

INTRAWEST CORPORATION  
**CONSOLIDATED STATEMENTS OF OPERATIONS AND RETAINED EARNINGS**  
(in thousands of United States dollars, except per share amounts)(unaudited)  
**(RESTATED)**

|  | 30-Sep<br>2004 | 31-Dec<br>2004 | 31-Mar<br>2005 | 30-Jun<br>2005 | Year to Date<br>2005 |
|--|----------------|----------------|----------------|----------------|----------------------|
| <b>RESORT AND TRAVEL OPERATIONS:</b>                                       |                |                |                |                |                      |
| Revenue  | \$ 126,318     | \$ 178,204     | \$ 356,569     | \$ 136,599     | \$ 797,690           |
| Expenses   | 118,596        | 153,982        | 273,523        | 151,736        | 697,837              |
| Resort and travel operations contribution                                  | 7,722          | 24,222         | 83,046         | (15,137)       | 99,853               |
| <b>MANAGEMENT SERVICES:</b>  |                |                |                |                |                      |
| Revenue  | 34,992         | 36,505         | 59,109         | 49,658         | 180,264              |
| Expenses   | 29,308         | 29,319         | 35,559         | 43,200         | 137,386              |
| Management services contribution   | 5,684          | 7,186          | 23,550         | 6,458          | 42,878               |
| <b>REAL ESTATE DEVELOPMENT:</b>  |                |                |                |                |                      |
| Revenue  | 38,792         | 201,718        | 48,267         | 338,106        | 626,883              |
| Expenses   | 34,111         | 188,632        | 43,608         | 294,701        | 561,052              |
|  | 4,681          | 13,086         | 4,659          | 43,405         | 65,831               |
| Income (loss) from equity accounted investments                            | 460            | 2,128          | (278)          | (271)          | 2,039                |
| Real estate development contribution                                       | 5,141          | 15,214         | 4,381          | 43,134         | 67,870               |
| Income before undernoted items   | 18,547         | 46,622         | 110,977        | 34,455         | 210,601              |
| Interest and other income  | 2,085          | 1,228          | 2,359          | (434)          | 5,238                |
| Interest expense   | (10,926)       | (11,659)       | (9,071)        | (12,509)       | (44,165)             |
| Corporate general and administrative expenses                              | (4,453)        | (5,488)        | (5,395)        | (5,235)        | (20,571)             |
| Depreciation and amortization  | (11,094)       | (13,155)       | (31,329)       | (16,259)       | (71,837)             |
| Call premium and unamortized costs of senior notes redeemed                | -              | (28,069)       | (2,104)        | -              | (30,173)             |
| Write down of golf course assets   | -              | -              | -              | (17,568)       | (17,568)             |
| Income (loss) before income taxes and non-controlling interest             | (5,841)        | (10,521)       | 65,437         | (17,550)       | 31,525               |
| Provision for income taxes   | (1,472)        | 2,167          | 4,577          | (1,932)        | 3,340                |
| Non-controlling interest   | (879)          | (2,172)        | (7,304)        | 907            | (9,448)              |
| Income (loss) from continuing operations                                   | (8,192)        | (10,526)       | 62,710         | (18,575)       | 25,417               |
| Results of discontinued operations   | 1,124          | 3,401          | 3,498          | (625)          | 7,398                |
| Net income (loss)  | (7,068)        | (7,125)        | 66,208         | (19,200)       | 32,815               |
| Retained earnings, beginning of period as previously stated                | 318,883        | 312,205        | 301,150        | 369,985        | 318,883              |
| Prior period adjustment  | (3,536)        | (3,926)        | (3,027)        | (5,654)        | (3,536)              |
| Retained earnings, beginning of period as restated                         | 315,347        | 308,279        | 298,123        | 364,331        | 315,347              |
| Dividends  | -              | (3,031)        | -              | (3,118)        | (6,149)              |
| Retained earnings, end of period   | \$ 308,279     | \$ 298,123     | \$ 364,331     | \$ 342,013     | \$ 342,013           |
| <b>Income from continuing operations per common share</b>                  |                |                |                |                |                      |
| Basic  | \$ (0.17)      | \$ (0.22)      | \$ 1.31        | \$ (0.39)      | \$ 0.53              |
| Diluted  | \$ (0.17)      | \$ (0.22)      | \$ 1.31        | \$ (0.39)      | \$ 0.53              |
| <b>Net income per common share</b>   |                |                |                |                |                      |
| Basic  | \$ (0.15)      | \$ (0.15)      | \$ 1.39        | \$ (0.40)      | \$ 0.69              |
| Diluted  | \$ (0.15)      | \$ (0.15)      | \$ 1.38        | \$ (0.40)      | \$ 0.68              |
| <b>Weighted average number of common shares outstanding (in thousands)</b> |                |                |                |                |                      |
| Basic  | 47,622         | 47,645         | 47,790         | 47,882         | 47,814               |
| Diluted  | 47,622         | 47,645         | 47,873         | 48,175         | 47,924               |
| <b>Exchange rates</b>  |                |                |                |                |                      |
| As at period end   | 1.2616         | 1.2020         | 1.2096         | 1.2254         |                      |
| Average for period   | 1.3074         | 1.2638         | 1.2514         | 1.2495         |                      |