

BROOKFIELD ASSET MANAGEMENT INC.

Q1 2020 Supplemental — Information

THREE MONTHS ENDED MARCH 31, 2020

2020 First Quarter Highlights

\$264B

FEE-BEARING CAPITAL

\$45B

THIRD-PARTY CAPITAL
RAISED IN THE LTM

\$59B

DEPLOYABLE CAPITAL

ASSET MANAGEMENT

We raised \$45 billion of capital from third-parties over the last twelve months, including approximately \$9 billion in the first quarter of 2020, which, when combined with the Oaktree acquisition, contributed to a 44% growth in fee-related earnings, before performance fees, over the same period.

- During the first quarter, we held the final close of our fourth flagship infrastructure fund, bringing the total fund size to \$20 billion. Including co-investment capital, this round of flagship fundraising closed with more than \$50 billion in commitments and these funds are now approximately 50% invested or committed, in aggregate.
- We also raised \$8 billion across our other fee-bearing product offerings during the quarter, including \$4 billion of capital raised by Oaktree, inflows across our perpetual private fund strategies, and additional capital raised at our listed partnerships and public securities funds.
 - Our fundraising outlook for 2020 remains positive and we expect Oaktree to hold the first close of its next vintage distressed debt flagship fund in the coming months.
- Fee-bearing capital now stands at \$264 billion, an increase of \$114 billion over the LTM period due to the acquisition of a 61% interest in Oaktree and \$48 billion of inflows to fee-bearing capital across our various strategies. Fee-bearing capital for the quarter was impacted by public price valuations of our listed partnerships, which we expect will be temporary in nature.
- Fee-related earnings were \$321 million during the quarter and \$1.3 billion for the LTM, an increase of 35% and 44% from the prior periods before performance fees, respectively. Growth in our fee-related earnings is mainly attributable to private fund growth as noted above. These fees are stable, based primarily on value of initial commitments and not subject to market volatility.

We realized \$132 million (\$59 million, net of costs) of carried interest during the quarter and \$613 million (\$370 million, net of costs) over the LTM, up 76% from the amount recognized over the prior period LTM. Current unrealized carried interest now totals \$3.2 billion (\$2.1 billion, net of costs).

- We realized proceeds from asset monetizations of \$1 billion during the quarter and \$12 billion in the LTM period contributing to carried interest recognition.
- Our unrealized carried interest generation decreased \$298 million, before the impact of foreign exchange, during the quarter. For the LTM period, we have generated \$379 million of carried interest, before the impact of foreign exchange or costs.
 - The impact in the current quarter was not material to our total unrealized carried interest today given the long-term, defensive nature of our investments, with many being critical service assets or businesses that have contracted, leased or regulated cash flows. We have minimal exposure to public securities or energy investments, so most of our assets were unimpacted by the volatility experienced across those markets during the recent months.

Investment activity was strong across our businesses in Q1 and over the LTM and we expect that to continue as we remain focused on value investing.

- Capital invested totaled \$11 billion in the quarter and \$40 billion over the LTM, including approximately \$800 million of capital into public equity toehold positions and approximately \$300 million of capital used to repurchase shares or units across BAM and listed partnerships in the quarter.
 - Deployment includes investment activity at Oaktree, which deployed \$6 billion in the quarter and \$9 billion since we acquired our interest in September 2019.
- Since quarter end, we have invested an additional \$4 billion of capital across all of our businesses.

2020 First Quarter Highlights cont'd

OPERATING RESULTS

We generated \$751 million and \$2.8 billion of free cash flow in the quarter and LTM, respectively.

- Cash available for distribution or reinvestment (“CAFDR”)¹ increased for both the quarter and LTM due to higher fee-related earnings and increased distributions from our investments. This highlights the resiliency of our cash flow streams, which are underpinned by perpetual and long-dated fee revenues and stable distributions from our listed affiliates.

FFO¹ was \$884 million and \$4.0 billion in the quarter and LTM, respectively.

- Excluding disposition gains and realized carried interest, our operating FFO decreased by 3% from the prior quarter as the increase in fee-related earnings and contributions from new acquisitions were more than offset by lower earnings at some of our portfolio companies and within our financial asset portfolio.
- For the LTM our operating FFO increased 4% from the prior period, as strong performance in our asset management business, contributions from new businesses acquired and same-store growth were partially offset by our decreased ownership in BPY and lower earnings in certain directly held investments.

Net loss to BAM¹ shareholders totaled \$293 million for the quarter. Over the LTM net income to BAM shareholders was \$1.9 billion.

- For the quarter ended March 31, 2020, the net loss position was driven by the impact of market volatility on financial assets during the last month of the quarter.
- Net income for the LTM decreased by \$1.4 billion compared to the prior period. The decrease was primarily as a result of lower fair value gains and lower deferred income tax recoveries than in the prior period. This was partially offset by stronger asset management earnings and same-store growth within our operating businesses.

We completed a 3-for-2 stock split on April 1, 2020.

- All per share amounts in the supplemental are presented on a post-split basis.

LIQUIDITY

Our deployable capital now stands at \$59 billion, benefiting from strong private fundraising over the LTM.

- Liquidity continues to be very strong, leaving us well positioned to pursue growth opportunities. At March 31, 2020, we had \$13 billion of core liquidity which includes \$4 billion at BAM, as well as \$46 billion of uncalled private fund commitments.
 - Liquidity was further bolstered in April through the issuance of \$750 million medium-term notes at BAM, C\$400 million at BIP and C\$350 million at BEP.
 - We also increased the size of the credit facilities at BAM and BIP, creating \$2 billion of extra capacity (\$1 billion at each entity) to support growth initiatives.

Our balance sheet continues to be conservatively capitalized, with an implied corporate debt to market capitalization ratio of 14% at quarter end, and 15% when adjusted for the \$750 million April debt issuance.

- As of March 31, 2020, our corporate debt totals \$7 billion with an average remaining term of 11 years. Including the April medium-term note issuance, our corporate debt totals \$8 billion with an average remaining term of 11 years.
- This is supplemented with \$4 billion of perpetual preferred shares.

1. Refer to the Glossary of Terms.

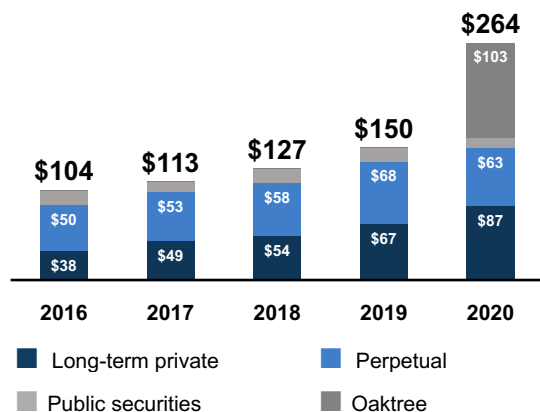
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Performance Highlights

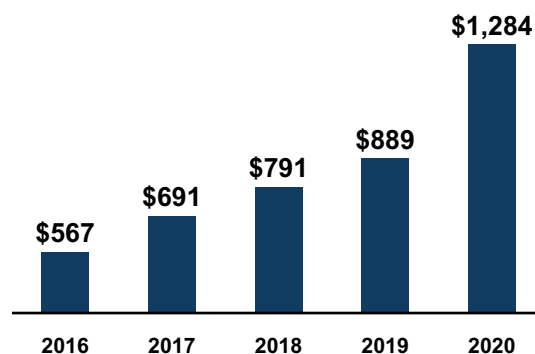
Fee-Bearing Capital

AS AT MAR. 31 (BILLIONS)



Fee-Related Earnings¹

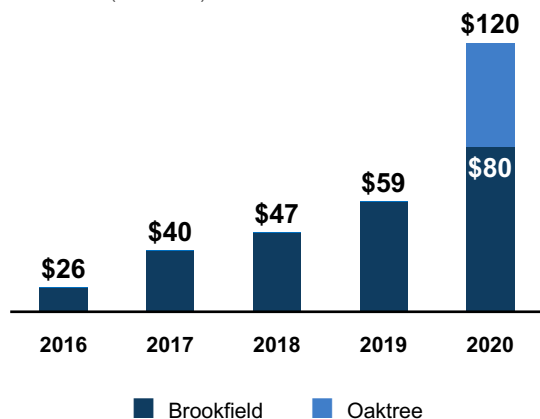
FOR THE LTM ENDED MAR. 31 (MILLIONS)



1. Excludes performance fees.

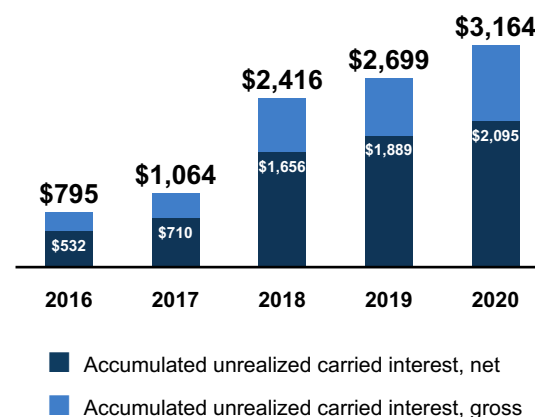
Carry Eligible Capital

AS AT MAR. 31 (BILLIONS)



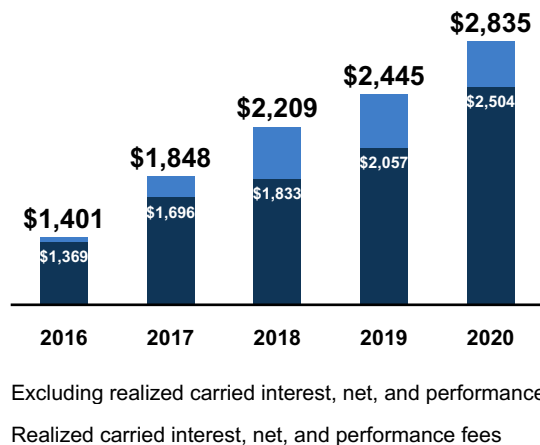
Accumulated Unrealized Carried Interest

AS AT MAR. 31 (MILLIONS)



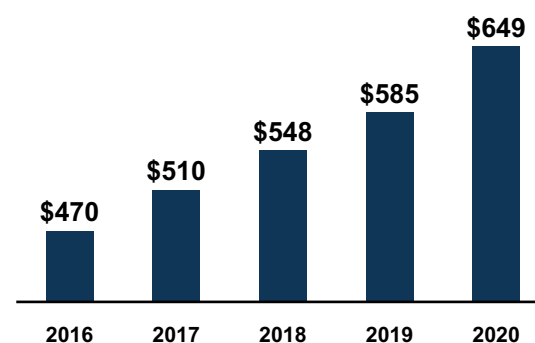
Cash Available for Distribution and/or Reinvestment

FOR THE LTM ENDED MAR. 31 (MILLIONS)



Distributions to Common Shareholders¹

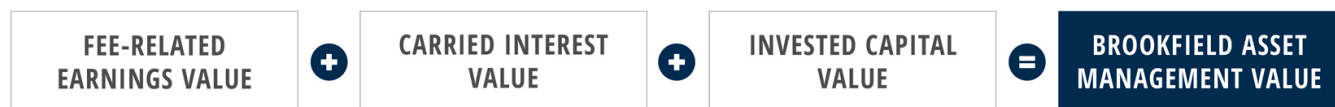
FOR THE LTM ENDED MAR. 31 (MILLIONS)



1. Excludes special dividends.

Financial Profile

We measure value creation for business planning and performance measurement using a consistent set of metrics as set out in the table below. This analysis is similar to that used by our management team and board of directors when assessing performance and growth in our business. We provide it to you in order to assist you in understanding how we think about our business. These plan values are for illustrative purposes only and not intended to forecast or predict future events, or measure intrinsic value. Plan values as at March 31, 2020 were impacted by lower share prices in our listed investments as a result of the current market environment. We expect that the decrease in plan value will reverse as equity markets recover.

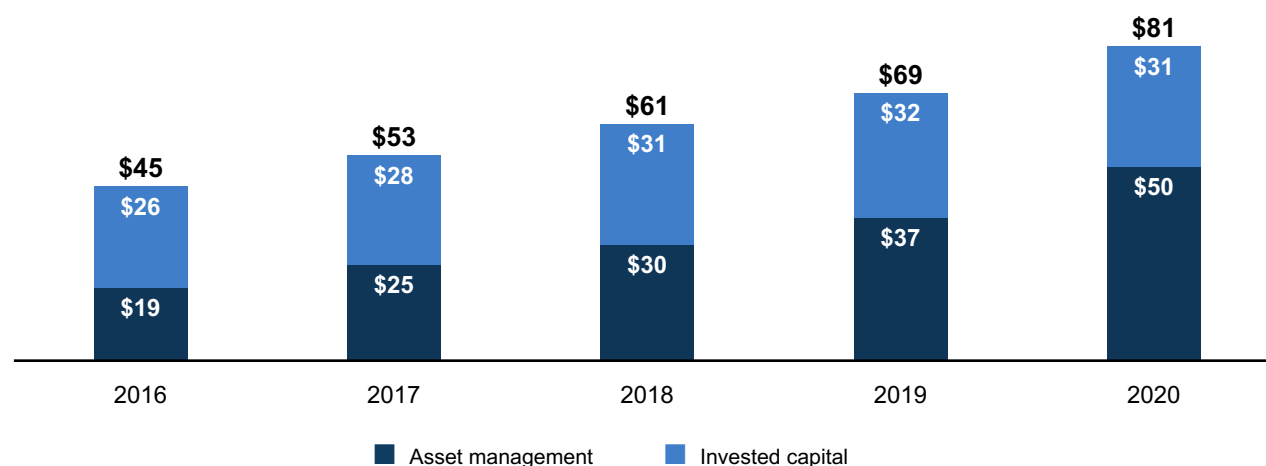


	Base ¹ (MILLIONS)	Plan Value Factor ²	Mar. 31 2020 (BILLIONS, EXCEPT PER SHARE AMOUNTS)	Dec. 31 2019	Mar. 31 2019
Asset management activities					
Annualized fee-related earnings ³	\$ 1,291	25x	\$ 32.2	\$ 35.9	\$ 24.8
Target carried interest, net ³	1,579	10x	15.8	15.5	10.2
Accumulated unrealized carried interest, net			2.1	2.4	1.9
			<u>50.1</u>	<u>53.8</u>	<u>36.9</u>
Invested capital, net⁴					
Listed investments			33.1	37.8	35.4
Unlisted investments and net working capital			9.5	9.2	8.6
Invested capital, gross			<u>42.6</u>	<u>47.0</u>	<u>44.0</u>
Debt and preferred capital			<u>(11.4)</u>	<u>(11.2)</u>	<u>(11.6)</u>
			<u>31.2</u>	<u>35.8</u>	<u>32.4</u>
Total plan value			<u>\$ 81.3</u>	<u>\$ 89.6</u>	<u>\$ 69.3</u>
Total plan value (per share)			<u>\$ 51.74</u>	<u>\$ 56.73</u>	<u>\$ 45.97</u>

1. Base fee-related earnings and carried interest represent our annualized fee revenues and target carried interest, as at March 31, 2020. We assume a fee-related earnings margin of 60% and 30% for Brookfield and Oaktree, respectively. We assume a 70% and a 50% margin on gross target carried interest for Brookfield and Oaktree, respectively. See further details on annualized fees and target carry details on page 6.
2. Reflects our estimates of appropriate multiples applied to fee-related earnings and carried interest in the alternative asset management industry based on, among other things, current industry reports. These factors are used to translate earnings metrics into value in order to measure performance and value creation for business planning purposes. The March 31, 2019 fee-related earnings plan value was restated to be presented using a multiple of 25.
3. See definition in the Glossary of Terms starting on page 37.
4. See Invested Capital details on page 7.

Plan Value

AS AT MAR. 31 (BILLIONS)



Asset Management

Fee-bearing capital totaled \$264 billion as at March 31, 2020

LONG-TERM PRIVATE FUNDS (\$87 billion)

- Long-term private funds fee-bearing capital increased by \$21 billion during the LTM with growth coming from our latest flagship infrastructure fund (\$15 billion), and other fund strategies and co-investments (\$9 billion), partially offset by expiry and return of fund capital.

PERPETUAL STRATEGIES (\$63 billion)

- Perpetual strategies fee-bearing capital decreased over the LTM as a result of \$5 billion in market valuation decreases and \$4 billion of distributions to unitholders. These were partially offset by \$6 billion in capital markets activity at our listed partnerships and capital raised across our core real estate and infrastructure perpetual private fund strategies.

OAKTREE (\$103 billion)

- On September 30, 2019, we acquired a 61% interest in Oaktree, resulting in the addition of \$102 billion of fee-bearing capital. Subsequent to September 30, 2019, capital raised was partially offset by decreases in market valuation.

PUBLIC SECURITIES (\$11 billion)

- Public securities fee-bearing capital decreased due to market valuation impacts across the funds.

AS AT AND FOR THE LTM ENDED MAR. 31 (MILLIONS)	Fee-Bearing Capital ¹		Actual		Annualized	
	2020	2019	2020	2019	2020	2019
Fee revenues						
Base management fees ²						
Long-term private funds	\$ 87,383	\$ 66,514	\$ 779	\$ 589	\$ 769	\$ 605
Perpetual strategies	63,048	67,826	665	544	596	584
Oaktree ³	102,642	—	410	—	888	—
Public securities	10,787	15,242	110	117	93	120
Incentive distributions	n/a	n/a	274	220	298	255
Performance fees	n/a	n/a	—	135	90	65
Transaction and advisory fees	n/a	n/a	50	13	32	21
	<u>\$ 263,860</u>	<u>\$ 149,582</u>	<u>2,288</u>	<u>1,618</u>	<u>2,766</u>	<u>1,650</u>
Direct costs ⁴			(961)	(594)	(1,373)	(660)
			<u>1,327</u>	<u>1,024</u>	<u>1,393</u>	<u>990</u>
Oaktree earnings not attributable to BAM			(43)	—	(102)	—
			<u>1,284</u>	<u>1,024</u>	<u>1,291</u>	<u>990</u>
Carried interest						
Carried interest ^{5,6,7}			152	632	2,795	1,450
Direct costs ⁴			6	(146)	(1,031)	(435)
			<u>158</u>	<u>486</u>	<u>1,764</u>	<u>1,015</u>
Oaktree carried interest not attributable to BAM			23	—	(185)	—
			<u>181</u>	<u>486</u>	<u>1,579</u>	<u>1,015</u>
Total fee-related earnings and carried interest, net			<u>\$ 1,465</u>	<u>\$ 1,510</u>	<u>\$ 2,870</u>	<u>\$ 2,005</u>

1. Fee-bearing capital from Oaktree is shown on a 100% basis.

2. We use a 55% – 65% range for margin on Brookfield fee revenue and a range of 25% – 35% on Oaktree fee revenue for planning purposes. We have assumed a mid-point fee-related earnings margin of 60% and 30% for Brookfield and Oaktree, respectively. Refer to pages 16, 17, 18 and 20 for details on the determination of annualized fees.

3. Fee revenues shown on a 100% basis.

4. Direct costs related to annualized fee revenues and annualized carried interest include \$622 million and \$482 million related to Oaktree, respectively.

5. Actual carried interest is unrealized carried interest generated in the period (refer to page 19). Annualized carried interest is target carried interest.

6. Annualized carried interest includes \$964 million of target carried interest related to Oaktree, shown on a 100% basis.

7. We use a margin range of 65% – 75% on Brookfield carried interest and a range of 45% – 55% on Oaktree carried interest for planning purposes. We have assumed a mid-point target carried interest margin of 70% and 50% for Brookfield and Oaktree funds, respectively. Refer to page 20.

Invested Capital

Invested capital was \$42.6 billion on a blended basis as at March 31, 2020 with approximately 78% invested in our listed partnerships (BPY, BIP, BEP, BBU) and other publicly traded investments, in which we earn diversified, long-term, stable cash flows from dividends. We received \$1.8 billion in distributions from our investments over the last twelve months (March 31, 2019 – \$1.7 billion) representing an approximate 4% yield on invested capital. The balance of their cash flow was retained for reinvestment.

Unlisted investments include a commercial office portfolio in New York, residential development operations in North America and Brazil, energy contracts, sustainable resources and other corporate investments.

The following table provides a breakdown of our invested capital as at March 31, 2020 and December 31, 2019. We provide three methods for you to review. These are quoted prices, our IFRS values, and the blended values. We recommend you focus on the blended values as we do have control over these assets and believe we could liquidate for IFRS values. To the extent quoted prices are less than IFRS values, those values may be relevant to a stock investor, but not to us as a control investor. Nonetheless, we provide this information so you can choose how to assess the numbers.

AS AT MAR. 31, 2020 AND DEC. 31, 2019
(MILLIONS)

	Quoted ¹		IFRS		Blended ²		Cash Flow
	2020	2019	2020	2019	2020	2019	Current ³
BPY	\$ 4,269	\$ 9,564	\$ 15,299	\$ 15,786	\$ 15,299	\$ 15,786	\$ 702
BEP	8,004	8,784	4,243	4,810	8,004	8,784	409
BIP	4,949	6,189	1,888	2,141	4,949	6,189	267
BBU	2,403	3,901	1,874	2,389	2,403	3,901	24
Other listed	544	930	1,300	1,368	544	930	9
	20,169	29,368	24,604	26,494	31,199	35,590	1,411
Corporate cash and financial assets ⁴	1,949	2,181	1,949	2,181	1,949	2,181	196
Total listed investments	<u>\$ 22,118</u>	<u>\$ 31,549</u>	<u>26,553</u>	<u>28,675</u>	<u>33,148</u>	<u>37,771</u>	<u>1,607</u>
Unlisted investments ⁵			7,874	8,024	8,717	8,740	56
Working capital, net			732	470	732	470	n/a
Invested capital			35,159	37,169	42,597	46,981	\$ 1,663
Debt and preferred capital			(11,380)	(11,228)	(11,380)	(11,228)	
Invested capital, net			\$ 23,779	\$ 25,941	\$ 31,217	\$ 35,753	

1. Quoted based on March 31, 2020 and December 31, 2019 public pricing, respectively.

2. For performance measurement purposes, we consider the value of invested capital to be the quoted value of listed investments and IFRS value of unlisted investments, subject to two adjustments. First, we reflect BPY at its IFRS value as we believe that this best reflects the fair value of the underlying properties. Second, we reflect Brookfield Residential at its privatization value.

3. Distributed cash flow (current) from our listed investments is calculated by multiplying units held as at March 31, 2020 by the current distribution rates per unit. Corporate cash and financial asset distribution is calculated by applying a 8% total return on the average balance over the last four quarters. Distributions on our unlisted investments is four times the current quarter distribution.

4. Corporate cash and financial assets is inclusive of \$945 million of cash and cash equivalents (December 31, 2019 – \$789 million).

5. Includes \$521 million of investments assumed on our acquisition of Oaktree.

Summary of Results – Funds from Operations

We generated \$4.0 billion in FFO over the last twelve months

FOR THE PERIODS ENDED MAR. 31
(MILLIONS, EXCEPT PER SHARE AMOUNTS)

	Three Months		LTM		Page Ref.
	2020	2019	2020	2019	
Operating FFO					
Fee-related earnings					
Long-term private funds	\$ 189	\$ 154	\$ 740	\$ 555	page 16
– Catch-up fees	16	9	39	34	page 16
Perpetual strategies	149	146	665	544	page 16
Oaktree	213	—	410	—	page 17
Public securities	25	27	110	117	page 17
Base management fees	592	336	1,964	1,250	
Incentive distributions (“IDRs”)	76	64	274	220	
Transaction and advisory fees	6	—	50	13	
Total fee revenues	674	400	2,288	1,483	
Direct costs	(331)	(162)	(961)	(594)	
Fee-related earnings, before performance fees	343	238	1,327	889	
Performance fees	—	—	—	135	
Fee-related earnings not attributable to BAM	(22)	—	(43)	—	
	321	238	1,284	1,024	page 15
Invested capital					
Listed partnerships					
BPY	160	168	702	758	page 28
BEP	123	130	423	401	page 28
BIP	88	92	350	330	page 28
BBU	96	139	451	452	page 28
	467	529	1,926	1,941	
Other listed investments	37	33	79	230	page 29
Corporate cash and financial assets	55	98	80	87	page 29
Listed investments before performance fees	559	660	2,085	2,258	
BBU performance fee, net to BAM	—	—	—	(92)	
	559	660	2,085	2,166	
Unlisted investments					
Residential	(9)	(22)	138	60	
Energy contracts	(64)	(48)	(210)	(129)	
Other	37	39	74	137	
	(36)	(31)	2	68	page 29
Corporate activities					
Corporate interest expense	(89)	(87)	(350)	(332)	
Corporate costs and taxes	(37)	(37)	(135)	(163)	
	(126)	(124)	(485)	(495)	page 26
	397	505	1,602	1,739	
Total operating FFO	718	743	2,886	2,763	
Realized carried interest, net					
Realized carried interest	132	119	613	349	
Direct costs	(57)	(34)	(220)	(96)	
	75	85	393	253	page 19
Realized carried interest, net, not attributable to BAM	(16)	—	(23)	—	
	59	85	370	253	
Disposition gains	107	223	766	1,266	page 27
Total funds from operations^{1,2}	\$ 884	\$ 1,051	\$ 4,022	\$ 4,282	
Per share					
Total operating FFO	\$ 0.44	\$ 0.48	\$ 1.82	\$ 1.79	
Total FFO	0.55	0.69	2.57	2.82	

1. FFO excludes preferred share distributions of \$35 million (2019 – \$37 million) for the three months ended March 31 and \$150 million (2019 – \$150 million) for the LTM.

2. Refer to page 32 for reconciliations of IFRS to non-IFRS measures.

Cash Available for Distribution and/or Reinvestment

FOR THE PERIODS ENDED MAR. 31
(MILLIONS, EXCEPT PER SHARE AMOUNTS)

	Three Months		LTM		Annualized ¹
	2020	2019	2020	2019	
Fee-related earnings before performance fees, excluding Oaktree ²	\$ 286	\$ 238	\$ 1,217	\$ 889	\$ 1,127
Our share of Oaktree's distributed earnings ³	55	—	97	—	220
Distributions from investments					
Listed partnerships ⁴	349	346	1,362	1,359	1,402
Corporate cash and financial assets ⁵	193	7	318	117	196
Other investments ⁶					
Norbord	5	11	31	162	5
Other	15	19	66	53	60
	562	383	1,777	1,691	1,663
Other invested capital earnings					
Corporate activities	(126)	(124)	(485)	(495)	(485)
Other wholly owned investments ⁷	(46)	(39)	(43)	40	(43)
	(172)	(163)	(528)	(455)	(528)
Preferred share dividends	(35)	(37)	(150)	(150)	(140)
Add back: equity-based compensation costs	25	21	91	82	100
Cash available for distribution and/or reinvestment before carried interest and performance fees	721	442	2,504	2,057	\$ 2,442
Realized carried interest, net, excluding Oaktree ²	30	85	331	253	
Performance fees	—	—	—	135	
Cash available for distribution and/or reinvestment⁸	\$ 751	\$ 527	\$ 2,835	\$ 2,445	
Cash available for distribution and/or reinvestment per share	\$ 0.48	\$ 0.36	\$ 1.88	\$ 1.67	

- Cash available for distribution and/or reinvestment, or CAFDR, represents the deconsolidated earnings of the corporation. It is predominantly made up of the asset manager earnings as well as the cash flow we receive from the investments on our balance sheet.
- Cash flow from invested capital primarily relates to distributions from the listed partnerships that target annual distribution growth rates of 5% – 9% and payout ratios of approximately 70% (BPY, BIP, and BEP) of FFO.
- Unlike BPY, BIP and BEP which pay out a meaningful portion of their FFO, BBU pays a modest distribution as the majority of its FFO is reinvested within the business. For comparability across these entities and industry metrics, below we have provided a proxy distribution for BBU as an indication of the cash flows attributable to BAM based on its ownership in BBU that, for simplicity, is calculated using an assumed payout ratio of 70% of BBU's FFO that is aligned to the payout ratios of the other listed partnerships.

FOR THE PERIODS ENDED MAR. 31
(MILLIONS, EXCEPT PER SHARE AMOUNTS)

	Three Months		LTM	
	2020	2019	2020	2019
Cash available for distribution and/or reinvestment	\$ 751	\$ 527	\$ 2,835	\$ 2,445
Add: proxy for BBU distribution payout, at our share	86	97	494	380
Less: distributions from BBU currently within CAFDR	(6)	(5)	(24)	(22)
Distributable earnings	\$ 831	\$ 619	\$ 3,305	\$ 2,803
Distributable earnings per share	\$ 0.54	\$ 0.42	\$ 2.20	\$ 1.91

1. Current distributions are calculated by multiplying units held as at March 31, 2020 by the current distribution rates per unit.
2. Excludes our share of Oaktree's fee-related earnings and carried interest. See page 15 and page 19 for details.
3. Oaktree's policy is to distribute 85% of distributable earnings each period. Oaktree annualized distributable earnings is based on 85% of the last twelve month distributable earnings, at our share.
4. Inclusive of distributions received from BPY preferred shares, which distributed nominal amounts (2019 – \$9 million) for the three months ended March 31 and \$2 million (2019 – \$54 million) for the LTM. We redeemed substantially all our BPY preferred shares in Q2-19 and current distributions are nominal.
5. Represents cash distributions received from our portfolio of corporate cash and financial assets. Annualized distributions for corporate cash and financial assets is calculated as an estimated 8% total return on the weighted average balance of the last four quarters.
6. Includes cash distributions from our other listed investments and BAM-sponsored real estate venture that owns operating and development properties in New York. See definitions of our publicly listed investments in the Invested Capital – Overview section on page 25.
7. Relates to FFO from other wholly owned investments used as a proxy for cash generated. It excludes \$10 million and \$45 million of FFO from investments which pay quarterly distributions for the three months and LTM ended March 31, 2020, respectively.
8. Refer to page 32 for reconciliations of IFRS to non-IFRS measures.

Funds from Operations and Net Income

FOR THE PERIODS ENDED MAR. 31 (MILLIONS, EXCEPT PER SHARE AMOUNTS)	Three Months				LTM			
	FFO ¹		Net Income ¹		FFO ¹		Net Income ¹	
	2020	2019	2020	2019	2020	2019	2020	2019
Operating activities								
Fee-related earnings	\$ 321	\$ 238	\$ 321	\$ 238	\$ 1,284	\$ 1,024	\$ 1,284	\$ 1,024
Invested capital	397	505	397	505	1,602	1,739	1,602	1,739
	718	743	718	743	2,886	2,763	2,886	2,763
Realized carried interest, net	59	85	59	85	370	253	370	253
Realized disposition gains ²	107	223	9	(9)	766	1,266	358	85
Fair value changes ³	—	—	(607)	143	—	—	(565)	657
Depreciation and amortization ³	—	—	(436)	(313)	—	—	(1,556)	(1,147)
Deferred income taxes ³	—	—	(36)	(34)	—	—	406	731
	\$ 884	\$ 1,051	\$ (293)	\$ 615	\$ 4,022	\$ 4,282	\$ 1,899	\$ 3,342
Per share	\$ 0.55	\$ 0.69	\$ (0.20)	\$ 0.39	\$ 2.57	\$ 2.82	\$ 1.13	\$ 2.12

1. Net of non-controlling interests. Refer to page 32 for reconciliations of IFRS to non-IFRS measures.

2. FFO includes gains (net of losses) recorded in net income, directly in equity and the realization of appraisal gains and losses recorded in prior periods.

3. Includes amounts attributable to consolidated entities and equity accounted investments.

Liquidity and Capital Structure

We manage our liquidity and capital resources on a group-wide basis; however, it is organized into three principal tiers:

1. The Corporation¹;
2. Our listed partnerships (BPY, BEP, BIP and BBU); and
3. Managed funds or investments, either held directly or within listed partnerships.

LIQUIDITY

The Corporation has very few non-discretionary capital requirements. We maintain significant liquidity (\$4 billion in the form of corporate cash and financial assets and undrawn credit facilities) at the corporate level to further enable the growth of the broader business. This does not include our ability to issue debt at the Corporation to replenish our cash resources on an otherwise very low leveraged corporate balance sheet.

On a consolidated group basis, as at March 31, we had approximately \$59 billion of group liquidity, which included corporate liquidity, listed partnership liquidity, and uncalled private fund commitments. Uncalled fund commitments include third-party commitments available for drawdown in our private funds. Our liquidity was further bolstered in April through the issuance of \$750 million medium-term notes at BAM, C\$400 million at BIP and C\$350 million at BEP. We also increased the size of the credit facilities at BAM and BIP, creating \$2 billion of extra capacity (\$1 billion at each entity) to support growth initiatives.

AS AT MAR. 31, 2020 AND DEC. 31, 2019 (MILLIONS)	Corporate Liquidity		Group Liquidity	
	2020	2019	2020	2019
Cash and financial assets, net	\$ 1,949	\$ 2,181	\$ 3,803	\$ 3,575
Undrawn committed credit facilities	2,526	2,524	9,337	9,808
Core liquidity	4,475	4,705	13,140	13,383
Third-party uncalled private fund commitments	—	—	45,899	50,735
Total liquidity	\$ 4,475	\$ 4,705	\$ 59,039	\$ 64,118

CAPITAL STRUCTURE

Virtually all of the debt within our business is issued by entities that we manage, and most of this is at the operating asset level. Only 5% of our consolidated debt is issued by, or has recourse to, the Corporation.

Our Corporate capitalization is \$44 billion as at March 31, 2020, with a debt to capitalization level of ~16% at the corporate level based on book values, which generally excludes the value of our asset management operations (see page 30 for details). Based on our market capitalization the corporate debt to capitalization level is 14%.

- Corporate borrowings totaled \$7 billion, with a weighted-average term of 11 years, and a weighted-average rate of 4.5%. Including the April \$750 million medium-term note issuance, corporate borrowings would be \$8 billion, with a weighted-average term of 11 years, and a weighted-average rate of 4.5%.
- Our corporate borrowings are supplemented by \$4 billion of perpetual preferred shares with a weighted-average rate of 4.2%.

AS AT MAR. 31, 2020 (MILLIONS)	Average Term (Years)	Total	Maturity					
			2020	2021	2022	2023	2024	2025+
Corporate borrowings								
Term debt	11	\$ 7,235	\$ —	\$ —	\$ —	\$ 427	\$ —	\$ 6,808
Revolving facilities ²	4	—	—	—	—	—	—	—
		7,235	—	—	—	427	—	6,808
Perpetual preferred shares	perp.	4,145	—	—	—	—	—	n/a
		\$ 11,380	\$ —	\$ —	\$ —	\$ 427	\$ —	\$ 6,808

1. Refer to the Glossary of Terms.

2. Revolving credit facilities of \$2.6 billion support commercial paper issuances.

Liquidity Profile

CORE AND TOTAL LIQUIDITY

AS AT MAR. 31, 2020 AND DEC. 31, 2019 (MILLIONS)	Corporate	Real Estate	Renewable Power	Infrastructure	Private Equity	Oaktree	Total 2020	Dec. 2019
Cash and financial assets, net	\$ 1,949	\$ 23	\$ 332	\$ 848	\$ 241	\$ 410	\$ 3,803	\$ 3,575
Undrawn committed credit facilities	2,526	2,483	1,817	719	1,292	500	9,337	9,808
Core liquidity	4,475	2,506	2,149	1,567	1,533	910	13,140	13,383
Uncalled private fund commitments ¹	—	11,701	3,685	9,941	6,911	13,661	45,899	50,735
Total liquidity	\$ 4,475	\$ 14,207	\$ 5,834	\$ 11,508	\$ 8,444	\$ 14,571	\$ 59,039	\$ 64,118

1. Third-party private fund uncalled commitments.

- Corporate credit facilities totaled \$2.6 billion, of which \$nil was utilized for short-term bank or commercial paper borrowings and \$64 million was drawn and utilized for letters of credit as at March 31, 2020.
- Core liquidity represents our principal sources of short-term liquidity (consists of our cash and financial assets, net of deposits and other associated liabilities, and undrawn committed credit facilities).

UNCALLED FUND COMMITMENTS – EXPIRY PROFILE

AS AT MAR. 31, 2020 AND DEC. 31, 2019 (MILLIONS)	2020	2021	2022	2023	2024+	Total 2020	Dec. 2019
Real estate	\$ 3,349	\$ —	\$ —	\$ —	\$ 8,352	\$ 11,701	\$ 13,113
Infrastructure and renewable power	2,165	—	—	—	11,461	13,626	14,119
Private equity	905	—	—	—	6,006	6,911	7,597
Oaktree	191	863	802	6,719	5,086	13,661	15,906
	\$ 6,610	\$ 863	\$ 802	\$ 6,719	\$ 30,905	\$ 45,899	\$ 50,735

- Approximately \$29.6 billion of the uncalled fund commitments are currently earning fees. The remainder will become fee bearing once the capital is invested.
- Uncalled commitments expire after approximately four years, based on the weighted-average time to the end of each fund's investment period.
- We invested approximately \$7 billion of third-party fund capital (including private funds and co-investments) during the quarter and \$24 billion during the last twelve months.
- Uncalled commitments include \$6.5 billion of third-party capital committed to investments not yet funded as at March 31, 2020 (real estate – \$3.2 billion; infrastructure – \$1.4 billion; private equity – \$0.8 billion; and Oaktree – \$1.1 billion).

Detailed — Analysis

Asset Management Operating Results

FEE-BEARING CAPITAL

AS AT AND FOR THE PERIODS ENDED MAR. 31, 2020 (MILLIONS)	Three Months				LTM				Total
	Long-Term Private Funds ¹	Perpetual Strategies ¹	Public Securities	Oaktree	Long-Term Private Funds ¹	Perpetual Strategies ¹	Public Securities	Oaktree	
Opening	\$ 85,825	\$ 78,681	\$ 14,957	\$ 110,349	\$ 66,514	\$ 67,826	\$ 15,242	\$ —	\$ 149,582
Inflows	2,110	1,116	1,557	3,621	23,812	5,978	4,552	13,682	48,024
Outflows	—	—	(981)	(1,865)	—	—	(4,728)	(4,053)	(8,781)
Distributions	(361)	(1,273)	—	(157)	(1,630)	(4,084)	—	(1,102)	(6,816)
Market valuation	11	(14,967)	(4,735)	(5,356)	42	(4,795)	(4,259)	(3,915)	(12,927)
Other ²	(202)	(509)	(11)	(3,950)	(1,355)	(1,877)	(20)	98,030	94,778
Change	1,558	(15,633)	(4,170)	(7,707)	20,869	(4,778)	(4,455)	102,642	114,278
End of period³	\$ 87,383	\$ 63,048	\$ 10,787	\$ 102,642	\$ 87,383	\$ 63,048	\$ 10,787	\$ 102,642	\$ 263,860

1. Long-Term Private Funds and Perpetual Strategies include \$20.5 billion of co-investment capital (Dec. 31, 2019 – \$19.5 billion, Mar. 31, 2019 – \$15.3 billion), which earns minimal or no base fees.
2. Oaktree – Other for the LTM year includes \$102 billion of initial fee-bearing capital related to the acquisition of our interest in Oaktree on September 30, 2019.
3. Fee-bearing capital includes Brookfield capital of \$25 billion (Dec. 31, 2019 – \$33 billion, Mar. 31, 2019 – \$30 billion) in perpetual strategies and \$0.3 billion (Dec. 31, 2019 – \$0.4 billion, Mar. 31, 2019 – \$0.2 billion) in long-term private funds.

Long-term private funds: Inflows in the first quarter consisted of \$0.9 billion from the final close of our fourth infrastructure fund and approximately \$1.2 billion of co-invest and other capital within in our private equity and infrastructure strategies.

Over the LTM period, we had inflows to third-party fee-bearing capital of \$23.8 billion, including:

- \$15.0 billion from our latest flagship infrastructure fund;
- \$5.3 billion of co-investment capital; and
- \$3.5 billion of additional capital across numerous other strategies.

Other included the reduction of fee-bearing capital from the sale of our multifamily manager in the second quarter of 2019.

Perpetual strategies: Weaker market valuations during the quarter decreased fee-bearing capital by \$15.0 billion as unit prices of our listed partnerships traded below the levels of the fourth quarter of 2019. The weaker public pricing was partially offset by capital market issuances at BPY and BEP. For further details on listed partnership fee-bearing capital in the period, refer to page 16.

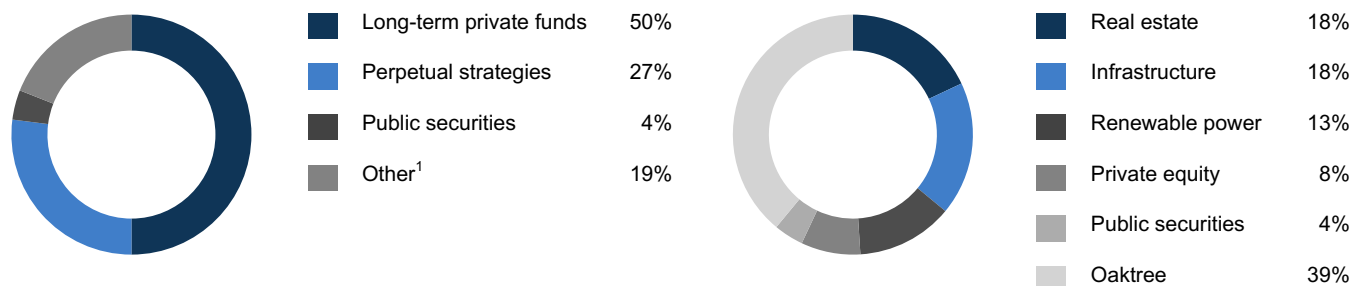
Inflows of \$1.1 billion for the quarter includes \$0.8 billion from the aforementioned capital market transactions at BPY and BEP, as well as \$0.3 billion for our perpetual real estate funds. Over the LTM, inflows of \$6.0 billion include \$3.6 billion from capital market transactions at our listed partnerships and \$2.4 billion deployed across our core and core plus perpetual funds.

Public securities: Fee-bearing capital decrease for the first quarter and LTM was mainly due to market valuation impacts.

Oaktree: Fee-bearing capital decrease of \$7.7 billion during the quarter mainly reflects lower valuations on funds that earn fees based on net asset values, and is partially offset by additional fundraising and deployment during the quarter. Other during the quarter reflects the movement in our share of DoubleLine's fee-bearing capital, as well as funds moving out of their investment period. Over the LTM, Other includes \$102.1 billion of fee generating capital assumed on the acquisition of the 61.2% interest in Oaktree on September 30, 2019.

Fee-Bearing Capital Diversification

AS AT MAR. 31, 2020



1. Other represents Oaktree's open-end funds and Oaktree's share of its investment in DoubleLine's fee-bearing capital.

Asset Management Operating Results

FEE-RELATED EARNINGS

FOR THE PERIODS ENDED MAR. 31
(MILLIONS)

	Three Months			LTM		
	2020	2019	Variance	2020	2019	Variance
Base management fees						
Long-term private funds	\$ 189	\$ 154	\$ 35	\$ 740	\$ 555	\$ 185
– Catch-up fees	16	9	7	39	34	5
Perpetual strategies	149	146	3	665	544	121
Oaktree	213	—	213	410	—	410
Public securities	25	27	(2)	110	117	(7)
Incentive distributions	76	64	12	274	220	54
Transaction and advisory fees	6	—	6	50	13	37
	674	400	274	2,288	1,483	805
Direct costs						
Compensation and benefits	(252)	(117)	(135)	(716)	(411)	(305)
Other expenses	(79)	(45)	(34)	(245)	(183)	(62)
	(331)	(162)	(169)	(961)	(594)	(367)
Fee-related earnings before performance fees¹	343	238	105	1,327	889	438
Performance fees	—	—	—	—	135	(135)
Total fee-related earnings	\$ 343	\$ 238	\$ 105	\$ 1,327	\$ 1,024	\$ 303
<i>Margin before performance fees</i>	51%	60%		58%	60%	
Fee-related earnings attributable to:						
Brookfield	\$ 321	\$ 238	\$ 83	\$ 1,284	\$ 1,024	\$ 260
Non-Brookfield shareholders ²	22	—	22	43	—	43
Total fee-related earnings	\$ 343	\$ 238	\$ 105	\$ 1,327	\$ 1,024	\$ 303
<i>Margin before performance fees – at our share³</i>	54%	60%		60%	60%	

1. Included in fee-related earnings are \$213 million of fee revenues and \$156 million of direct costs related to Oaktree for the three months and \$410 million of fee revenues and \$300 million of direct costs related to Oaktree for the LTM ended March 31, 2020.

2. Represents Oaktree fee-related earnings attributable to the 38% of Oaktree not held by Brookfield.

3. Margin at our share is calculated using our 62% share of Oaktree's fee revenues and costs. Brookfield margin on a standalone basis was 62% for the three months ended March 31, 2020 (2019 – 60%) and 65% for the LTM ended March 31, 2020 (2019 – 60%).

Long-term private funds: The growth in fee revenues was driven by the capital raised in our latest series of flagship funds. See page 16 for further details.

Perpetual strategies: Fee revenues increased from the prior quarter as a result of new capital raised and deployed in our perpetual private fund strategies. See page 16 for further details.

Oaktree: Fee revenues are attributable to the inclusion of Oaktree's management fees, following the acquisition on September 30, 2019.

Public securities: Fee revenues decreased due to lower fee-bearing capital compared to the prior period. See page 17 for further details.

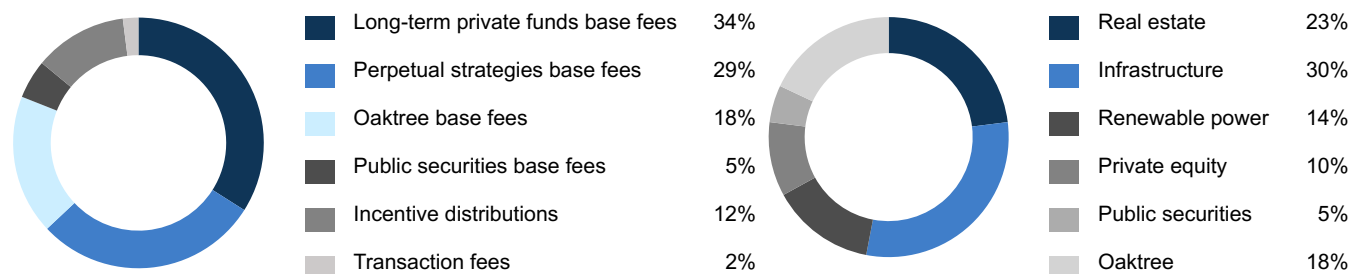
Incentive distributions: Reflects increased distribution levels at BIP, BEP and BPY. See page 18 for further details.

Transaction and advisory fees: Transaction fees in the quarter relate to co-investments.

Direct costs: Direct costs increased as we continue to build out our asset management franchise, both from a fundraising and client service perspective. Our investment in Oaktree also contributed to additional increases in direct costs.

Fee Revenue Diversification

FOR THE LTM ENDED MAR. 31, 2020



Fee Revenues

LONG-TERM PRIVATE FUNDS

AS AT AND FOR THE PERIODS ENDED MAR. 31
(MILLIONS)

	Three Months		LTM		Annualized ¹	
	2020	2019	2020	2019	2020	2019
Base management fees						
Flagship funds						
Real estate	\$ 57	\$ 60	\$ 231	\$ 220	\$ 226	\$ 235
Infrastructure	79	43	284	173	321	170
Private equity	32	27	124	79	125	110
	168	130	639	472	672	515
Co-investments and other funds	21	24	101	83	97	90
Total base management fees	189	154	740	555	769	605
Catch-up fees	16	9	39	34	—	—
Transaction and advisory fees	6	—	50	13	32	21
	\$ 211	\$ 163	\$ 829	\$ 602	\$ 801	\$ 626

1. Refer to details on annualized fees on page 22.

- Flagship fee revenues increased by \$38 million from the prior year quarter, and \$167 million over the prior LTM as a result of third-party commitments raised within our latest flagship infrastructure and private equity funds. This was partially offset by capital returned following asset realizations within our first real estate and fourth private equity flagship funds.
- Co-investments and other fund fees decreased on a quarterly basis due to lower fees earned on our sustainable resources funds. Over the LTM period, co-investment fees increased as a result of co-investment capital raised across our latest flagship funds.

PERPETUAL STRATEGIES

AS AT AND FOR THE PERIODS ENDED MAR. 31
(MILLIONS)

	Three Months		LTM		Annualized ¹	
	2020	2019	2020	2019	2020	2019
Base management fees						
Listed partnerships						
BPY	\$ 19	\$ 41	\$ 143	\$ 152	\$ 74	\$ 165
BEP	31	20	117	79	125	80
BIP	59	58	267	213	234	230
BBU	16	12	63	55	64	50
Other	10	6	32	19	38	20
	135	137	622	518	535	545
Core and core plus funds	14	9	43	26	61	39
Total base management fees	149	146	665	544	596	584
Incentive distributions	76	64	274	220	298	255
Performance fees	—	—	—	135	90	65
	\$ 225	\$ 210	\$ 939	\$ 899	\$ 984	\$ 904

1. Refer to details on annualized fees on page 22.

- Listed partnership base management fees remained largely consistent with the prior year quarter as improvements in unit prices of most listed partnerships were offset by the decrease in BPY's unit price. Over the LTM, listed partnership fee revenues improved as our fees benefited from strong unit price performance over the period.
- Base management fee revenues from listed partnerships include \$62 million (2019 – \$65 million) and \$284 million (2019 – \$260 million) from Brookfield capital for the three months and LTM period, respectively.
- Additional fees were earned from fundraising and deployment across our perpetual private real estate and infrastructure funds.
- The increase in incentive distributions reflects higher distributions per unit at BIP, BEP and BPY.

Fee Revenues

OAKTREE

AS AT AND FOR THE PERIODS ENDED MAR. 31
(MILLIONS)

	Three Months		LTM		Annualized ¹	
	2020	2019	2020	2019	2020	2019
Long-term private funds	\$ 141	\$ —	\$ 259	\$ —	\$ 589	\$ —
Perpetual strategies	25	—	55	—	104	—
Other ²	47	—	96	—	195	—
	<u>\$ 213</u>	<u>\$ —</u>	<u>\$ 410</u>	<u>\$ —</u>	<u>\$ 888</u>	<u>\$ —</u>
Fee revenues attributable to:						
Brookfield	\$ 132	\$ —	\$ 253	\$ —	\$ 547	\$ —
Non-Brookfield shareholders ³	81	—	157	—	341	—
	<u>\$ 213</u>	<u>\$ —</u>	<u>\$ 410</u>	<u>\$ —</u>	<u>\$ 888</u>	<u>\$ —</u>

1. Refer to details on annualized fees on page 22.

2. Represents Oaktree's open-end funds and its share of DoubleLine's net fee revenues.

3. Represents Oaktree fee revenues attributable to the 38% of Oaktree not held by Brookfield.

- Base management fee revenue of \$213 million was earned during the quarter, or \$132 million at our share. Annualized fees on the capital acquired totaled \$888 million, or \$547 million at our share.
- As of March 31, 2020, we own approximately 62% of Oaktree.

PUBLIC SECURITIES

AS AT AND FOR THE PERIODS ENDED MAR. 31
(MILLIONS)

	Three Months		LTM		Annualized ¹	
	2020	2019	2020	2019	2020	2019
Mutual funds	\$ 13	\$ 17	\$ 62	\$ 74	\$ 45	\$ 77
Separately managed accounts	11	9	42	38	43	40
Other	1	1	6	5	5	3
	<u>\$ 25</u>	<u>\$ 27</u>	<u>\$ 110</u>	<u>\$ 117</u>	<u>\$ 93</u>	<u>\$ 120</u>

1. Refer to details on annualized fees on page 22.

- Fees decreased on a three month, twelve month and annualized basis due to a decrease in fee-bearing capital over the LTM period.

Incentive Distributions

We receive a portion of increases in the distributions by BIP, BEP and BPY as an incentive to increase FFO per unit, which should lead to increased unitholder distributions over time. The following table provides the current distribution levels of BIP, BEP and BPY:

ANNUALIZED INCENTIVE DISTRIBUTIONS

AS AT MAR. 31, 2020 (MILLIONS, EXCEPT PER UNIT)	Per Unit			Units Outstanding	Annualized Incentive Distributions
	Annualized Distributions	Distribution Hurdles	Incentive Distributions ¹		
Brookfield Infrastructure Partners (BIP) ²	\$ 1.94	\$ 0.73 / \$0.79	15% / 25%	464.9	\$ 181
Brookfield Renewable Partners (BEP)	2.17	1.50 / 1.69	15% / 25%	311.3	60
Brookfield Property Partners (BPY) ³	1.33	1.10 / 1.20	15% / 25%	937.9	57
					<u>\$ 298</u>

1. Incentive distributions equate to 18% and 33% of limited partner distribution increases over the first and second hurdles, respectively.
2. Incentive distributions from Brookfield Infrastructure Partners are earned on distributions made by BIP and BIPC. Per unit annualized distributions and units outstanding are adjusted for the unit split on March 31, 2020.
3. Incentive distributions from Brookfield Property Partners are earned on distributions made by BPY and BPYU.

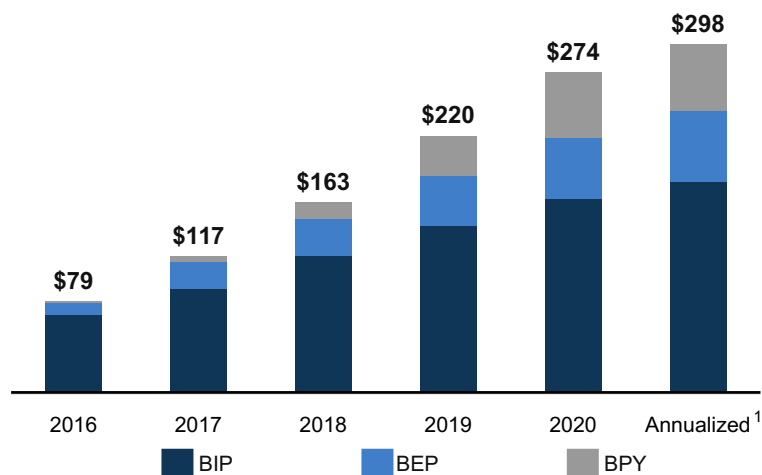
LISTED PARTNERSHIPS DISTRIBUTIONS (PER UNIT)

	BPY	BEP	BIP ¹
Targeted:			
FFO payout	80%	70%	60% to 70%
Distribution growth	5% to 8%	5% to 9%	5% to 9%
2020 ²	\$ 1.33	\$ 2.17	\$ 1.94
2019	1.32	2.06	1.81
2018	1.26	1.96	1.69
2017	1.18	1.87	1.57
2016	1.12	1.78	1.40

1. Historical distributions are adjusted for the BIP unit split on March 31, 2020.
2. Annualized based on the most recently announced distribution levels.

Incentive Distributions (LTM)

MAR. 31 (MILLIONS)



1. Annualized IDR based on most recently announced distribution levels.

BPY/BEP/BIP

- Distribution policies target a distribution level that is sustainable on a long-term basis while retaining sufficient liquidity for capital expenditures and general purposes.

BBU

- BBU's performance fee is calculated as 20% of the increase in weighted average unit price for the quarter, over the highest previous threshold. There are 150.2 million BBU units outstanding and the current threshold is \$41.96.

Carried Interest

Carried interest represents our share, as manager, of investment performance in our private funds

We generated carried interest of \$379 million during the LTM based on investment returns. Cumulative gross unrealized carried interest now stands at \$3.2 billion

UNREALIZED CARRIED INTEREST CONTINUITY^{1,2}

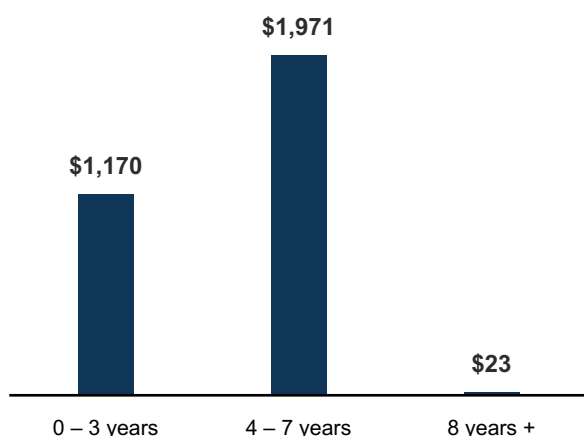
AS AT AND FOR THE PERIODS ENDED MAR. 31, 2020 (MILLIONS)	Three Months			LTM		
	Unrealized Carried Interest	Direct Costs	Net	Unrealized Carried Interest	Direct Costs	Net
Accumulated unrealized, beginning of period	\$ 4,212	\$ (1,553)	\$ 2,659	\$ 2,699	\$ (810)	\$ 1,889
Oaktree acquisition	—	—	—	1,346	(704)	642
	<u>4,212</u>	<u>(1,553)</u>	<u>2,659</u>	<u>4,045</u>	<u>(1,514)</u>	<u>2,531</u>
In period change						
Generated in period	(298)	145	(153)	379	(60)	319
Foreign currency revaluation	(198)	63	(135)	(227)	66	(161)
	<u>(496)</u>	<u>208</u>	<u>(288)</u>	<u>152</u>	<u>6</u>	<u>158</u>
Less: realized	(132)	57	(75)	(613)	220	(393)
	<u>(628)</u>	<u>265</u>	<u>(363)</u>	<u>(461)</u>	<u>226</u>	<u>(235)</u>
Accumulated unrealized, end of period	3,584	(1,288)	2,296	3,584	(1,288)	2,296
Oaktree carried interest not attributable to BAM shareholders	(420)	219	(201)	(420)	219	(201)
Accumulated unrealized, end of period, net	\$ 3,164	\$ (1,069)	\$ 2,095	\$ 3,164	\$ (1,069)	\$ 2,095

1. Amounts dependent on future investment performance are deferred. Represents management estimate of carried interest if funds were wound up at period end.

2. Carried interest in respect of third-party capital.

Unrealized Carried Interest – Expected Realization Timeline

AS AT MAR. 31, 2020 (MILLIONS)



- Of the \$1.2 billion of carried interest expected to be recognized within the next three years, \$1.0 billion relates to carried interest from our flagship real estate, infrastructure and private equity funds, and \$0.2 billion relates to Oaktree's funds, at our share.

THREE MONTHS

- Unrealized carried interest generated in the current quarter, before foreign exchange and associated costs, was negative \$298 million and are largely related to public mark-to-markets within Oaktree's funds as well as hospitality assets within our real estate private funds, that will experience some shortfalls in near term cash flows. For these assets, we believe cash flows will increase as economies start to recover, as measures to contain the spread of COVID-19 are appearing effective.
- We realized \$132 million of carried interest in the quarter, primarily from realizations within Oaktree funds from distributions made in the quarter, along with realizations in our first real estate and our Colombia infrastructure funds.

LTM

- We generated unrealized carried interest across all of our major funds.
- In addition to the realized carried interest noted above, we earned carried interest income from the return of capital from our first flagship real estate fund and from the sale of a facilities services business within our fourth flagship private equity fund.

Target Carried Interest

Target carried interest reflects our estimate of the carried interest earned on a straight-line basis over the life of a fund, assuming target returns are achieved

AS AT MAR. 31, 2020 (MILLIONS)	Fee-Bearing Capital ¹	Carry Eligible Capital ²	Gross Target Return ^{3,4}	Average Carried Interest	Annualized Target Carried Interest ⁵
Opportunistic	\$ 37,223	\$ 18,762	18% – 23%	~20%	\$ 630
Value add	38,459	18,658	10% – 15%	~20%	414
Credit and core plus	17,661	11,672	10% – 15%	~15%	139
Oaktree	102,642	27,485	10% – 20%	~20%	685
	\$ 195,985	76,577			1,868
Uncalled fund commitments ^{6,7}					
Brookfield		30,896			648
Oaktree		12,478			279
Total carry eligible capital/target carried interest		\$ 119,951			2,795
Target carried interest not attributable to BAM shareholders ⁸					(370)
					\$ 2,425

1. Represents \$196 billion of private fund capital across long-term private funds, perpetual strategies and Oaktree.

2. As at March 31, 2020, \$76.6 billion of carry eligible capital has been invested and an additional \$43.4 billion of committed capital will become carry eligible once invested.

3. Carried interest is generated once a private fund exceeds its preferred return typically ranging from 5% – 9%. It will typically go through a catch-up period until the manager and limited partner (LP) are earning carry at their respective allocation.

4. Gross target return is before annual fund management fees ranging from 90 bps for core plus funds to 200 bps for certain opportunistic funds.

5. Based on carry eligible capital.

6. Uncalled fund commitments from carry eligible funds.

7. Target carry on uncalled fund commitments is discounted for two years at 10%, reflecting gross target return and average carried interest rate for uncalled fund commitments.

8. Represents Oaktree target carried interest attributable to the 38% of Oaktree not held by Brookfield.

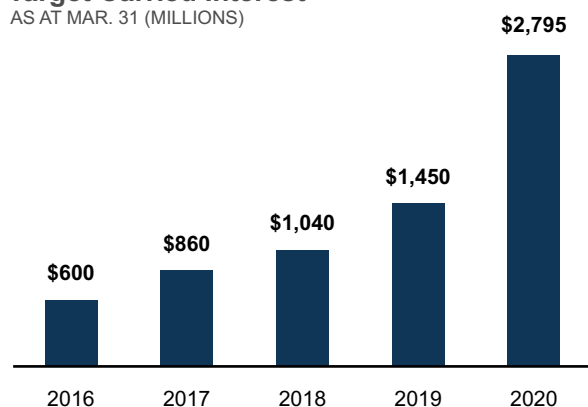
ANNUALIZED TARGET CARRIED INTEREST

For planning purposes, we use current carry eligible capital multiplied by target fund returns and our average carried interest rate to determine annualized carried interest, and then subtract associated direct costs to arrive at a 70% margin for Brookfield, and 50% margin for Oaktree, which is “net target carried interest.”

Target carried interest on capital currently invested is \$1.9 billion per annum, and we expect to add an additional \$0.9 billion per annum when \$43.4 billion of uncalled fund commitments are deployed, aggregating to an annualized target carried interest figure of \$2.4 billion at our share, or \$1.6 billion net of costs.

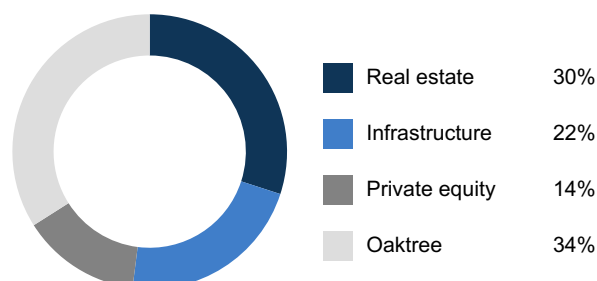
Target Carried Interest

AS AT MAR. 31 (MILLIONS)



Target Carry Diversification

AS AT MAR. 31, 2020



Private Funds Carried Interest

The majority of our funds are tracking to meet or exceed target returns

The below returns are actuals and illustrate how we are tracking toward target:

AS AT MAR. 31, 2020 (MILLIONS)	Strategy	Vintage ¹	Target Gross IRR ^{2,3}	Gross Actual IRR ⁴	Uncalled Fund Commitments ⁵	Invested < 3 years	Invested > 3 years	Total	Accumulated Unrealized Carried Interest
Real estate	Opportunistic – BSREP	2013 – 2019	20%	19%	\$ 8,979	\$ 6,456	\$ 3,630	\$ 19,065	\$ 796
	Credit – BREF	2005 – 2017	12% – 15%	11%	1,283	1,242	428	2,953	86
	Other ⁶	2008 – 2018			783	5,778	4,220	10,781	74
Infrastructure	Value add – BIF	2010 – 2020	13% – 15%	13%	12,532	10,865	6,735	30,132	961
	Other ⁶	2008 – 2018			1,004	2,281	837	4,122	9
Private equity	Opportunistic – BCP	2007 – 2019	20%	27%	4,185	3,713	1,179	9,077	541
	Other ⁶	2015 – 2018			2,130	1,388	340	3,858	24
Oaktree					12,478	15,828	11,657	39,963	673
Total private fund carry eligible capital					43,374	\$ 47,551	\$ 29,026	119,951	\$ 3,164
Non-carry eligible capital⁷					2,525			76,034	
					\$ 45,899			\$ 195,985	

1. Year of final close.

2. Gross target return is before annual fund management fees ranging from 90 bps for core plus funds to 200 bps for certain opportunistic funds.

3. Carried interest is generated once a private fund exceeds its preferred return. It will typically go through a catch-up period until the manager and LP are earning carry at their respective allocation.

4. On existing carry eligible funds, excluding perpetual funds.

5. Uncalled fund commitments from carry eligible funds. Additional \$2.5 billion of uncalled fund commitments relate to funds not eligible to earn carry.

6. Other represents funds and co-investments across the asset classes.

7. Non-carry eligible capital includes various co-investments, separately managed accounts and funds that are not entitled to carry.

Annualized Fees and Target Carried Interest

ANNUALIZED FEES AND TARGET CARRY

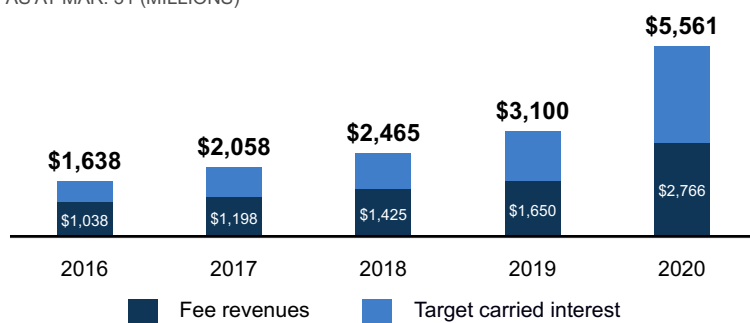
AS AT (MILLIONS)	Mar. 31, 2020	Dec. 31, 2019	Mar. 31, 2019
Base management fees			
Long-term private funds	\$ 769	\$ 823	\$ 605
Perpetual strategies ^{1,2}	596	753	584
Oaktree	888	910	—
Public securities	93	118	120
Incentive distributions ³	298	298	255
	2,644	2,902	1,564
Performance fee ⁴	90	90	65
Transaction and advisory ⁵	32	29	21
Fee revenues	2,766	3,021	1,650
Target carried interest⁶			
Brookfield funds	1,831	1,801	1,450
Oaktree funds	964	959	—
	2,795	2,760	1,450
	5,561	5,781	3,100
Oaktree revenues not attributable to BAM shareholders			
Management fees	(341)	(353)	—
Target carried interest	(370)	(372)	—
	\$ 4,850	\$ 5,056	\$ 3,100

- Perpetual strategies base management fees include \$224 million of annualized base fees on Brookfield capital from listed partnerships.
- For details on perpetual strategies base fee calculations, refer to the Glossary of Terms on page 38.
- Based on most recent quarterly distributions declared.
- Annualized BBU performance fees assume 10% annualized unit price appreciation from the \$25.00 initial spin out value in 2016, adjusted for current BBU units outstanding.
- Annualized transaction and advisory fees based on simple average of the last two years' results.
- Based on prescribed carried interest for private funds and target gross return. Includes only third-party capital.

- With respect to certain funds for which fees are charged on invested capital only, we estimate annualized base management fees will increase by approximately \$60 million when \$6 billion of uncalled third-party capital is invested.
- BBU's performance fee is calculated as 20% of the increase in weighted average unit price for the quarter, over the highest previous threshold. There are 150.2 million BBU units outstanding and the current threshold is \$41.96.
- We include base fees on the capital invested by us in our listed partnerships and funds in order to present operating margins and investment returns on a consistent basis. FFO from the associated invested capital is shown net of these fees.
- We use a range of 55% – 65% on Brookfield fee revenue and a range of 25% – 35% on Oaktree fee revenue for planning purposes.
- We use a range of 65% – 75% on Brookfield carried interest and a range of 45% – 55% on Oaktree carried interest for planning purposes.

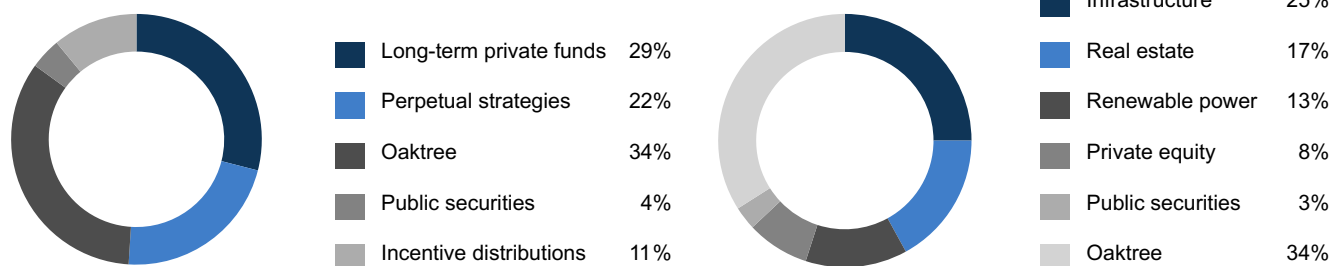
Annualized Fees and Target Carry

AS AT MAR. 31 (MILLIONS)



Fee Revenue Diversification¹

AS AT MAR. 31, 2020



1. Fee revenues based on annualized fees as at March 31, 2020, excluding transaction fees, performance fees and target carried interest.

Private Fund Listing¹

AS AT MAR. 31, 2020
(MILLIONS, USD UNLESS OTHERWISE NOTED)

	Committed Capital ²	Brookfield Participation ²	Year ³
BROOKFIELD REAL ESTATE FUNDS			
Opportunistic			
Real Estate Turnaround	\$ 5,570	18%	2010
Strategic Real Estate Partners I ⁴	4,350	31%	2013
Strategic Real Estate Partners II ⁴	9,000	26%	2016
Strategic Real Estate Partners III ⁴	15,000	25%	2019
Thayer VI	306	48%	2014
Opportunity Zone	1,160	13%	2019
Value Add			
U.S. Multifamily Value Add II	\$ 805	37%	2014
U.S. Multifamily Value Add III	1,005	30%	2018
Core Plus			
U.S. Office	\$ 2,200	83%	2006
DTLA	1,100	45%	2013
Premier Real Estate Partners ⁵	3,196	14%	2016
Premier Real Estate Partners Australia ⁵	A \$ 780	47%	2018
BROOKFIELD INFRASTRUCTURE FUNDS			
Value Add			
Global Infrastructure I ⁴	\$ 2,600	25%	2010
Global Infrastructure II ⁴	7,000	40%	2013
Global Infrastructure III ⁴	14,000	29%	2016
Global Infrastructure IV ⁴	20,000	25%	2020
Core			
Super-Core Infrastructure Partners ⁵	\$ 2,188	2%	2018
Sustainable Resources			
Timberlands Fund V	\$ 351	25%	2013
Brazil Timber I	280	18%	2008
Brazil Timber II	95	19%	2013
Brazil Agriculture I	330	31%	2010
Brazil Agriculture II	500	22%	2016
BROOKFIELD PRIVATE EQUITY FUNDS			
Opportunistic			
Capital Partners II ⁴	C \$ 1,000	40%	2007
Capital Partners III ⁴	1,000	25%	2012
Capital Partners IV ⁴	4,000	26%	2016
Capital Partners V ⁴	9,000	33%	2019
BROOKFIELD CREDIT FUNDS			
Credit Funds			
Real Estate Finance I	\$ 600	33%	2005
Real Estate Finance IV	1,375	18%	2014
Real Estate Finance V	2,949	14%	2017
Senior Mezzanine Real Estate Finance ⁵	1,143	1%	2017
Infrastructure Debt	884	17%	2017
Infrastructure Debt – Euro	€ 202	30%	2018
Peninsula Brookfield India Real Estate	95	—	2013

1. Excludes Oaktree funds. Includes discretionary funds managed by Brookfield Asset Management Inc. or a management affiliate thereof and all investments made by a consortium of investors formed and managed by Brookfield. Excludes direct investments made through managed accounts, joint ventures, co-investments, publicly listed partnerships or investment funds for which Brookfield did not serve as the manager during the investment period. Also excludes closed-end funds currently in the market and fully divested funds.

2. Inclusive of Brookfield commitments; Brookfield participation includes commitments from Brookfield directly held as well as BPY, BEP, BIP and BBU.

3. Year of final close. For perpetual funds, year of first close.

4. Flagship funds.

5. Perpetual funds.

Capital Invested or Committed

Invested \$40 billion of capital during the LTM including \$11 billion in the quarter

CAPITAL INVESTED OR COMMITTED (FUNDING SOURCE)

FOR THE LTM ENDED MAR. 31 (MILLIONS)	Real Estate	Infrastructure	Renewable Power	Private Equity and Other	Oaktree	Total
Perpetual strategies ¹	\$ 2,316	\$ 1,895	\$ 423	\$ 2,637	\$ 2,388	\$ 9,659
Long-term private funds ²	3,119	3,932	957	1,799	6,116	15,923
Co-investments ²	186	3,300	—	3,244	268	6,998
Direct ³	—	—	—	7,244	—	7,244
Total invested	5,621	9,127	1,380	14,924	8,772	39,824
Committed – new ⁴	2,343	3,900	1,609	1,857	493	10,202
Committed – invested ⁴	(3,202)	(889)	(364)	(6,014)	—	(10,469)
Total ⁴	\$ 4,762	\$ 12,138	\$ 2,625	\$ 10,767	\$ 9,265	\$ 39,557

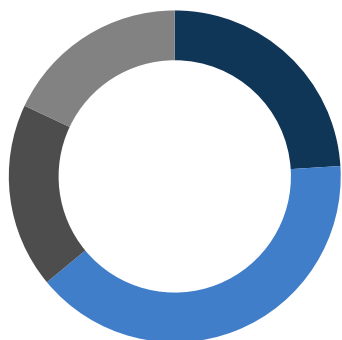
1. Includes investments made by listed partnerships (BPY, BIP, BEP and BBU) and Oaktree on their balance sheets, or investments in perpetual private funds.
2. Reflects third-party investments in long-term private funds managed by Brookfield and Oaktree.
3. Investments made by Brookfield in financial assets or on balance sheet assets other than the listed partnerships.
4. New commitments represent those commitments entered into during the year. Invested commitments represent the amounts invested during the year for commitments which were entered into during the prior period (shown as an outflow to commitments and an inflow to invested). Where capital was both committed and invested in the same period, it will be presented as invested only.

CAPITAL INVESTED (GEOGRAPHY)

FOR THE LTM ENDED MAR. 31 (MILLIONS)	Real Estate	Infrastructure	Renewable Power	Private Equity and Other	Oaktree	Total
North America	\$ 3,025	\$ 6,326	\$ 531	\$ 12,693	\$ 6,924	\$ 29,499
South America	26	229	24	134	429	842
Europe	537	878	597	12	1,135	3,159
Asia and other	2,033	1,694	228	2,085	284	6,324
Total invested	\$ 5,621	\$ 9,127	\$ 1,380	\$ 14,924	\$ 8,772	\$ 39,824

Capital Invested (by capital type)

FOR THE LTM ENDED MAR. 31, 2020



■ Perpetual Strategies	24%	■ Long-term private funds	40%
■ Co-investments	18%	■ Direct	18%

SIGNIFICANT INVESTMENTS

- Oaktree Capital Management (\$5.2 billion¹)
- Genesee & Wyoming (\$5.1 billion)
- Clarios (\$3.7 billion)
- Genworth Canada (\$1.7 billion)
- BrandSafway (\$1.3 billion)
- Healthscope (\$1.2 billion)
- Aveo (\$0.7 billion)
- Vodafone New Zealand (\$0.7 billion)

SIGNIFICANT COMMITMENTS

- Indian telecom towers (\$3.7 billion)
- TerraForm Privatization (\$1.5 billion)

1. \$5.2 billion invested in Oaktree includes funding of approximately \$2.4 billion of cash and approximately 79.1 million of Class A shares of Brookfield, valued at \$2.8 billion on the closing date of the transaction.

Invested Capital – Overview

LISTED INVESTMENTS

Our **listed partnerships** are **BPY, BEP, BIP and BBU**, the flagship entities that hold most of the investments in our four largest operating segments. Each of our flagship entities is publicly traded in the United States and Canada.

- We own 52% (fully diluted) of **Brookfield Property Partners** (BPY), a diversified global real estate company that owns, operates and develops one of the largest portfolios of office, retail, multifamily, logistics, hospitality, triple net lease, self-storage, student housing and manufactured housing assets.
- We own 61% of **Brookfield Renewable Partners** (BEP), one of the world's largest publicly traded renewable power platforms with generating facilities in North America, South America, Europe and Asia.
- We own 30% of **Brookfield Infrastructure Partners** (BIP), one of the largest owners and operators of critical and diverse global infrastructure networks which facilitate the movement and storage of energy, water, freight, passengers and data.
- We own 63% of **Brookfield Business Partners** (BBU), our flagship private equity perpetual strategy that invests primarily in business services and industrial companies focused on long-term capital appreciation.

In addition to our flagship entities, we have the following investments that are also publicly traded:

- **Norbord Inc. (“Norbord”)**: an international producer of wood-based panels which trades on the TSX and the NYSE. We own 42% of Norbord's shares and equity account for the investment as we exercise significant influence.
- **Vistra**: an integrated power company based in Texas that trades on the NYSE. Together with our institutional partners, we own approximately 4% of the company which is treated as a financial asset on our balance sheet.

Our **corporate cash and financial assets** portfolio includes corporate cash, assets held as part of our liquidity management operations, seeding investments in new strategies and financial contracts to manage market risk.

UNLISTED INVESTMENTS

- **Residential**: in North America, we develop land for building homes or selling lots to other homebuilders while in Brazil we develop and construct residential and commercial towers.
- **Energy contracts**: our contractual arrangement with BEP to purchase power generated by certain North American hydro assets at a fixed price that is then resold on a contracted or uncontracted basis.
- **Other real estate**: BAM's direct investment in the third flagship real estate fund, a 27.5% interest in a BAM-sponsored venture that owns operating and development properties in New York and investments in assets in the multifamily sector.
- **Sustainable resources and other**: investments in sustainable resources, mainly timber and agricultural assets, in Brazil.
- **Other private equity**: direct investments in various operating companies within the Private Equity segment.
- **Other corporate investments**: includes our share of Oaktree's balance sheet investments and investments in insurance businesses whose investment portfolios are primarily held in support of the insurance premium liabilities.

CORPORATE ACTIVITIES

- Our **corporate borrowings** reflect the amount of recourse debt held in the corporation.
- Net **working capital** includes accounts receivable, accounts payable, other assets and other liabilities, including deferred tax assets and liabilities; FFO includes **corporate costs and cash taxes**.
- **Preferred equity** represents permanent, non-participating equity that provides leverage to our common equity.

Invested Capital – Operating Results

AS AT MAR. 31, 2020 AND DEC. 31, 2019
AND FOR THE PERIODS ENDED MAR. 31
(MILLIONS, EXCEPT PER SHARE AMOUNTS)

	Invested Capital		Funds from Operations ¹			
			Three Months		LTM	
	2020	2019	2020	2019	2020	2019
Listed investments						
Listed partnerships						
BPY	\$ 15,283	\$ 15,770	\$ 160	\$ 159	\$ 700	\$ 704
BPY preferred shares	16	16	—	9	2	54
BEP	4,243	4,810	123	130	423	401
BIP	1,888	2,141	88	92	350	330
BBU ²	1,874	2,389	96	139	451	360
Other listed investments						
Norbord	1,168	1,185	36	25	68	216
Other	132	183	1	8	11	14
Corporate cash and financial assets³	1,949	2,181	55	98	80	87
	26,553	28,675	559	660	2,085	2,166
Unlisted investments						
Residential	2,575	2,859	(9)	(22)	138	60
Energy contracts	546	510	(64)	(48)	(210)	(129)
Other	4,753	4,655	37	39	74	137
	7,874	8,024	(36)	(31)	2	68
Corporate activities						
Corporate borrowings / Interest expense	(7,235)	(7,083)	(89)	(87)	(350)	(332)
Working capital / Corporate costs and taxes ⁴	732	470	(37)	(37)	(135)	(163)
Perpetual preferred shares ⁵	(4,145)	(4,145)	—	—	—	—
	(10,648)	(10,758)	(126)	(124)	(485)	(495)
Invested capital, net / FFO	\$ 23,779	\$ 25,941	\$ 397	\$ 505	\$ 1,602	\$ 1,739
Per share	\$ 15.13	\$ 16.43	\$ 0.23	\$ 0.32	\$ 0.96	\$ 1.09

1. Excludes realized disposition gains.

2. FFO includes the net impact of performance fees paid to BAM of \$nil (2019 – \$nil) for the three months ended March 31 and \$nil (2019 – \$135 million) for the LTM.

3. Corporate cash and financial assets is inclusive of \$945 million of cash and cash equivalents (2019 – \$789 million).

4. Invested capital includes net deferred income tax asset of \$1.9 billion (2019 – \$2.2 billion); FFO includes current tax expense of \$13 million (2019 – \$11 million) for the three months ended March 31 and current tax expense of \$37 million (2019 – \$60 million) for the LTM.

5. FFO excludes preferred shares distributions of \$35 million (2019 – \$37 million) for the three months ended March 31 and \$150 million (2019 – \$150 million) for the LTM.

Disposition Gains

FOR THE PERIODS ENDED MAR. 31 (MILLIONS)	Three Months				LTM			
	FFO ^{1,2}		Net Income ²		FFO ^{1,2}		Net Income ²	
	2020	2019	2020	2019	2020	2019	2020	2019
Real estate								
Core office	\$ 17	\$ —	\$ (3)	\$ —	\$ 215	\$ 176	\$ 17	\$ (26)
Core retail portfolio	4	4	4	(5)	47	252	17	(1)
LP investments								
IDI	—	—	—	—	—	135	—	(29)
Other LP investments	8	39	7	(5)	54	129	(39)	29
Other Directly Held	(2)	17	(24)	1	55	73	90	16
	<u>27</u>	<u>60</u>	<u>(16)</u>	<u>(9)</u>	<u>371</u>	<u>765</u>	<u>85</u>	<u>(11)</u>
Infrastructure								
EBSA	19	—	1	—	19	—	1	—
AVN (Chilean toll road)	28	91	—	—	28	91	—	—
Other infrastructure	—	—	—	—	(3)	—	14	—
	<u>47</u>	<u>91</u>	<u>1</u>	<u>—</u>	<u>44</u>	<u>91</u>	<u>15</u>	<u>—</u>
Private equity								
Nova Cold	26	—	26	—	26	—	26	—
GrafTech	—	—	—	—	55	209	—	—
Quadrant	—	—	—	—	—	55	—	55
Other Private Equity	—	—	—	—	238	36	235	36
	<u>26</u>	<u>—</u>	<u>26</u>	<u>—</u>	<u>319</u>	<u>300</u>	<u>261</u>	<u>91</u>
Renewable power	7	72	(2)	—	32	110	(3)	5
	<u>\$ 107</u>	<u>\$ 223</u>	<u>\$ 9</u>	<u>\$ (9)</u>	<u>\$ 766</u>	<u>\$ 1,266</u>	<u>\$ 358</u>	<u>\$ 85</u>

1. FFO includes gains (net of losses) recorded in net income, directly in equity, as well as the realization of appraisal gains recorded in prior years.

2. Net of non-controlling interests.

Listed Partnership Results

BPY (NASDAQ: BPY, TSX: BPY.UN) – 52% (fully diluted) ownership interest

AS AT MAR. 31, 2020 AND DEC. 31, 2019
AND FOR THE PERIODS ENDED MAR. 31
(MILLIONS)

	Invested Capital		Funds from Operations			
			Three Months		LTM	
	2020	2019	2020	2019	2020	2019
Core office	\$ 13,651	\$ 14,240	\$ 135	\$ 140	\$ 657	\$ 595
Core retail	13,839	14,138	195	184	783	719
LP investments	5,047	5,126	62	86	285	320
Corporate	(5,441)	(4,974)	(83)	(103)	(378)	(416)
Attributable to unitholders	27,096	28,530	309	307	1,347	1,218
Non-controlling interests	(11,813)	(12,760)	(136)	(141)	(606)	(502)
Segment reallocation and other ¹	—	—	(13)	(7)	(41)	(12)
Brookfield's interest	15,283	15,770	160	159	700	704
Preferred shares	16	16	—	9	2	54
	<u>\$ 15,299</u>	<u>\$ 15,786</u>	<u>\$ 160</u>	<u>\$ 168</u>	<u>\$ 702</u>	<u>\$ 758</u>

BEP (NYSE: BEP, TSX: BEP.UN) – 61% ownership interest

AS AT MAR. 31, 2020 AND DEC. 31, 2019
AND FOR THE PERIODS ENDED MAR. 31
(MILLIONS)

	Invested Capital		Funds from Operations			
			Three Months		LTM	
	2020	2019	2020	2019	2020	2019
Proportionate generation (GWh)						
Actual	n/a	n/a	7,164	7,246	25,956	26,305
Long-term average (LTA)	n/a	n/a	6,717	6,776	26,130	26,269
Hydroelectric generation	\$ 8,061	\$ 8,961	\$ 222	\$ 218	\$ 724	\$ 681
Wind energy	1,321	1,591	44	49	166	172
Solar, storage and other	1,390	1,081	24	25	129	114
Corporate	(3,738)	(3,681)	(73)	(65)	(268)	(257)
Attributable to unitholders	7,034	7,952	217	227	751	710
Incentive distributions	—	—	(16)	(12)	(52)	(42)
Non-controlling interests	(2,791)	(3,142)	(78)	(85)	(276)	(262)
Segment reallocation and other ²	—	—	—	—	—	(5)
Brookfield's interest	<u>\$ 4,243</u>	<u>\$ 4,810</u>	<u>\$ 123</u>	<u>\$ 130</u>	<u>\$ 423</u>	<u>\$ 401</u>

BIP (NYSE: BIP, TSX: BIP.UN) – 30% ownership interest

AS AT MAR. 31, 2020 AND DEC. 31, 2019
AND FOR THE PERIODS ENDED MAR. 31
(MILLIONS)

	Invested Capital		Funds from Operations			
			Three Months		LTM	
	2020	2019	2020	2019	2020	2019
Utilities	\$ 1,766	\$ 2,178	\$ 146	\$ 137	\$ 586	\$ 544
Transport	3,236	3,991	120	139	511	520
Energy	2,928	3,128	115	107	420	310
Data infrastructure	1,188	1,318	42	28	150	86
Corporate and other	(2,846)	(3,486)	(65)	(60)	(276)	(211)
Attributable to unitholders	6,272	7,129	358	351	1,391	1,249
Incentive distributions	—	—	(46)	(38)	(166)	(140)
Non-controlling interests	(4,384)	(4,988)	(221)	(221)	(866)	(779)
Segment reallocation and other ²	—	—	(3)	—	(9)	—
Brookfield's interest	<u>\$ 1,888</u>	<u>\$ 2,141</u>	<u>\$ 88</u>	<u>\$ 92</u>	<u>\$ 350</u>	<u>\$ 330</u>

BBU (NYSE: BBU, TSX: BBU.UN) – 63% ownership interest

AS AT MAR. 31, 2020 AND DEC. 31, 2019
AND FOR THE PERIODS ENDED MAR. 31
(MILLIONS)

	Invested Capital		Funds from Operations			
			Three Months		LTM	
	2020	2019	2020	2019	2020	2019
Business services	\$ 1,779	\$ 2,161	\$ 42	\$ 32	\$ 442	\$ 146
Infrastructure services	724	470	104	102	316	273
Industrials	781	947	57	81	369	439
Corporate and other	(223)	214	(9)	(10)	(36)	(58)
Attributable to unitholders	3,061	3,792	194	205	1,091	800
Performance fees	—	—	—	—	—	(135)
Non-controlling interests	(1,187)	(1,403)	(72)	(66)	(385)	(214)
Segment reallocation and other ²	—	—	(26)	—	(255)	(91)
Brookfield's interest	<u>\$ 1,874</u>	<u>\$ 2,389</u>	<u>\$ 96</u>	<u>\$ 139</u>	<u>\$ 451</u>	<u>\$ 360</u>

1. Reflects fee-related earnings and net carried interest reclassified to asset management segment and asset management expenses not included in operating FFO.

2. Relates to disposition gains, net of NCI, included in operating FFO.

Other Investments

In addition to being invested in our four flagship listed partnerships, we hold a number of other listed and unlisted investments

OTHER LISTED INVESTMENTS AND CORPORATE CASH AND FINANCIAL ASSETS

AS AT MAR. 31, 2020 AND DEC. 31, 2019 AND FOR THE PERIODS ENDED MAR. 31 (MILLIONS)	Segment	Invested Capital		Funds from Operations			
				Three Months		LTM	
		2020	2019	2020	2019	2020	2019
Other listed							
Acadian ¹	Infrastructure	\$ —	\$ —	\$ —	\$ 2	\$ 2	\$ 6
Norbord	Private Equity	1,168	1,185	36	25	68	216
Other listed	Private Equity	132	183	1	6	9	8
		1,300	1,368	37	33	79	230
Corporate cash and financial assets²							
	Corporate	1,949	2,181	55	98	80	87
		\$ 3,249	\$ 3,549	\$ 92	\$ 131	\$ 159	\$ 317

1. In August 2019, we closed the sale of our 45% interest in Acadian, recognizing a disposition gain of \$16 million.

2. FFO includes cash distributions received of \$193 million (2019 – \$7 million) for the three months ended March 31 and \$318 million (2019 – \$117 million) for the LTM.

UNLISTED INVESTMENTS

AS AT MAR. 31, 2020 AND DEC. 31, 2019 AND FOR THE PERIODS ENDED MAR. 31 (MILLIONS)	Segment	Invested Capital		Funds from Operations			
				Three Months		LTM	
		2020	2019	2020	2019	2020	2019
Residential development							
North America	Residential	\$ 1,956	\$ 2,083	\$ (2)	\$ 1	\$ 143	\$ 166
Brazil and other	Residential	619	776	(7)	(23)	(5)	(106)
		2,575	2,859	(9)	(22)	138	60
Energy contracts	Renewable Power	546	510	(64)	(48)	(210)	(129)
Sustainable resources and other	Infrastructure	562	651	2	9	11	28
Other corporate	Corporate	565	680	(3)	3	(5)	3
Other unlisted	Various	3,626	3,324	38	27	68	106
		\$ 7,874	\$ 8,024	\$ (36)	\$ (31)	\$ 2	\$ 68

Capitalization

Our corporate debt has a weighted-average term to maturity of 11 years, while our recourse debt to corporate capitalization remains below 20%

AS AT MAR. 31, 2020 AND DEC. 31, 2019 (MILLIONS)	Average Rate	Average Term (Years)	Leverage	
			2020	2019
Corporate borrowings				
Term debt	4.5%	11	\$ 7,235	\$ 7,083
Revolving facilities ¹	n/a	4	—	—
Total corporate borrowings			7,235	7,083
Perpetual preferred shares	4.2%	perp.	4,145	4,145
Debt and preferred capital			\$ 11,380	\$ 11,228

1. Revolving credit facilities of \$2.6 billion support commercial paper issuances.

DEBT TO CAPITALIZATION

AS AT MAR. 31, 2020 AND DEC. 31, 2019 (MILLIONS)	Corporate		Consolidated		Our Share ¹	
	2020	2019	2020	2019	2020	2019
Corporate borrowings	\$ 7,235	\$ 7,083	\$ 7,235	\$ 7,083	\$ 7,235	\$ 7,083
Non-recourse borrowings						
Subsidiary borrowings	—	—	9,266	8,423	5,869	5,382
Property specific borrowings	—	—	124,494	127,869	46,580	44,436
	7,235	7,083	140,995	143,375	59,684	56,901
Accounts payable and other	3,437	4,708	40,504	43,077	11,187	13,617
Deferred income tax liabilities	483	279	14,175	14,849	3,436	4,541
Subsidiary equity obligations	—	—	4,158	4,132	1,922	1,896
Liabilities associated with assets held for sale	—	—	304	1,690	46	212
Equity						
Non-controlling interests	—	—	79,637	81,833	—	—
Preferred equity	4,145	4,145	4,145	4,145	4,145	4,145
Common equity	28,665	30,868	28,665	30,868	28,665	30,868
	32,810	35,013	112,447	116,846	32,810	35,013
Total capitalization	\$ 43,965	\$ 47,083	\$ 312,583	\$ 323,969	\$ 109,085	\$ 112,180
Debt to capitalization ²	16%	15%	45%	44%	55%	51%

1. Represents our share of debt and other obligations based on our ownership percentage of the related investments.

2. Determined as the aggregate of corporate borrowings and non-recourse borrowings divided by total capitalization. Subsequent to March 31, 2020, we issued \$750 million of 4.35% notes with a 2030 maturity. Factoring in this issuance, our debt to capitalization at Corporate, Consolidated, and at Our Share would be 18%, 45% and 55%, respectively.

Sources and Uses of Cash

We continue to source significant cash flows with few corporate borrowing maturities in the near term

FOR THE PERIODS ENDED MAR. 31
(MILLIONS)

	Three Months		LTM	
	2020	2019	2020	2019
Corporate cash and financial assets, beginning of period	\$ 2,181	\$ 2,275	\$ 3,894	\$ 2,889
Sources				
Cash available for distribution and/or reinvestment ¹	751	527	2,835	2,445
Disposition of investments	55	7	1,044	141
BPY preferred share redemption	—	355	300	685
	806	889	4,179	3,271
Uses				
Acquisition of Oaktree, net of distribution ²	—	—	(2,095)	—
Share repurchases ³	(214)	(35)	(454)	(234)
Dividends paid to common shareholders	(182)	(153)	(649)	(585)
Temporary and other investments ⁴	(512)	(80)	(2,077)	(2,186)
Listed partnership unit purchases	(46)	(17)	(546)	(274)
	(954)	(285)	(5,821)	(3,279)
Net financing activities	316	992	(134)	1,080
Other sources / (uses)⁵	(400)	23	(169)	(67)
In-period change	(232)	1,619	(1,945)	1,005
Corporate cash and financial assets, end of period	\$ 1,949	\$ 3,894	\$ 1,949	\$ 3,894

1. Refer to page 32 for reconciliations of IFRS to non-IFRS measures.

2. Net of a \$306 million dividend received from Oaktree subsequent to our acquisition.

3. Includes repurchases of BAM common and preferred shares.

4. For 2020 LTM, this includes cash used to fund our investment into the BSREP III fund and cash used on various risk management trades. In 2019 LTM, this includes cash used to purchase a 27.5% interest in a BAM-sponsored real estate venture that owns operating and development properties in New York which we acquired from BPY as well as a portfolio of long-term contracted site-controlled assets that we warehoused on behalf of our core infrastructure fund.

5. Includes adjustments for accrued items, carried interest proceeds subject to clawback, financial asset mark-to-market changes and other items.

Reconciliation of IFRS to Non-IFRS Measures

FOR THE THREE MONTHS ENDED MAR. 31
(MILLIONS)

	2020	2019
Net (loss) income	\$ (157)	\$ 1,256
Realized disposition gains in fair value changes or prior periods	93	232
Non-controlling interests	(1,981)	(1,602)
Financial statement components not included in FFO		
Equity accounted fair value changes and other non-FFO items	938	251
Fair value changes	414	(169)
Depreciation and amortization	1,409	1,034
Deferred income taxes	168	49
Funds from operations	884	1,051
Less: total disposition gains	(107)	(223)
Less: net invested capital FFO	(397)	(505)
Less: realized carried interest, net	(59)	(85)
Corporate activities	(126)	(124)
Other wholly owned investments ¹	(46)	(39)
Distributions from investments	562	383
Our share of Oaktree's fee-related earnings	(35)	—
Our share of Oaktree's distributable earnings	55	—
Equity-based compensation	25	21
Preferred share dividends	(35)	(37)
Cash available for distribution and/or reinvestment before realized carried interest	729	442
Realized carried interest, net, excluding Oaktree	30	85
Cash available for distribution and/or reinvestment²	\$ 759	\$ 527

1. Relates to FFO from other wholly owned investments used as a proxy for cash generated.

2. Comparative numbers have been revised to reflect new definition. Refer to Glossary of Terms starting on page 37.

OVERVIEW

We disclose certain non-IFRS financial measures in these supplemental schedules. Reconciliations of these non-IFRS financial measures to the most directly comparable financial measures calculated and presented in accordance with IFRS are presented above. Management assesses the performance of its business based on these non-IFRS financial measures. These non-IFRS financial measures should be considered in addition to, and not as a substitute for or superior to, net income or other financial measures presented in accordance with IFRS.

Common Share Information

COMMON SHARE CONTINUITY

FOR THE PERIODS ENDED MAR. 31 (MILLIONS)	Three Months		LTM	
	2020	2019	2020	2019
Outstanding at beginning of period	1,509.3	1,432.7	1,433.0	1,435.5
Issued (repurchased)				
Issuances	—	—	79.1	—
Repurchases	(2.9)	(1.4)	(12.2)	(7.9)
Long-term share ownership plans	6.6	1.6	13.0	5.1
Dividend reinvestment plan	0.1	0.1	0.2	0.3
Outstanding at end of period	1,513.1	1,433.0	1,513.1	1,433.0
Unexercised options and other share-based plans	58.1	74.5	58.1	74.5
Total diluted shares at end of period	1,571.2	1,507.5	1,571.2	1,507.5

- The company holds 58.4 million common shares for management share ownership plans, which have been deducted from the total number of shares outstanding.
 - 5.9 million shares would be issued in respect of these plans if exercised based on current market prices and the balance would be canceled.
- Cash value of unexercised options as at March 31, 2020 was \$1.2 billion (December 31, 2019 – \$1.2 billion).
- The company completed the previously announced 3-for-2 stock split on April 1, 2020. All share amounts are presented on a post-split basis.

FFO AND EARNINGS PER SHARE INFORMATION

FOR THE THREE MONTHS ENDED MAR. 31 (MILLIONS, EXCEPT PER SHARE AMOUNTS)	Funds from Operations		Net (Loss) Income	
	2020	2019	2020	2019
FFO / Net (loss) income	\$ 884	\$ 1,051	\$ (293)	\$ 615
Preferred share dividends	(35)	(37)	(35)	(37)
Dilutive effect of conversion of subsidiary preferred shares	—	—	19	(13)
FFO / Net (loss) income available for shareholders	\$ 849	\$ 1,014	\$ (309)	\$ 565
Weighted average shares	1,511.6	1,433.0	1,511.6	1,433.0
Dilutive effect of the conversion of options and other share-based plans using treasury stock method	37.8	29.6	—	29.6
Shares and share equivalents	1,549.4	1,462.6	1,511.6	1,462.6
Per share	\$ 0.55	\$ 0.69	\$ (0.20)	\$ 0.39

Entity Basis – Reconciliation to Reportable Segments – Invested Capital

	Reportable Segments							Total
	Asset Management	Real Estate	Renewable Power	Infrastructure	Private Equity	Residential	Corporate	
AS AT MAR. 31, 2020 (MILLIONS)								
Asset management	\$ 4,886	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 4,886
Invested capital								
Listed investments								
Brookfield Property Partners ¹	—	15,299	—	—	—	—	—	15,299
Brookfield Renewable Partners	—	—	4,243	—	—	—	—	4,243
Brookfield Infrastructure Partners	—	—	—	1,888	—	—	—	1,888
Brookfield Business Partners	—	—	—	—	1,874	—	—	1,874
Other listed investments								
Norbord	—	—	—	—	1,168	—	—	1,168
Other listed – private equity	—	—	—	—	132	—	—	132
	—	15,299	4,243	1,888	3,174	—	—	24,604
Financial assets	—	—	—	—	—	—	1,949	1,949
	—	15,299	4,243	1,888	3,174	—	1,949	26,553
Unlisted investments								
Residential development	—	—	—	—	—	2,575	—	2,575
Energy contracts	—	—	546	—	—	—	—	546
Sustainable resources	—	—	—	562	—	—	—	562
Other corporate	—	—	—	—	—	—	565	565
Other	—	3,256	—	—	370	—	—	3,626
	—	3,256	546	562	370	2,575	565	7,874
Net working capital	—	—	—	—	—	—	732	732
Debt and preferred capital								
Corporate borrowings	—	—	—	—	—	—	(7,235)	(7,235)
Perpetual preferred shares	—	—	—	—	—	—	(4,145)	(4,145)
	—	—	—	—	—	—	(11,380)	(11,380)
	\$ 4,886	\$ 18,555	\$ 4,789	\$ 2,450	\$ 3,544	\$ 2,575	\$ (8,134)	\$ 28,665

1. Includes \$16 million of BPY preferred shares.

Entity Basis – Reconciliation to Reportable Segments – Three Months FFO

	Reportable Segments						Total
	Asset Management	Real Estate	Renewable Power	Infrastructure	Private Equity	Residential	
FOR THE THREE MONTHS ENDED MAR. 31 (MILLIONS)							
Asset management							
Fee-related earnings	\$ 321	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 321
Carried interest, net	59	—	—	—	—	—	59
	<u>380</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>380</u>
Invested capital							
Listed investments							
Brookfield Property Partners ¹	—	160	—	—	—	—	160
Brookfield Renewable Partners	—	—	123	—	—	—	123
Brookfield Infrastructure Partners	—	—	—	88	—	—	88
Brookfield Business Partners	—	—	—	—	96	—	96
Other listed investments							
Norbord	—	—	—	—	36	—	36
Other listed – private equity	—	—	—	—	1	—	1
	—	160	123	88	133	—	504
Financial assets	—	—	—	—	—	—	55
	—	160	123	88	133	—	559
Unlisted investments							
Residential development	—	—	—	—	—	(9)	(9)
Energy contracts	—	—	(64)	—	—	—	(64)
Sustainable resources	—	—	—	2	—	—	2
Other corporate	—	—	—	—	—	—	(3)
Other	—	32	—	—	6	—	38
	—	32	(64)	2	6	(9)	(36)
Disposition gains	—	27	7	47	26	—	107
Corporate activities²							
Interest expense	—	—	—	—	—	—	(89)
Corporate costs and taxes	—	—	—	—	—	—	(37)
	—	—	—	—	—	—	(126)
	<u>\$ 380</u>	<u>\$ 219</u>	<u>\$ 66</u>	<u>\$ 137</u>	<u>\$ 165</u>	<u>\$ (9)</u>	<u>\$ (74)</u>
							<u>\$ 884</u>

1. Includes nominal amounts of BPY preferred share distributions.

2. Excludes \$35 million of preferred share distributions for the three months, which are included in determining per share results.

Entity Basis – Reconciliation to Reportable Segments – LTM FFO

FOR THE LTM ENDED MAR. 31 (MILLIONS)	Reportable Segments						Total
	Asset Management	Real Estate	Renewable Power	Infrastructure	Private Equity	Residential	
Asset management							
Fee-related earnings	\$ 1,284	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 1,284
Carried interest, net	370	—	—	—	—	—	370
	<u>1,654</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>1,654</u>
Invested capital							
Listed investments							
Brookfield Property Partners ¹	—	702	—	—	—	—	702
Brookfield Renewable Partners	—	—	423	—	—	—	423
Brookfield Infrastructure Partners	—	—	—	350	—	—	350
Brookfield Business Partners	—	—	—	—	451	—	451
Other listed investments							
Acadian Timber	—	—	—	2	—	—	2
Norbord	—	—	—	—	68	—	68
Other listed – private equity	—	—	—	—	9	—	9
	<u>—</u>	<u>702</u>	<u>423</u>	<u>352</u>	<u>528</u>	<u>—</u>	<u>2,005</u>
Financial assets	—	—	—	—	—	—	80
	<u>—</u>	<u>702</u>	<u>423</u>	<u>352</u>	<u>528</u>	<u>—</u>	<u>2,085</u>
Unlisted investments							
Residential development	—	—	—	—	—	138	138
Energy contracts	—	—	(210)	—	—	—	(210)
Sustainable resources	—	—	—	11	—	—	11
Other corporate	—	—	—	—	—	—	(5)
Other	—	81	—	—	(13)	—	68
	<u>—</u>	<u>81</u>	<u>(210)</u>	<u>11</u>	<u>(13)</u>	<u>138</u>	<u>(5)</u>
Disposition gains	—	371	32	44	319	—	766
Corporate activities²							
Interest expense	—	—	—	—	—	—	(350)
Corporate costs and taxes	—	—	—	—	—	—	(135)
	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>(485)</u>
	<u>\$ 1,654</u>	<u>\$ 1,154</u>	<u>\$ 245</u>	<u>\$ 407</u>	<u>\$ 834</u>	<u>\$ 138</u>	<u>\$ (410)</u>
							<u>\$ 4,022</u>

1. Includes \$2 million of BPY preferred share distributions.

2. Excludes \$150 million of preferred share distributions for the LTM, which are included in determining per share results.

Glossary of Terms

The “Corporation,” “Brookfield” or “BAM” refers to our asset management business which is comprised of our asset management and corporate business segments.

This Supplemental Information contains key performance measures that we employ in analyzing and discussing our results. These measures include non-IFRS measures. We describe our key financial measures below and include a complete list of our performance measures on pages 115 through 120 of our December 31, 2019 annual report.

- **Fee-bearing capital** represents the capital committed, pledged or invested in the listed partnerships, private funds and public securities that we manage which entitles us to earn fee revenues. Fee-bearing capital includes both called (“invested”) and uncalled (“pledged” or “committed”) amounts. When reconciling period amounts we utilize the following definitions:
 - Inflows include capital commitments and contributions to our private and public securities funds and equity issuances in our listed partnerships.
 - Outflows represent distributions and redemptions of capital from within the public securities capital.
 - Distributions represent quarterly distributions from listed partnerships as well as returns of committed capital (excluding market valuation adjustments), redemptions and expiry of uncalled commitments within our private funds.
 - Market activity includes gains (losses) on portfolio investments, listed partnerships and public securities based on market prices.
 - Other include changes in net non-recourse debt included in the determination of listed partnership capitalization and the impact of foreign exchange fluctuations on non-U.S. dollar commitments.
- **Cash available for distribution and/or reinvestment** is a non-IFRS measure that provides insight into earnings received by the Corporation that are available for distribution to common shareholders or to be reinvested into the business. It is calculated as the sum of our Asset Management segment FFO (i.e., fee-related earnings and realized carried interest, net); distributions from our listed partnerships, other investments that pay regular cash distributions and distributions from our corporate cash and financial assets; other invested capital earnings, which include FFO from our residential operations, energy contracts, sustainable resources and other real estate, private equity, corporate investments that do not pay regular cash distributions, corporate costs and corporate interest expense, excluding equity compensation; net of preferred share dividend payments.
- **Annualized fees** include annualized base management fees, which are determined by the contractual fee rate multiplied by the current level of fee-bearing capital, annualized incentive distributions based on our listed partnerships’ current annual distribution policies, annualized transaction and public securities performance fees equal a simple average of the last two years’ revenues.
- **Fee-related earnings** is comprised of fee revenues less direct costs associated with earning those fees, which include employee expenses and professional fees as well as business related technology costs, other shared services and taxes. We use this measure to provide additional insight into the operating profitability of our asset management activities.
- **Carried interest** is a contractual arrangement whereby we receive a fixed percentage of investment gains generated within a private fund provided that the investors receive a pre-determined minimum return. Carried interest is typically paid towards the end of the life of a fund after the capital has been returned to investors and may be subject to “clawback” until all investments have been monetized and minimum investment returns are sufficiently assured. This is referred to as **realized carried interest**. We defer recognition of carried interest in our financial statements until they are no longer subject to adjustment based on future events. Unlike fees and incentive distributions, we only include carried interest earned in respect of third-party capital when determining our segment results.
 - **Accumulated unrealized carried interest** is based on carried interest that would be receivable under the contractual formula at the period end date as if a fund was liquidated and all investments had been monetized at the values recorded on that date. Unrealized carry refers to the change in unrealized carry during a specified period, adjusted for realized carry.
 - **Annualized target carried interest** represents the annualized carried interest we would earn on third-party private fund capital subject to carried interest based on the assumption that we achieve the targeted returns on the private funds. It is determined by multiplying the target gross return of a fund by the percentage carried interest and by the amount of third-party capital, and discounted by a utilization factor representing the average invested capital over the fund life.

Glossary of Terms cont'd

- **Invested capital** is the amount of common equity in our operating segments.
- **Fee revenues** include base management fees, incentive distributions, performance fees and transaction fees presented within our Asset Management segment. Fee revenues exclude carried interest.
- **Funds from operations (“FFO”)** is a key measure of financial performance. FFO includes the fees that we earn from managing capital as well as our share of revenues earned and costs incurred within our operations, which include interest expense and other costs. FFO is defined as net income attributable to shareholders prior to fair value changes, depreciation and amortization, and deferred income taxes, and includes disposition gains that are not recorded in net income as determined under IFRS. FFO also includes the company’s share of equity accounted investments’ funds from operations on a fully diluted basis. Brookfield uses FFO to assess its operating results and believes that many of its shareholders and analysts also find this measure valuable to them.

FFO and its per share equivalent are non-IFRS measures which do not have any standard meaning prescribed by IFRS and therefore may not be comparable to similar measures presented by other companies. Net income is reconciled to FFO on page 32.

- FFO from **operating activities** represents the company’s share of revenues less operating costs and interest expenses: it excludes realized carried interest, disposition gains, fair value changes, depreciation and amortization and deferred income taxes, and includes our proportionate share of similar items recorded by equity accounted investments. We present this measure as we believe it assists in describing our results and reconciling variances within FFO.
- **Realized carried interest** represents our share of investment returns based on realized gains within a private fund. Realized carried interest earned is recognized when an underlying investment is profitably disposed of and the fund’s cumulative returns are in excess of preferred returns, in accordance with the respective terms set out in the fund’s governing agreements, and when the probability of clawback is remote. Realized carried interest is determined on third-party capital that is no longer subject to future investment performance.
- **Performance fees** are paid to us when we exceed predetermined investment returns within BBU. BBU performance fees are accrued quarterly based on the volume-weighted average increase in BBU unit price. Performance fees are not subject to clawback.
- **Realized disposition gains/losses** are included in FFO as the purchase and sale of assets is a normal part of the company’s business. They include gains or losses arising from transactions during the reporting period together with any fair value changes and revaluation surplus recorded in prior periods and are presented net of cash taxes payable or receivable. Realized disposition gains include amounts that are recorded in net income, other comprehensive income and as ownership changes in our consolidated statements of equity, and exclude amounts attributable to non-controlling interests unless otherwise noted.
- **Incentive distributions** are determined by contractual arrangements and are paid to us by BPY, BEP, BIP and TERP and represent a portion of distributions paid by listed partnerships above a predetermined hurdle.
- **Base management fees** are determined by contractual arrangements, are typically equal to a percentage of fee-bearing capital and are accrued quarterly.
 - **Private fund base fees** are typically earned on fee-bearing capital from third-party investors only and are earned on invested and/or uninvested fund capital, depending on the stage of the fund life.
 - **Listed partnership base fees** are earned on the total capitalization of the listed partnerships, which includes our investment. Base fees for BPY, BEP and TERP include a quarterly fixed fee amount of \$12.5 million, \$5 million and \$3 million, respectively. BPY and BEP each pay additional fees of 1.25% on the increase in capitalization above their initial capitalization of \$11.5 billion and \$8 billion, respectively. TERP pays an additional fee of 1.25% on the increase above initial per unit price at the time of acquisition. Base fees for BPYU, BIP and BBU are 1.25% of total capitalization. Listed partnership capitalization as at March 31, 2020, was as follows: BPY/BPYU – \$12.9 billion; BEP – \$16.0 billion; BIP – \$19.1 billion; BBU – \$5.2 billion; and TERP – \$3.9 billion.
- **Internal rate of return (“IRR”)** is the annualized compounded rate of return of the fund, calculated since initial investment date.

Notice to Readers

Brookfield is not making any offer or invitation of any kind by communication of this Supplemental Information and under no circumstance is it to be construed as a prospectus or an advertisement.

This Supplemental Information contains “forward-looking information” within the meaning of Canadian provincial securities laws and “forward-looking statements,” within the meaning of certain securities laws including Section 27A of the U.S. Securities Act of 1933, as amended, Section 21E of the U.S. Securities Exchange Act of 1934, as amended, “safe harbor” provisions of the United States Private Securities Litigation Reform Act of 1995 and in any applicable Canadian securities regulations. We may make such statements in this profile, in other filings with Canadian regulators and the Securities Exchange Commission or in other communications. Forward-looking statements include statements that are predictive in nature, depend upon or refer to future events or conditions and include statements which reflect management’s expectations regarding the operations, business, financial condition, expected financial results, performance, prospects, opportunities, priorities, targets, goals, ongoing objectives, strategies and outlook of the corporation and its subsidiaries, capital committed to our funds, our liquidity and ability to access and raise capital, our ability to capitalize on investment opportunities, the potential growth of our asset management business and the related revenue streams therefrom, the prospects for increasing our cash flow from or continued achievement of targeted returns on our investments, as well as the outlook for North American and international economies for the current fiscal year and subsequent periods, and include words such as “expects,” “anticipates,” “plans,” “believes,” “estimates,” “seeks,” “intends,” “targets,” “projects,” “forecasts” or negative versions thereof and other similar expressions, or future or conditional verbs such as “may,” “will,” “should,” “would” and “could.”

Although we believe that our anticipated future results, performance or achievements expressed or implied by the forward-looking statements and information are based upon reasonable assumptions and expectations, the reader should not place undue reliance on forward-looking statements and information because they involve known and unknown risks, uncertainties and other factors, many of which are beyond our control (including the ongoing and developing COVID-19 pandemic), which may cause the actual results, performance or achievements of the company to differ materially from anticipated future results, performance or achievements expressed or implied by such forward-looking statements and information.

Some of the factors, many of which are beyond Brookfield’s control and the effects of which can be difficult to predict, but may cause actual results to differ materially from those contemplated or implied by forward-looking statements include, but are not limited to: (i) investment returns that are lower than target; (ii) the impact or unanticipated impact of general economic, political and market factors in the countries in which we do business, including as a result of COVID-19; (iii) the behavior of financial markets, including fluctuations in interest and foreign exchange rates; (iv) global equity and capital markets and the availability of equity and debt financing and refinancing within these markets; (v) strategic actions including dispositions; the ability to complete and effectively integrate acquisitions into existing operations and the ability to attain expected benefits; (vi) changes in accounting policies and methods used to report financial condition (including uncertainties associated with critical accounting assumptions and estimates); (vii) the ability to appropriately manage human capital; (viii) the effect of applying future accounting changes; (ix) business competition; (x) operational and reputational risks; (xi) technological change; (xii) changes in government regulation and legislation within the countries in which we operate; (xiii) governmental investigations; (xiv) litigation; (xv) changes in tax laws; (xvi) ability to collect amounts owed; (xvii) catastrophic events, such as earthquakes, hurricanes and epidemics/pandemics; (xviii) the possible impact of international conflicts and other developments including terrorist acts and cyberterrorism; (xix) the introduction, withdrawal, success and timing of business initiatives and strategies; (xx) the failure of effective disclosure controls and procedures and internal controls over financial reporting and other risks; (xxi) health, safety and environmental risks; (xxii) the maintenance of adequate insurance coverage; (xxiii) the existence of information barriers between certain businesses within our asset management operations; (xxiv) risks specific to our business segments including our real estate, renewable power, infrastructure, private equity, and residential development activities; and (xxv) factors detailed from time to time in our documents filed with the securities regulators in Canada and the United States, including in “Part 6- Business Environment and Risks” of our Annual Report available on SEDAR at www.sedar.com and EDGAR at www.sec.gov.

We caution that the foregoing list of important factors that may affect future results is not exhaustive and other factors could also adversely affect its results. Investors and other readers are urged to consider the foregoing risks, as well as other uncertainties, factors and assumptions carefully in evaluating the forward-looking information and are cautioned not to place undue reliance on such forward-looking information. Except as required by law, the corporation undertakes no obligation to publicly update or revise any forward-looking statements or information, whether written or oral, that may be as a result of new information, future events or otherwise.

Notice to Readers cont'd

STATEMENT REGARDING PAST AND FUTURE PERFORMANCE AND TARGET RETURNS

Past performance is not indicative nor a guarantee of future results. There can be no assurance that comparable results will be achieved in the future, or that future investments or fundraising efforts will be similar to the historic results presented herein (because of economic conditions, the availability of investment opportunities or otherwise).

The target returns set forth herein are for illustrative and informational purposes only and have been presented based on various assumptions made by Brookfield in relation to, among other things, the investment strategies being pursued by the funds, any of which may prove to be incorrect. Due to various risks, uncertainties and changes (including changes in economic, operational, political or other circumstances) beyond Brookfield's control, the actual performance of the funds could differ materially from the target returns set forth herein. In addition, industry experts may disagree with the assumptions used in presenting the target returns. No assurance, representation or warranty is made by any person that the target returns will be achieved, and undue reliance should not be put on them. Prior performance is not indicative of future results and there can be no guarantee that the funds will achieve the target returns or be able to avoid losses.

STATEMENT REGARDING USE OF NON-IFRS MEASURES

We disclose a number of financial measures in this Supplemental Information that are calculated and presented using methodologies other than in accordance with International Financial Reporting Standards ("IFRS"), as issued by the International Accounting Standards Board ("IASB"). We utilize these measures in managing the business, including for performance measurement, capital allocation and valuation purposes and believe that providing these performance measures on a supplemental basis to our IFRS results is helpful to investors in assessing the overall performance of our businesses. These non-IFRS measures have limitations as analytical tools and should not be considered as the sole measure of our performance and should not be considered in isolation from, or as a substitute for, similar financial measures calculated in accordance with IFRS. We caution readers that these non-IFRS financial measures or other financial metrics may differ from the calculations disclosed by other businesses and, as a result, may not be comparable to similar measures presented by other issuers and entities.