

Brookfield Investments Corporation

STOCK SYMBOL: BRN.PR.A – TSX

NEWS RELEASE

BROOKFIELD INVESTMENTS CORP. ANNOUNCES FIRST QUARTER FINANCIAL RESULTS

TORONTO, May 15, 2008 – Brookfield Investments Corporation today announced net income for the three months ended March 31, 2008 of \$57 million, compared to a loss of \$4 million for the same period last year. The results for the first quarter of 2008 reflect other income of \$105 million, as described further below, partly offset by a \$23 million net loss from the company's forest product investments.

Panelboard investments, held through Norbord Inc., contributed a net loss of \$13 million for the first three months of 2008, compared with a net loss of \$6 million for the same period last year. Prices for oriented strandboard dropped to their lowest levels since 2001, reflecting weaker US housing starts, poor weather and new OSB capacity coming on stream. Other forest product investments, held through Fraser Papers Inc., contributed a net loss of \$10 million, compared to a net loss of \$5 million last year. Improvements during the first quarter of 2008 at pulp and paper operations were more than offset by losses in lumber operations caused by weak lumber markets and high input prices.

Other income for the first quarter of 2008 was \$105 million, up from \$18 million last year due mainly to a \$31 million interim dividend declared by Canary Wharf Group and a \$64 million revaluation gain on the Norbord exchangeable debentures.

The company's Board of Directors declared the regular quarterly dividend of C\$0.29375 per share on its Senior Preferred shares, Series A payable on June 30, 2008 to shareholders of record on June 20, 2008.

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Brookfield Investments Corporation currently holds investments in the forest products and property sectors, as well as a portfolio of preferred shares issued by companies in the Brookfield Asset Management group. The company's common shares are wholly owned by Brookfield Asset Management Inc., an asset management company focused on property, power and infrastructure assets.

Edward C. Kress, Chairman and President, will be available at 416-363-9491 to answer any questions on the company's financial results.

This news release contains forward-looking statements concerning the company's business and operations such as "will", "is expected" and "should". The company cautions that, by their nature, forward-looking statements involve risk and uncertainty and the company's actual results could differ materially from those expressed or implied in such statements. Reference should be made to the most recent Annual Information Form for a description of the major risk factors.

CONSOLIDATED STATEMENTS OF OPERATIONS

<i>(unaudited)</i>	<i>Three months ended March 31</i>	
<i>US\$ millions, except per share amounts</i>	2008	2007
Income		
Equity loss from Norbord Inc.	\$ (13)	\$ (6)
Equity loss from Fraser Papers Inc.	(10)	(5)
Foreign exchange gain (loss)	3	(2)
Other income	105	18
	85	5
Expenses		
Interest	10	9
Current income taxes	1	—
Future income taxes	17	—
	28	9
Net income (loss)	\$ 57	\$ (4)
Net income (loss) per common share	\$ 1.24	\$ (0.09)

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (LOSS)

<i>(unaudited)</i>	<i>Three months ended March 31</i>	
<i>US\$ millions</i>	2008	2007
Net income (loss)	\$ 57	\$ (4)
Other comprehensive income (loss)		
Foreign currency translation	3	(11)
Available-for-sale securities	(2)	9
	1	(2)
Comprehensive income (loss)	\$ 58	\$ (6)

CONSOLIDATED STATEMENTS OF DEFICIT

<i>(unaudited)</i>	<i>Three months ended March 31</i>	
<i>US\$ millions</i>	2008	2007
Deficit, beginning of period	\$ (347)	\$ (267)
Change in accounting policy	1	(8)
Net income (loss) for the period	57	(4)
Deficit, end of period	\$ (289)	\$ (279)

CONSOLIDATED BALANCE SHEETS

<i>US\$ millions</i>	<i>March 31</i> 2008	<i>December 31</i> 2007
	<i>(unaudited)</i>	
Assets		
Loans receivable	\$ 208	\$ 230
Securities	286	294
Investment in Norbord Inc.	168	181
Investment in Fraser Papers Inc.	149	129
Investment in Canary Wharf Group, plc	256	256
Investment in Brookfield Properties Corporation	358	357
Accounts receivable	31	—
	\$ 1,456	\$ 1,447
Liabilities		
Accounts payable	\$ 99	\$ 162
Future tax liability	17	—
Retractable preferred shares	704	708
Shareholders' equity	636	577
	\$ 1,456	\$ 1,447

CONSOLIDATED STATEMENTS OF CASH FLOWS

<i>(unaudited)</i> <i>US\$ millions</i>	<i>Three months ended March 31</i>	
	2008	2007
Cash flow from (used in) operating activities		
Net income (loss)	\$ 57	\$ (4)
Adjusted for the following non-cash items		
Excess of equity loss over dividends received	29	16
Net change in non-cash working capital balances	(79)	(11)
	7	1
Cash flow used in financing activities		
Share redemption	—	(101)
	—	(101)
Cash flow from (used in) investing activities		
Investment in Fraser Papers Inc.	(29)	—
Investment in Norbord Inc.	(6)	(3)
Loans receivable	28	103
	(7)	100
Net change and closing cash balance	\$ —	\$ —