349	(241)	N/A	(3,498)	(7,825)	55.3
Trump Marina (c)	-	45,084	N/A	-	(3,066)	N/A	-	(8,531)	N/A
Trump Plaza	53,085	70,369	(24.6)	11,583	1,166	N/A	4,187	(5,877)	N/A
Trump Taj Mahal	147,190	171,799	(14.3)	29,294	28,904	1.3	3,983	(3,656)	N/A
Industry (excl. Revel)	\$ 1,535,962	\$ 1,641,391	(6.4)	\$ 267,493	\$ 234,091	14.3	\$ (61,952)	\$ (97,727)	36.6
Revel (d)	55,051	-	NA	(35,177)	-	NA	(81,516)	-	NA
Industry	\$ 1,591,013	\$ 1,641,391	(3.1)	\$ 232,316	\$ 234,091	(0.8)	\$ (143,468)	\$ (97,727)	(46.8)

(a) The Income Statement statistics contained herein reflect only the operating results of the casino licensees.

The statistics do not include third-party restaurants, nightclubs, retail outlets and other businesses operating within the casino properties.

(b) Golden Nugget commenced operations on May 24, 2011.

(c) Trump Marina ceased operations on May 23, 2011.

(d) Revel commenced operations on April 2, 2012.

The footnotes are an integral part of each licensee's financial statements.
Valid comparisons cannot be made without using information contained in footnotes.

**ATLANTIC CITY CASINO INDUSTRY
HOTEL STATISTICS
FOR THE QUARTER ENDED JUNE 30, 2012**

CASINO	NUMBER OF GUEST ROOMS IN PROPERTY*	NUMBER OF AVAILABLE ROOM NIGHTS	NUMBER OF OCCUPIED ROOM NIGHTS	OCCUPANCY RATE	AVERAGE RATE PER OCCUPIED ROOM
Atlantic Club	809	73,619	47,814	64.9%	\$ 66.66
Bally's AC	1,749	159,159	146,926	92.3%	93.50
Borgata	2,767	251,797	218,299	86.7%	133.76
Caesars	1,141	103,831	95,718	92.2%	101.98
Golden Nugget	727	66,183	52,891	79.9%	94.84
Harrah's	2,590	235,690	211,007	89.5%	95.39
Resorts	942	85,722	74,433	86.8%	77.82
Revel (a)	1,399	103,751	46,476	44.8%	210.96
Showboat	1,331	121,121	108,040	89.2%	93.27
Tropicana	2,078	189,098	163,315	86.4%	89.39
Trump Plaza	906	82,446	67,511	81.9%	81.75
Trump Taj Mahal	2,010	182,910	162,855	89.0%	87.41
INDUSTRY (EXCL. REVEL)	17,050	1,551,576	1,348,809		
INDUSTRY AVG. (EXCL. REVEL)				86.9%	\$97.31
INDUSTRY TOTAL	18,449	1,655,327	1,395,285		
INDUSTRY AVERAGE				84.3%	\$101.10

* Number of guest rooms at end of quarter

(a) Revel limited the number of rooms available for rent during the preview period.

**ATLANTIC CITY CASINO INDUSTRY
HOTEL STATISTICS
FOR THE SIX MONTHS ENDED JUNE 30, 2012**

CASINO	NUMBER OF GUEST ROOMS IN PROPERTY*	NUMBER OF AVAILABLE ROOM NIGHTS	NUMBER OF OCCUPIED ROOM NIGHTS	OCCUPANCY RATE	AVERAGE RATE PER OCCUPIED ROOM
Atlantic Club	809	147,238	81,810	55.6%	\$ 67.05
Bally's AC	1,749	318,047	281,263	88.4%	90.72
Borgata	2,767	503,594	420,565	83.5%	133.13
Caesars	1,141	207,662	187,149	90.1%	98.63
Golden Nugget	727	114,338	97,310	85.1%	84.83
Harrah's	2,590	471,380	405,920	86.1%	94.30
Resorts	942	171,444	135,606	79.1%	74.34
Revel (a)	1,399	103,751	46,476	44.8%	210.96
Showboat	1,331	242,242	203,550	84.0%	90.54
Tropicana	2,078	378,196	306,384	81.0%	89.29
Trump Plaza	906	164,892	126,286	76.6%	79.00
Trump Taj Mahal	2,010	365,820	306,929	83.9%	85.44
INDUSTRY (EXCL. REVEL)	17,050	3,084,853	2,552,772		
INDUSTRY AVG. (EXCL. REVEL)				82.8%	\$95.60
INDUSTRY TOTAL	18,449	3,188,604	2,599,248		
INDUSTRY AVERAGE				81.5%	\$97.67

* Number of guest rooms at end of quarter

(a) Revel limited the number of rooms available for rent during the preview period.