

THREE YEAR FINANCIAL REVIEW

AS AT AND FOR THE YEARS ENDED DECEMBER 31
(MILLIONS, EXCEPT PER SHARE AMOUNTS; UNAUDITED)

	2011 IFRS	2010 IFRS	2009 CGAAP
Per Class A Limited Voting Share (fully diluted)			
Intrinsic value per share ¹	\$ 40.99	\$ 37.45	\$ 34.20
Total return.....	5.33	3.23	n/a
Net income.....	2.89	2.33	0.71
Market trading price – NYSE.....	27.48	33.29	22.18
Dividends paid.....	0.52	0.52	0.52
Class A and B Limited Voting Shares outstanding			
Basic.....	619.3	577.7	572.9
Diluted.....	657.2	616.1	607.8
Total (millions)			
Total assets under management ^{1,2}	\$ 151,720	\$ 121,558	\$ 108,342
Consolidated balance sheet assets.....	91,030	78,131	61,902
Corporate borrowings.....	3,701	2,905	2,593
Intrinsic value of common equity ¹	26,098	22,261	20,154
Revenues.....	15,921	13,623	12,082
Total return.....	3,345	2,054	n/a
Consolidated net income.....	3,674	3,195	673
– for Brookfield shareholders.....	1,957	1,454	454
Consolidated funds from operations ³	2,355	2,196	1,929
– for Brookfield shareholders ³	1,052	1,106	1,037

1. Reflects carrying values on a pre-tax basis prepared in accordance with procedures and assumptions utilized to prepare the company's IFRS financial statements, adjusted to reflect incremental values and asset management franchise value (see Management's Discussion and Analysis of Financial Results)

2. Assets under management for 2009 reflect the combination of fair values and Canadian GAAP carrying values

3. Excludes major disposition gains for 2009 to be consistent with 2010 and 2011 presentation

ACCOUNTING POLICIES AND INTERNAL CONTROLS

Accounting Policies and Critical Judgments and Estimates

The preparation of financial statements in conformity with IFRS requires management to select appropriate accounting policies and to make judgments and estimates that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Our 2011 Financial Statements contains a description of the company's accounting policies and the critical judgments and estimates utilized in the preparation of the consolidated financial statements.

In making critical judgments and estimates, management relies on external information and observable conditions where possible, supplemented by internal analysis as required. These estimates have been applied in a manner consistent with that in the prior year and there are no known trends, commitments, events or uncertainties that we believe will materially affect the methodology or assumptions utilized in this report. The estimates are impacted by, among other things, movements in interest rates and other factors, some of which are highly uncertain. For further reference on accounting policies and critical judgments and estimates, see our significant accounting policies contained in Note 2 to the December 31, 2011 consolidated financial statements.