Caesars Entertainment Corporation

March 31, 2015

CEC Selected Financial Information

DISCLAIMER

The following selected financial information of Caesars Entertainment Corporation (“CEC”), included herein has not been audited or had review procedures applied to it by our independent registered public accounting firm and is limited in scope. Among other things, it does not include the notes to financial statements that would be included if this financial information was being provided in connection with an offering of securities or as part of an annual or quarterly report filed with the Securities and Exchange Commission. The preparation of this selected financial information and the posting of this information to CEC’s website shall in no way be interpreted as an undertaking on the part of CEC to otherwise comply with all of the rules and regulations that are applicable to a company subject to the reporting requirements of the Securities Exchange Act of 1934, as amended (the “Exchange Act”). Such information might not be indicative of CEC's financial condition or operating results for the period that would be reflected in an Exchange Act report.

The selected financial information included herein has been derived from the books and records of CEC and Caesars Entertainment Operating Company, Inc. (“CEOC”) and includes primarily normal recurring adjustments, but does not include all the adjustments that would typically be made for the presentation of quarterly and annual financial statements in accordance with generally accepted accounting principles in the United States (“GAAP”). The selected financial information contained herein has not been subjected to the same level of accounting review and testing that CEC would apply in the preparation of financial information in accordance with GAAP. Upon the application of such procedures, CEC believes that the selected financial information may be subject to change, and these changes could be material. Additionally, certain transactions that would be required to be included in GAAP financial statements are not reflected in this selected financial information. There can be no assurance that the selected financial information presented herein is complete, and readers are strongly cautioned not to place reliance on this selected financial information, which was not prepared for the purpose of providing the basis for an investment decision relating to any of the securities of CEC.

The selected financial information presented herein includes non-GAAP measures, which are presented on a basis consistent with how CEC management reviews operating results, assesses performances, and makes decisions related to the allocations of resources on a property-by-property basis. Property EBITDA and Adjusted EBITDA are non-GAAP financial measures commonly used in CEC's industry and should not be construed as an alternative to net income/(loss) as an indicator of operating performance or as an alternative to cash flow provided by operating activities as a measure of liquidity (as determined in accordance with GAAP). Property EBITDA is defined as revenues less property operating expenses and is comprised of net income/(loss) before (i) interest expense, net of interest capitalized and interest income, (ii) (benefit)/provision for income taxes, (iii) depreciation and amortization, (iv) corporate expenses, and (v) certain items that CEC does not consider indicative of its ongoing operating performance at an operating property level. In evaluating Property EBITDA, you should be aware that, in the future, CEC may incur expenses that are the same or similar to some of the adjustments in this presentation. The presentation of Property EBITDA should not be construed as an inference that future results will be unaffected by unusual or unexpected items. Property EBITDA may not be comparable to similarly titled measures reported by other companies within the industry. Property EBITDA is included because CEC's management uses Property EBITDA to measure performance and allocate resources, and believes that Property EBITDA provides investors with additional information consistent with that used by CEOC’s management.

DISCLAIMER (Continued)

Adjusted EBITDA is a non-GAAP measure presented as a supplemental measure of CEOC's performance. Adjusted EBITDA is defined as EBITDA further adjusted to exclude certain non-cash and other items required or permitted in calculating covenant compliance CEOC's secured credit facilities. CEOC's management believes that Adjusted EBITDA provides investors with additional information and allows a better understanding of the results of operational activities separate from the financial impact of decisions made for the long-term benefit of CEOC. Because not all companies use identical calculations, the presentation of Adjusted EBITDA may not be comparable to other similarly titled measures of other companies.

CEC is not required to publicly update the selected financial information presented herein to reflect the occurrence of future events. The selected financial results contained herein are not necessarily indicative of results that may be expected from any other period or for the full year and may not necessarily reflect the consolidated results of operations and financial position of CEC in the future. The future results of CEC may differ significantly from those reflected in this selected financial information.

CEC has not made and does not make any representation to any person regarding CEC's future results. There can be no assurance that, from the perspective of an investor or potential investor in CEC's securities that this selected financial information is complete. Likewise, no assurance can be given as to whether the plan of reorganization currently proposed for CEOC will be consummated or, if consummated, how the plan of reorganization will impact CEC's future financial results. For a reconciliation of the non-GAAP presentations herein to GAAP results, see the following tables.

CAESARS ENTERTAINMENT CORPORATION
CEC SELECTED FINANCIAL MEASURES
(UNAUDITED)
(In millions)

In order to provide selected financial measures on a comparative view with first quarter 2014 please see the following measures for the first quarter of 2015, which reflect CEC's reported results together with CEOC's results for the period after CEOC filed for bankruptcy and was deconsolidated from CEC's financial results. CEC's results for the first quarter of 2014 included CEOC on a consolidated basis. We believe this presentation provides information useful to understanding the performance of the overall Caesars system on a year-over year basis.

	Three months ended March 31,			
	2015		**2014**	
CEC Net revenues as Reported	$	1,253	$	2,033
CEOC net revenues (1/15/15 - 3/31/15) (1)		958		-
Total Net Revenues	$	2,211	$	2,033
CEC Property EBITDA as Reported (2)	$	341	$	413
CEOC Property EBITDA (1/15/15 - 3/31/15) (1)		243		-
Total Property EBITDA	$	584	$	413
CEC Adjusted EBITDA as Reported (2)	$	335	$	423
CEOC Adjusted EBITDA (1/15/15 - 3/31/15) (1)		237		-
Total Adjusted EBITDA	$	572	$	423

(1) Includes the CEOC reported measures and $35 million of revenue eliminations to calculate a consolidated view for 2015. This is not applicable to the 2014 reported period.

(2) Non-gaap numbers for property and adjusted EBITDA are reconciled in the following tables.

CAESARS ENTERTAINMENT CORPORATION
SUPPLEMENTAL INFORMATION
RECONCILIATION OF NET INCOME/(LOSS) ATTRIBUTABLE TO CAESARS ENTERTAINMENT CORPORATION
TO PROPERTY EBITDA AND ADJUSTED EBITDA

Property earnings before interest, taxes, depreciation and amortization ("EBITDA") is presented as a supplemental measure of the Company's performance. Property EBITDA is defined as revenues less property operating expenses and is comprised of net income/(loss) before (i) interest expense, net of interest capitalized and interest income, (ii) (benefit)/provision for income taxes, (iii) depreciation and amortization, (iv) corporate expenses, and (v) certain items that the Company does not consider indicative of its ongoing operating performance at an operating property level. In evaluating Property EBITDA you should be aware that, in the future, the Company may incur expenses that are the same or similar to some of the adjustments in this presentation. The presentation of Property EBITDA should not be construed as an inference that future results will be unaffected by unusual or unexpected items.

Property EBITDA is a non-GAAP financial measure commonly used in our industry and should not be construed as an alternative to net income/(loss) as an indicator of operating performance or as an alternative to cash flow provided by operating activities as a measure of liquidity (as determined in accordance with GAAP). Property EBITDA may not be comparable to similarly titled measures reported by other companies within the industry. Property EBITDA is included because management uses Property EBITDA to measure performance and allocate resources, and believes that Property EBITDA provides investors with additional information consistent with that used by management.

Adjusted EBITDA is defined as EBITDA further adjusted to exclude certain non-cash and other items required or permitted in calculating covenant compliance under the indenture governing CEOC's secured credit facilities.

Adjusted EBITDA is presented as a supplemental measure of the Company's performance and management believes that Adjusted EBITDA provides investors with additional information and allows a better understanding of the results of operational activities separate from the financial impact of decisions made for the long-term benefit of the Company.

Because not all companies use identical calculations, the presentation of Adjusted EBITDA may not be comparable to other similarly titled measures of other companies.

The following tables reconcile net income/(loss) attributable to the companies presented to Property EBITDA and Adjusted EBITDA for the periods indicated.

CAESARS ENTERTAINMENT CORPORATION
SUPPLEMENTAL INFORMATION
RECONCILIATION OF NET LOSS ATTRIBUTABLE TO CAESARS ENTERTAINMENT CORPORATION TO PROPERTY EBITDA AND ADJUSTED EBITDA

	Three Months Ended March 31, 2015						Three Months Ended March 31, 2014					
(In millions)	CEOC [i]	CERP [j]	CGP Casinos [k]	CIE	Other [l]	CEC	CEOC [i]	CERP [j]	CGP Casinos [k]	CIE	Other [l]	CEC
Net income/(loss) attributable to company	$ (85)	$ 3	$ 121	$ 23	$ 7,575	$ 7,637	$ (440)	$ (7)	$ (9)	$ 2	$ 68	$ (386)
Net income/(loss) attributable to noncontrolling interests	—	—	(4)	4	25	25	2	—	(7)	—	8	3
Net income/(loss)	(85)	3	117	27	7,600	7,662	(438)	(7)	(16)	2	76	(383)
Net (income)/loss from discontinued operations	7	—	—	—	—	7	72	—	—	1	4	77
Net (income)/loss from continuing operations	(78)	3	117	27	7,600	7,669	(366)	(7)	(16)	3	80	(306)
Income tax (benefit)/provision	—	2	—	12	178	192	(85)	(24)	7	2	(36)	(136)
Income/(loss) from continuing operations before income taxes	(78)	5	117	39	7,778	7,861	(451)	(31)	(9)	5	44	(442)
Gain on deconsolidation of subsidiary	—	—	—	—	(7,955)	(7,955)	—	—	—	—	—	—
Other (gains)/losses [a]	—	—	1	—	(1)	—	(1)	—	(49)	—	51	1
Interest expense	87	101	46	2	2	238	536	91	17	—	(52)	592
Income/(loss) from operations	9	106	164	41	(176)	144	84	60	(41)	5	43	151
Depreciation and amortization	11	49	33	8	1	102	102	50	22	6	(31)	149
Impairment of intangible and tangible assets [b]	—	—	—	—	—	—	12	—	—	—	21	33
Write-downs, reserves, and project opening costs, net of recoveries[c]	1	2	3	—	36	42	12	3	14	—	(5)	24
Acquisition and integration costs and other [d]	3	—	(118)	—	121	6	10	—	76	1	(76)	11
Corporate expense	7	12	—	—	28	47	35	14	—	—	1	50
Impact of consolidating The LINQ and Octavius Tower [e]	—	—	—	—	—	—	(10)	—	—	—	10	—
EBITDA attributable to discontinued operations	—	—	—	—	—	—	(4)	—	—	—	(1)	(5)
Property EBITDA	**31**	**169**	**82**	**49**	**10**	**341**	**241**	**127**	**71**	**12**	**(38)**	**413**
Corporate expense	(7)	(12)	—	—	(28)	(47)	(35)	(14)	—	—	(1)	(50)
Stock-based compensation expense [f]	1	3	1	13	8	26	8	—	—	18	—	26
Adjustments to include 100% of Baluma S.A.'s adjusted EBITDA [g]	3	—	—	—	—	3	21	—	—	—	—	21
Depreciation in corporate expense	2	—	—	—	—	2	8	—	—	—	—	8
Other items[h]	4	2	2	1	1	10	5	—	—	1	(1)	5
Adjusted EBITDA, Legal Entity	**34**	**162**	**85**	**63**	**(9)**	**335**	**248**	**113**	**71**	**31**	**(40)**	**423**
Impact of property transactions	—	—	—	—	—	—	(45)	—	—	—	45	—
Adjusted EBITDA, Reportable Segments	**$ 34**	**$ 162**	**$ 85**	**$ 63**	**$ (9)**	**$ 335**	**$ 203**	**$ 113**	**$ 71**	**$ 31**	**$ 5**	**$ 423**

CAESARS ENTERTAINMENT CORPORATION
NOTES TO SUPPLEMENTAL INFORMATION
RECONCILIATION OF NET LOSS ATTRIBUTABLE TO CAESARS ENTERTAINMENT CORPORATION TO PROPERTY EBITDA AND ADJUSTED EBITDA

(a) Amounts represent the difference between the fair value of consideration paid and the book value, net of deferred financing costs, of debt retired through debt extinguishment transactions, which are capital structure-related, rather than operational-type costs.
(b) Amounts represent non-cash charges to impair intangible and tangible assets primarily resulting from changes in the business outlook in light of competitive conditions.
(c) Amounts primarily represent pre-opening costs incurred in connection with new property openings and expansion projects at existing properties, as well as any non-cash write-offs of abandoned development projects.
(d) Amounts include certain costs associated with acquisition and development activities and reorganization activities, which are infrequently occurring costs.
(e) Amounts represent the EBITDA of The LINQ and Octavius Tower as consolidated in CEOC. Because The LINQ and Octavius Tower are not legally owned by CEOC the related EBITDA impact is removed from Property EBITDA and Adjusted EBITDA measures.
(f) Amounts represent stock-based compensation expense related to shares, stock options, and restricted stock granted to the Company's employees.
(g) Amounts represent adjustments to include 100% of Baluma S.A. (Conrad Punta del Este) adjusted EBITDA as permitted under the indentures governing CEOC's existing notes and the credit agreement governing CEOC's senior secured credit facilities.
(h) Amounts represent add-backs and deductions from EBITDA, whether permitted and/or required under the indentures governing CEOC's existing notes and the credit agreement governing CEOC's senior secured credit facilities, but not separately identified. Such add-backs and deductions include litigation awards and settlements, severance and relocation costs, sign-on and retention bonuses, permit remediation costs, gains and losses from disposals of assets, costs incurred in connection with implementing the Company's efficiency and cost-saving programs, business optimization expenses, the Company's insurance policy deductibles incurred as a result of catastrophic events such as floods and hurricanes, one time sales tax assessments and accruals, project start-up costs, and non-cash equity in earnings of non-consolidated affiliates (net of distributions).
(i) Amounts include the results and adjustments of CEOC on a consolidated basis without the exclusion of CEOC's unrestricted subsidiaries, and therefore, are different than the calculations used to determine compliance with debt covenants under the credit facility.
(j) Amounts include the results and adjustments of CERP on a stand-alone basis.
(k) Amounts include the results and adjustments attributable to CGP LLC on a stand-alone basis.
(l) Amounts include consolidating adjustments, eliminating adjustments and other adjustments to reconcile to consolidated CEC Property EBITDA and Adjusted EBITDA.