



Report of the Auditor General of British Columbia

To the Unitholders of:

Canadian Corporate Bond Fund
Short Term Bond Fund
Pension Bond Fund
Realpool Investment Fund
Realpool International Fund 1999
Fixed Term Mortgage Fund
Construction Mortgage Fund
Specialty Mortgage Fund
Private Placement Fund 1995

Private Placement Fund 1996
Private Placement Fund 1997
Private Placement Fund 1998
Private Placement Fund 1999
Private Placement Fund 1999A
Private Placement Fund 2000
Asian Equity Fund
European Equity Fund
International Equity Fund
(collectively, "the Funds")

I have audited the Funds' statements of net assets as at [December 31, 2000](#) and [December 31, 1999](#), the statements of changes in net assets for the years then ended, or for the shorter period since the inception date disclosed in Note 1, and the statements of investments as at [December 31, 2000](#). These financial statements are the responsibility of the Funds' management. My responsibility is to express an opinion on these financial statements based on my audits.

I conducted my audits in accordance with [Canadian](#) generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the Funds' financial position as at [December 31, 2000](#) and [December 31, 1999](#), the changes in their net assets for the years then ended or for the shorter period since the inception date disclosed in Note 1, and their investments as at [December 31, 2000](#) in accordance with [Canadian](#) generally accepted accounting principles.

*Victoria, British Columbia
July 20, 2001*

Wayne Strelloff, CA
Auditor General