

Reconciliation of Non-GAAP Financial Measures

Resort, Mountain and Lodging, and Real Estate Reported EBITDA have been presented herein as measures of the Company's financial operating performance. Reported EBITDA and Net Debt 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 of other companies. Reported EBITDA and Net Debt should not be considered in isolation or as an alternative to, or substitute for, measures of financial performance or liquidity prepared in accordance with GAAP including net income, net change in cash and cash equivalents or other financial statement data. The Company believes that Reported EBITDA is an indicative measurement of the Company's operating performance, and is similar to performance metrics generally used by investors to evaluate companies in the resort and lodging industries. The Company primarily uses Reported EBITDA based targets in evaluating performance. The Company believes that Net Debt is an important measurement as it is an indicator of the Company's ability to obtain additional capital resources for its future cash needs.

Presented below is a reconciliation of Total Reported EBITDA to net income attributable to Vail Resorts, Inc. calculated in accordance with GAAP for the three and nine months ended April 30, 2011 and 2010.

	(In thousands)			
	(Unaudited)			
	Three Months Ended April 30,		Nine Months Ended April 30,	
	2011	2010	2011	2010
Mountain Reported EBITDA	\$ 169,688	\$ 146,597	\$ 255,302	\$ 216,754
Lodging Reported EBITDA	8,834	5,585	11,258	5,205
Resort Reported EBITDA*	178,522	152,182	266,560	221,959
Real Estate Reported EBITDA	(5,088)	(5,227)	(1,087)	(10,659)
Total Reported EBITDA	173,434	146,955	265,473	211,300
Depreciation and amortization	(30,937)	(27,812)	(88,945)	(82,768)
(Loss) gain on disposal of fixed assets, net	(35)	18	(343)	(83)
Asset impairment charge	(2,561)	--	(2,561)	--
Investment income	114	141	578	563
Interest expense, net	(8,515)	(3,673)	(25,110)	(12,656)
Loss on extinguishment of debt	(6,615)	--	(6,615)	--
Income before provision for income taxes	124,885	115,629	142,477	116,356
Provision for income taxes	(48,045)	(39,238)	(54,140)	(38,397)
Net income	76,840	76,391	88,337	77,959
Net loss (income) attributable to noncontrolling interests	27	(3,602)	58	(5,653)
Net income attributable to Vail Resorts, Inc.	\$ 76,867	\$ 72,789	\$ 88,395	\$ 72,306

* Resort represents the sum of Mountain and Lodging

Presented below is a reconciliation of Total Reported EBITDA to net income attributable to Vail Resorts, Inc. calculated in accordance with GAAP for the twelve months ended April 30, 2011. Also presented is a reconciliation of Net Debt to Long-term Debt and the calculation of Net Debt to Total Reported EBITDA for the twelve months ended April 30, 2011.

	(In thousands) (Unaudited) Twelve Months Ended April 30, 2011
Mountain Reported EBITDA	\$ 222,584
Lodging Reported EBITDA	8,445
Resort Reported EBITDA*	231,029
Real Estate Reported EBITDA	5,264
Total Reported EBITDA	236,293
Depreciation and amortization	(116,815)
Loss on disposal of fixed assets, net	(875)
Asset impairment charge	(2,561)
Investment income	460
Interest expense, net	(29,969)
Loss on extinguishment of debt	(6,615)
Income before provision for income taxes	79,918
Provision for income taxes	(33,765)
Net income	\$ 46,153
Net loss attributable to noncontrolling interests	321
Net income attributable to Vail Resorts, Inc	\$ 46,474

* Resort represents the sum of Mountain and Lodging

	(In thousands) (Unaudited) As of April 30, 2011
Long-term debt	\$ 490,479
Long-term debt due within one year	45,357
Total debt	535,836
Less: cash and cash equivalents	168,596
Net debt	\$ 367,240
Net debt to Total Reported EBITDA	1.6x