

CASINO CONTROL COMMISSION

Tennessee Avenue and Boardwalk
Atlantic City, NJ 08401

CCC Announces 1st Quarter 2008 Results

For Immediate Release

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**Contact: Daniel Heneghan
Public Information Officer
609 441-3799
dheneghan@ccc.state.nj.us**

ATLANTIC CITY -- Casinos here reported a 17.7 percent decrease in gross operating profits in the first quarter of 2008, according to figures released Monday by the New Jersey Casino Control Commission.

Gross operating profits totaled \$243.8 million for the three-month period compared to \$296.2 million for the same period last year. Net revenues fell by 4.8 percent for the period to \$1.1 billion.

The Borgata led the industry with gross operating profits of \$56.4 million for the quarter, a decrease of 8.4 percent. Harrah's reported gross operating profits of \$38.8 million, up 1.5 percent; Caesars reported gross operating profits of 38.6 million, a 5.4 percent decrease; and Bally's reported \$31.8 million in gross operating profits, a decline of 13 percent.

Trump Taj Mahal reported gross operating profits of \$25.1 million, down 15.3 percent from the same period a year ago; Showboat reported gross operating profits of \$21.3 million, down 20.5 percent; and the Tropicana reported a decline of 61.2 percent to \$11.8 million.

The Trump Plaza reported gross operating profits of \$9.6 million, an increase of 13.1 percent; the Trump Marina reported a decline of 48.2 percent in gross operating profits to \$4.8 million; the Atlantic City Hilton earned \$4.2 million, down 48 percent from the same period a year ago and Resorts earned \$1.4 million in gross operating profits, a decline of 77.6 percent.

Gross operating profit represents earnings before interest, taxes, depreciation, amortization and charges from affiliates. After all of those other charges, the industry reported a net loss of \$32.6 million compared to net income of almost \$15 million in the same period last year. Hotel occupancy was 86.3 percent for the quarter compared to 88.5 percent in the first quarter of 2007. Promotional allowances and expenses decreased by 5.6 percent in the quarter to \$368.1 million.

(Copies of individual quarterly reports are available on the Commission's web page at www.state.nj.us/casinos/financia/qtrincome/. For more information contact the Office of Communications at 609 441-3799.)

**ATLANTIC CITY CASINO INDUSTRY
STATEMENT OF INCOME STATISTICS
FOR THE QUARTER ENDED MARCH 31, 2008 AND 2007**
(\$ in Thousands)

	<u>Net Revenue</u>		Fav (Unfav) Var %	<u>Gross Operating Profit</u>		Fav (Unfav) Var %	<u>Net Income</u>		Fav (Unfav) Var %
	<u>2008</u>	<u>2007</u>		<u>2008</u>	<u>2007</u>		<u>2008</u>	<u>2007</u>	
AC Hilton	\$ 59,393	\$ 65,274	(9.0)	\$ 4,199	\$ 8,071	(48.0)	\$ (6,972)	\$ (7,656)	8.9
Bally's AC	136,693	147,662	(7.4)	31,751	36,480	(13.0)	(72)	447	N/A
Borgata	202,024	203,730	(0.8)	56,394	61,560	(8.4)	27,844	35,268	(21.1)
Caesars	127,027	129,857	(2.2)	38,567	40,786	(5.4)	2,032	5,292	(61.6)
Harrah's Marina	121,298	115,665	4.9	38,835	38,264	1.5	1,794	6,086	(70.5)
Resorts	55,870	61,555	(9.2)	1,445	6,449	(77.6)	(9,187)	(22,649)	59.4
Showboat	84,972	90,470	(6.1)	21,326	26,827	(20.5)	(6,183)	(3,661)	(68.9)
Tropicana	89,658	111,575	(19.6)	11,771	30,320	(61.2)	(30,051)	(1,379)	N/A
Trump Marina	50,282	54,340	(7.5)	4,817	9,300	(48.2)	(6,516)	(779)	N/A
Trump Plaza	63,297	61,502	2.9	9,610	8,494	13.1	(4,726)	(4,659)	(1.4)
Trump Taj Mahal	114,050	118,436	(3.7)	25,082	29,626	(15.3)	(527)	8,669	N/A
Industry	<u>\$ 1,104,564</u>	<u>\$ 1,160,066</u>	(4.8)	<u>\$ 243,797</u>	<u>\$ 296,177</u>	(17.7)	<u>\$ (32,564)</u>	<u>\$ 14,979</u>	N/A

**ATLANTIC CITY CASINO INDUSTRY
STATEMENTS OF INCOME
FOR THE QUARTER ENDED MARCH 31, 2008
(\$ in Thousands)**

	AC Hilton	Bally's AC	Borgata	Caesars	Harrah's Marina	Resorts	Showboat	Tropicana	Trump Marina	Trump Plaza	Trump Taj Mahal	Industry
REVENUE:												
Casino	\$ 66,943	\$ 141,740	\$ 178,636	\$ 133,717	\$ 123,074	\$ 60,749	\$ 91,519	\$ 87,740	\$ 53,445	\$ 66,700	\$ 117,922	\$ 1,122,185
Rooms	4,412	12,051	24,015	6,985	12,035	4,391	9,082	15,865	4,571	6,030	9,208	108,645
Food and Beverage	9,250	17,374	34,170	13,775	16,884	8,069	11,821	12,480	6,336	6,697	14,207	151,063
Other	2,206	4,928	9,921	3,232	5,516	1,543	2,735	4,152	2,569	2,094	5,551	44,447
Total Revenue	82,811	176,093	246,742	157,709	157,509	74,752	115,157	120,237	66,921	81,521	146,888	1,426,340
Less: Promotional Allowances	23,418	39,400	44,718	30,682	36,211	18,882	30,185	30,579	16,639	18,224	32,838	321,776
NET REVENUE	59,393	136,693	202,024	127,027	121,298	55,870	84,972	89,658	50,282	63,297	114,050	1,104,564
COSTS AND EXPENSES:												
Cost of Goods and Services	42,732	90,628	117,647	71,462	69,434	41,542	52,822	60,200	35,164	41,749	70,113	693,493
Selling, General, and Administrative	11,987	13,562	26,220	15,729	12,464	12,369	10,203	17,356	9,925	11,633	17,923	159,371
Provision for Doubtful Accounts	475	752	1,763	1,269	565	514	621	331	376	305	932	7,903
Total Costs & Expenses	55,194	104,942	145,630	88,460	82,463	54,425	63,646	77,887	45,465	53,687	88,968	860,767
GROSS OPERATING PROFIT	4,199	31,751	56,394	38,567	38,835	1,445	21,326	11,771	4,817	9,610	25,082	243,797
Depreciation and Amortization	4,112	10,673	17,455	14,229	14,003	3,849	8,738	16,628	3,521	4,831	8,618	106,657
Charges from Affiliates Other than Interest:												
Management Fees	-	-	-	-	-	813	-	-	-	-	-	813
Other	794	6,332	-	5,255	6,623	-	6,230	-	1,915	2,174	3,602	32,925
INCOME (LOSS) FROM OPERATIONS	(707)	14,746	38,939	19,083	18,209	(3,217)	6,358	(4,857)	(619)	2,605	12,862	103,402
OTHER INCOME (EXPENSES):												
Interest (Expense) - Affiliates	(6,044)	(12,410)	-	(10,896)	(3,914)	(5,661)	(4,319)	(23,470)	(5,651)	(6,919)	(12,530)	(91,814)
Interest (Expense) - External	(3)	(25)	(6,457)	(292)	(18,589)	(498)	(10,898)	(5)	(232)	(485)	(684)	(38,168)
Invest. Alt. Tax & Related Income (Exp.)-Net	(282)	(813)	(1,399)	(556)	5,614	(191)	(1,011)	(418)	(205)	(312)	(495)	(68)
Nonoperating Income (Expense) - Net	64	(382)	(485)	(785)	(225)	380	332	(1,299)	191	385	320	(1,504)
Total Other Income (Expenses)	(6,265)	(13,630)	(8,341)	(12,529)	(17,114)	(5,970)	(15,896)	(25,192)	(5,897)	(7,331)	(13,389)	(131,554)
Income(Loss) Before Taxes&Extraordinary Items	(6,972)	1,116	30,598	6,554	1,095	(9,187)	(9,538)	(30,049)	(6,516)	(4,726)	(527)	(28,152)
Provision (Credit) for Income Taxes	-	1,188	2,754	4,522	(699)	-	(3,355)	2	-	-	-	4,412
Income (Loss) Before Extraordinary Items	(6,972)	(72)	27,844	2,032	1,794	(9,187)	(6,183)	(30,051)	(6,516)	(4,726)	(527)	(32,564)
Extraordinary Items (Net of Income Taxes)	-	-	-	-	-	-	-	-	-	-	-	-
NET INCOME (LOSS)	\$ (6,972)	\$ (72)	\$ 27,844	\$ 2,032	\$ 1,794	\$ (9,187)	\$ (6,183)	\$ (30,051)	\$ (6,516)	\$ (4,726)	\$ (527)	\$ (32,564)

**ATLANTIC CITY CASINO INDUSTRY
STATEMENTS OF INCOME
FOR THE QUARTER ENDED MARCH 31, 2007
(\$ in Thousands)**

	AC Hilton	Bally's AC	Borgata	Caesars	Harrah's Marina	Resorts	Showboat	Tropicana	Trump Marina	Trump Plaza	Trump Taj Mahal	Industry
REVENUE:												
Casino	\$ 73,872	\$ 156,311	\$ 187,269	\$ 139,153	\$ 125,376	\$ 69,335	\$ 99,048	\$ 104,648	\$ 58,009	\$ 64,197	\$ 121,913	\$ 1,199,131
Rooms	4,453	12,889	23,893	8,621	12,440	4,279	10,069	16,761	4,289	5,650	8,337	111,681
Food and Beverage	9,317	19,136	33,110	14,218	15,219	7,648	13,784	14,243	6,677	6,331	12,461	152,144
Other	2,162	5,227	9,734	3,314	3,646	1,290	3,089	5,449	1,956	1,787	3,675	41,329
Total Revenue	89,804	193,563	254,006	165,306	156,681	82,552	125,990	141,101	70,931	77,965	146,386	1,504,285
Less: Promotional Allowances	24,530	45,901	50,276	35,449	41,016	20,997	35,520	29,526	16,591	16,463	27,950	344,219
NET REVENUE	65,274	147,662	203,730	129,857	115,665	61,555	90,470	111,575	54,340	61,502	118,436	1,160,066
COSTS AND EXPENSES:												
Cost of Goods and Services	45,044	94,353	114,934	72,546	63,045	43,800	52,937	64,631	35,136	40,894	68,027	695,347
Selling, General, and Administrative	11,366	16,456	25,679	15,658	14,097	11,010	10,098	16,337	9,697	11,519	19,942	161,859
Provision for Doubtful Accounts	793	373	1,557	867	259	296	608	287	207	595	841	6,683
Total Costs & Expenses	57,203	111,182	142,170	89,071	77,401	55,106	63,643	81,255	45,040	53,008	88,810	863,889
GROSS OPERATING PROFIT	8,071	36,480	61,560	40,786	38,264	6,449	26,827	30,320	9,300	8,494	29,626	296,177
Depreciation and Amortization	5,597	12,786	16,827	13,465	11,085	4,411	9,823	6,120	3,677	4,745	6,777	95,313
Charges from Affiliates Other than Interest:												
Management Fees	-	-	-	-	-	1,049	-	-	-	-	-	1,049
Other	1,019	6,745	-	5,913	4,829	575	7,021	-	1,053	1,352	2,029	30,536
INCOME (LOSS) FROM OPERATIONS	1,455	16,949	44,733	21,408	22,350	414	9,983	24,200	4,570	2,397	20,820	169,279
OTHER INCOME (EXPENSES):												
Interest (Expense) - Affiliates	(8,910)	(12,410)	-	(11,015)	(13,000)	(7,345)	(14,432)	(22,767)	(5,073)	(6,602)	(11,535)	(113,089)
Interest (Expense) - External	(6)	(26)	(7,693)	(135)	-	(856)	-	(5)	(262)	(457)	(598)	(10,038)
Invest. Alt. Tax & Related Income (Exp.)-Net	(312)	(1,465)	(1,489)	(1,200)	(1,343)	(297)	(816)	(475)	(187)	(305)	(180)	(8,069)
Nonoperating Income (Expense) - Net	157	285	(373)	458	(585)	(14,565)	183	(2,332)	173	308	362	(15,929)
Total Other Income (Expenses)	(9,071)	(13,616)	(9,555)	(11,892)	(14,928)	(23,063)	(15,065)	(25,579)	(5,349)	(7,056)	(11,951)	(147,125)
Income(Loss) Before Taxes&Extraordinary Items	(7,616)	3,333	35,178	9,516	7,422	(22,649)	(5,082)	(1,379)	(779)	(4,659)	8,869	22,154
Provision (Credit) for Income Taxes	40	2,886	(90)	4,224	1,336	-	(1,421)	-	-	-	200	7,175
Income (Loss) Before Extraordinary Items	(7,656)	447	35,268	5,292	6,086	(22,649)	(3,661)	(1,379)	(779)	(4,659)	8,669	14,979
Extraordinary Items (Net of Income Taxes)	-	-	-	-	-	-	-	-	-	-	-	-
NET INCOME (LOSS)	\$ (7,656)	\$ 447	\$ 35,268	\$ 5,292	\$ 6,086	\$ (22,649)	\$ (3,661)	\$ (1,379)	\$ (779)	\$ (4,659)	\$ 8,669	\$ 14,979

**ATLANTIC CITY CASINO INDUSTRY
PROMOTIONAL ALLOWANCES AND EXPENSES
FOR THE QUARTER ENDED MARCH 31, 2008
(\$ in Thousands)**

	QUARTER		
	<u>Allowances</u>	<u>Expenses</u>	<u>Total</u>
AC Hilton	\$ 23,418	\$ 2,785	\$ 26,203
Bally's AC	39,400	1,416	40,816
Borgata	44,718	8,757	53,475
Caesars	30,682	5,271	35,953
Harrah's Marina	36,211	3,192	39,403
Resorts	18,882	6,169	25,051
Showboat	30,185	719	30,904
Tropicana	30,579	3,994	34,573
Trump Marina	16,639	3,463	20,102
Trump Plaza	18,224	4,356	22,580
Trump Taj Mahal	32,838	6,179	39,017
Industry	<u>\$ 321,776</u>	<u>\$ 46,301</u>	<u>\$ 368,077</u>
Incr (Decr) vs. Prior Period	-6.7%	2.6%	-5.6%

**ATLANTIC CITY CASINO INDUSTRY
PROMOTIONAL ALLOWANCES AND EXPENSES
FOR THE QUARTER ENDED MARCH 31, 2007
(\$ in Thousands)**

	QUARTER		
	<u>Allowances</u>	<u>Expenses</u>	<u>Total</u>
AC Hilton	\$ 24,530	\$ 2,306	\$ 26,836
Bally's AC	45,901	1,706	47,607
Borgata	50,276	9,635	59,911
Caesars	35,993	5,425	41,418
Harrah's Marina	41,016	3,118	44,134
Resorts	20,997	6,262	27,259
Showboat	35,520	731	36,251
Tropicana	29,526	2,671	32,197
Trump Marina	16,591	2,903	19,494
Trump Plaza	16,463	3,831	20,294
Trump Taj Mahal	27,950	6,551	34,501
Industry	<u>\$ 344,763</u>	<u>\$ 45,139</u>	<u>\$ 389,902</u>

**ATLANTIC CITY CASINO INDUSTRY
HOTEL STATISTICS
FOR THE QUARTER ENDED MARCH 31, 2008**

CASINO	NUMBER OF GUEST ROOMS IN PROPERTY*	NUMBER OF AVAILABLE ROOM NIGHTS	NUMBER OF OCCUPIED ROOM NIGHTS	OCCUPANCY RATE	AVERAGE RATE PER OCCUPIED ROOM
AC Hilton	809	73,619	66,737	90.7%	\$ 66.11
Bally's AC	1,745	153,667	141,369	92.0%	80.92
Borgata	1,971	178,656	167,113	93.5%	140.39
Caesars	1,139	103,649	74,701	72.1%	88.79
Harrah's Marina	2,070	163,124	138,663	85.0%	86.79
Resorts	942	85,680	71,776	83.8%	61.18
Showboat	1,331	121,121	102,453	84.6%	88.64
Tropicana	2,129	193,739	162,886	84.1%	97.40
Trump Marina	728	66,248	54,738	82.6%	83.51
Trump Plaza	906	82,446	68,522	83.1%	88.00
Trump Taj Mahal	1,245	113,295	102,691	90.6%	89.81
INDUSTRY TOTAL	15,015	1,335,244	1,151,649		
INDUSTRY AVERAGE				86.3%	\$93.03

* Number of guest rooms at end of quarter