

Brookfield Investments Corporation

STOCK SYMBOL: BRN.PR.A – TSX

NEWS RELEASE

BROOKFIELD INVESTMENTS CORPORATION ANNOUNCES SECOND QUARTER FINANCIAL RESULTS

TORONTO, August 13, 2010 – Brookfield Investments Corporation today reported a net income for the three months ended June 30, 2010 of \$17 million, compared with \$32 million for the same period last year. Foreign exchange gains of \$13 million were recorded in the second quarter of 2010, compared with \$34 million for the same period in 2009. The gains represent non-cash revaluation of deposit balances denominated in Canadian dollars and British pounds which are revalued each quarter based on the closing exchange rate relative to the U.S. dollar.

Panelboard investments, held through Norbord Inc., contributed a net income of \$5 million for the second quarter of 2010, compared with a net loss of \$3 million for the same period last year. The investment in Fraser Papers Inc. was written off in late 2009, and therefore had no impact to the second quarter of 2010 results, compared to a net loss of \$5 million for the second quarter of 2009.

Dividend and interest income for the second quarter of 2010 was \$8 million, compared to \$5 million for the same period in 2009. The higher dividend income earned from the additional Brookfield Properties Corporation common shares acquired in the third quarter of 2009 was partially offset by interest expense on the demand deposits.

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 September 30, 2010 to shareholders of record on September 20, 2010.

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

Sachin Shah, Vice President and Chief Financial Officer, will be available at 416-363-9491 to answer any questions on the company's financial results.

CONSOLIDATED STATEMENTS OF OPERATIONS

<i>(unaudited)</i> US\$ millions, except per share amounts	<i>Three months ended</i>		<i>Six months ended</i>	
	June 30 2010	June 30 2009	June 30 2010	June 30 2009
Income				
Equity accounted income from Brookfield Europe L.P.	\$ 2	\$ 2	\$ 1	\$ 5
Equity accounted income (loss) from Norbord Inc.	5	(3)	4	(6)
Equity accounted loss from Fraser Papers Inc.	—	(5)	—	(13)
Dividend and interest income	8	5	16	11
Foreign exchange gain (loss)	13	34	(33)	37
Other loss	—	(11)	—	(11)
	28	22	(12)	23
Expenses				
Interest	7	7	14	15
Net income (loss) before income taxes	21	15	(26)	8
Income taxes (expense) recovery	(4)	17	(3)	17
Net income (loss)	\$ 17	\$ 32	\$ (29)	\$ 25
Net income (loss) per common share	\$ 0.37	\$ 0.70	\$ (0.62)	\$ 0.54

CONSOLIDATED STATEMENTS OF COMPREHENSIVE (LOSS) INCOME

<i>(unaudited)</i> US\$ millions	<i>Three months ended</i>		<i>Six months ended</i>	
	June 30 2010	June 30 2009	June 30 2010	June 30 2009
Net income (loss)	\$ 17	\$ 32	\$ (29)	\$ 25
Other comprehensive (loss) income				
Foreign currency translation, net of tax	(1)	8	(9)	7
Available-for-sale securities	(75)	46	108	6
Equity pick-up from subsidiaries	—	1	(1)	1
	(76)	55	98	14
Comprehensive (loss) income	\$ (59)	\$ 87	\$ 69	\$ 39

CONSOLIDATED STATEMENTS OF ACCUMULATED OTHER COMPREHENSIVE LOSS

<i>(unaudited)</i> US\$ millions	<i>Three months ended</i>		<i>Six months ended</i>	
	June 30 2010	June 30 2009	June 30 2010	June 30 2009
Balance, beginning of period	\$ (30)	\$ (443)	\$ (204)	\$ (402)
Other comprehensive (loss) income	(76)	55	98	14
Balance, end of period	\$ (106)	\$ (388)	\$ (106)	\$ (388)

CONSOLIDATED STATEMENTS OF DEFICIT

<i>(unaudited)</i> US\$ millions	<i>Three months ended</i>		<i>Six months ended</i>	
	June 30 2010	June 30 2009	June 30 2010	June 30 2009
Deficit, beginning of period	\$ (467)	\$ (298)	\$ (421)	\$ (291)
Net income (loss)	17	32	(29)	25
Deficit, end of period	\$ (450)	\$ (266)	\$ (450)	\$ (266)

CONSOLIDATED BALANCE SHEETS

<i>(US\$ millions)</i>	<i>(unaudited)</i>	
	June 30, 2010	December 31, 2009
Assets		
Securities	\$ 263	\$ 262
Investments		
Brookfield Properties Corporation	779	672
Brookfield Europe L.P.	111	119
Norbord Inc.	83	80
	\$ 1,236	\$ 1,133
Liabilities		
Deposits payable	\$ 37	\$ 5
Accounts payable	12	9
Retractable preferred shares	699	700
Shareholders' equity	488	419
	\$ 1,236	\$ 1,133

CONSOLIDATED STATEMENTS OF CASH FLOWS

<i>(unaudited)</i> <i>US\$ millions</i>	<i>Three months ended</i>		<i>Six months ended</i>	
	June 30	June 30	June 30	June 30
	2010	2009	2010	2009
Cash flow from (used in) operating activities				
Net income (loss)	\$ 17	\$ 32	\$ (29)	\$ 25
Adjusted for the following:				
Equity accounted losses	(7)	6	(5)	14
Future income tax provisions	4	(17)	3	(17)
Net change in non-cash items	(13)	(23)	33	(26)
	1	(2)	2	(4)
Cash and deposits receivable (payable)				
Increase / (Decrease)	1	(2)	2	(4)
Impact of foreign exchange	7	42	(34)	42
Balance, beginning of period	(45)	339	(5)	341
Balance, end of period	\$ (37)	\$ 379	\$ (37)	\$ 379