



BROOKFIELD

H O M E S

**Supplemental Information
For The Three Months Ended
March 31, 2006**

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All amounts denominated in U.S. dollars

Forward-Looking Statements



Certain statements in this supplemental information package that are not historical facts, including information concerning financial statistic targets, projected future home closings and deliveries (and the timing thereof), expected dividend payments, possible or assumed results of operations of the company and those statements preceded by, followed by, or that include the words “estimate”, “target”, “planned”, “expected,” “future”, or similar expressions, constitute “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995. Undue reliance should not be placed on forward-looking statements because they involve known and unknown risks, uncertainties and other factors, which may cause the actual results to differ materially from the anticipated future results expressed or implied by such forward-looking statements. Factors that could cause actual results to differ materially from those set forward in the forward-looking statements include, but are not limited to: changes in general economic, real estate and other conditions; mortgage rate changes; availability of suitable undeveloped land at acceptable prices; adverse legislation or regulation; ability to obtain necessary permits and approvals for the development of our land; availability of labor or materials or increases in their costs; ability to develop and market our master-planned communities successfully; confidence levels of consumers; ability to raise capital on favorable terms; adverse weather conditions and natural disasters; relations with the residents of our communities; risks associated with increased insurance costs or unavailability of adequate coverage and ability to obtain surety bonds; competitive conditions in the homebuilding industry, including product and pricing pressures; and additional risks and uncertainties referred to in our Form 10-K and other SEC filings, many of which are beyond our control. We undertake no obligation to publicly update any forward-looking statements, whether as a result of new information, future events or otherwise.

Corporate Profile



Brookfield Homes Corporation is a residential homebuilder and land developer, building homes and developing land in master-planned communities and infill locations. We design, construct and market single-family and multi-family homes primarily to move-up and luxury homebuyers. We also entitle and develop land for our own communities and sell lots to other homebuilders. Our portfolio includes 30,000 lots owned and controlled in the San Francisco Bay Area; Southland / Los Angeles; San Diego / Riverside; Sacramento; and Washington D.C. Area. For more information, visit the Brookfield Homes website at www.brookfieldhomes.com.

(All figures in US\$)

Investor Information



Common Shares

Brookfield Homes trades on the New York Stock Exchange under the symbol "BHS".

Brookfield Homes increased its semi-annual dividend to \$0.20 per share. The next semi-annual dividend is expected to be paid June 30, 2006 to stockholders of record on June 15, 2006.

BHS Trading Statistics - New York Stock Exchange

Source: NYSE net

	<i>For The Three Months Ended</i>			
	31-Mar-06	31-Dec-05	30-Sep-05	30-Jun-05
Share Price				
High	\$ 53.45	\$ 56.40	\$ 55.68	\$ 49.25
Low	\$ 45.27	\$ 46.30	\$ 43.56	\$ 39.60
Close	\$ 51.86	\$ 49.73	\$ 55.53	\$ 45.60
Volume	10,103,000	18,820,500	8,199,200	10,627,400

Common Shares Outstanding

	31-Mar-06	31-Dec-05	30-Sep-05	30-Jun-05
Common shares issued and outstanding	27,287,206	27,378,181	30,870,181	30,951,081
Unexercised options	710,051	678,576	678,576	678,576
Total common shares outstanding	27,996,257	28,056,757	31,548,757	31,629,657

Selected Financial Information



	<i>Three Months Ended March 31,</i>	
	2006	2005
<i>(Millions, except per unit activity and per share amounts)</i>		
Results of Operations		
Housing revenue	\$ 122	\$ 143
Total revenue	143	152
Gross margin	51	48
Contribution from bulk land sales to net income	4	3
Net income	19	19
Basic earnings per share	0.69	0.61
Diluted earnings per share	0.68	0.60
Financial Position - Period End		
Total assets	\$ 1,235	\$ 1,069
Total debt	672	530
Operating Data		
Net new orders (units)	227	517
Backlog (units at end of period)	490	911
Home closings (units)	192	222
Average selling price (per unit)	\$ 634,000	\$ 645,000

Condensed Balance Sheets



<i>(thousands)</i>	<i>As at March 31</i>		<i>As at December 31,</i>
	<u>2006</u>	<u>2005</u>	<u>2005</u>
Assets			
Housing and land inventory	\$ 999,520	\$ 787,775	\$ 912,617
Investments in housing and land joint ventures	60,728	49,647	53,260
Consolidated land inventory not owned	18,925	42,131	22,100
Receivables and other assets	43,323	29,799	94,081
Cash and cash equivalents	63,915	124,666	198,411
Deferred income taxes	48,754	34,516	49,417
	\$ 1,235,165	\$ 1,068,534	\$ 1,329,886
Liabilities and Stockholders' Equity			
Project specific and other financings	\$ 672,015	\$ 529,898	\$ 691,410
Accounts payable and other liabilities	231,218	209,128	320,787
Minority interest	52,454	65,404	53,040
Stockholders' equity	279,478	264,104	264,649
	\$ 1,235,165	\$ 1,068,534	\$ 1,329,886

Consolidated Statements of Income



	<i>Three Months Ended March 31</i>	
<i>(thousands, except per share amounts)</i>	2006	2005
Revenue		
Housing	\$ 121,823	\$ 143,083
Land and other revenues	21,075	9,072
	142,898	152,155
Direct cost of sales	(91,724)	(103,978)
	51,174	48,177
Equity in earnings from housing and land joint ventures	907	7,312
Selling, general and administrative expense	(19,253)	(21,224)
Minority interest	(2,251)	(3,209)
Net income before taxes	30,577	31,056
Income tax expense	(11,711)	(12,112)
Net income	\$ 18,866	\$ 18,944
Earnings per share - basic	\$ 0.69	\$ 0.61
Earnings per share - diluted	\$ 0.68	\$ 0.60

Condensed Statements of Cash Flow



	<i>Three Months Ended March 31</i>	
<i>(thousands)</i>	2006	2005
Cash flows from operating activities:		
Net income	\$ 18,866	\$ 18,944
Adjustments to reconcile net income to net cash provided by operating activities:		
Distributed income from housing and land joint ventures	486	29
Minority interest	2,251	3,209
Deferred income taxes	682	(592)
Other changes in operating assets and liabilities:		
Decrease in receivables and other assets	50,758	44,187
Increase in housing and land inventory	(89,793)	(109,338)
Increase in accounts payable and other	(70,457)	(40,165)
Net cash used in operating activities	<u>(87,207)</u>	<u>(83,726)</u>
Cash flows from investing activities:		
Net (investment in)/ recovery from housing and land joint ventures	<u>(7,954)</u>	10,134
Net cash (used in)/provided by investing activities	<u>(7,954)</u>	10,134
Cash flows from financing activities:		
Net (repayments)/borrowings under revolving project specific and other financings	(19,395)	17,800
Net distributions to from minority interest	(10,350)	(5,317)
Repurchase of common shares	(9,698)	(956)
Exercise of stock options	108	-
Net cash (used in)/provided by financing activities	<u>(39,335)</u>	11,527
Decrease in cash and cash equivalents	(134,496)	(62,065)
Cash and cash equivalents at beginning of period	<u>198,411</u>	<u>186,731</u>
Cash and cash equivalents at end of period	\$ 63,915	\$ 124,666
Supplemental cash flow information:		
Interest paid	\$ 12,026	\$ 5,771
Income taxes paid	\$ 14,565	\$ 39,411
Non-cash decrease in consolidated land inventory not owned	\$ 6,065	\$ 6,602

Statistical Information



	Long Term Targets	2005A	2004A	2003A
Return on Average Net Assets (Net income before interest expense, income taxes and minority interest expense / average total assets less cash, deferred taxes and payables)	20%	61%	49%	31%
Inventory Turnover (Total revenue / average housing and land inventory)	1.5x	1.5x	1.9x	1.7x
Net Debt to Total Book Capitalization (Total debt minus cash / net debt plus minority interest plus stockholders' equity)	40%	61%	51%	32%
Interest Coverage Ratio (Net income before interest expense, income taxes and minority interest expense / interest incurred)	6x	11.0x	9.3x	10.4x
Return on Opening Stockholders' Equity	20%	89%	38%	28%
EPS Growth	10% - 15%	52%	69%	104%

A = Actual

Selected Operating Information



<i>(in units, except average selling price)</i>	<i>Three Months Ended March 31</i>	
	2006	2005
Net New Orders		
San Francisco Bay Area	15	63
Southland/Los Angeles	103	94
San Diego/Riverside	40	159
Washington D.C. Area	69	201
Total	227	517
Home closings		
San Francisco Bay Area	7	34
Southland/Los Angeles	30	24
San Diego/Riverside	47	83
Washington D.C. Area	108	81
Consolidated total	192	222
Average selling price		
San Francisco Bay Area	\$ 1,212,000	\$ 844,000
Southland/Los Angeles	709,000	1,113,000
San Diego/Riverside	637,000	586,000
Washington D.C. Area	575,000	484,000
Average selling price	\$ 634,000	\$ 645,000
Active Communities		
San Francisco Bay Area	1	3
Southland/Los Angeles	4	5
San Diego/Riverside	7	6
Washington D.C. Area	12	13
Total	24	27
Backlog at End of Period		
San Francisco Bay Area	20	83
Southland/Los Angeles	238	156
San Diego/Riverside	75	357
Washington D.C. Area	157	315
Total	490	911

Residential Building Lots



Ownership

<i>(lots)</i>	Owned	Joint	Under	Total Lots	Total Lots
	Directly	Ventures	Option	3/31/2006	12/31/2005
San Francisco Bay Area	650	382	3,751	4,783	4,633
Southland/Los Angeles	695	575	1,852	3,122	2,895
San Diego/Riverside	4,740	1,908	1,500	8,148	8,249
Sacramento	-	310	4,810	5,120	5,120
Washington D.C. Area	2,610	985	4,892	8,487	8,615
Total March 31, 2006	8,695	4,160	16,805	29,660	
Total December 31, 2005	8,443	3,890	17,179		29,512

Book Value

<i>(millions, except per lot activity)</i>	Owned	Joint	Under	Total 3/31/2006		Total 12/31/2005	
	Directly	Ventures	Option	Lots	\$	Lots	\$
Housing inventory	\$460	\$12	-	2,052	\$472	2,041	\$453
Model homes	39	-	-	69	39	41	21
Land & land under development	426	113	93	27,539	632	27,430	608
Joint venture debt	-	(64)	-	-	(64)	-	(94)
	\$925	\$61	\$93	29,660	\$1,079	29,512	\$988

Visibility on Home Closings



Ownership in larger master-planned communities provides strong visibility on future home deliveries.

	Targeted Last Closing	Lots at March 31/06	Targeted Annual Closings
Windemere, San Francisco Bay Area	2008	645	150
University District, San Francisco Bay Area	2012	1,451	200
Colony, Southland	2009	542	100
Morningstar Ranch, Riverside	2008	623	200
Audie Murphy, Riverside	2010	1,069	200
Calavera Hills, San Diego	2008	302	100
Sycamore Canyon, San Diego	2009	294	50
Winding Walk, Otay Ranch, San Diego	2007	534	200
Braemar / Morris, Washington D.C. Area	2008	667	250
Dunbarton at Braemar, Washington D.C. Area	2007	94	50
		6,221	1,500