

Reconciliation of Non-GAAP Financial

Resort, Mountain, Lodging and Real Estate Reported EBITDA and Resort, Mountain Lodging and Real Estate Reported EBITDA excluding stock-based compensation have been presented herein as measures of the Company's financial operating performance. Reported EBITDA and Reported EBITDA excluding stock-based compensation are not measures of financial performance under accounting principles generally accepted in the United States of America ("GAAP"), and they might not be comparable to similarly titled measures. Reported EBITDA and Reported EBITDA excluding stock-based compensation do not purport to represent cash provided by operating activities and should not be considered in isolation or as a substitute for measures of performance prepared in accordance with GAAP. The Company believes that Reported EBITDA and Reported EBITDA excluding stock-based compensation are indicative measures of the Company's operating performance, and each similar to performance metrics generally used by investors to evaluate companies in the resort and lodging industries. The Company primarily uses Reported EBITDA excluding stock-based compensation targets in determining management bonuses. Additionally, the company believes that reported EBITDA excluding stock-based compensation is an important measurement for comparability purposes as prior periods do not reflect the impact of the adoption of SFAS 123R.

Presented below is a reconciliation of Reported EBITDA to net income of the Company calculated in accordance with GAAP for the nine months ended April 30, 2006, the fiscal year ended July 31, 2005, the nine months ended April 30, 2005, and the fiscal year ended July 31, 2004, which are used to calculate the last twelve months ("LTM") reconciliation of Reported EBITDA to net income.

Reconciliation of Non-GAAP Financial Measures

	(A) 9 Months Ended <u>April 30,</u> <u>2006</u>	(B) FY Ended <u>July 31,</u> <u>2005</u>	(C) 9 Months Ended <u>April 30,</u> <u>2005</u>	(A + B - C) LTM <u>April 30,</u> <u>2006</u>
Mountain Reported EBITDA	\$ 211,977	\$ 151,269	\$ 178,277	\$ 184,969
Lodging Reported EBITDA	<u>12,271</u>	<u>16,203</u>	<u>15,187</u>	<u>13,287</u>
Resort Reported EBITDA	224,248	167,472	193,464	198,256
Real Estate Reported EBITDA	<u>(3,518)</u>	<u>14,425</u>	<u>6,283</u>	<u>4,624</u>
Total Reported EBITDA	220,730	181,897	199,747	202,880
Depreciation and amortization	(63,296)	(89,968)	(69,387)	(83,877)
Relocation and separation charges	(3,778)	-	-	(3,778)
Asset impairment charges	(136)	(2,550)	(1,573)	(1,113)
Mold remediation credit	852	-	-	852
Loss on disposal of fixed assets, net	(835)	(1,528)	(1,519)	(844)
Investment income, net	5,390	2,066	1,443	6,013
Interest expense	(27,788)	(40,298)	(30,734)	(37,352)
Loss on extinguishment of debt	-	(612)	(612)	-
Gain (loss) from sale of businesses, net	4,625	(7,353)	5,690	(8,418)
Contract dispute charges	(816)	-	-	(816)
(Loss) gain on put options, net	(79)	1,158	741	338
Other income, net	50	50	49	51
Minority interest in income of consolidated subsidiaries, net	<u>(8,660)</u>	<u>(5,239)</u>	<u>(6,980)</u>	<u>(6,919)</u>
Income before provision for income taxes	126,259	37,623	96,865	67,017
Provision for income taxes	<u>(49,240)</u>	<u>(14,485)</u>	<u>(37,293)</u>	<u>(26,432)</u>
Net income	<u>\$ 77,019</u>	<u>\$ 23,138</u>	<u>\$ 59,572</u>	<u>\$ 40,585</u>

Reconciliation of Non-GAAP Financial Measures

	(A) 9 Months Ended <u>April 30,</u> <u>2005</u>	(B) FY Ended <u>July 31,</u> <u>2004</u>	(C) 9 Months Ended <u>April 30,</u> <u>2004</u>	(A + B - C) LTM <u>April 30,</u> <u>2005</u>
Mountain Reported EBITDA	\$ 178,277	\$ 133,496	\$ 155,508	\$ 156,265
Lodging Reported EBITDA	15,187	11,110	10,981	15,316
Resort Reported EBITDA	193,464	144,606	166,489	171,581
Real Estate Reported EBITDA	6,283	30,939	31,782	5,440
Total Reported EBITDA	199,747	175,545	198,271	177,021
Depreciation and amortization	(69,387)	(86,377)	(65,340)	(90,424)
Asset impairment charges	(1,573)	(1,108)	(933)	(1,748)
Mold remediation charge	-	(5,500)	(5,500)	-
Loss on disposal of fixed assets, net	(1,519)	(2,345)	(1,567)	(2,297)
Investment income, net	1,443	1,886	1,338	1,991
Interest expense	(30,734)	(47,479)	(36,930)	(41,283)
Loss on extinguishment of debt	(612)	(37,084)	(36,195)	(1,501)
Gain from sale of businesses, net	5,690	-	-	5,690
Gain (loss) on put options, net	741	(1,875)	(1,739)	605
Other income (expense), net	49	(179)	(9)	(121)
Minority interest in income of consolidated subs, net	(6,980)	(4,000)	(6,181)	(4,799)
Income (loss) before (provision) benefit for income taxes	96,865	(8,516)	45,215	43,134
(Provision) benefit for income taxes	(37,293)	2,557	(14,871)	(19,865)
Net income (loss)	\$ 59,572	\$ (5,959)	\$ 30,344	\$ 23,269

Reconciliation of Non-GAAP Financial

Presented below is a reconciliation of net debt to total Reported EBITDA. These are not measures of financial performance or financial position under accounting principles generally accepted in the United States of America (“GAAP”), and they might not be comparable to similarly titled measures. Additionally, these measures do not purport to represent cash provided by operating activities and should not be considered in isolation or as a substitute for measures of performance prepared in accordance with GAAP. The Company has presented these non-GAAP measures as it believes that this presentation provides a more comparable measure of the Company’s results from ongoing operations and financial position.

Reconciliation of Non-GAAP Financial Measures

	Nine months ended	
	April 30, 2006	April 30, 2005
Total Debt	\$ 521,291	\$ 522,527
Less: Cash and Cash Equivalents	<u>240,116</u>	<u>41,068</u>
Net Debt	\$ 281,175	\$ 481,459
Divided by:		
Total Reported EBITDA (LTM)	<u>202,880</u>	<u>177,021</u>
Net Debt / Total Reported EBITDA	1.39	2.72