



Report of the Auditor General  
of British Columbia

To the Unitholders of:

Canadian Corporate Bond Fund	Private Placement Fund 1997
Short Term Bond Fund	Private Placement Fund 1998
Pension Bond Fund	Private Placement Fund 1999
Realpool Investment Fund	Private Placement Fund 1999A
Realpool International Fund 1999	Private Placement Fund 2000
Realpool International Fund 2001	Private Placement Fund 2001
Fixed Term Mortgage Fund	Asian Equity Fund
Construction Mortgage Fund	European Equity Fund
Specialty Mortgage Fund	International Equity Fund
Private Placement Fund 1995	(collectively, "the Funds")
Private Placement Fund 1996	

I have audited the Funds' statements of net assets as at December 31, 2001 and December 31, 2000, 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, 2001. 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, 2001 and December 31, 2000, 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, 2001 in accordance with Canadian generally accepted accounting principles.

Victoria, British Columbia  
August 9, 2002

Wayne Strelieff, CA  
Auditor General