



Report of the Auditor General  
of British Columbia

To the Unitholders of:

Canadian Money Market Fund ST1  
Canadian Money Market Fund ST2  
U.S. Dollar Money Market Fund ST3  
Indexed Government Bond Fund  
Long Term Bond Fund  
British Columbia Focus Fund  
Indexed Canadian Equity Fund  
Active Canadian Equity Fund

TSE 100 Index Equity Fund  
TSE Ex Equity Fund  
North American Equity Fund  
Active U.S. Equity Fund  
S & P 500 Index Equity Fund  
U.S. Index Enhanced Equity Fund  
U.S. Value Index Equity Fund  
(collectively, "the Funds")

I have audited the Funds' statements of net assets as at March 31, 2002 and March 31, 2001, 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 March 31, 2002. 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 March 31, 2002 and March 31, 2001, 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 March 31, 2002 in accordance with Canadian generally accepted accounting principles.

Victoria, British Columbia  
August 9, 2002

Wayne Strelloff, CA  
Auditor General