

Reconciliation of Non-GAAP Financial Measures

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, Reported EBITDA excluding stock-based compensation and Net Debt (defined as long-term debt plus long-term debt due within one year less cash and cash equivalents) are not measures of financial performance or liquidity under accounting principles generally accepted in the United States of America ("GAAP"), and they might not be comparable to similarly titled measures. Reported EBITDA, Reported EBITDA excluding stock-based compensation and Net Debt do not purport to represent cash flows generated by operating, investing or financing activities or other financial statement data and should not be considered in isolation or as a substitute for measures of financial performance or liquidity 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.

Presented below is a reconciliation of Reported EBITDA and Reported EBITDA excluding stock-based compensation to net income for the Company calculated in accordance with GAAP for the three and six months ended January 31, 2007 and 2006.

	(In thousands)	
	Three Months Ended	
	January 31,	
	(Unaudited)	
	2007	2006
Mountain revenue, net	\$ 272,026	\$ 246,228
Mountain operating expense excluding stock-based compensation	(158,814)	(149,667)
Mountain equity investment income, net	1,496	1,455
Mountain Reported EBITDA excluding stock-based compensation	114,708	98,016
Mountain stock-based compensation	(1,057)	(999)
Mountain Reported EBITDA	113,651	97,017
Lodging revenue, net	32,796	32,079
Lodging operating expense excluding stock-based compensation	(30,536)	(32,480)
Lodging Reported EBITDA excluding stock-based compensation	2,260	(401)
Lodging stock-based compensation	(221)	(414)
Lodging Reported EBITDA	2,039	(815)
Resort Reported EBITDA*	115,690	96,202
Resort Reported EBITDA excluding stock-based compensation*	116,968	97,615
Real Estate revenue, net	56,216	9,709
Real Estate operating expense excluding stock-based compensation	(49,905)	(5,982)
Real Estate equity investment income	--	31
Real Estate Reported EBITDA excluding stock-based compensation	6,311	3,758
Real Estate stock-based compensation	(486)	(401)
Real Estate Reported EBITDA	5,825	3,357
Total Reported EBITDA	121,515	99,559
Depreciation and amortization	(21,759)	(21,431)
Relocation and separation charges	(500)	--
Mold remediation credit	--	852
Loss on disposal of fixed assets, net	(10)	(486)
Investment income	2,417	1,046
Interest expense, net	(7,911)	(9,502)
Gain on sale of businesses, net	--	4,625
Contract dispute charges	(672)	--
Gain on put options	--	1,026
Other income, net	--	51
Minority interest in income of consolidated subsidiaries, net	(6,152)	(5,231)
Income before provision for income taxes	86,928	70,509
Provision for income taxes	(33,902)	(27,498)
Net income	\$ 53,026	\$ 43,011

* Resort represents the sum of Mountain and Lodging

	(In thousands)	
	Six Months Ended	
	January 31,	
	(Unaudited)	
	2007	2006
Mountain revenue, net	\$ 318,189	\$ 286,505
Mountain operating expense excluding stock-based compensation	(237,281)	(221,003)
Mountain equity investment income, net	2,331	2,305
Mountain Reported EBITDA excluding stock-based compensation	83,239	67,807
Mountain stock-based compensation	(2,077)	(1,954)
Mountain Reported EBITDA	81,162	65,853
Lodging revenue, net	73,204	73,829
Lodging operating expense excluding stock-based compensation	(66,552)	(69,714)
Lodging Reported EBITDA excluding stock-based compensation	6,652	4,115
Lodging stock-based compensation	(554)	(821)
Lodging Reported EBITDA	6,098	3,294
Resort Reported EBITDA*	87,260	69,147
Resort Reported EBITDA excluding stock-based compensation*	89,891	71,922
Real Estate revenue, net	83,138	13,102
Real Estate operating expense excluding stock-based compensation	(75,415)	(11,671)
Real Estate equity investment income	--	100
Real Estate Reported EBITDA excluding stock-based compensation	7,723	1,531
Real Estate stock-based compensation	(1,094)	(781)
Real Estate Reported EBITDA	6,629	750
Total Reported EBITDA	93,889	69,897
Depreciation and amortization	(43,344)	(40,354)
Relocation and separation charges	(1,235)	--
Asset impairment charge	--	(136)
Mold remediation credit	--	852
Loss on disposal of fixed assets, net	(91)	(726)
Investment income	4,481	2,234
Interest expense, net	(16,847)	(18,939)
Gain on sale of businesses, net	--	4,625
Contract dispute charges	(4,276)	--
Gain on put options	--	34
Other income, net	--	51
Minority interest in income of consolidated subsidiaries, net	(4,363)	(3,305)
Income before provision for income taxes	28,214	14,233
Provision for income taxes	(11,004)	(5,551)
Net income	\$ 17,210	\$ 8,682

* Resort represents the sum of Mountain and Lodging

Presented below is a reconciliation of Reported EBITDA and Reported EBITDA excluding stock-based compensation to net (loss) income for the Company calculated in accordance with GAAP for the twelve months ended January 31, 2007 and 2006. Also presented is a reconciliation of Net Debt to Long-term Debt and the calculation of Net Debt to Reported EBITDA.

	(In thousands) (Unaudited)									
	Three Months Ended				Twelve Months Ended	Three Months Ended				Twelve Months Ended
	January 31, 2007	October 31, 2006	July 31, 2006	April 30, 2006	January 31, 2007	January 31, 2006	October 31, 2005	July 31, 2005	April 30, 2005	January 31, 2006
Mountain revenue, net	\$ 272,026	\$ 46,164	\$ 39,163	\$ 294,773	\$ 652,126	\$ 246,228	\$ 40,277	\$ 35,371	\$ 256,825	\$ 578,701
Mountain operating expense excluding stock-based compensation	(158,814)	(78,467)	(69,697)	(148,733)	(455,711)	(149,667)	(71,336)	(62,629)	(132,349)	(415,981)
Mountain equity investment income, net	1,496	835	792	780	3,903	1,455	850	300	438	3,043
Mountain Reported EBITDA excluding stock-based compensation	114,708	(31,468)	(29,742)	146,820	200,318	98,016	(30,209)	(26,958)	124,914	165,763
Mountain stock-based compensation	(1,057)	(1,020)	(1,032)	(698)	(3,807)	(999)	(955)	(50)	(50)	(2,054)
Mountain Reported EBITDA	113,651	(32,488)	(30,774)	146,122	196,511	97,017	(31,164)	(27,008)	124,864	163,709
Lodging revenue, net	32,796	40,408	42,486	39,492	155,182	32,079	41,750	51,202	56,285	181,316
Lodging operating expense excluding stock-based compensation	(30,536)	(36,016)	(41,293)	(30,353)	(138,198)	(32,480)	(37,235)	(50,170)	(43,147)	(163,032)
Lodging Reported EBITDA excluding stock-based compensation	2,260	4,392	1,193	9,139	16,984	(401)	4,515	1,032	13,138	18,284
Lodging stock-based compensation	(221)	(333)	(351)	(162)	(1,067)	(414)	(406)	(17)	(17)	(854)
Lodging Reported EBITDA	2,039	4,059	842	8,977	15,917	(815)	4,109	1,015	13,121	17,430
Resort Reported EBITDA*	115,690	(28,429)	(29,932)	155,099	212,428	96,202	(27,055)	(25,993)	137,985	181,139
Resort Reported EBITDA excluding stock-based compensation*	116,968	(27,076)	(28,549)	155,959	217,302	97,615	(25,694)	(25,926)	138,052	184,047
Real Estate revenue, net	56,216	26,922	42,378	7,124	132,640	9,709	3,393	33,452	14,341	60,895
Real Estate operating expense excluding stock-based compensation	(49,905)	(25,510)	(32,412)	(11,087)	(118,914)	(5,982)	(5,688)	(25,297)	(16,147)	(53,114)
Real Estate equity investment income	--	--	711	(20)	691	31	69	5	(48)	57
Real Estate Reported EBITDA excluding stock-based compensation	6,311	1,412	10,677	(3,983)	14,417	3,758	(2,226)	8,160	(1,854)	7,838
Real Estate stock-based compensation	(486)	(608)	(441)	(283)	(1,818)	(401)	(381)	(18)	(18)	(818)
Real Estate Reported EBITDA	5,825	804	10,236	(4,266)	12,599	3,357	(2,607)	8,142	(1,872)	7,020
Total Reported EBITDA	121,515	(27,625)	(19,696)	150,833	225,027	99,559	(29,662)	(17,851)	136,113	188,159
Depreciation and amortization	(21,759)	(21,585)	(22,802)	(22,942)	(89,088)	(21,431)	(18,923)	(20,580)	(25,039)	(85,973)
Relocation and separation charges	(500)	(735)	(1,317)	(3,778)	(6,330)	--	--	--	--	--
Asset impairment charges	--	--	(75)	--	(75)	--	(136)	(977)	(1,573)	(2,686)
Mold remediation credit	--	--	559	--	559	852	--	--	--	852
Loss on disposal of fixed assets, net	(10)	(81)	(200)	(108)	(399)	(486)	(240)	(9)	(38)	(773)
Investment income	2,417	2,063	2,605	3,156	10,241	1,046	1,188	623	141	2,998
Interest expense, net	(7,911)	(8,936)	(8,690)	(8,849)	(34,386)	(9,502)	(9,437)	(9,565)	(9,349)	(37,853)
Gain (loss) on sale of businesses, net	--	--	--	--	--	4,625	--	(13,043)	(3)	(8,421)
Contract dispute charges	(672)	(3,605)	(2,467)	(816)	(7,560)	--	--	--	--	--
(Loss) gain on put options	--	--	(1,133)	(113)	(1,246)	1,026	(992)	417	(447)	4
Other income, net	--	--	--	--	--	51	--	--	--	51
Minority interest in loss (gain) of consolidated subsidiaries, net	(6,152)	1,790	1,966	(5,355)	(7,751)	(5,231)	1,926	1,742	(4,216)	(5,779)
(Loss) income before benefit (provision) for income taxes	86,928	(58,714)	(51,250)	112,028	88,992	70,509	(56,276)	(59,243)	95,589	50,579
Benefit (provision) for income taxes	(33,902)	22,899	19,987	(43,691)	(34,707)	(27,498)	21,947	22,808	(36,801)	(19,544)
Net (loss) income	\$ 53,026	\$ (35,815)	\$ (31,263)	\$ 68,337	\$ 54,285	\$ 43,011	\$ (34,329)	\$ (36,435)	\$ 58,788	\$ 31,035

*Resort represents the sum of Mountain and Lodging

	As of January 31, 2007	As of January 31, 2006
Long-term debt	\$ 551,866	\$ 517,638
Long-term debt due within one year	440	5,673
Total debt	552,306	523,311
Less: cash and cash equivalents	254,866	175,541
Net debt	\$ 297,440	\$ 347,770
Net Debt to Total Reported EBITDA	1.32	1.85

A reconciliation of the low and high ends of the forecasted guidance range given for Reported EBITDA and Reported EBITDA excluding stock-based compensation for the Company's fiscal year ending July 31, 2007 is presented below.

	(In thousands)	
	For the Year Ending	
	July 31, 2007	
	Low End	High End
	Range	Range
Resort Reported EBITDA excluding stock-based compensation ⁽¹⁾	\$ 216,000	\$ 224,000
Resort segment stock-based compensation	(5,000)	(5,000)
Resort Reported EBITDA ⁽¹⁾	211,000	219,000
Real Estate Reported EBITDA excluding stock-based compensation	(3,000)	2,000
Real Estate segment stock-based compensation	(2,000)	(2,000)
Real Estate Reported EBITDA	(5,000)	--
Total Reported EBITDA	206,000	219,000
Depreciation and amortization	(85,500)	(85,500)
Relocation and separation charges	(1,500)	(1,400)
Loss on disposal of fixed assets, net	(550)	(550)
Investment income	11,000	11,200
Interest expense, net	(34,000)	(34,000)
Loss on sale of business, net	(800)	(800)
Contract dispute credit, net ⁽²⁾	4,300	4,300
Gain on put options, net	700	700
Minority interest in income of consolidated subsidiaries, net	(8,800)	(9,100)
Income before provision for income taxes	90,850	103,850
Provision for income taxes	(35,400)	(40,500)
Net income	\$ 55,450	\$ 63,350

(1) Resort represents the sum of Mountain and Lodging. The Company provides Reported EBITDA ranges for the Mountain and Lodging segments, as well as for the two combined. Readers are cautioned to recognize that the low end of the expected ranges provided for the Lodging and Mountain segments, while possible, do not sum to the low end of the Resort Reported EBITDA range provided because we do not necessarily expect or assume that we will actually hit the low end of both ranges, as the actual Resort Reported EBITDA will depend on the actual mix of the Lodging and Mountain components. Similarly, the high end of the ranges for the Lodging and Mountain segments do not sum to the high end of the Resort range.

(2) Assumes receipt of \$8.5 million judgment on or before July 31, 2007, as part of the damage award won against Cheeca Holdings LLC.

A reconciliation of the low and high ends of the forecasted guidance range given for net income excluding stock-based compensation for the Company's fiscal year ending July 31, 2007 is presented below.

	(In thousands)	
	For the Year Ending	
	July 31, 2007	
	Low End	High End
	Range	Range
Net income excluding stock-based compensation	\$ 59,720	\$ 67,620
Stock-based compensation expense, before benefit from income taxes	(7,000)	(7,000)
Adjustment for benefit from income taxes	2,730	2,730
Net income	\$ 55,450	\$ 63,350